



RAMCO SYSTEMS LIMITED

Registered Office : 47, PSK Nagar, Rajapalayam - 626 108.

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

Audited Financial Results for the Year Ended March 31, 2007						(In Rs. Lacs)
Sl. No.	Particulars	Unaudited for the nine months ended	Unaudited for the quarter ended		Audited for the year ended	
		31.12.2006	31.03.2007	31.03.2006	31.03.2007	31.03.2006
1	Net Sales / Income from Operations	5,919.15	1,937.95	3,777.17	7,857.10	11,746.78
2	Other Income	746.75	82.89	140.00	829.64	433.30
3	Total Income	6,665.90	2,020.84	3,517.17	8,686.74	12,180.08
4	Expenditure:					
a)	Cost of Resale Materials	42.11	93.18	1,009.59	135.29	3,863.24
b)	Staff Cost	3,896.34	2,219.38	1,311.13	6,115.72	6,043.68
c)	Other Expenditure:					
	Selling & Marketing Expenses	165.45	55.25	62.24	220.70	176.61
	Administration & Other Expenses	1,398.01	559.12	731.96	1,957.13	2,336.38
	Total Expenditure	5,501.91	2,926.93	3,114.92	8,428.84	12,419.91
5	EBIDTA	1,163.99	(906.09)	402.25	257.90	(239.83)
6	Interest	921.05	370.06	278.37	1,291.11	1,254.31
7	Profit / (Loss) before Depreciation & Tax	242.94	(1,276.15)	123.88	(1,033.21)	(1,494.14)
8a	Depreciation - Technology Platform & Product software	1,076.70	358.90	297.93	1,435.60	1,191.70
8b	Depreciation - Others	551.82	151.70	184.43	703.52	638.98
9	Profit/(Loss) before Tax	(1,385.58)	(1,786.75)	(358.48)	(3,172.33)	(3,324.82)
10	Provision for Taxation:					
	Current Taxation	Nil	Nil	Nil	Nil	Nil
	Deferred Taxation	Nil	Nil	Nil	Nil	Nil
	Fringe Benefit Tax	33.00	15.00	24.00	48.00	82.00
11	Net Profit / (Loss)	(1,418.58)	(1,801.75)	(382.48)	(3,220.33)	(3,406.82)
12	Paid-up Equity Share Capital - Face value of Rs. 10/- each	1,539.19	1,539.19	1,539.19	1,539.19	1,539.19
13	Reserves excluding revaluation reserves				12,797.81	16,018.12
14	Earnings per Share Basic & Diluted - (in Rs.)	(9.24)	(11.73)	(3.00)	(20.97)	(26.74)
15	Aggregate of non-promoter shareholding	(Not annualised)	(Not annualised)	(Not annualised)	(Annualised)	(Annualised)
a)	Number of Shares				5,746,834	5,746,809
b)	Percentage of Shareholding				37.42%	37.42%

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 30th May 2007.
- The Board of Directors of the company has not recommended any dividend for the year 2006 - 2007.
- Other Income for the current quarter includes rental income of Rs.69.73 lacs (Rs.47.10 Lacs), interest of Rs.2.76 lacs (Rs.26.67 lacs), Foreign Exchange gain of Rs.Nil (Rs.9.59 lacs) and miscellaneous income of Rs.Nil (Rs.54.86 lacs) towards amounts collected from the debtors written off in the earlier years.
- Administration and other expenses for the current quarter includes foreign exchange gain of Rs.6.10 lacs (Rs.Nil), Rs.9.76 Lacs (Rs.76.54 lacs) towards write off of doubtful debts and charging off of Rs.13.84 lacs (Rs.121.42 lacs) of foreign withholding taxes.
- In the perception of the Company the provisioning for deferred tax asset/liability does not arise.
- Consequent to the sale of Secure Converged Networking (SCN) division of the Company to its wholly owned subsidiary, Ramco Infotech Solutions Limited (RITS), with effect from 1st April 2006, the above results as well as the segment reporting results given below, for the quarter and for the year ended 31st March 2007, reflect the performance of the Company, excluding the SCN division. In view of this, the said results for the previous period/year are not comparable with the figures for the current period/year. However, the unaudited global consolidated results under AS-21 include the results pertaining to the same.
- The Board of Directors in its meeting held on 12th April 2007, approved the divestment of Ramco Infotech Solutions Limited, a wholly owned subsidiary of the Company to M/s.TVS Interconnect Systems Limited, subject to completion of due diligence and other formalities. The same is in progress.
- Status of Investor Grievances:

