

**Consolidated Audited Group Financial Results for the year ended March 31, 2008**

Quarter Ended		Particulars	(Rs. in Millions)		
			Nine Months Ended	Year Ended (Audited)	Year Ended (Audited)
<b>31.03.2008</b>	<b>31.03.2007</b>		<b>31.12.2007</b>	<b>31.03.2008</b>	<b>31.03.2007</b>
286.48	270.14	Export Income	843.77	1,130.25	965.71
137.88	71.42	Domestic Income	167.52	305.40	218.19
<b>424.36</b>	<b>341.56</b>	<b>Total Sales Revenue</b>	<b>1,011.29</b>	<b>1,435.65</b>	<b>1,183.90</b>
4.64	6.09	Other Income (Refer Note B (iii) )	16.60	21.24	24.42
<b>429.00</b>	<b>347.65</b>	<b>Total Income</b>	<b>1,027.89</b>	<b>1,456.89</b>	<b>1,208.32</b>
169.34	171.75	Staff Cost	540.13	709.47	583.58
81.95	13.43	Cost of Products / Licences	42.40	124.35	37.34
78.88	57.06	Professional Fees	205.82	284.70	225.83
30.53	19.94	Travel and Conveyance	80.80	111.33	96.98
(1.79)	4.32	Foreign Exchange Loss / (Gain)	14.57	12.78	4.07
48.70	31.43	Other Expenditure	89.98	138.68	126.40
7.35	7.29	Depreciation and Amortisation	20.49	27.84	25.23
<b>414.96</b>	<b>305.22</b>	<b>Total Expenditure</b>	<b>994.19</b>	<b>1,409.15</b>	<b>1,099.43</b>
<b>14.04</b>	<b>42.43</b>	<b>Profit Before Taxation</b>	<b>33.70</b>	<b>47.74</b>	<b>108.89</b>
(7.45)	7.20	Provision for Taxation (including Deferred and Foreign Tax)	1.03	(6.42)	14.55
1.76	1.11	Fringe Benefit Tax	3.33	5.09	3.70
<b>19.73</b>	<b>34.12</b>	<b>Net Profit</b>	<b>29.34</b>	<b>49.07</b>	<b>90.64</b>
<b>100.00</b>	<b>100.00</b>	Paid-up Equity Share Capital (face value Rs. 10)	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
1.97	3.41	Earnings Per Share (Rupees) -Basic and Diluted (Not Annualised)	2.93	4.91	9.06

**Blue Star Infotech Limited (stand-alone) - Audited Financial Results for the year ended March, 31, 2008**

Quarter Ended		Particulars	(Rs. in Millions)		
			Nine Months Ended	Year Ended (Audited)	Year Ended (Audited)
<b>31.03.2008</b>	<b>31.03.2007</b>		<b>31.12.2007</b>	<b>31.03.2008</b>	<b>31.03.2007</b>
215.98	152.17	Export Income	575.96	791.94	580.41
137.98	71.42	Domestic Income	167.42	305.40	218.19
<b>353.96</b>	<b>223.59</b>	<b>Total Sales Revenue</b>	<b>743.38</b>	<b>1,097.34</b>	<b>798.60</b>
4.88	7.15	Other Income (Refer Note B (iii) )	16.56	21.44	24.35
<b>358.84</b>	<b>230.74</b>	<b>Total Income</b>	<b>759.94</b>	<b>1,118.78</b>	<b>822.95</b>
140.85	98.64	Staff Cost	395.57	536.42	388.81
81.95	13.43	Cost of Products / Licences	41.14	123.09	37.34
45.88	38.46	Professional Fees / Service Charges	124.50	170.38	117.76
26.55	18.40	Travel and Conveyance	75.54	102.09	85.53
0.26	4.32	Foreign Exchange Loss / (Gain)	14.60	14.86	2.29
22.18	15.49	Other Expenditure	71.62	93.80	80.10
7.03	6.97	Depreciation and Amortisation	19.95	26.98	24.17
<b>324.70</b>	<b>195.71</b>	<b>Total Expenditure</b>	<b>742.92</b>	<b>1,067.62</b>	<b>736.00</b>
<b>34.14</b>	<b>35.03</b>	<b>Profit Before Taxation</b>	<b>17.02</b>	<b>51.16</b>	<b>86.95</b>
(3.75)	0.13	Provision for Taxation (including Deferred and Foreign Tax)	(0.26)	(4.01)	7.37
1.76	1.03	Fringe Benefit Tax	3.33	5.09	3.70
<b>36.13</b>	<b>33.87</b>	<b>Net Profit</b>	<b>13.95</b>	<b>50.08</b>	<b>75.88</b>
100.00	100.00	Paid-up Equity Share Capital (face value Rs. 10)	100.00	100.00	100.00
-	-	Reserves excluding revaluation reserves	-	520.31	499.32
3.61	3.39	Earnings Per Share (Rupees) -Basic and Diluted (Not Annualised)	1.39	5.01	7.59
<b>Aggregate of public shareholding:</b>					
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 results include 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 May 7, 2008.

ii) In accordance with the requirements of Clause 41 of the Listing Agreement with the Stock Exchanges, the Statutory Auditors have performed an audit of the stand-alone and consolidated financial results of Blue Star Infotech Limited for the year ended March 31, 2008. There are no qualifications in the audit report issued for the said year.

iii) Other Income for the quarter ended March 31, 2008 includes rental income on lease of office premises - Rs. 3.77 Million (Mn) (Rs. 5.07 Mn for the quarter ended March 31, 2007). Other Income for the year ended March 31, 2008 includes rental income on lease of office premises - Rs. 18.93 Mn (Rs. 18.87 Mn for the year ended March 31, 2007).

iv) Consolidated revenue in US dollar terms was \$ 10.67 Mn for the quarter ended March 31, 2008 as compared to revenue of \$ 6.81 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 quarter ended March 31, 2008 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 March 31, 2008, seven investor complaints were received and disposed of.

vi) The Board has proposed a dividend of Rs. 2.50 per share.

**Registered Office:**

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Website: www.bsil.com

**For BLUE STAR INFOTECH LIMITED**

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Date: May 7, 2008

Place: Mumbai

**Suneel M. Advani**

**Chairman and Managing Director**