

SIFY LIMITED AND SUBSIDIARIES
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF STOCKHOLDERS' EQUITY AND COMPREHENSIVE INCOME
(in thousands, except share data and as stated otherwise)

	Common Stock		Additional paid In capital	Comprehensive income	Deferred compensation - employee stock	Accumulated deficit	Total Stockholders' equity
	Shares	Par Value					
Balance as of March 31, 2004	<u>34,900,993</u>	<u>349,010</u>	<u>14,490,037</u>		<u>(14,326)</u>	<u>(12,109,053)</u>	<u>2,715,668</u>
Issue of common stock (net of expenses)	139,352	1,393	21,525				22,918
Compensation related to stock option grants					3,894		3,894
Amortization of compensation related to stock option grants			(229)				(229)
Comprehensive income							-
Net loss				(54,739)		(54,739)	(54,739)
Other comprehensive income							-
Unrealized loss on investments, net							-
Foreign exchange translation adjustment							-
Comprehensive income				<u>(54,739)</u>			-
Balance as of June 30, 2004	<u>35,040,345</u>	<u>350,403</u>	<u>14,511,333</u>		<u>(10,432)</u>	<u>(12,163,792)</u>	<u>2,687,512</u>
Balance as of June 30, 2004 (in US\$)	<u>35,040,345</u>	<u>7,619</u>	<u>315,533</u>		<u>(227)</u>	<u>(264,488)</u>	<u>58,437</u>

See accompanying notes to unaudited condensed consolidated financial statements