

POLARIS SOFTWARE LAB - GROUP
UNAUDITED CONSOLIDATED FINANCIAL RESULTS
FOR THE QUARTER ENDED JUNE 30, 2011 PREPARED AS PER INDIAN GAAP

Rs. Lakhs

PARTICULARS	QUARTER ENDED		YEAR ENDED
	June 30, 2011	June 30, 2010	March 31, 2011 Audited
INCOME			
Income from software services, products and Business Process Management	450,18.87	360,56.50	1,586,33.14
Other Operating Income / (Loss)	5,60.11	8,77.60	25,38.28
	455,78.98	369,34.10	1,611,71.42
EXPENDITURE			
Software development expenses	308,53.78	242,95.35	1,072,39.25
Selling and marketing expenses	50,77.31	38,96.27	173,47.75
General and Administrative expenses	32,98.35	30,45.39	126,56.45
Total Expenditure	392,29.44	312,37.01	1,372,43.45
Profit before interest, depreciation & amortisation	63,49.54	56,97.09	239,27.97
Depreciation/Amortisation	9,56.35	7,80.81	33,65.86
Finance Charges	48.17	23.70	1,14.87
Profit after interest, depreciation & amortisation	53,45.02	48,92.58	204,47.24
Other Income	8,01.68	5,46.14	33,68.67
Minority Interest / Share of profit / (loss) of Associate Companies	1.81	6.93	18.16
Profit before tax	61,48.51	54,45.65	238,34.07
Provision for taxation	1,692.48	7,85.56	35,88.10
Profit after tax	44,56.03	46,60.09	202,45.97
Earnings per share of Rs.5 each (Rs.)			
Basic	4.49	4.71	20.43
Diluted	4.46	4.66	20.28

POLARIS SOFTWARE LAB LIMITED - STAND ALONE
AUDITED FINANCIAL (STANDALONE) RESULTS FOR THE QUARTER ENDED JUNE 30, 2011 PREPARED AS PER INDIAN GAAP

PARTICULARS	QUARTER ENDED		YEAR ENDED
	June 30, 2011	June 30, 2010	March 31, 2011
INCOME			
Income from software services and products	391,49.30	309,62.01	1,375,96.45
Other Operating Income / (Loss)	6,17.94	9,70.61	31,91.37
	397,67.24	319,32.62	1,407,87.82
EXPENDITURE			
Software development expenses	281,18.61	222,44.74	980,20.65
Selling and marketing expenses	30,49.72	21,24.38	100,90.63
General and Administrative expenses	29,71.50	27,36.98	114,56.70
Total Expenditure	34,139.83	271,06.10	1,195,67.98
Profit before interest, depreciation & amortisation	56,27.41	48,26.52	212,19.84
Depreciation / Amortisation	7,46.53	5,79.93	26,43.66
Finance Charges	13.13	5.58	34.21
Profit after interest, depreciation & amortisation	48,67.75	42,41.01	185,41.97
Other Income	7,35.14	4,75.90	30,75.80
Profit before tax	56,02.89	47,16.91	216,17.77
Provision for taxation	15,33.40	6,45.69	29,14.99
Profit after tax	40,69.49	40,71.22	187,02.78
Paid-up equity share capital	49,63.83	49,51.27	49,59.78
Reserves excluding revaluation reserves	908,93.32	773,86.48	867,51.03
Earnings per share of Rs.5 each (Rs.)			
Basic	4.10	4.11	18.87
Diluted	4.07	4.08	18.74

PARTICULARS	QUARTER ENDED		YEAR ENDED
	June 30, 2011	June 30, 2010	March 31, 2011
Public Shareholding			
Number of shares	70,484,138	70,247,338	70,417,438
Percentage of shareholding	71.00%	70.94%	70.99%
Promoters and Promoter group shareholding			
a) Pledged / encumbered	Nil	Nil	Nil
- Number of shares			
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil
- Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil
b) Non - encumbered			
- Number of shares	28,792,559	28,778,159	28,778,159
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%
- Percentage of shares (as a % of the total share capital of the company)	29.00%	29.06%	29.01%

SEGMENT INFORMATION	QUARTER ENDED		YEAR ENDED
	June 30, 2011	June 30, 2010	March 31, 2011
A) Segment revenue:			
Banking & Financial services	373,02.59	290,60.52	1,292,47.19
Emerging verticals	18,46.71	19,01.49	83,49.26
Total revenues	391,49.30	309,62.01	1,375,96.45
B) Segment results:			
Profit before interest and tax			
Banking & Financial services	88,97.42	67,73.16	288,13.69
Emerging verticals	4,12.67	3,30.31	13,24.86
Total	93,10.09	71,03.47	301,38.55
a) Finance Charges	(13.13)	(5.58)	(34.21)
b) Other unallocable expenditure net of unallocable income	(36,94.07)	(23,80.98)	(84,86.57)
Profit before tax	56,02.89	47,16.91	216,17.77
C) Capital employed:**	958,69.24	823,37.75	917,10.81

**The assets & liabilities of the Company cannot be classified under any specific segment as they are used / contracted interchangeably, hence segment wise capital employed is not disclosed.

NOTES:

- The above results were reviewed by the Audit committee and approved by the Board of Directors at its meeting held on July 20, 2011.
- The Stand alone financial statements of the Company for the quarter ended June 30, 2011 were audited by the Statutory Auditors of the Company.
- Standalone Staff Cost for the quarter ended June 30,2011 was Rs 29,014.22 Lakhs (Quarter ended June 30,2010 Rs. 22,638.34 lakhs).
- Provision for taxation includes current tax , deferred tax and MAT wherever applicable.
- No. of Complaints pending at the beginning of the quarter Nil
 No. of Complaints received during the quarter 43
 No. of Complaints disposed off during the quarter 43
 No. of Complaints lying unresolved at the end of the quarter Nil
- The Company has allotted 81,100 shares under Associate Stock option Plans of the Company during the Quarter ended June 30,2011.
- The Company has acquired 85.30% Equity stake in IdenTrust Inc., a US-based Global Leader in Trusted Identity Solutions and one of the premier providers of digital identity authentication services to several key banks on April 27, 2011 and the Group results include financial impact of the operations for the proportionate period of the quarter
- Figures of the earlier periods, wherever necessary, have been regrouped to conform with those of the current period.

Place : Chennai
 Date : July 20, 2011

For Polaris Software Lab Limited

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R. Srikanth
 President & Chief Financial Officer

Arun Jain
 Chairman & Managing Director