



**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED ON 31ST DECEMBER, 2011**

Rs. in lakhs.

| Sl.No. | Particulars  | Quarter Ended<br>31.12.2011<br>(Unaudited) | Quarter Ended<br>30.09.2011<br>(Unaudited) | Year to date<br>current period<br>31.12.2011<br>(Unaudited) | Year Ended<br>31.03.2011<br>(Audited) |
|--------|--|--|--|---|---------------------------------------|
| 1      | <b>INCOME FROM OPERATIONS</b>  |  |  |   |                                       |
|        | Income from Software & Consultancy Services  | 3,748.38                                   | 4,267.81                                   | 12,284.81   | 14,726.37                             |
|        | <b>Total Income</b>  | <b>3,748.38</b>                            | <b>4,267.81</b>                            | <b>12,284.81</b>  | <b>14,726.37</b>                      |
| 2      | <b>EXPENDITURE</b>   |  |  |   |                                       |
|        | Software Development and Operating expenses  | 3,036.19                                   | 3,412.71                                   | 9,790.97  | 10,912.56                             |
|        | Employees Benefit Expenses   | 47.63                                      | 43.74                                      | 130.59  | 144.83                                |
|        | Administrative Expenses  | 129.56                                     | 129.82                                     | 392.75  | 839.86                                |
|        | Depreciation and Write Off   | 1.90                                       | 1.87                                       | 5.61  | 6.95                                  |
|        | <b>Total Expenditure</b>   | <b>3,215.28</b>                            | <b>3,588.14</b>                            | <b>10,319.92</b>  | <b>11,904.20</b>                      |
| 3      | <b>Profit from operations before Other income, interest, exceptional items &amp; taxes (1-2)</b> | <b>533.10</b>                              | <b>679.67</b>                              | <b>1,964.89</b>   | <b>2,822.17</b>                       |
| 4      | Other Income (net)   | 8.27                                       | -  | 8.27  | -                                     |
| 5      | <b>Profit from operations before Interest, exceptional items and taxes (3+4)</b>                 | <b>541.37</b>                              | <b>679.67</b>                              | <b>1,973.16</b>   | <b>2,822.17</b>                       |
| 6      | Finance charge/interest cost   | (5.40)                                     | 142.56                                     | 213.00  | 80.57                                 |
| 7      | <b>Profit(+)/Loss(-) before exceptional items &amp; Taxes (5-6)</b>                              | <b>546.77</b>                              | <b>537.11</b>                              | <b>1,760.16</b>   | <b>2,741.60</b>                       |
| 8      | Exceptional items  | -  | -  | -   | -                                     |
| 9      | <b>Profit(+)/Loss(-) from ordinary activities before Taxes (7-8)</b>                             | <b>546.77</b>                              | <b>537.11</b>                              | <b>1,760.16</b>   | <b>2,741.60</b>                       |
| 10     | Provision for tax  | 109.41                                     | 107.48                                     | 352.21  | -                                     |
| 11     | <b>Net Profit(+)/Loss from ordinary activities(-) after Tax (9-10)</b>                           | <b>437.36</b>                              | <b>429.63</b>                              | <b>1,407.95</b>   | <b>2,741.60</b>                       |
| 12     | Extraordinary items  | -  | -  | -   | -                                     |
| 13     | <b>Net Profit(+)/Loss for the period(-) after Tax (11-12)</b>                                    | <b>437.36</b>                              | <b>429.63</b>                              | <b>1,407.95</b>   | <b>2,741.60</b>                       |
| 14     | Paid-up Equity Share Capital : Face Value of Rs 10/- each .                                      | 2,185.21                                   | 1,635.21                                   | 2,185.21  | 1,635.21                              |
| 15     | Reserves excluding Revaluation Reserves (as per Balance Sheet of PY)                             | -  | -  | -   | 7,425.40                              |
| 16     | Earnings per Share (EPS) (Not Annualized)  |  |  |   |                                       |
|        | (a) Basic EPS before Extraordinary Items   | 2.00                                       | 2.63                                       | 6.44  | 16.77                                 |
|        | (b) Diluted EPS before Extraordinary Items   | 2.00                                       | 2.63                                       | 6.44  | 16.77                                 |
|        | (a) Basic EPS after Extraordinary Items  |  |  |   |                                       |
|        | (b) Diluted EPS after Extraordinary Items  |  |  |   |                                       |
| 17     | Public Shareholding  |  |  |   |                                       |
|        | - Number of Shares   | 11,500,000                                 | 6,000,000                                  | 11,500,000  | 6,000,000                             |
|        | - Percentage of Shareholding   | 52.63%                                     | 36.69%                                     | 52.63%  | 36.69%                                |
| 18     | Promoters Promoter Group Shareholding  |  |  |   |                                       |
|        | (a) Pledged/Encumbered   | Nil  | Nil  | Nil   | Nil                                   |
|        | - Number of Shares   |  |  |   |                                       |
|        | - Percentage of Shares (as a % of the total Shareholding of Promoter & Promoter Group)           | NA   | NA   | NA  | NA                                    |
|        | - Percentage of Shares (as a % of the total Share Capital of the Company)                        | NA   | NA   | NA  |                                       |
|        | (b) Non-Encumbered   |  |  |   |                                       |
|        | - Number of Shares   | 10,352,107                                 | 10,352,107                                 | 10,352,107  | 10,352,107                            |
|        | - Percentage of Shares (as a % of the total Shareholding of Promoter & Promoter Group)           | 100%                                       | 100%                                       | 100%  | 100%                                  |
|        | - Percentage of Shares (as a % of the total Share Capital of the Company)                        | 47.37%                                     | 63.31%                                     | 47.37%  | 63.31%                                |

