

PARTICULARS	QUARTER ENDED			YEAR ENDED	
	March 31, 2013 (Unaudited)	December 31, 2012 (Unaudited)	March 31, 2012 (Unaudited)	March 31, 2013	March 31, 2012
<b>Income</b>					
Gross Income from Operations	554,73.01	572,88.49	516,69.54	2,308,33.36	2,049,15.14
Forex impact on Hedge accounting	(11,89.05)	(12,30.35)	-	(49,70.26)	-
<b>Net Income from Operations</b>	<b>542,83.96</b>	<b>560,58.14</b>	<b>516,69.54</b>	<b>2,258,63.10</b>	<b>2,049,15.14</b>
<b>Expenditure</b>					
Employee cost	415,15.43	415,23.17	371,92.65	1,663,11.67	1,441,64.60
Depreciation	13,90.46	13,92.02	13,42.71	53,69.09	47,23.07
Other Expenditure	72,97.45	90,88.20	82,23.36	330,38.23	321,43.01
<b>Total</b>	<b>502,03.34</b>	<b>520,03.39</b>	<b>467,58.72</b>	<b>2,047,18.99</b>	<b>1,810,30.68</b>
<b>Profit from Operations before Other Income, Interest &amp; Tax</b>	<b>40,80.62</b>	<b>40,54.75</b>	<b>49,10.82</b>	<b>211,44.11</b>	<b>238,84.46</b>
Other Income	9,02.32	9,66.21	21,57.70	34,13.92	46,29.59
<b>Profit before Interest and Tax</b>	<b>49,82.94</b>	<b>50,20.96</b>	<b>70,68.52</b>	<b>245,58.03</b>	<b>285,14.05</b>
Finance cost	57.94	53.90	64.32	2,49.08	1,70.55
<b>Profit before tax</b>	<b>49,25.00</b>	<b>49,67.06</b>	<b>70,04.20</b>	<b>243,08.95</b>	<b>283,43.50</b>
Tax expenses	9,93.23	9,41.46	8,96.46	49,03.67	63,00.29
<b>Net Profit after tax</b>	<b>39,31.77</b>	<b>40,25.60</b>	<b>61,07.74</b>	<b>194,05.28</b>	<b>220,43.21</b>
Minority interest - Share of Loss	-	41.04	6.37	2,23.03	27.65
Share of profit of Associate companies	4,52.01	-	-	4,52.01	-
<b>Net Profit for the period</b>	<b>43,83.78</b>	<b>40,66.64</b>	<b>61,14.11</b>	<b>200,80.32</b>	<b>220,70.86</b>
<b>Earning Per Share (EPS) of Rs.5 each (Rs.)</b>					
Basic	4.41	4.09	5.09	20.19	22.22
Diluted	4.40	4.08	5.07	20.15	22.15

