

Consolidated Un-audited Group Financial Results for the Quarter and Half Year Ended September 30, 2011
(Rs. Lakhs)

Quarter Ended		Particulars	Half Year Ended		Year Ended (Audited)
30.09.2011	30.09.2010		30.09.2011	30.09.2010	
1,943.18	2,441.76	Export Income	3,861.79	4,752.89	9,055.01
888.11	590.22	Domestic Income	1,801.17	1,333.32	2,971.37
2,831.29	3,031.98	Income from Operations	5,662.96	6,086.21	12,026.38
192.48	8.51	Other Operating Income (foreign exchange gain)	268.39	154.39	247.99
3,023.77	3,040.49	Total Operating Income	5,931.35	6,240.60	12,274.37
1,887.83	1,897.31	Staff Cost	3,769.56	3,693.43	7,331.57
255.95	395.00	Professional Fees	531.49	645.86	1,279.94
174.66	53.60	Cost of Products / Licences	446.22	243.28	657.58
146.48	228.15	Travel and Conveyance	357.34	445.98	747.22
78.53	56.95	Depreciation and Amortisation	144.40	110.32	232.87
363.44	340.08	Other Expenditure	715.51	647.12	1,359.73
2,906.89	2,971.09	Total Expenditure	5,964.52	5,785.99	11,608.91
116.88	69.40	Profit / (Loss) from Operations Before Other Income and Taxation	(33.17)	454.61	665.46
127.08	171.94	Other Income (Refer Note B (iv))	259.95	323.16	637.25
243.96	241.34	Profit Before Taxation and Exceptional Item	226.78	777.77	1,302.71
-	(33.98)	Exceptional Item	-	(33.98)	(64.18)
243.96	207.36	Profit Before Taxation	226.78	743.79	1,238.53
75.43	54.25	Provision for Taxation (including Deferred and Foreign Tax)	107.81	110.22	398.68
168.53	153.11	Net Profit	118.97	633.57	839.85
1,038.50	1000.00	Paid-up Equity Share Capital (face value Rs. 10)	1,038.50	1000.00	1000.00
-	-	Reserves excluding revaluation reserves	-	-	7,445.02
1.67	1.53	Earnings Per Share (Rupees) - Basic and Diluted (Not Annualised)	1.18	6.34	8.40
Aggregate of public shareholding:					
4,847,280	4,462,280	- Number of shares	4,847,280	4,462,280	4,462,280
46.68%	44.62%	- Percentage of shareholding	46.68%	44.62%	44.62%
Aggregate of promoter and promoter group shareholding:					
a) Pledged / Encumbered					
Nil	Nil	- Number of shares	Nil	Nil	Nil
N A	N A	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	N A	N A	N A
N A	N A	- Percentage of shares (as a % of the total share capital of the Company)	N A	N A	N A
b) Non-encumbered					
5,537,720	5,537,720	- Number of shares	5,537,720	5,537,720	5,537,720
100%	100%	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%
53.32%	55.38%	- Percentage of shares (as a % of the total share capital of the Company)	53.32%	55.38%	55.38%

Blue Star Infotech Limited (stand-alone) - Un-audited Financial Results for the Quarter and Half Year Ended September 30, 2011					
(Rs. Lakhs)					
Quarter Ended		Particulars	Half Year Ended		Year Ended (Audited)
30.09.2011	30.09.2010		30.09.2011	30.09.2010	31.03.2011
1,622.25	1,929.60	Export Income	3,188.53	3,797.91	7,228.81
888.11	590.22	Domestic Income	1,801.17	1,333.32	2,971.37
2,510.36	2,519.82	Income from Operations	4,989.70	5,131.23	10,200.18
185.18	-	Other Operating Income (foreign exchange gain)	251.31	136.54	219.40
2,695.54	2,519.82	Total Operating Income	5,241.01	5,267.77	10,419.58
1,477.25	1,394.61	Staff Cost	2,895.58	2,708.27	5,386.79
401.52	482.88	Professional Fees / Service Charges	803.84	806.27	1,696.75
174.66	53.60	Cost of Products / Licences	446.22	243.28	657.58
100.28	198.65	Travel and Conveyance	261.92	386.05	629.24
-	5.53	Foreign Exchange Loss (Net)	-	-	-
77.21	55.79	Depreciation and Amortisation	141.75	108.04	227.84
313.56	283.88	Other Expenditure	607.92	535.60	1,136.91
2,544.48	2,474.94	Total Expenditure	5,157.23	4,787.51	9,735.11
151.06	44.88	Profit from Operations Before Other Income and Taxation	83.78	480.26	684.47
125.34	149.94	Other Income (Refer note B (iv))	258.11	291.36	583.93
276.40	194.82	Profit Before Taxation and Exceptional Item	341.89	771.62	1,268.40
-	(33.98)	Exceptional Item	-	(33.98)	(64.18)
276.40	160.84	Profit Before Taxation	341.89	737.64	1,204.22
55.00	50.00	Provision for Taxation (including Deferred and Foreign Tax)	70.00	105.00	376.74
221.40	110.84	Net Profit	271.89	632.64	827.48
1,038.50	1,000.00	Paid-up Equity Share Capital (face value Rs. 10)	1,038.50	1,000.00	1,000.00
-	-	Reserves excluding revaluation reserves	-	-	7,378.04
2.20	1.11	Earnings Per Share (Rupees) -Basic and Diluted (Not Annualised)	2.70	6.33	8.27
Aggregate of public shareholding:					
4,847,280	4,462,280	- Number of shares	4,847,280	4,462,280	4,462,280
46.68%	44.62%	- Percentage of shareholding	46.68%	44.62%	44.62%
Aggregate of promoter and promoter group shareholding:					
a) Pledged / Encumbered					
Nil	Nil	- Number of shares	Nil	Nil	Nil
N A	N A	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	N A	N A	N A
N A	N A	- Percentage of shares (as a % of the total share capital of the Company)	N A	N A	N A
b) Non-encumbered					
5,537,720	5,537,720	- Number of shares	5,537,720	5,537,720	5,537,720
100%	100%	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%
53.32%	55.38%	- Percentage of shares (as a % of the total share capital of the Company)	53.32%	55.38%	55.38%

NOTES :

A) Consolidated Reporting

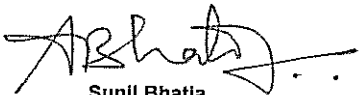
The consolidated financial information includes the results of the Company's wholly owned subsidiaries, Blue Star Infotech America, Inc. and Blue Star Infotech (UK) Limited.

