

**Consolidated Un-audited Group Financial Results for the Quarter and Half Year Ended September 30, 2009**

Quarter Ended		Particulars	Half Year Ended		Year Ended (Audited)
30.09.2009	30.09.2008		30.09.2009	30.09.2008	31.03.2009
2,813.08	3,308.83	Export Income	5,478.25	6,678.93	13,040.30
564.90	672.43	Domestic Income	1,281.06	1,298.79	2,463.05
<b>3,377.98</b>	<b>3,981.26</b>	<b>Income from Operations</b>	<b>6,759.31</b>	<b>7,977.72</b>	<b>15,503.35</b>
47.16	119.87	Other Operating Income (foreign exchange gain)	-	-	-
<b>3,425.14</b>	<b>4,101.13</b>	<b>Total Operating Income</b>	<b>6,759.31</b>	<b>7,977.72</b>	<b>15,503.35</b>
1,864.14	1,860.81	Staff Cost	3,686.64	3,731.93	7,845.20
489.09	603.05	Professional Fees	936.95	1,353.88	2,171.36
96.80	187.31	Cost of Products / Licences	367.42	392.16	645.32
200.67	218.38	Travel and Conveyance	370.96	514.96	962.87
-	-	Foreign Exchange Loss (Net)	123.37	308.00	826.01
358.31	322.11	Other Expenditure	635.30	575.15	1,311.21
55.89	61.60	Depreciation and Amortisation	116.32	121.07	257.11
<b>3,064.90</b>	<b>3,253.26</b>	<b>Total Expenditure</b>	<b>6,236.96</b>	<b>6,997.15</b>	<b>14,019.08</b>
<b>360.24</b>	<b>847.87</b>	<b>Profit from Operations before Taxation</b>	<b>522.35</b>	<b>980.57</b>	<b>1,484.27</b>
102.38	45.70	Other Income (Refer Note B (iv) )	204.84	97.88	170.75
<b>462.62</b>	<b>893.57</b>	<b>Profit Before Taxation</b>	<b>727.19</b>	<b>1,078.45</b>	<b>1,655.02</b>
43.57	4.02	Provision for Taxation (including Deferred and Foreign Tax)	57.75	24.90	52.32
-	11.57	Fringe Benefit Tax	-	23.00	47.23
<b>419.05</b>	<b>877.98</b>	<b>Net Profit</b>	<b>669.44</b>	<b>1,030.55</b>	<b>1,555.47</b>
<b>1,000.00</b>	<b>1000.00</b>	Paid-up Equity Share Capital (face value Rs. 10)	<b>1,000.00</b>	<b>1000.00</b>	<b>1000.00</b>
-	-	Reserves excluding revaluation reserves	-	-	5731.87
4.19	8.78	Earnings Per Share (Rupees) -Basic and Diluted (Not Annualised)	6.69	10.31	15.55
		<b>Aggregate of public shareholding:</b>			
4,462,280	4,713,250	- Number of shares	4,462,280	4,713,250	4,462,280
44.62%	47.13%	- Percentage of shareholding	44.62%	47.13%	44.62%
		<b>Aggregate of promoter and promoter group shareholding:</b>			
		a) Pledged / Encumbered			
Nil	Nil	- Number of shares	Nil	Nil	Nil
N A	N A	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	N A	N A	N A
N A	N A	- Percentage of shares (as a % of the total share capital of the Company)	N A	N A	N A
		b) Non-encumbered			
5,537,720	5,286,750	- Number of shares	5,537,720	5,286,750	5,537,720
100%	100%	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%
55.38%	52.87%	- Percentage of shares (as a % of the total share capital of the Company)	55.38%	52.87%	55.38%

