

SIFY LIMITED (formerly known as Satyam Infoway Limited) AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF OPERATIONS
(in thousands, except share data and as otherwise stated)

	Year ended March 31,			
	2003	2004	2005	2005
Revenues	Rs.1,959,855	Rs.2,751,623	Rs.3,554,237	\$ 81,482
Revenue from related parties	34,345	49,561	59,220	1,357
Total Revenue	1,994,200	2,801,184	3,613,457	82,839
Cost of revenues	1,264,101	1,476,714	2,023,942	46,400
Selling, general and administrative expenses	1,090,935	1,208,884	1,418,757	32,525
Provision for doubtful receivables and advances	156,233	76,487	57,579	1,320
Impairment of assets	246,999	22,551	-	-
Depreciation	474,261	481,810	502,897	11,529
Amortisation of intangible assets	69,907	50,224	53,890	1,235
Amortisation of deferred stock compensation expense	57,729	27,946	10,639	244
Foreign exchange (gain)/loss	18	52,148	(2,595)	(59)
Total operating expenses	3,360,183	3,396,764	4,065,109	93,194
Operating loss	(1,365,983)	(595,580)	(451,652)	(10,355)
Other income, net	52,948	144,147	93,324	2,140
Loss before taxes, equity in losses of affiliates and minority interest	(1,313,035)	(451,433)	(358,328)	(8,215)
Equity in (losses)/profits of affiliates	(50,689)	17,083	50,752	1,164
Gain on sale of investment in affiliates	24,628	63,059	-	-
Minority interest	12,564	79	-	-
Losses before income taxes	(1,326,532)	(371,212)	(307,576)	(7,051)
Taxes	(2,856)	(72)	-	-
Net loss	Rs.(1,329,388)	Rs.(371,284)	Rs.(307,576)	\$(7,051)
Net loss per share	(51.15)	(10.76)	(8.75)	(0.20)
Weighted equity shares used in computing loss per equity share	25,988,095	34,519,545	35,156,120	35,156,120

(See accompanying notes to consolidated financial statements)