



Ramco Systems Limited

Regd Office : 47, PSK Nagar, Rajapalayam - 626 108

Corporate Office : No. 64, Sardar Patel Road, Taramani, Chennai - 600 113

Unaudited Financial Results (Provisional) for the Quarter ended June 30, 2005

(In Rs. Lacs)

Sl. No.	Particulars	Unaudited for the Quarter Ended		Previous Financial Year ended 31.03.2005 (Unaudited)
		30.06.2005	30.06.2004	
1	Net Sales / Income from Operations	3,126.61	2,101.08	11,548.10
2	Other Income	43.06	139.95	730.07
3	Total Income	3,169.67	2,241.03	12,278.17
4	Expenditure:			
a)	Cost of Resale Materials	954.68	593.89	3,149.05
b)	Staff Cost	1,620.48	1,331.98	5,431.28
c)	Other Expenditure			
	Selling & Marketing Expenses	26.10	71.18	304.60
	Administration & Other Expenses	413.62	401.50	1,843.08
	Total Expenditure	3,014.88	2,398.55	10,728.01
5	EBIDTA	154.79	(157.52)	1,550.16
6	Interest	301.25	340.60	1,138.13
7	Profit / (Loss) before Depreciation, Amortisation, Tax and Extraordinary items	(146.46)	(498.12)	412.03
8a	Depreciation - Technology Platform & Product Software	297.92	287.18	1,148.70
8b	Depreciation - Others	140.22	143.52	549.57
9	Profit / (Loss) before Tax and Extraordinary items	(584.60)	(928.82)	(1,286.24)
10	Extraordinary items	-	-	2,749.79
11	Profit / (Loss) before Tax	(584.60)	(928.82)	(4,036.03)
12	Provision for Taxation			
	Current Taxation	Nil	Nil	Nil
	Deferred Taxation	Nil	Nil	Nil
	Fringe Benefit Tax	18.00	Nil	Nil
13	Net Profit / (Loss)	(602.60)	(928.82)	(4,036.03)
14	Paid-up Equity Share Capital - Face value of Rs. 10/- each	1,230.68	1,165.23	1,228.36
15	Reserves excluding revaluation reserves	-	-	22,146.67
16	Earnings per Share - Basic & Diluted - in Rs.	(4.91)	(7.99)	(32.95)
		(Not annualised)	(Not annualised)	(Annualised)

Notes:

- The above results have been approved and taken on record at the Board Meeting held on July 30, 2005.
- Other Income for the current quarter includes rental income of Rs. 46.82 lacs (corresponding quarter previous year Rs. 47.42 lacs) and interest of Rs. 7.00 lacs (corresponding quarter previous year Rs. 90.68 lacs).
- In respect of the Scheme of Arrangement filed by the Company in connection with the proposal to adjust an amount upto Rs.200 crs. against the Share Premium account, the scheme was approved by the shareholders of the company unanimously in the court convened meeting held on 06.06.2005. The scheme is now pending with the High Court of Madras for final approval.
- In the perception of the Company, the provisioning for deferred tax asset / liability does not arise.
- During the quarter, the Company had allotted 23,200 equity shares under ESOP 2000 & ESOS 2003 Schemes on various dates. Consequent to the said allotments, the paid-up capital has increased from Rs.1228.36 lacs to Rs. 1230.68 lacs.
- Status of Investor grievances:

Description	Pending as on 01.04.05	Received during the current quarter	Redressed during the current quarter	Pending as on 30.06.05
Number of Complaints	Nil	Nil	Nil	Nil

- Figures for the previous periods have been regrouped /restated wherever necessary to make them comparable with the figures for the current period.

Segment Reporting for the Quarter ended June 30, 2005

(In Rs. Lacs)

Sl. No.	Particulars	Unaudited for the Quarter Ended		Previous Financial Year ended 31.03.2005 (Unaudited)
		30.06.2005	30.06.2004	
1	Segment Revenue			
a.	Product Software and Related Services	1,314.29	949.50	4,904.16
b.	Other Software Services	499.25	323.11	2,274.00
c.	Network Solutions	1,313.07	828.47	4,369.94
	Total Revenue	3,126.61	2,101.08	11,548.10
	Less: Inter Segment Revenue	-	-	-
	Net Sales / Income from Operations	3,126.61	2,101.08	11,548.10
2	Segment Profit / (Loss) before tax and interest			
a.	Product Software and Related Services	212.44	8.64	1,354.38
b.	Other Software Services	171.36	10.48	739.07
c.	Network Solutions	65.41	(7.35)	118.30
	Total	449.21	11.77	2,211.75
	Less: Interest	301.25	340.60	1,138.13
	Less: Extraordinary items	-	-	2,749.79
	Less: Other unallocable expenditure net of unallocable income	732.56	599.99	2,359.86
3	Profit / (Loss) before Tax	(584.60)	(928.82)	(4,036.03)
4	Fringe Benefit Tax	18.00	-	-
5	Profit / (Loss) after Tax	(602.60)	(928.82)	(4,036.03)

Notes on Segment Reporting: Fixed assets used in the operations of the company interchangeably (other than those that are used for its R&D purposes and those located in its Software Technology Park Units) and liabilities contracted (other than those contracted for the respective segments) are not directly identifiable to any of the reportable segments.

Unaudited Global Consolidated Financial Results (under AS 21) for the Quarter ended June 30, 2005

(In US\$ Mn)

Sl. No.	Particulars	Unaudited for the Quarter Ended		Previous Financial Year ended 31.03.2005 (Unaudited)
		30.06.2005	30.06.2004	
1	Net Sales / Income from Operations	12.20	9.90	49.11
2	Other Income	0.12	0.13	0.91
3	Total Income	12.32	10.03	50.02
4	Expenditure:			
a)	Cost of Resale Materials	2.52	1.47	8.36
b)	Staff Cost	8.62	7.35	29.91
c)	Other Expenditure			
	Selling & Marketing Expenses	0.69	0.46	3.04
	Administration & Other Expenses	2.33	1.99	9.40
	Total Expenditure	14.16	11.27	50.71
5	EBIDTA	(1.84)	(1.24)	(0.69)
6	Interest	0.72	0.75	2.59
7	Profit / (Loss) before Depreciation, Amortisation, Tax and Extraordinary items	(2.56)	(1.99)	(3.28)
8a	Depreciation - Technology Platform & Product Software	0.68	0.64	2.56
8b	Depreciation - Others	0.37	0.36	1.42
9	Amortisation of Product Research and Development Expenditure	-	0.13	-
10	Profit / (Loss) before Tax and Extraordinary items	(3.61)	(3.12)	(7.26)
11	Extraordinary items	-	-	7.79
12	Profit / (Loss) before Tax	(3.61)	(3.12)	(15.05)
13	Provision for Taxation			
	Current Taxation	-	-	0.14
	Deferred Taxation	-	-	-
	Fringe Benefit Tax	0.04	-	-
14	Equity in earnings / (Losses) of affiliates	-	-	0.06
15	Net Profit / (Loss)	(3.65)	(3.12)	(15.13)

Notes: Figures for the previous periods have been regrouped /restated wherever necessary to make them comparable with the figures for the current period.

By Order of the Board
For Ramco Systems Limited

Place : Chennai

Date : July 30, 2005

P.R. Venketrama Raja
Vice Chairman, Managing Director & CEO