**POLARIS FINANCIAL TECHNOLOGY LIMITED**  
 (Formerly known as Polaris Software Lab Limited)

Regd Office : Carex Centre, 244 (Old No. 713) Anna Salai, Chennai 600 006

**AUDITED STAND-ALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2013 PREPARED AS PER INDIAN GAAP**

PARTICULARS	QUARTER ENDED			YEAR ENDED	
	March 31, 2013	December 31, 2012	March 31, 2012 (Unaudited)	March 31, 2013	March 31, 2012
<b>Income</b>					
Gross Income from Operations	484,86.15	460,77.65	429,80.24	1,903,69.44	1,762,09.31
Forex impact on Hedge accounting	(11,89.05)	(12,30.35)	-	(49,70.26)	-
<b>Net Income from Operations</b>	<b>472,97.10</b>	<b>448,47.30</b>	<b>429,80.24</b>	<b>1,853,99.18</b>	<b>1,762,09.31</b>
<b>Expenditure</b>					
Employee cost	349,80.72	351,88.07	328,91.83	1,426,56.29	1,285,88.97
Depreciation	11,99.88	11,91.16	11,64.40	46,34.35	39,32.83
Other Expenditure	49,47.18	52,16.78	53,16.91	211,95.95	234,69.73
<b>Total</b>	<b>411,27.78</b>	<b>415,96.01</b>	<b>393,73.14</b>	<b>1,684,86.59</b>	<b>1,559,91.53</b>
<b>Profit from Operations before Other Income, Interest &amp; Tax</b>	<b>61,69.32</b>	<b>32,51.29</b>	<b>36,07.10</b>	<b>169,12.59</b>	<b>202,17.78</b>
Other Income	10,96.61	8,48.89	12,55.46	36,52.84	35,39.59
<b>Profit before Interest &amp; Tax</b>	<b>72,65.93</b>	<b>41,00.18</b>	<b>48,62.56</b>	<b>205,65.43</b>	<b>237,57.37</b>
Finance Cost	35.04	41.21	53.05	1,90.50	1,09.11
<b>Profit before Tax</b>	<b>72,30.89</b>	<b>40,58.97</b>	<b>48,09.51</b>	<b>203,74.93</b>	<b>236,48.26</b>
Tax expenses	13,24.99	6,58.44	(66.80)	36,69.23	47,96.83
<b>Net Profit for the period</b>	<b>59,05.90</b>	<b>34,00.53</b>	<b>48,76.31</b>	<b>167,05.70</b>	<b>188,51.43</b>
<b>Paid-up Equity share Capital</b>					
Equity shares of Rs 5 each	49,75.30	49,73.74	49,72.10	49,75.30	49,72.10
Reserves excluding revaluation reserves	1,037,89.14	1,011,08.97	979,19.55	1,037,89.14	979,19.55
<b>Earning Per Share (EPS) of Rs.5 each (Rs.)</b>					
Basic	5.94	3.42	4.91	16.79	18.98
Diluted	5.92	3.41	4.89	16.76	18.92
Public Shareholding					
Number of shares	70,512,714	70,481,514	70,452,538	70,512,714	70,452,538
Percentage of shareholding	70.86%	70.85%	70.85%	70.86%	70.85%
Promoters and Promoter group shareholding					
a) Pledged / encumbered					
- Number of shares	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil
- percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil
b) Non-encumbered					
- Number of shares	28,993,360	28,993,360	28,989,559	28,993,360	28,989,559
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	29.14%	29.15%	29.15%	29.14%	29.15%

SEGMENT INFORMATION	QUARTER ENDED			YEAR ENDED	
	March 31, 2013	December 31, 2012	March 31, 2012 (Unaudited)	March 31, 2013	March 31, 2012
<b>A) Segment revenue:</b>					
Banking, Financial services & Insurance	444,90.11	418,66.08	403,37.47	1,746,48.23	1,670,20.00
Emerging verticals	28,06.99	29,81.22	26,42.77	107,50.95	91,89.31
<b>Total Revenues</b>	<b>472,97.10</b>	<b>448,47.30</b>	<b>429,80.24</b>	<b>1,853,99.18</b>	<b>1,762,09.31</b>
<b>B) Segment profit before depreciation, interest and tax</b>					
Banking & Financial services	140,94.61	116,02.67	84,38.84	466,92.56	430,24.00
Emerging verticals	3,16.08	2,20.30	5,79.89	12,78.31	15,88.70
<b>Total</b>	<b>144,10.69</b>	<b>118,22.97</b>	<b>90,18.73</b>	<b>479,70.87</b>	<b>446,12.70</b>
a) Finance Charges	(35.04)	(41.21)	(53.05)	(1,90.50)	(1,09.11)
b) Other unallocable expenditure net of unallocable income	(71,44.76)	(77,22.79)	(41,56.17)	(274,05.44)	(208,55.33)
<b>Profit before tax</b>	<b>72,30.89</b>	<b>40,58.97</b>	<b>48,09.51</b>	<b>203,74.93</b>	<b>236,48.26</b>
<b>C) Capital employed:**</b>	<b>1,087,64.44</b>	<b>1,060,82.71</b>	<b>1,028,91.65</b>	<b>1,087,64.44</b>	<b>1,028,91.65</b>

\*\*The assets &amp; 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.