Blue Star Infotech Limited (stand-alone) - Un-audited Financial Results for the Quarter and Half Year Ended September 30, 2009					
					(Rs. Lakhs)
Quarter Ended		Particulars	Half Year Ended		Year Ended (Audited)
30.09.2009	30.09.2008		30.09.2009	30.09.2008	31.03.2009
2,082.36	2,690.39	Export Income	4,076.50	5,262.26	10,270.08
564.90	672.43	Domestic Income	1,281.06	1,298.79	2,463.05
<b>2,647.26</b>	<b>3,362.82</b>	<b>Income from Operations</b>	<b>5,357.56</b>	<b>6,561.05</b>	<b>12,733.13</b>
28.86	125.47	Other Operating Income (foreign exchange gain)	-	-	-
<b>2,676.12</b>	<b>3,488.29</b>	<b>Total Operating Income</b>	<b>5,357.56</b>	<b>6,561.05</b>	<b>12,733.13</b>
1,431.69	1,567.50	Staff Cost	2,838.47	2,961.23	5,799.46
334.14	590.80	Professional Fees / Service Charges	650.59	1,193.51	2,020.32
96.80	186.14	Cost of Products / Licences	367.42	390.59	644.81
174.91	189.16	Travel and Conveyance	307.89	460.99	818.99
-	-	Foreign Exchange Loss (Net)	108.04	283.40	1,023.39
264.97	251.27	Other Expenditure	501.49	446.58	984.99
54.27	59.71	Depreciation and Amortisation	111.31	117.43	248.81
<b>2,356.78</b>	<b>2,844.58</b>	<b>Total Expenditure</b>	<b>4,885.21</b>	<b>5,853.73</b>	<b>11,540.77</b>
<b>319.34</b>	<b>643.71</b>	<b>Profit from Operations before Taxation</b>	<b>472.35</b>	<b>707.32</b>	<b>1,192.36</b>
98.35	44.26	Other Income (Refer note B (iv) )	194.29	87.81	167.65
<b>417.69</b>	<b>687.97</b>	<b>Profit Before Taxation</b>	<b>666.64</b>	<b>795.13</b>	<b>1,360.01</b>
30.00	-	Provision for Taxation (including Deferred and Foreign Tax)	30.00	12.00	0.21
-	11.57	Fringe Benefit Tax	-	23.00	47.23
<b>387.69</b>	<b>676.40</b>	<b>Net Profit</b>	<b>636.64</b>	<b>760.13</b>	<b>1,312.57</b>
<b>1,000.00</b>	<b>1,000.00</b>	Paid-up Equity Share Capital (face value Rs. 10)	<b>1,000.00</b>	<b>1,000.00</b>	<b>1,000.00</b>
-	-	Reserves excluding revaluation reserves	-	-	5,661.20
3.88	6.76	Earnings Per Share (Rupees) -Basic and Diluted (Not Annualised)	6.37	7.60	13.13
		<b>Aggregate of public shareholding:</b>			
4,462,280	4,713,250	- Number of shares	4,462,280	4,713,250	4,462,280
44.62%	47.13%	- Percentage of shareholding	44.62%	47.13%	44.62%
		<b>Aggregate of promoter and promoter group shareholding:</b>			
		a) Pledged / Encumbered			
Nil	Nil	- Number of shares	Nil	Nil	Nil
N A	N A	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	N A	N A	N A
N A	N A	- Percentage of shares (as a % of the total share capital of the Company)	N A	N A	N A
		b) Non-encumbered			
5,537,720	5,286,750	- Number of shares	5,537,720	5,286,750	5,537,720
100%	100%	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%
55.38%	52.87%	- Percentage of shares (as a % of the total share capital of the Company)	55.38%	52.87%	55.38%

**NOTES :**

**A) Consolidated Reporting**

The consolidated financial information 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 October 28, 2009.

ii) Pursuant to the Announcement 'Accounting for Derivatives' by the Institute of Chartered Accountants of India, the Company has adopted Accounting Standard 30, Financial Instruments: Recognition and Measurement, prescribed by the Institute of Chartered Accountants of India, during the quarter ended September 30, 2008. Consequently, outstanding forward contracts for which there are no underlying account balances have been treated as highly probable forecast transactions based on historic trends. Accordingly, losses arising on ' mark to market' of such open forward contracts have been accumulated in 'Hedging Reserve Account'. The Company uses forward contracts as economic hedges and not for trading or speculative purposes.

iii) 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 stand-alone and consolidated financial results of Blue Star Infotech Limited for the quarter and half year ended September 30, 2009. There are no qualifications in the limited review report issued for the said period.

iv) Other Income for the quarter ended September 30, 2009 includes rental income on lease of office premises - Rs. 78.79 Lakhs (Rs. 37.98 Lakhs for the quarter ended September 30, 2008).

v) The Company considers its entire business / geographical operations as a single segment.

vi) No investor complaints were pending at the beginning of the current quarter. During the quarter ended September 30, 2009, 8 (eight) investor complaints were received and disposed of.

vii) The Company's standalone results are available on the websites of the Company, the Bombay Stock Exchange Limited, Mumbai and National Stock Exchange of India Limited.

**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: October 28, 2009  
Place: Mumbai