

BLUE STAR INFOTECH LIMITED
Consolidated Group Financial Results (Unaudited) for the Quarter Ended June 30, 2005

Particulars	(Rs. in Millions)		
	Quarter Ended		Year Ended (Audited)
	30.6.2005	30.6.2004	31.3.2005
Export Income	172.51	254.16	913.70
Domestic Income	35.93	31.57	152.47
Total Sales Revenue	208.44	285.73	1,066.17
Other Income	2.27	2.21	3.49
Total Income	210.71	287.94	1,069.66
Staff Cost	137.12	148.43	606.47
Professional Fees	17.35	33.31	72.38
Travel and Conveyance	11.89	20.37	96.64
Other Expenditure	28.84	33.69	142.21
Depreciation	5.87	7.10	26.80
Total Expenditure	201.07	242.90	944.51
Profit Before Taxation	9.64	45.04	125.15
Provision for Taxation	5.73	8.44	30.57
Net Profit	3.91	36.60	94.58
Paid-up Equity Share Capital (face value Rs. 10)	100.00	100.00	100.00
Earning Per Share (Rupees) (Not Annualised)	0.39	3.66	9.46

Consolidated Segment Reporting (Unaudited)

Particulars	(Rs. Millions)		
	Quarter Ended		Year Ended (Audited)
	30.6.2005	30.6.2004	31.3.2005
Revenue By Business Segment			
Global Research & Development (GRD)	77.97	88.97	370.49
Business Application Practice (BAP)	62.81	107.15	357.98
Consulting Services Practice (CSP)	38.89	44.83	185.57
System Integration Practice (SIP)	28.77	44.78	152.13
Total	208.44	285.73	1,066.17
Less : Inter-Segment Revenue	-	-	-
Net Revenue from Operations	208.44	285.73	1,066.17
Segment Profit / (Loss) Before Tax and Interest			
Global Research & Development (GRD)	39.10	44.82	172.35
Business Application Practice (BAP)	29.56	46.94	171.09
Consulting Services Practice (CSP)	17.73	18.11	89.42
System Integration Practice (SIP)	12.17	23.17	74.16
Total	98.55	133.04	507.02
Less : Other Un-allocable Expenditure (Net of un-allocable income)	88.91	88.00	381.87
Operating Profit before Tax	9.64	45.04	125.15

Blue Star Infotech Limited - Unaudited Financial Results for the Quarter Ended June 30, 2005			
	(Rs. in Millions)		
	Quarter Ended		Year Ended (Audited)
Particulars	30.6.2005	30.6.2004	31.3.2005
Export Income	116.05	180.55	686.86
Domestic Income	35.93	31.57	152.47
Total Sales Revenue	151.98	212.12	839.33
Other Income	2.27	2.21	3.49
Total Income	154.25	214.33	842.82
Staff Cost	62.16	78.89	306.50
Service Charges to Overseas Subsidiaries	34.67	40.07	175.95
Travel and Conveyance	9.89	18.46	80.36
Other Expenditure	18.62	27.87	124.86
Depreciation	5.71	6.75	25.61
Total Expenditure	131.05	172.04	713.28
Profit Before Taxation	23.20	42.29	129.54
Provision for Taxation	5.73	7.55	28.77
Net Profit	17.47	34.74	100.77
Paid-up Equity Share Capital (face value Rs. 10)	100.00	100.00	100.00
Reserves excluding revaluation reserves	-	-	437.93
Earnings Per Share (Rupees) -Basic and Diluted (Not Annualised)	1.75	3.47	10.08
Aggregate of non-promoter shareholding :			
- No. of shares	4,493,108	4,493,108	4,493,108
- Percentage of shareholding	45%	45%	45%

CONSOLIDATED REVENUE DISTRIBUTION FOR THE QUARTER ENDED JUNE 30, 2005

By Lines of Business		By Geography		By Onsite/Offshore Projects	
GRD	37%	North America	59%	Offshore	81%
BAP	30%	Europe	15%	Onsite	19%
CSP	19%	Asia-Pacific	11%		
SIP	14%	India	15%		

NOTES :

A) Segment Reporting

- i) The Company has merged the BFSI (Banking, Financial Services, Securities & Insurance) Line of Business into the BAP (Business Application Practice) Line of Business effective this quarter. Accordingly, figures for the previous period have been re-grouped.
- ii) Fixed Assets used in the company's business or liabilities contracted have not been identified to any reportable segments, as the fixed assets and services are used interchangeably between segments. It is not practical to allocate total assets and liabilities segmentwise, and hence segmental capital employed is not given.

B) Consolidated Reporting

The consolidated financial data (unaudited) includes the wholly owned subsidiaries Blue Star Infotech America Inc., Blue Star Infotech (UK) Limited in the USA and UK respectively

C) General

- 1 The above results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on July 25, 2005.
- 2 The financial results of Blue Star Infotech Limited for the quarter ended June 30, 2005 have been subjected to a limited review by the Statutory Auditors.
- 3 Provision for Tax includes Current Income Tax, Deferred Tax and Fringe Benefit Tax.
- 4 No investor complaints were pending at the beginning of the period. During the quarter ended June 30, 2005, 5 investor complaints were received and disposed of.

Registered Office:

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Website : www.bsil.com
Date: July 25, 2005
Place: Mumbai

For BLUE STAR INFOTECH LIMITED

Suneel M. Advani
Chairman and Managing Director

