

Ref: FSL/NSE/11-12/215

February 9, 2012

The Manager
Listing Department
National Stock Exchange of India Ltd.
Exchange Plaza,
Bandra Kurla Complex, Bandra (E)
Mumbai - 400 051.
Ph: 022 26598100

Kind Attn: Mr. Nithin - Listing Dept.

Dear Sir,

Sub: Four Soft Limited - outcome of Board meeting

We hereby inform you that pursuant to clause 41 of the Listing Agreement, the Board of Directors of the Company in their meeting today (Thursday, February 09, 2012) at the registered office of the company has considered and approved the following items of business:

1. The Unaudited Financial Results of the company for the 3rd quarter ended 31st December, 2011.
2. Re-Classification of Angel Investors and other Individual Investors from the Person Acting in Concert category under Promoter Group to Public category.

The Limited Review Report for the 3rd quarter ended December 31, 2011 by the Auditors of the company M/s. Walker Chandiok & Co, Hyderabad is also attached alongside.

We request you to kindly take the same into records.

Thanking you,

Yours truly,

For Four Soft Limited


Seena Sankar
Company Secretary



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FOUR SOFT LIMITED
Registered office: 5Q1 A3, Cyber Towers, Hitec City, Madhapur, Hyderabad-500 081
Tel: +91 40 2310 0600/601, Fax: +91 40 2310 0602, e-mail: info@four-soft.com, website: http://www.four-soft.com

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Rs. lakh, except per share and share data.

CONSOLIDATED FINANCIAL RESULTS FOR THREE AND NINE MONTHS ENDED 31 DECEMBER 2011

Sr. No.	Particulars	Three Months Ended			Nine Months Ended		Year Ended
		31.12.2011 (Unaudited)	30.09.2011 (Unaudited)	31.12.2010 (Unaudited)	31.12.2011 (Unaudited)	31.12.2010 (Unaudited)	31.03.2011 (Audited)
1	Net sales/income from operations	3,292.97	3,052.17	3,132.53	9,343.79	8,922.42	12,190.67
2	Expenditure:						
	a) Employees cost	2,107.64	2,079.14	2,104.81	6,209.85	5,938.00	8,148.71
	b) Depreciation	44.67	43.87	45.98	127.15	131.96	178.42
	c) Exchange difference loss / (gain)	(20.30)	41.85	(1.64)	(40.99)	(12.43)	(28.60)
	d) Other expenditure	797.93	691.57	780.88	2,231.16	2,318.47	3,153.38
	e) Total expenditure:	2,929.94	2,856.43	2,930.03	8,527.17	8,376.00	11,451.91
3	Profit from operations before other income, interest and exceptional items (1-2)	363.03	195.74	202.50	816.62	546.42	738.76
4	Other income	68.78	12.77	13.63	138.92	63.98	112.69
5	Profit before interest and exceptional items (3+4)	431.81	208.51	216.13	955.54	610.40	851.45
6	Interest	74.18	58.70	46.29	187.28	119.45	177.53
7	Profit after interest but before exceptional items (5-6)	357.63	149.81	169.84	768.26	490.95	673.92
8	Exceptional items	-	-	-	-	-	(340.79)
9	Profit (+)/loss (-) from ordinary activities before tax (7+8)	357.63	149.81	169.84	768.26	490.95	333.17
10	Tax expense	79.07	80.37	63.08	258.60	51.17	23.75
11	Net profit (+)/loss (-) from ordinary activities after tax (9-10)	278.56	69.44	106.76	509.66	439.78	309.42
12	Extraordinary items (net of tax expense Rs. Nil)	-	-	-	-	-	-
13	Net profit(+)/loss(-) for the period (11-12)	278.56	69.44	106.76	509.66	439.78	309.42
14	Paid-up equity share capital (face value of Rs. 5 each)	1,944.35	1,944.35	1,944.35	1,944.35	1,944.35	1,944.35
15	Reserves excluding revaluation reserves						13,873.00
16	a) Basic earnings per share	0.72	0.18	0.28	1.31	1.14	0.80
16	b) Diluted earnings per share	0.72	0.18	0.27	1.31	1.13	0.80
17	Public shareholding						
	- No. of shares	27,169,749	26,618,233	26,557,094	27,169,749	26,557,094	26,548,594
	- Percentage of shareholding	69.74%	68.32%	68.17%	69.74%	68.17%	68.14%
18	Promoters and promoter group shareholding						
	a) Pledged/encumbered						
	- Number of shares	2,150,000	2,150,000	2,150,000	2,150,000	2,150,000	2,150,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	18.24%	17.42%	17.34%	18.24%	17.34%	17.32%
	- Percentage of shares (as a % of the total share capital of the company)	5.52%	5.52%	5.52%	5.52%	5.52%	5.52%
	b) Non-encumbered						
	- Number of shares	9,639,995	10,191,511	10,252,650	9,639,995	10,252,650	10,261,150
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	81.76%	82.58%	82.66%	81.76%	82.66%	82.67%
	- Percentage of shares (as a % of the total share capital of the company)	24.74%	26.16%	26.32%	24.74%	26.32%	26.34%



