

Consolidated Unaudited Group Financial Results for the Quarter and Half Year Ended September 30, 2015

Particulars	Quarter Ended (Unaudited)			Half Year Ended (Unaudited)		(Rs. in Lakhs)
	30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	Year Ended (Audited) 31.03.2015
Income from operations						
Export income	6,734.34	6,868.75	5,607.49	13,603.09	11,132.94	23,544.77
Domestic income	682.69	560.09	813.48	1,242.78	1,734.23	2,943.69
Total operating income	7,417.03	7,428.84	6,420.97	14,845.87	12,867.17	26,488.46
Employee benefits expense	3,877.38	3,840.82	3,753.89	7,718.20	7,400.86	14,901.81
Cost of business associates	1,391.35	1,532.59	962.22	2,923.94	1,968.18	4,238.48
Professional fees	241.81	286.56	104.63	528.37	229.85	684.19
Cost of products / licences	105.46	39.56	44.49	145.02	490.62	754.08
Travel and conveyance	201.58	206.76	282.80	408.34	534.38	934.74
Foreign exchange loss (net)	-	-	-	-	-	87.36
Depreciation and amortisation expense	112.71	117.16	110.19	229.87	213.04	437.54
Other expenses	855.45	703.14	600.05	1,558.59	1,181.34	2,477.00
Total expenses	6,785.74	6,726.59	5,858.27	13,512.33	12,018.27	24,515.20
Profit from operations before other income and finance costs	631.29	702.25	562.70	1,333.54	848.90	1,973.26
Other income (refer note B-4)	271.83	321.66	208.30	593.49	326.02	575.96
Profit from ordinary activities before finance costs	903.12	1,023.91	771.00	1,927.03	1,174.92	2,549.22
Finance costs	3.73	23.52	13.88	27.25	35.66	74.79
Profit from ordinary activities before tax	899.39	1,000.39	757.12	1,899.78	1,139.26	2,474.43
Tax expense	259.65	218.91	198.51	478.56	270.92	627.04
Profit before minority interest	639.74	781.48	558.61	1,421.22	868.34	1,847.39
Minority interest	20.83	54.83	(10.92)	75.66	(11.84)	30.90
Net profit for the period	618.91	726.65	569.53	1,345.56	880.18	1,816.49
Paid-up equity share capital (face value Rs. 10)	1,080.00	1,080.00	1,038.50	1,080.00	1,038.50	1,080.00
Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	10,463.19
Earnings per share (Rupees) - Basic (Not annualised)	5.73	6.73	5.48	12.46	8.48	17.18
Earnings per share (Rupees) - Diluted (Not annualised)	5.49	6.50	5.15	11.99	7.96	16.27
Particulars of shareholding						
Public shareholding:						
- Number of shares	52,07,576	52,07,576	47,92,576	52,07,576	47,92,576	52,07,576
- Percentage of shareholding	48.22%	48.22%	46.15%	48.22%	46.15%	48.22%
Promoter and Promoter Group Shareholding:						
a) Pledged / Encumbered						
- Number of shares	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	N A	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	N A	N A	N A
b) Non-encumbered						
- Number of shares	55,92,424	55,92,424	55,92,424	55,92,424	55,92,424	55,92,424
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
- Percentage of shares (as a % of the total share capital of the Company)	51.78%	51.78%	53.85%	51.78%	53.85%	51.78%



AB



Blue Star Infotech Limited (stand-alone) - Unaudited Financial Results for the Quarter and Half Year Ended September 30, 2015

