



# 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, 2007				(In Rs. Lacs)
Sl. No.	Particulars	Unaudited for the Quarter Ended		Audited for the Year ended 31.03.2007
		30.06.2007	30.06.2006	
1	Net Sales / Income from Operations	2,761.12	3,322.36	7,857.10
2	Other Income	77.28	53.09	829.64
3	<b>Total Income</b>	<b>2,838.40</b>	<b>3,375.45</b>	<b>8,686.74</b>
4	Expenditure:			
a)	Cost of Resale Materials	85.59	864.25	135.29
b)	Staff Cost	1,616.75	1,707.87	6,115.72
c)	Other Expenditure			
	Selling & Marketing Expenses	44.04	38.16	220.70
	Administration & Other Expenses	368.86	598.39	1,957.13
	<b>Total Expenditure</b>	<b>2,115.24</b>	<b>3,208.67</b>	<b>8,428.84</b>
5	<b>EBIDTA</b>	<b>723.16</b>	<b>166.78</b>	<b>257.90</b>
6	Interest	434.49	290.61	1,291.11
7	<b>Profit / (Loss) before Depreciation &amp; Tax</b>	<b>288.67</b>	<b>(123.83)</b>	<b>(1,033.21)</b>
8a	Depreciation - Technology Platform & Product Software	402.62	358.90	1,435.60
8b	Depreciation - Others	167.26	184.01	703.52
9	<b>Profit / (Loss) before Tax</b>	<b>(281.21)</b>	<b>(666.74)</b>	<b>(3,172.33)</b>
10	Provision for Taxation			
	Current Taxation	Nil	Nil	Nil
	Deferred Taxation	Nil	Nil	Nil
	Fringe Benefit Tax	15.00	12.00	48.00
11	<b>Net Profit / (Loss)</b>	<b>(296.21)</b>	<b>(678.74)</b>	<b>(3,220.33)</b>
12	Paid-up Equity Share Capital - Face value of Rs. 10/- each	1,539.19	1,539.19	1,539.19
13	Reserves excluding revaluation reserves	-	-	12,797.81
14	Earnings per Share - Basic & Diluted - in Rs.	(1.93)	(4.42)	(20.97)
		☐Not annualised	☐Not annualised	(Annualised)

Notes: (The figures in brackets in the notes denote the amounts for the corresponding quarter in the previous year)

- The above results have been approved and taken on record at the Board Meeting held on July 27, 2007.
- Other Income for the current quarter includes rental income of Rs. 74.26 lacs (Rs. 47.10 lacs) and interest of Rs. 0.85 lacs (Rs. 2.03 lacs).
- Administration & Other Expenses for the current quarter includes foreign exchange fluctuation gain of Rs. 28.52 lacs (foreign exchange fluctuation loss of Rs. 67.80 lacs) and Rs. Nil (Rs. 6.00 lacs) towards provisioning for doubtful debts.
- In the perception of the Company, the provisioning for deferred tax asset / liability does not arise.
- In view of the transfer of Secure Converged Networking (SCN) Division to its wholly owned subsidiary, namely Ramco Infotech Solutions Ltd., (RITS) effective 01st April 2006, the results for the current quarter ended 30th June 2007 do not include the results of the said division. However, the figures of the quarter ended 30th June 2006 (the previous year) include performance of the SCN division, as the transfer was effected during second quarter of 2006-07. Accordingly, the figures for the current quarter are not comparable with the figures of the corresponding quarter of the previous year.
- The company currently operates only in one segment, viz., Software Solutions & Services and hence the segment reporting as required by AS-17, issued by The Institute of Chartered Accountants of India does not apply.
- Status of Investor grievances

Description	Pending as on 01.04.07	Received during the current quarter	Redressed during the current quarter	Pending as on 30.06.07
Number of Complaints	Nil	Nil	Nil	Nil

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

Unaudited Global Consolidated Financial Results (under AS 21) for the Quarter Ended June 30, 2007				(In US\$ Mn)
Sl. No.	Particulars	Unaudited for the Quarter Ended		Audited for the Year ended 31.03.2007
		30.06.2007	30.06.2006	
1	Net Sales / Income from Operations	17.29	15.34	59.23
2	Other Income	0.22	0.13	1.18
3	<b>Total Income</b>	<b>17.51</b>	<b>15.47</b>	<b>60.41</b>
4	Expenditure:			
a)	Cost of Resale Materials	2.38	2.28	9.56
b)	Staff Cost	9.23	8.95	35.85
c)	Other Expenditure			
	Selling & Marketing Expenses	0.76	0.77	2.43
	Administration & Other Expenses	2.52	2.77	12.66
	<b>Total Expenditure</b>	<b>14.89</b>	<b>14.77</b>	<b>60.50</b>
5	<b>EBIDTA</b>	<b>2.62</b>	<b>0.70</b>	<b>(0.09)</b>
6	Interest	1.05	0.67	2.88
7	<b>Profit / (Loss) before Depreciation &amp; Tax</b>	<b>1.57</b>	<b>0.03</b>	<b>(2.97)</b>
8a	Depreciation - Technology Platform & Product Software	0.97	0.80	3.19
8b	Depreciation - Others	0.44	0.45	1.77
9	<b>Profit / (Loss) before Tax</b>	<b>0.16</b>	<b>(1.22)</b>	<b>(7.93)</b>
10	Provision for Taxation			
	Current Taxation	0.04	-	0.30
	Deferred Taxation	-	-	-
	Fringe Benefit Tax	0.05	0.02	0.14
11	Minority Interest	-	-	-
12	Equity in earnings / (Losses) of affiliates	-	-	-
13	<b>Net Profit / (Loss)</b>	<b>0.07</b>	<b>(1.24)</b>	<b>(8.37)</b>
14	Earnings per share - Basic & Diluted - in USD	0.004☐	(0.08)	(0.55)
		(Not annualised)	(Not annualised)	(Annualised)

Notes:

- Pending completion of the process of divestment of the entire stake in the subsidiary Ramco Infotech Solutions Ltd., (RITS) effective 01st April 2007 to TVS Interconnect Systems Ltd., the results for the current quarter include the following figures relating to RITS (in USD million), which will be eliminated from the cumulative results during the quarter in which the process of transfer is completed:  
(Sales = 3.14; Cost of resale materials = 2.00; Staff cost = 0.73; Selling & marketing expenses = 0.01; Administration & other expenses = 0.28; Interest = 0.01; Depreciation = 0.01; Current Tax = 0.04; Fringe Benefit Tax = 0.01. Net profit = 0.05).
- Figures for the previous periods have been regrouped /restated wherever necessary to make them comparable with the figures for the current period.