STANDALONE FINANCIAL RESULTS FOR THREE AND NINE MONTHS ENDED 31 DECEMBER 2011						
Sr. No.	Particulars	Three Months Ended			Nine Months Ended	
		31.12.2011 (Unaudited)	30.09.2011 (Unaudited)	31.12.2010 (Unaudited)	31.12.2011 (Unaudited)	31.12.2010 (Unaudited)
1	Net sales/income from operations	659.76	647.08	689.47	1,970.28	1,906.70
2	Expenditure:					
	a) Employees cost	668.13	737.37	614.19	2,088.27	1,767.58
	b) Depreciation	26.08	25.58	26.44	74.29	76.08
	c) Exchange difference loss/(gain)	(43.78)	(28.87)	(1.51)	(98.31)	0.23
	d) Other expenditure	256.99	274.67	215.70	780.12	654.99
	d) Total expenditure:	907.42	1,008.75	854.82	2,844.37	2,498.88
3	Profit (+) /loss (-) from operations before other income, interest and exceptional items (1-2)					
		(247.66)	(361.67)	(165.35)	(874.09)	(592.18)
4	Other income	22.53	27.15	10.23	72.55	18.24
5	Profit (+) /loss (-) before interest and exceptional items (3+4)	(225.13)	(334.52)	(155.12)	(801.54)	(573.94)
6	Interest	0.60	0.50	0.94	1.78	8.37
7	Profit (+) /loss (-) after interest but before exceptional items (5-6)	(225.73)	(335.02)	(156.06)	(803.32)	(582.31)
8	Exceptional items	-	-	-	-	-
9	Profit (+) /loss (-) from ordinary activities before tax (7+8)	(225.73)	(335.02)	(156.06)	(803.32)	(582.31)
10	Tax expense	-	-	(36.74)	4.75	(173.91)
11	Net profit (+) /loss (-) from ordinary activities after tax (9-10)	(225.73)	(335.02)	(119.32)	(808.07)	(408.40)
12	Extraordinary items (net of tax expense Rs. Nil)	-	-	-	-	-
13	Net profit (+) /loss (-) for the period (11-12)	(225.73)	(335.02)	(119.32)	(808.07)	(408.40)
14	Paid-up equity share capital (face value of Rs. 5 each)	1,944.35	1,944.35	1,944.35	1,944.35	1,944.35
15	Reserves excluding revaluation reserves					
	a) Basic earnings per share	(0.58)	(0.86)	(0.31)	(2.07)	(1.06)
	b) Diluted earnings per share	(0.58)	(0.86)	(0.31)	(2.07)	(1.06)
17	Public shareholding					
	- No. of shares	27,169,749	26,618,233	26,557,094	27,169,749	26,557,094
	- Percentage of shareholding	69.74%	68.32%	68.17%	69.74%	68.17%
18	Promoters and promoter group shareholding					
	a) Pledged/encumbered					
	- Number of shares	2,150,000	2,150,000	2,150,000	2,150,000	2,150,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	18.24%	17.42%	17.34%	18.24%	17.34%
	- Percentage of shares (as a % of the total share capital of the company)	5.52%	5.52%	5.52%	5.52%	5.52%
	b) Non-encumbered					
	- Number of shares	9,639,995	10,191,511	10,252,650	9,639,995	10,252,650
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	81.76%	82.58%	82.66%	81.76%	82.66%
	- Percentage of shares (as a % of the total share capital of the company)	24.74%	26.16%	26.32%	24.74%	26.32%

NOTES TO FINANCIAL RESULTS

- The consolidated financial results of Four Soft Limited ("Four Soft" or "the Company") and its wholly owned subsidiaries are prepared in accordance with Accounting Standard 21 - "Consolidated Financial Statements" as notified by the Companies (Accounting Standards) Rules, 2006.
- The results of the business entities which have been consolidated with the results of Four Soft Limited includes subsidiaries as at December 31, 2011: (a) Four Soft BV, The Netherlands and its subsidiaries (Four Soft Netherlands BV, Four Soft UK Ltd, Four Soft USA Inc and Four Soft Nordic A/s.), (b) Four Soft Singapore Pte Ltd and its subsidiaries (Four Soft Japan KK and Four Soft Australia Pty. Ltd.) and (c) Four Soft Malaysia Sdn by the Companies (Accounting Standards) Rules, 2006.
- The above consolidated results have not been subjected to Limited Review by the Statutory Auditors, but have been reviewed by the Audit Committee, considered and approved by the Board of Directors at its meeting held on February 09, 2012
- The above Standalone Results have been subjected to Limited Review by the Statutory Auditors and also have been reviewed by the Audit Committee, considered and approved by the Board of Directors at its meeting held on February 09, 2012
- One complaint was received during the quarter from Investor and was resolved. There were no complaints outstanding at the beginning or end of the quarter
- The segment reporting under Clause 41 is not applicable as the company has only one reportable primary segment.
- Figures for the corresponding previous periods, have been regrouped / rearranged wherever necessary.

For and on behalf of Board of Directors

Place: Hyderabad
Date: February 9, 2012Palem Srikanth Reddy
Chairman & Managing Director

Walker, Chandio & Co

7th Floor, Block II, White House
Kundan Bagh, Begumpet
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India

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Limited Review Report

To
The Board of Directors
Four Soft Limited
Hyderabad

1. We have reviewed the accompanying statement of unaudited financial results ('the Statement') of Four Soft Limited (the 'Company') for the quarter and nine months ended 31 December 2011, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors and audit committee. Our responsibility is to issue a review report on this Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. We have neither performed a review nor performed an audit of the figures/notes for the consolidated results for the quarter and nine months ended 31 December 2011, 31 December 2010 and quarter ended 30 September 2011 as reported in the Statements and accordingly do not express any opinion thereon.



Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurgaon, Hyderabad, Mumbai, New Delhi and Pune

Walker, Chandio & Co

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable accounting standards, as notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Walker, Chandio & Co
For Walker, Chandio & Co
Chartered Accountants
Firm Registration No: 001076N

Sanjay Kumar
per Sanjay Kumar
Partner
Membership No: 207660



Place: Hyderabad
Date: 9 February 2012