Particulars	Quarter Ended (Unaudited)			Half Year Ended (Unaudited)		(Rs. in Lakhs) Year Ended (Audited)
	30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	31.03.2015
Income from operations						
Export income	3,852.00	3,560.19	2,625.76	7,412.19	5,101.61	10,956.75
Domestic income	665.02	524.32	845.77	1,189.34	1,764.62	2,863.85
Total operating income	4,517.02	4,084.51	3,471.53	8,601.53	6,866.23	13,820.60
Employee benefits expense	2,081.70	1,931.20	1,812.00	4,012.90	3,556.17	7,264.06
Cost of business associates	1,005.51	927.47	492.95	1,932.98	1,001.31	1,988.85
Professional fees	123.81	191.24	46.01	315.05	122.18	384.20
Cost of products / licences	90.42	29.70	41.01	120.12	315.65	505.83
Travel and conveyance	133.38	108.83	189.02	242.21	337.32	538.44
Depreciation and amortisation expense	85.33	89.98	90.68	175.31	183.71	348.66
Other expenses	545.32	510.84	451.65	1,056.16	848.91	1,775.36
Total expenses	4,065.47	3,789.26	3,123.32	7,854.73	6,365.25	12,805.40
Profit from operations before other income and finance costs	451.55	295.25	348.21	746.80	500.98	1,015.20
Other income (refer note B-4)	237.00	228.36	201.13	465.36	319.15	594.66
Profit from ordinary activities before finance costs	688.55	523.61	549.34	1,212.16	820.13	1,609.86
Finance costs	1.51	16.50	6.94	18.01	25.76	50.83
Profit from ordinary activities before tax	687.04	507.11	542.40	1,194.15	794.37	1,559.03
Tax expense	203.00	137.00	155.00	340.00	200.00	390.00
Net profit for the period	484.04	370.11	387.40	854.15	594.37	1,169.03
Paid-up equity share capital (face value Rs. 10)	1,080.00	1,080.00	1,038.50	1,080.00	1,038.50	1,080.00
Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	9,526.52
Earnings per share (Rupees) - Basic (Not annualised)	4.48	3.43	3.73	7.91	5.72	11.06
Earnings per share (Rupees) - Diluted (Not annualised)	4.30	3.31	3.50	7.61	5.38	10.47
Particulars of shareholding						
Public shareholding:						
- Number of shares	52,07,576	52,07,576	47,92,576	52,07,576	47,92,576	52,07,576
- Percentage of shareholding	48.22%	48.22%	46.15%	48.22%	46.15%	48.22%
Promoter and Promoter Group Shareholding:						
a) Pledged / Encumbered						
- Number of shares	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	N A	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	N A	N A	N A
b) Non-encumbered						
- Number of shares	55,92,424	55,92,424	55,92,424	55,92,424	55,92,424	55,92,424
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
- Percentage of shares (as a % of the total share capital of the Company)	51.78%	51.78%	53.85%	51.78%	53.85%	51.78%

Particulars	Quarter Ended 30.09.2015
INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	-
Received during the quarter	6
Disposed off during the quarter	6
Remaining unresolved at the end of the quarter	-



AB



NOTES :

A) Consolidated Reporting

The consolidated financial information includes the results of the Company's subsidiaries.

