

SIFY TECHNOLOGIES LIMITED and Subsidiaries
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(in thousands, except share data and as otherwise stated)

	Quarter ended June 30,		
	2006	2007	2007 Convenience translation into US \$ (Note 2)
	Rs.	Rs.	\$
Revenue			
Products	Rs. 120,045	Rs. 142,617	\$ 3,715
Services	1,198,336	1,262,484	30,910
	1,318,381	1,405,101	34,625
Cost of revenue			
Products	101,349	117,952	2,907
Services	593,967	634,399	15,633
	695,316	752,351	18,540
Selling, general and administrative expenses	480,780	539,352	13,291
Provision for doubtful receivables and advances	23,085	51,030	1,258
Depreciation	95,036	110,151	2,714
Amortisation of intangible assets	16,497	10,205	251
Employee stock compensation expense	35,943	13,965	344
Foreign exchange (gain) / loss, net	(44,037)	19,344	476
Total operating expenses	1,302,620	1,496,398	\$ 36,874
Operating profit/(loss)	15,761	(91,297)	(2,249)
Other income, net	30,874	33,679	829
Equity in net profit of affiliate	15,788	22,676	559
Net Profit / (Loss) before income tax and minority interest	62,423	(34,942)	(861)
Income tax benefit / (expenses)	-	(14,406)	(355)
Net Profit / (Loss) before minority interest	62,423	(49,348)	(1,216)
Minority interest	-	(5,678)	(139)
Net Profit / (loss)	Rs. 62,423	Rs.(55,026)	\$ (1,355)
Net Profit/(loss) per share (basic)	1.47	(1.2855)	(0.0317)
Net Profit/(loss) per share (diluted)	1.45	(1.2855)	(0.0317)
Weighted average number of Equity Shares used in computing earning per equity share			
Basic	42,583,948	42,803,988	42,803,988
Diluted	43,064,618	42,803,988	42,803,988

See accompanying notes to unaudited condensed consolidated financial statements