**Notes:**

- 1 The above financial results were reviewed by the Audit Committee, and thereafter approved at the meeting of Board of Directors held on 13-02-2012.
- 2 The statutory auditors have resigned and hence, limited review of the unaudited financial results for the quarter ended 31.12.2011 could not be carried out. However, after the appointment of Statutory auditors by the Members at ensuing Extraordinary General Meeting, the company shall submit Limited Review Report.
- 3 During the current quarter, the company has allotted 55 lacs equity shares of Rs.10/- each at a premium Rs.140/- each by way of Initial Public Offer (IPO).
- 4 The equity shares of the company got listed on BSE and NSE on 19<sup>th</sup> October, 2011. Hence presentation of corresponding figures for the quarter ended 30th September, 2010 and nine months ended 31<sup>st</sup> December, 2010 are not applicable.
- 5 As the business activity of the Company falls within a single business segment viz. 'Software Development', the disclosure requirements of Accounting Standard (AS-17) "Segment Reporting" is not applicable.
- 6 No investor complaints are pending as on 31<sup>st</sup> December, 2011.
- 7 The proceeds from the Initial Public Offer of Equity shares have been utilized as follows after taking note of the deviation in utilisation of IPO proceeds which were approved by the Board.

(Rs.in Lakhs)

| S.No. | Particulars  | Planned as per<br>prospectus | Utilization upto<br>31 December, 2011 | Balance pending<br>utilisation /<br>Variation |
|-------|--|------------------------------|---------------------------------------|---|
| 1     | Setting up a new SEZ development center at Hyderabad | 914.83                       | -                                     | 914.83  |
| 2     | Setting up a new SEZ development center at Warangal  | 865.64                       | -                                     | 865.64  |
| 3     | Acquisition and other strategic initiatives          | 2,200.00                     | -                                     | 2,200.00                                      |
| 4     | Financing Incremental working capital                | 1,280.00                     | 1,036.68                              | 243.32  |
| 5     | General Corporate Purpose                            | 2,411.18                     | 3,956.00                              | (1,544.82)                                    |
| 6     | Public Issue Expenses                                | 578.35                       | 404.34                                | 174.01  |
| 7     | Investments (ICDs and Mutual Funds)                  |                              | 2,800.00                              | (2,800.00)                                    |
| 8     | Balance with Banks                                   |                              | 52.98                                 | (52.98)                                       |
|       | <b>Total</b>   | <b>8,250.00</b>              | <b>8,250.00</b>                       |   |

- 8 Board explanation required under Clause 43 of the Listing Agreement: Due to change in business environment and circumstances, IPO Proceeds have not been utilized as planned during the quarter under review.
- 9 The company is in receipt of an ex parte ad interim order WTM/PS/IVD/ID8/43/Dec/2011 dated 28.12.2011 from SEBI.
- 10 Figures for the previous year/period have been regrouped/rearranged, wherever necessary to conform with the current period presentation.

Place : Hyderabad  
Date : 13th February, 2012

For Taksheel Solutions Limited  
Sd/-  
Pavan Kumar Kuchana  
Chairman & Managing Director