B) General

- 1) 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 19, 2015.
 - 2) The Company follows Accounting Standard 30, Financial Instruments: Recognition and Measurement, prescribed by the Institute of Chartered Accountants of India. Consequently, outstanding forward contracts have been treated as highly probable forecast transactions based on historic trends. The net loss arising on 'mark to market' of such open forward contracts transferred to Hedging Reserve Account during the quarter ended September 30, 2015 amounts to Rs. 26.39 Lakhs (Rs. 28.71 Lakhs for the quarter ended September 30, 2014).
 - 3) 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, 2015. There are no qualifications in the limited review report issued for the said period.
 - 4) Other Income for the quarter ended September 30, 2015 includes rental income on lease of office premises - Rs. 141.50 Lakhs (Qtr. ended Sept 2014: Rs 122.19 Lakhs). Other Income for the half year ended September 30, 2015 includes rental income on lease of office premises - Rs. 283.00 Lakhs (Half year ended Sept 2014: Rs. 244.38 Lakhs).
 - 5) The Company has acquired 2,589,642 equity shares representing 51.03% of the equity share capital in Blue Star Infotech Business Intelligence and Analytics Private Limited (BSIBIA) on 31 July 2015 for a consideration of INR 267.64 Lakhs and has assumed 100% ownership in BSIBIA.
 - 6) On 29 September 2015, the Company has entered into a Business Transfer Agreement (the 'BTA') with Infogain India Pvt. Ltd., towards the proposed sale of the Company's Information Technology business along with the Information Technology business of its wholly owned subsidiary Blue Star Infotech Business Intelligence and Analytics Private Limited (BSIBIA) on a going concern basis for an aggregate consideration of Rs. 8,170 Lakhs, subject to adjustments as per the terms of the agreement, on slump sale basis. The Company has also entered into agreements with Infogain Corporation for the proposed sale of its entire shareholding interest in its three wholly owned overseas subsidiaries Blue Star Infotech America, Inc., Blue Star Infotech (UK) Limited and Blue Star Infotech (Singapore) Pte Ltd on going concern basis for the consideration of Rs. 3,650 Lakhs, Rs. 2,180 Lakhs and Rs. 4,080 Lakhs respectively. The transactions are subject to approval by the shareholders of the Company and the closing date is expected to be no later than six months from the date of the BTA. As at September 30, 2015, the carrying value of all the business assets and the carrying value of investments in the subsidiaries by the Company is not exceeding the realizable value under the terms of the BTA.
- Further, subject to requisite statutory approvals, the Company has decided to purchase the entire business of its wholly owned subsidiary BSIBIA for a consideration of Rs. 650 Lakhs, subject to adjustments.
- Subject to the completion of the above mentioned business sale pursuant to the Company's and Blue Star Limited shareholders approval, it is also proposed to merge the Company and its wholly owned subsidiary BSIBIA with Blue Star Limited, a listed Indian company, through a proposed scheme of amalgamation post court approval, on the basis of a proposed share swap ratio under which the shareholders of the Company are entitled to 7 equity shares of Blue Star Limited of Rs. 2 each against 10 equity shares of Blue Star Infotech Limited of Rs. 10 each. Accordingly, all assets and liabilities are considered as 'Current' in the Statement of assets and liabilities in the Standalone and Consolidated financial results.
- 7) Previous period's figures have been re-grouped/rearranged, wherever necessary to make their classification comparable with the current period.
 - 8) The Company and its subsidiaries, at present, operate within a single line of business. The Company considers its geographical operations within India and overseas as separate segments, and has accordingly provided information for the geographical segments.

C) Segment wise Revenue, Results and Capital Employed for the Quarter and Half Year Ended September 30, 2015

Particulars	Quarter Ended (Unaudited)			Half Year Ended (Unaudited)		Rs. in Lakhs
	30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	Year Ended (Audited)
Segment revenue						31.03.2015
India						
Overseas	4,635.78	4,224.38	3,529.04	8,860.16	7,096.00	14,409.76
Total	4,880.28	5,171.36	4,749.20	10,051.64	9,428.65	19,642.81
Less: Inter segment revenue	9,516.06	9,395.74	8,278.24	18,911.80	16,524.65	34,052.57
Total operating income	2,099.03	1,966.90	1,857.27	4,065.93	3,657.48	7,564.11
	7,417.03	7,428.84	6,420.97	14,845.87	12,867.17	26,488.46
Segment results						
(Profit before tax, Interest and Finance costs)						
India						
Overseas	1,623.41	1,516.99	1,232.75	3,140.40	2,349.61	4,871.15
Total	2,579.53	2,515.09	2,339.38	5,094.62	4,418.59	9,389.50
Less: Inter segment cost	4,202.94	4,032.08	3,572.13	8,235.02	6,768.20	14,260.65
Less: Unallocable expenditure	2,099.03	1,966.90	1,857.27	4,065.93	3,657.48	7,564.11
(i) Finance costs	3.73	23.52	13.88	27.25	35.66	74.79
(ii) Other expenditure (Net of other income)	1,200.79	1,041.27	943.86	2,242.06	1,935.80	4,147.32
Profit before tax	899.39	1,000.39	757.12	1,899.78	1,139.26	2,474.43
Capital Employed						
(Segment assets – Segment liabilities)						
India						
Overseas	1,536.11	1,457.36	1,541.51	1,536.11	1,541.51	1,169.27
Add: Unallocable assets (net) *	3,082.50	3,569.33	3,274.56	3,082.50	3,274.56	3,470.43
Total	8,235.81	7,531.48	6,229.74	8,235.81	6,229.74	7,144.91
	12,854.42	12,558.17	11,045.81	12,854.42	11,045.81	11,784.61
* (Based on estimates in terms of available data)						



