

**SIFY TECHNOLOGIES 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<br>Paid In<br>Capital<br>Rs. | Comprehensive<br>Income<br>Rs. | Accumulated<br>Other<br>Comprehensive<br>Income | Accumulated<br>Deficit<br>Rs. | Total<br>Stockholders'<br>Equity<br>Rs. |
|---|-------------------|------------------|---|--------------------------------|---|-------------------------------|---|
|   | Shares<br>Nos.    | Par Value<br>Rs. |   |                                |   |                               |   |
| <b>Balance as of March 31, 2007</b>   | <b>42,800,265</b> | <b>428,003</b>   | <b>16,325,960</b>                       |                                | <b>5,241</b>                                    | <b>(12,378,114)</b>           | <b>4,381,090</b>                        |
| Issue of common stock   | 19,817            | 198              | 4,464                                   |                                |   |                               | 4,662                                   |
| Employee stock compensation expense   |                   |                  | 39,618                                  |                                |   |                               | 39,618                                  |
| <b>Comprehensive income</b>   |                   |                  |   |                                |   |                               |   |
| Net Profit / (loss)   |                   |                  |   | (84,847)                       |   | (84,847)                      | (84,847)                                |
| Other comprehensive income/ (loss)  |                   |                  |   |                                |   |                               |   |
| Translation adjustments   |                   |                  |   | 457                            |   |                               | -                                       |
| Unrealised gain on investment in securities   |                   |                  |   | 3,831                          |   |                               |   |
|   |                   |                  |   | 4,288                          |   |                               | 4,288                                   |
| Comprehensive Income  |                   |                  |   | (80,559)                       |   |                               |   |
| <b>Balance as of December 31,2007</b>   | <b>42,820,082</b> | <b>428,201</b>   | <b>16,370,042</b>                       |                                | <b>9,529</b>                                    | <b>(12,462,961)</b>           | <b>4,344,811</b>                        |
| <b>Balance as of December 31,2007</b><br><b>(Convenience translation into US \$ -</b><br><b>Note 2)</b> |                   | 10,865           | 415,378                                 |                                | 242   | (316,239)                     | 110,246                                 |

See accompanying notes to unaudited condensed consolidated financial statements