B) General

- i) The above results were reviewed by the Audit Committee and were thereafter approved by the Board of Directors of the Company at their respective meetings held on October 18, 2011.
- ii) Pursuant to the Announcement 'Accounting for Derivatives' by the Institute of Chartered Accountants of India, the Company has adopted Accounting Standard 30, Financial Instruments: Recognition and Measurement, prescribed by the Institute of Chartered Accountants of India, during the quarter ended September 30, 2008. Consequently, outstanding forward contracts have been treated as highly probable forecast transactions based on historic trends. Accordingly, losses arising on 'mark to market' of such open forward contracts have been accumulated in 'Hedging Reserve Account'. The net losses transferred to Hedging Reserve Account (debit balance) during the quarter ended September 30, 2011 amounts to Rs. 528.75 Lakhs. The Company uses forward contracts as economic hedges and not for trading or speculative purposes.
- iii) In accordance with the requirements of Clause 41 of the Listing Agreement with the Stock Exchanges, the Statutory Auditors have performed a limited review of the stand-alone and consolidated financial results of Blue Star Infotech Limited for the quarter and half year ended September 30, 2011. There are no qualifications in the limited review report issued for the said period.
- iv) Other Income for the quarter ended September 30, 2011 includes rental income on lease of office premises - Rs. 98.34 Lakhs (Rs. 112.06 Lakhs for the quarter ended September 30, 2010).
- v) The Company considers its entire business / geographical operations as a single segment.
- vi) No investor complaints were pending at the beginning of the current quarter. During the quarter ended September 30, 2011, 8 (Eight) investor complaints were received and disposed of.
- vii) The Company has designated an exclusive e-mail id viz. Investor.Relations@bsil.com for investor grievance redressal.
- viii) The Company's standalone results are available on the websites of the Company, the Bombay Stock Exchange Limited, Mumbai and National Stock Exchange of India Limited.

C) Statement of Assets and Liabilities

i) Consolidated Statement of Assets and Liabilities as at September 30, 2011			
Particulars	(Unaudited) As at		(Audited) As at
	30.09.2011	30.09.2010	31.03.2011
Shareholders' Funds:			
(a) Capital	1,038.50	1,000.00	1,000.00
(b) Reserves and Surplus	7,255.92	7,550.10	7,445.00
	8,294.42	8,550.10	8,445.00
Deferred tax liability	128.54	101.58	126.52
TOTAL	8,422.96	8,651.68	8,571.52
Fixed Assets {including capital work in progress (Net of Depreciation / Amortisation)}	2,322.55	1,931.41	2,327.72
Investments (at Cost)	1,337.10	2,059.50	1,722.10
Deferred tax asset	30.61	74.30	56.19
Current Assets, Loans and Advances			
(a) Sundry Debtors	2,630.98	2,592.33	2,809.32
(b) Cash and Bank balances	1,510.05	1,335.49	1,065.47
(c) Other current assets	53.11	104.84	202.64
(d) Loans and Advances	3,065.99	2,144.42	3,011.19
Less: Current Liabilities and Provisions			
(a) Liabilities	2,256.05	1,324.95	2,035.86
(c) Provisions	271.38	265.66	587.25
Net Current Assets	4,732.70	4,586.47	4,465.51
TOTAL	8,422.96	8,651.68	8,571.52

ii) Statement of Assets and Liabilities as at September 30, 2011			
Particulars	(Unaudited) As at		(Audited) As at
	30.09.2011	30.09.2010	31.03.2011
Shareholders' Funds:			
(a) Capital	1,038.50	1,000.00	1,000.00
(b) Reserves and Surplus	7,476.30	7,433.65	7,378.04
	8,514.80	8,433.65	8,378.04
Deferred tax liability (Net)	126.22	83.39	126.21
TOTAL	8,641.02	8,517.04	8,504.25
Fixed Assets (including capital work in progress (Net of Depreciation / Amortisation))	2,312.45	1,920.74	2,316.42
Investments (at Cost)	1,728.45	2,450.86	2,113.46
Current Assets, Loans and Advances			
(a) Sundry Debtors	3,008.55	2,491.44	2,532.29
(b) Cash and Bank balances	1,103.01	776.69	710.60
(c) Other current assets	53.11	104.84	202.64
(d) Loans and Advances	2,921.59	2,031.77	2,976.80
Less: Current Liabilities and Provisions			
(a) Liabilities	2,266.65	1,039.84	1,805.95
(c) Provisions	219.49	219.46	542.01
Net Current Assets	4,600.12	4,145.44	4,074.37
TOTAL	8,641.02	8,517.04	8,504.25
Registered Office: 8th Floor, The Great Oasis MIDC, Andheri (East) Mumbai 400 093 Website: www.bsil.com Date: October 18, 2011 Place: Mumbai For BLUE STAR INFOTECH LIMITED  Sunil Bhatia CEO & Managing Director			