Description	Pending as on 01.01.2007	Received during the current quarter	Redressed during the current quarter	Pending as on 31.03.2007
No. of Complaints	Nil	2	2	Nil

9. 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 Year Ended March 31, 2007						(In Rs. Lacs)
Sl. No.	Particulars	Unaudited for the nine months ended	Unaudited for the quarter ended		Audited for the year ended	
		31.12.2006	31.03.2007	31.03.2006	31.03.2007	31.03.2006
1	Segment Revenue					
	a. Software Solutions and Services	5,919.15	1,937.95	1,988.10	7,857.10	6,320.43
	b. Secure Converged Networking	-	-	1,389.07	-	5,426.35
	Total Revenue	5,919.15	1,937.95	3,377.17	7,857.10	11,746.78
	Less: Inter Segment Revenue	-	-	-	-	-
	Net Sales / Income from Operations	5,919.15	1,937.95	3,377.17	7,857.10	11,746.78
2	Segment Profit / (Loss) before tax and Interest					
	a. Software Solutions and Services	1,655.69	(566.64)	813.69	1,089.05	817.74
	b. Secure Converged Networking	-	-	(11.84)	-	155.20
	Total	1,655.69	(566.64)	801.85	1,089.05	972.94
	Less: Interest	921.05	370.06	278.37	1,291.11	1,254.31
	Less: Other unallocable expenditure net of unallocable income	2,120.22	850.05	881.96	2,970.27	3,043.45
3	Profit / (Loss) before Tax	(1,385.58)	(1,786.75)	(358.48)	(3,172.33)	(3,324.82)
4	Fringe Benefit Tax	33.00	15.00	24.00	48.00	82.00
5	Profit / (Loss) after Tax	(1,418.58)	(1,801.75)	(382.48)	(3,220.33)	(3,406.82)

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.

Audited Global Consolidated Financial Results (under AS 21) for the Year Ended March 31, 2007						
Sl. No.	Particulars	Unaudited for the quarter ended		Audited for the year ended		Audited for the year ended
		31.03.2007 (In US\$ Min.)	31.03.2006 (In US\$ Min.)	31.03.2007 (In US\$ Min.)	31.03.2006 (In Rs Lacs)	31.03.2006 (In Rs Lacs)
1	Net Sales / Income from Operations	11.58	13.92	46.39	20,882.67	46.39
	a. Software Solutions and Services	4.55	3.43	12.84	5,787.65	12.85
	b. Secure Converged Networking	16.13	17.35	59.23	26,670.32	59.24
	Total Sales	16.13	17.35	59.23	26,670.32	59.24
2	Other Income	0.33	0.27	1.18	531.56	0.84
3	Total Income	16.46	17.62	60.41	27,201.88	60.08
4	Expenditure:					
a)	Cost of Resale Materials	3.28	3.01	9.56	4,302.03	10.33
b)	Staff Cost	10.22	7.81	35.85	16,139.94	32.69
c)	Other Expenditure:					
	Selling & Marketing Expenses	0.20	1.15	2.43	1,096.07	3.20
	Administration & Other Expenses	3.80	2.97	12.66	5,700.65	11.45
	Total Expenditure	17.50	14.94	60.50	27,238.69	57.67
5	EBIDTA	(1.04)	2.68	(0.09)	(36.81)	2.41
6	Interest	0.81	0.65	2.88	1,298.24	2.94
7	Profit / (Loss) before Depreciation, Amortisation & Tax	(1.85)	2.03	(2.97)	(1,335.05)	(0.53)
8a	Depreciation - Technology Platform & Product software	0.82	0.68	3.19	1,435.60	2.71
8b	Depreciation - Others	0.42	0.46	1.77	797.81	1.63
9	Amortisation of Product Research and Development Expenditure	-	-	-	-	0.85
10	Profit/(Loss) before Tax	(3.09)	0.89	(7.93)	(3,568.46)	(4.87)
11	Provision for Taxation					
	Current Taxation	0.15	0.49	0.30	133.49	0.55
	Deferred Taxation	-	-	0.14	65.20	0.19
	Fringe Benefit Tax	0.04	0.06	0.14	65.20	0.19
12	Minority Interest	-	0.01	-	1.66	0.01
13	Equity in earnings/(losses) of affiliates	-	0.25	-	0.36	0.25
14	Net Profit / (Loss)	(3.28)	0.58	(8.37)	(3,768.45)	(5.37)
15	Earnings per Share - Basic & Diluted	(0.21)	0.05	(0.55)	(24.54)	(0.42)
		(Not Annualised)	(Not Annualised)	(Annualised)	(Annualised)	(Annualised)

Note: 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