AB

D) Statement of Assets and Liabilities

i) Consolidated Statement of Assets and Liabilities as at September 30, 2015			(Rs. in Lakhs)
Particulars	Unaudited As at 30.09.2015	Audited As at 31.03.2015	
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share capital			
Reserves and surplus	1,080.00	1,080.00	
Sub-total - Shareholders' funds	11,774.42	10,463.19	
Minority Interest (Refer Note B-5)			
	-	241.42	
Non-current liabilities			
Deferred tax liabilities (net)			
Long-term provisions	-	164.31	
Sub-total - Non-current liabilities		184.42	
	-	348.73	
Current liabilities (Refer Note B-6)			
Deferred tax liabilities (net)			
Short term borrowings	113.07	-	
Trade payables	197.49	469.68	
Other current liabilities	382.06	214.84	
Short-term provisions	3,471.48	3,697.02	
Sub-total - Current liabilities	534.50	828.58	
	4,698.60	5,210.12	
TOTAL - EQUITY AND LIABILITIES	17,553.02	17,343.46	
ASSETS			
Non-current assets			
Fixed assets			
Tangible assets			
Intangible assets	-	1,848.38	
Intangible assets under development	-	184.51	
Goodwill on consolidation	-	231.76	
Long-term loans and advances	-	1,791.41	
Other non-current assets	-	2,613.34	
Sub-total - Non-current assets		8.34	
	-	6,677.74	
Current assets (Refer Note B-6)			
Fixed assets			
Tangible assets			
Intangible assets	1,741.11	-	
Intangible assets under development	99.54	-	
Capital Work-in-progress	231.76	-	
Goodwill on consolidation	73.23	-	
Investments	1,801.24	-	
Trade receivables	814.36	-	
Cash and cash equivalents	6,686.79	6,613.20	
Short-term loans and advances	2,844.88	3,440.41	
Other current assets	2,970.19	363.41	
	289.92	248.70	
Sub-total - Current assets	17,553.02	10,665.72	
TOTAL - ASSETS	17,553.02	17,343.46	



AB



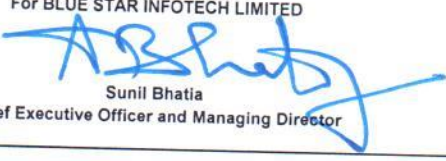
ii) Stand-alone Statement of Assets and Liabilities as at September 30, 2015 (Rs. in Lakhs)

Particulars	Unaudited As at 30.09.2015	Audited As at 31.03.2015
EQUITY AND LIABILITIES		
Shareholders' Funds		
Share capital		
Reserves and surplus	1,080.00	1,080.00
Sub-total - Shareholders' funds	10,346.33	9,526.52
Non-current liabilities		
Deferred tax liabilities (net)		
Long-term provisions	-	155.49
Sub-total - Non-current liabilities	-	184.42
Current liabilities (Refer Note B-6)		
Deferred tax liabilities (net)		
Trade payables	102.68	-
Other current liabilities	1,012.37	355.16
Short-term provisions	1,886.60	1,861.00
Sub-total - Current liabilities	276.31	554.29
TOTAL - EQUITY AND LIABILITIES	14,704.29	13,716.88
ASSETS		
Non-current assets		
Fixed assets		
Tangible assets		
Intangible assets	-	1,804.86
Intangible assets under development	-	132.32
	-	231.76
Non-current investments		
Long-term loans and advances	-	2,865.37
Other non-current assets	-	2,459.70
Sub-total - Non-current assets	-	8.34
Current assets (Refer Note B-6)		
Fixed assets		
Tangible assets		
Intangible assets	1,702.44	-
Intangible assets under development	89.44	-
Capital Work-in-progress	231.76	-
Investments	73.23	-
Trade receivables	3,947.37	-
Cash and cash equivalents	5,174.52	4,532.43
Short-term loans and advances	682.20	1,362.86
Other current assets	2,731.23	275.90
Sub-total - Current assets	72.10	43.34
TOTAL - ASSETS	14,704.29	6,214.53
	14,704.29	13,716.88

Registered Office:
8th Floor, The Great Oasis
MIDC, Andheri (East)
Mumbai 400 093
Website: www.bsil.com

Date: October 19, 2015
Place: Mumbai

For BLUE STAR INFOTECH LIMITED


Sunil Bhatia
Chief Executive Officer and Managing Director



AB