STATEMENT OF ASSETS AND LIABILITIES	CONSOLIDATED		STANDALONE	
	March 31, 2013	March 31, 2012	March 31, 2013	March 31, 2012
<b>EQUITY AND LIABILITIES</b>				
<b>SHAREHOLDERS' FUNDS</b>				
Share capital	49,75.30	49,72.10	49,75.30	49,72.10
Share capital suspense	-	1.01	-	1.01
Reserves and surplus	1,292,97.15	1,170,09.14	1,037,89.14	979,19.55
	<b>1,342,72.45</b>	<b>1,219,82.25</b>	<b>1,087,64.44</b>	<b>1,028,92.66</b>
<b>SHARE APPLICATION MONEY PENDING ALLOTMENT</b>	-	2.82	-	2.82
<b>MINORITY INTEREST</b>	-	2,23.03	-	-
<b>NON-CURRENT LIABILITIES</b>				
Long - term borrowings	57.81	2,33.95	-	-
Deferred tax liabilities (Net)	7,93.01	3,56.23	7,71.36	3,47.00
Long - term provisions	9,15.63	13,20.78	7,94.08	12,54.19
<b>CURRENT LIABILITIES</b>				
Short - term borrowings	115,54.24	101,81.09	108,58.00	101,81.09
Trade payables	206,25.72	199,03.48	187,33.23	138,81.18
Other current liabilities	184,25.75	180,82.74	127,87.45	99,54.27
Short-term provisions	153,12.51	69,73.22	143,73.30	59,01.31
<b>TOTAL</b>	<b>2,019,57.12</b>	<b>1,792,59.59</b>	<b>1,670,81.86</b>	<b>1,444,14.52</b>
<b>ASSETS</b>				
<b>NON-CURRENT ASSETS</b>				
<b>Fixed assets</b>				
- Tangible assets	337,22.84	329,90.83	296,72.12	290,22.74
- Intangible assets	13,68.35	12,21.16	11,33.76	9,79.59
- Capital work-in-progress	41,87.52	37,15.21	41,54.95	36,29.14
- Intangible assets under development	7,90.12	3,86.12	-	-
	<b>400,68.83</b>	<b>383,13.32</b>	<b>349,60.83</b>	<b>336,31.47</b>
Goodwill on consolidation	212,47.89	185,97.99	-	-
Non-current investments	35,72.07	31,20.06	147,43.76	231,36.27
Deferred tax assets (net)	5,99.87	4,79.49	-	-
Long-term loans and advances	123,84.79	105,11.15	103,33.14	86,93.90
Other non-current assets	-	15,00.00	-	15,00.00
<b>CURRENT ASSETS</b>				
Current investments	265,39.01	149,08.48	353,51.51	149,08.48
Trade receivables	407,47.06	372,24.51	326,03.17	276,53.12
Cash and bank balance	205,66.10	207,43.58	39,66.04	78,44.28
Short-term loans and advances	53,90.18	46,65.37	121,52.66	67,83.94
Other current assets	308,41.32	291,95.64	229,70.75	202,63.06
<b>TOTAL</b>	<b>2,019,57.12</b>	<b>1,792,59.59</b>	<b>1,670,81.86</b>	<b>1,444,14.52</b>

