

BLUE STAR INFOTECH LIMITED
Consolidated Un-audited Group Financial Results for the Quarter Ended June 30, 2007

Particulars	(Rs. in Millions)		
	Quarter Ended		Year Ended (Audited)
	30.6.2007	30.6.2006	31.3.2007
Export Income	267.79	229.28	965.71
Domestic Income	62.29	50.46	218.19
Total Sales Revenue	330.08	279.74	1,183.90
Other Income (Refer Note B (iii))	5.79	3.88	24.42
Total Income	335.87	283.62	1,208.32
Staff Cost	148.73	131.12	583.58
Cost of Products / Licences	24.71	10.93	37.34
Professional Fees / Service Charges	74.73	63.89	225.83
Travel and Conveyance	25.89	20.74	96.98
Foreign Exchange Loss / (Gains)	15.16	(9.64)	4.07
Other Expenditure	35.83	29.42	126.40
Depreciation and Amortisation	6.57	5.31	25.23
Total Expenditure	331.62	251.77	1,099.43
Profit Before Taxation	4.25	31.85	108.89
Provision for Taxation (including Deferred and Foreign Tax)	(0.40)	6.58	14.55
Fringe Benefit Tax	0.88	0.90	3.70
Net Profit	3.77	24.37	90.64
Paid-up Equity Share Capital (face value Rs. 10)	100.00	100.00	100.00
Earning Per Share (Rupees) (Not Annualised)	0.38	2.44	9.06

Blue Star Infotech Limited (stand-alone) - Un-audited Financial Results for the Quarter Ended June 30, 2007

Particulars	(Rs. in Millions)		
	Quarter Ended		Year Ended (Audited)
	30.6.2007	30.6.2006	31.3.2007
Export Income	166.26	126.49	580.41
Domestic Income	62.29	50.46	218.19
Total Sales Revenue	228.55	176.95	798.60
Other Income (Refer note B (iii))	5.81	3.85	24.35
Total Income	234.36	180.80	822.95
Staff Cost	117.30	84.20	388.81
Cost of Products / Licences	23.47	10.93	37.34
Professional Fees / Service Charges	34.54	17.21	117.76
Travel and Conveyance	23.15	16.85	85.53
Foreign Exchange Loss / (Gains)	15.16	(9.64)	2.29
Other Expenditure	24.42	29.16	80.10
Depreciation and Amortisation	6.39	5.13	24.17
Total Expenditure	244.43	153.84	736.00
Profit Before Taxation	(10.07)	26.96	86.95
Provision for Taxation (including Deferred and Foreign Tax)	(0.40)	6.58	7.37
Fringe Benefit Tax	0.88	0.90	3.70
Net Profit	(10.55)	19.48	75.88
Paid-up Equity Share Capital (face value Rs. 10)	100.00	100.00	100.00
Reserves excluding revaluation reserves	-	-	495.87
Earnings Per Share (Rupees) -Basic and Diluted (Not Annualised)	(1.06)	1.95	7.59
Aggregate of public shareholding:			
- No. of shares	4,501,563	4,537,993	4,501,563
- Percentage of shareholding	45.02%	45.38%	45.02%

NOTES :

A) Consolidated Reporting

The consolidated financial data includes the results of the Company's wholly owned subsidiaries Blue Star Infotech America, Inc. and Blue Star Infotech (UK) Limited.

B) General

i) The above results were reviewed by the Audit Committee and were thereafter approved by the Board of Directors of the Company at their respective meetings held on July 20, 2007.

ii) In accordance with the requirements of Clause 41 of the Listing Agreement with the Stock Exchanges, the Statutory Auditors have performed a limited review of the financial results of Blue Star Infotech Limited (stand-alone) for the quarter ended June 30, 2007. There are no qualifications in the limited review report issued for the said period.

iii) Other Income for the quarter ended June 30, 2007 includes rental income on lease of office premises - Rs. 5.03 Million (Mn) (Rs. 3.53 Mn for the quarter ended June 30, 2006).

iv) Consolidated revenue in US dollar terms was \$8.04 Mn for the quarter ended June 30, 2007 as compared to revenue of \$6.29 Mn for the corresponding quarter of the previous year. However, revenue in rupee terms shown in results above has been adversely impacted due to the appreciation of the rupee

v) No investor complaints were pending at the beginning of the current quarter. During the quarter ended June 30, 2007, seven investor complaints were received and disposed of.

Registered Office:

Band Box House, 4th Floor,

Dr. Annie Besant Road,

Worli, Mumbai 400 030

Website: <http://www.bsil.com>

For BLUE STAR INFOTECH LIMITED

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Suneel M. Advani

Chairman and Managing Director

Date: July 20, 2007

Place: Mumbai