

BLUE STAR INFOTECH LIMITED

Consolidated Un-audited Group Financial Results for the quarter and nine months ended December 31, 2007					
Quarter Ended		Particulars	(Rs. in million)		
			Nine Months Ended		Year Ended (Audited)
31.12.2007	31.12.2006		31.12.2007	31.12.2006	31.03.2007
281.75	209.60	Export Income	843.77	695.57	965.71
53.32	54.35	Domestic Income	167.52	146.77	218.19
335.07	263.95	Total Sales Revenue	1,011.29	842.34	1,183.90
5.20	6.50	Other Income (Refer Note B (iii))	16.60	16.04	24.42
340.27	270.45	Total Income	1,027.89	858.38	1,208.32
215.78	134.92	Staff Cost	540.13	411.83	583.58
8.95	6.90	Cost of Products / Licences	42.40	23.91	37.34
42.53	48.97	Professional Fees / Service Charges	205.82	179.56	225.83
27.43	24.97	Travel and Conveyance	80.80	77.04	96.98
0.64	10.79	Foreign Exchange Loss / (Gain)	14.57	- 2.29	4.07
30.91	21.82	Other Expenditure	89.98	83.93	126.40
7.04	6.50	Depreciation and Amortisation	20.49	17.94	25.23
333.28	254.87	Total Expenditure	994.19	791.92	1,099.43
6.99	15.58	Profit Before Taxation	33.70	66.46	108.89
1.72	0.11	Provision for Taxation (including Deferred and Foreign Tax)	1.03	7.35	14.55
1.23	0.79	Fringe Benefit Tax	3.33	2.59	3.70
4.04	14.68	Net Profit	29.34	56.52	90.64
100.00	100.00	Paid-up Equity Share Capital (face value Rs. 10)	100.00	100.00	100.00
0.40	1.47	Earnings Per Share (Rupees) -Basic and Diluted (Not Annualised)	2.93	5.65	9.06

Blue Star Infotech Limited (stand-alone) - Un-audited Financial Results for the quarter and nine months ended December 31, 2007					
Quarter Ended		Particulars	(Rs. in million)		
			Nine Months Ended		Year Ended (Audited)
31.12.2007	31.12.2006		31.12.2007	31.12.2006	31.03.2007
200.28	144.25	Export Income	575.96	428.24	580.41
52.74	54.35	Domestic Income	167.42	146.77	218.19
253.02	198.60	Total Sales Revenue	743.38	575.01	798.60
5.10	5.52	Other Income (Refer note B (iii))	16.56	15.17	24.35
258.12	204.12	Total Income	759.94	590.18	822.95
136.51	101.76	Staff Cost	395.57	290.17	388.81
8.95	6.90	Cost of Products / Licences	41.14	23.91	37.34
47.65	29.11	Professional Fees / Service Charges	124.50	79.30	117.76
26.82	21.34	Travel and Conveyance	75.54	67.13	85.53
0.76	10.95	Foreign Exchange Loss / (Gain)	14.60	- 2.03	2.29
24.43	19.25	Other Expenditure	71.62	62.58	80.10
6.86	6.21	Depreciation and Amortisation	19.95	17.20	24.17
251.98	195.52	Total Expenditure	742.92	538.26	736.00
6.14	8.60	Profit Before Taxation	17.02	51.92	86.95
0.44	-	Provision for Taxation (including Deferred and Foreign Tax)	(0.26)	7.24	7.37
1.23	0.87	Fringe Benefit Tax	3.33	2.67	3.70
4.47	7.73	Net Profit	13.95	42.01	75.88
100.00	100.00	Paid-up Equity Share Capital (face value Rs. 10)	100.00	100.00	100.00
-	-	Reserves excluding revaluation reserves	-	-	499.32
0.45	0.77	Earnings Per Share (Rupees) -Basic and Diluted (Not Annualised)	1.40	4.20	7.59
Aggregate of public shareholding:					
4,501,563	4,501,563	- No. of shares	4,501,563	4,501,563	4,501,563
45.02%	45.02%	- Percentage of shareholding	45.02%	45.02%	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 January 29, 2008.

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 December 31, 2007. There are no qualifications in the limited review report issued for the said period.

iii) Other Income for the quarter ended December 31, 2007 includes rental income on lease of office premises - Rs. 4.92 Million (Mn) (Rs. 5.02 Mn for the quarter ended December 31, 2006).

iv) Consolidated revenue in US dollar terms was \$ 8.49 Mn for the quarter ended December 31, 2007 as compared to revenue of \$ 6.44 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 against the dollar in the current quarter as compared to the corresponding quarter of the previous year.

v) No investor complaints were pending at the beginning of the current quarter. During the quarter ended December 31, 2007, eight investor complaints were received and disposed of.

Registered Office:

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For BLUE STAR INFOTECH LIMITED

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Suneel M. Advani

Chairman and Managing Director

Date: January 29, 2008

Place: Mumbai