- NOTES:
- The above results were reviewed by the Audit committee and approved by the Board of Directors at its meeting held on April 27, 2013.
  - The Stand-alone results for the Quarter and Year ended March 31, 2013 and Consolidated financial results for the Year ended March 31, 2013 were audited by the Statutory Auditors of the Company.
  - 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 disposed during the quarter 9  
No. of Complaints disposed off during the quarter 9  
No. of Complaints lying unresolved at the end of the quarter Nil
  - The Company has allotted 31,200 shares under Associate Stock Option Plan 2003 of the Company during the Quarter ended March 31, 2013.
  - The Board of Directors has recommended to the shareholders a Final Dividend of 100% (Rs 5/- per equity share of Rs 5/- each on equity capital of the Company)
  - Gross income from operations and net profit for the Quarter ended March 31, 2013 in the stand-alone financial results include Rs 2,800 lacs and Rs 2,733 lacs respectively not recognized in prior Quarters of the financial year ended March 31, 2013 pending finalization of arrangements between the Company and its Subsidiaries. This does not have any impact on the consolidated results for the Quarter and Year ended March 31, 2013 and also the stand-alone results for the Year ended March 31, 2013.
  - The Company on April 27, 2011 made an investment aggregating Rs. 8,813 lacs comprising a 85.30% stake in IdenTrust Inc a company engaged in the business of trusted identity solutions and digital identity authentication services based in the United States. Pursuant to an order received from the Committee of Foreign Investment in the United States, the boards of directors have made a decision to sell its investment in IdenTrust Inc and are in the process of finalizing a prospective buyer and completing the transaction. Management is confident of being able to complete the transaction shortly and expects a positive return on such sale.
  - The comparative figures of Stand-alone results for the Quarter ended March 31, 2012, have been restated to include the results of BPO division as per the sanctioned Scheme of Arrangement (demerger) approved on July 20, 2012 by 'The Hon'ble High Court of Madras' with effect from October 1, 2011.
  - Figures of the earlier period, wherever necessary, have been regrouped to conform with those of the current periods.
  - Function wise classification of statement of Profit and Loss for the Group.

PARTICULARS	QUARTER ENDED			YEAR ENDED	
	March 31, 2013	December 31, 2012	March 31, 2012	March 31, 2013	March 31, 2012
<b>INCOME</b>					
Gross Income from software services, products and Business Process Management	554,73.01	572,88.49	516,69.54	2,308,33.36	2,049,15.14
Forex impact on Hedge accounting	(11,89.05)	(12,30.35)	-	(49,70.26)	-
<b>Net Income from software services, products and Business Process Management</b>	<b>542,83.96</b>	<b>560,58.14</b>	<b>516,69.54</b>	<b>2,258,63.10</b>	<b>2,049,15.14</b>
<b>EXPENDITURE</b>					
Software development expenses	357,14.13	366,55.79	327,51.12	1,456,72.43	1,292,12.57
Selling and marketing expenses	66,34.24	69,52.91	64,15.44	278,77.34	225,07.74
General and Administrative expenses	38,34.94	42,61.65	34,75.74	148,64.30	135,92.88
<b>Total Expenditure</b>	<b>461,83.31</b>	<b>478,70.35</b>	<b>426,42.30</b>	<b>1,884,14.07</b>	<b>1,653,13.19</b>
<b>Profit before interest, depreciation &amp; amortisation</b>	<b>81,00.65</b>	<b>81,87.79</b>	<b>90,27.24</b>	<b>374,49.03</b>	<b>396,01.95</b>
Research & development expenses	26,29.59	27,41.02	25,59.00	107,72.77	106,57.00
Depreciation / Amortisation	13,90.46	13,92.02	13,42.71	53,69.09	47,23.07
Finance Charges	57.94	53.90	64.32	2,49.08	1,70.55
<b>Profit after interest, depreciation &amp; amortisation</b>	<b>40,22.66</b>	<b>40,00.85</b>	<b>50,61.21</b>	<b>210,58.09</b>	<b>240,51.33</b>
Other Income	9,02.33	9,66.21	19,42.99	32,50.86	42,92.17
Minority Interest / Share of profit / (loss) of Associate Companies	4,52.01	41.04	6.37	6,75.04	27.65
<b>Profit before tax</b>	<b>53,77.00</b>	<b>50,08.10</b>	<b>70,10.57</b>	<b>249,83.99</b>	<b>283,71.15</b>
Provision for taxation	9,93.22	9,41.46	8,96.46	49,03.67	63,00.29
<b>Profit after tax</b>	<b>43,83.78</b>	<b>40,66.64</b>	<b>61,14.11</b>	<b>200,80.32</b>	<b>220,70.86</b>

 Place : Chennai For Polaris Financial Technology Limited  
 Date : April 27, 2013