

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

	Quarter ended September 30			Six Months ended September 30		
	2006	2007	2007 Convenience translation into US \$ (Note 2)	2006	2007	2007 Convenience translation into US \$ (Note 2)
	Rs.	Rs.	\$	Rs.	Rs.	\$
Revenue						
	Rs.	Rs.		Rs.	Rs.	\$
Products	128,905	167,262	4,208	248,950	309,879	7,796
Services	1,254,193	1,304,242	32,811	2,452,529	2,566,726	64,572
Total Revenue	1,383,098	1,471,504	37,019	2,701,479	2,876,605	72,368
Cost of revenue						
Products	111,327	142,327	3,581	212,676	260,279	6,548
Services	594,712	688,696	17,326	1,188,679	1,323,095	33,285
	706,039	831,023	20,907	1,401,355	1,583,374	39,833
Selling, general and administrative expenses	478,794	574,067	14,442	959,574	1,113,419	28,011
Provision for doubtful receivables and advances	50,579	29,638	746	73,664	80,668	2,029
Depreciation	105,090	120,446	3,030	200,126	230,597	5,801
Amortisation of intangible assets	12,133		152	28,630	16,242	408
Employee Stock Compensation Expense	5,527	6,037	386	41,470	29,323	738
Foreign exchange (gain) / loss , net	(302)	15,358	17	(44,339)	19,980	503
		675				
Total operating expenses	1,357,860	1,577,244	39,680	2,660,480	3,073,603	\$ 77,323
Operating profit/(loss)	25,238	(105,740)	(2,661)	40,999		(4,955)
Other income, net	35,192		904	66,066	(196,998)	1,750
Equity in net profit of affiliate	8,106	35,916	1,081	23,894	65,642	1,651
Net Profit / (Loss) before income tax and minority interest	68,536	(26,858)	(676)	130,959	(61,799)	(1,554)
Income tax benefit/(expense)	-	(20,655)	(520)	-	(35,061)	(882)
Net Profit / (Loss) before minority interest	68,536	(47,513)	(1,196)	130,959	(96,860)	(2,436)
Minority interest	-	(8,508)	(214)	-	(14,186)	(357)
Net Profit / (loss) after tax	Rs. 68,536	Rs.(56,021)	(1,410)	Rs. 130,959	Rs.(111,046)	(2,793)
Net Profit/(loss) per share – Basic	1.60	(1.31)	(0.03)	3.07		(0.07)
Net Profit/(loss) per share – Diluted	1.60	(1.31)	(0.03)	3.06	(2.59)	(0.07)

Basic Weighted average Equity Shares used in computing Profit/(loss) per share	42,704,756	42,814,555	42,814,555	42,644,682	42,805,968	42,805,968
Diluted Weighted average Equity Shares used in computing Profit/(loss) per share	42,851,406	42,814,555	42,814,555	42,840,081	42,805,968	42,805,968

See accompanying notes to unaudited condensed consolidated financial statements