**SONATA SOFTWARE LIMITED**

A.P.S. TRUST BUILDING, BULL TEMPLE ROAD,
N. R. COLONY, BANGALORE - 560 019, INDIA.

TEL: 91-80-30971999 FAX: 91-80-26610972



July 14, 2011

The Dy. General Manager
Market Operations
Bombay Stock Exchange Ltd
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400 001.

Dear Sir/Madam,

SUB : AUDITED RESULTS FOR THE QUARTER ENDED JUNE 30, 2011
REF : CLAUSE 41 OF THE LISTING AGREEMENT

With reference to the above, we wish to inform you that the audited financial results for the above period were considered and adopted by the Board in their meeting held on July 14, 2011. We are sending herewith highlights of the financial results in the prescribed format.

A copy of the press release is enclosed for your reference. Also note that the detailed financials and the Investor Presentation have been uploaded in our website www.sonata-software.com under Investors Section.

Kindly take the same on record.

Thanking you,

Very truly yours,
For **SONATA SOFTWARE LIMITED**

PRAVEEN KUMAR D
COMPANY SECRETARY

CC to : The National Stock Exchange Ltd - Mumbai

N. M. RAIJI & CO.
Chartered Accountants
Universal Insurance Building,
Pherozeshah Mehta Road,
Mumbai-400 001. INDIA
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Auditor's Report On Quarterly Financial Results and Year to Date Results of Sonata Software Ltd
Pursuant to the Clause 41 of the Listing Agreement

To The Board of Directors of Sonata Software Limited,

We have audited the quarterly financial results of Sonata Software Limited for the quarter ended 30th June, 2011 and the year to date results for the period 1st April, 2011 to 30th June, 2011, attached herewith, being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 as per Section 211(3C) of the Companies Act, 1956 and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

(i) are presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and

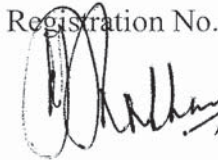
(ii) give a true and fair view of the net profit and other financial information for the quarter ended 30th June, 2011 as well as the year to date results for the period from 1st April, 2011 to 30th June, 2011.



N. M. RAIJI & CO.

Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the company in terms of clause 35 of the Listing Agreement and found the same to be correct.

For **N. M. Raiji & Co**
Chartered Accountants
Registration No. 108296W



CA. Y. N. Thakkar
Partner
Membership No. 33329

Place : Mumbai
Date : 14th July, 2011

SONATA SOFTWARE LIMITED

Registered Office: 208, T.V. Industrial Estate, S.K. Ahire Marg, Worli, Mumbai - 400 030

Corporate Office: 1/4, A.P.S Trust Building, Bull Temple Road, N.R. Colony, Bangalore - 560 019

AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2011

Figures in Rs. Lakhs

	Particulars	Standalone		
		Quarter ended		Year ended 31.03.2011
		30.06.2011	30.06.2010	
1	Sales and Services	6113.01	6185.03	25022.82
2	Other Operating Income	129.87	110.53	305.70
3	Total Operating Income	6242.87	6295.57	25328.52
4	Expenditure			
	a) Staff Costs	3975.11	3643.57	15205.83
	b) Depreciation	271.67	209.87	958.37
	c) Other operating expenses	701.22	834.63	3003.71
	Total Expenditure	4948.00	4688.07	19167.92
5	Profit from operations before other Income and Interest	1294.88	1607.50	6160.61
6	Other Income	192.95	0.07	268.01
7	Profit before Interest	1487.82	1607.57	6428.62
8	Interest			
9	Profit after Interest but before tax	1487.82	1607.57	6428.62
10	Tax expense/provision including FBT	298.05	121.30	242.40
11	Net Profit after Tax	1189.77	1486.26	6186.22
12	Paid-up Equity Share Capital (Face Value Re.1/-)	1051.59	1051.59	1051.59
13	Reserves & Surplus	31474.89	28950.01	30339.01
14	Earning Per Share (Face value Re.1/-each)			
	- Basic & Diluted	1.13	1.41	5.88
15	Public Shareholding			
	No. of shares (Face value Re.1/-each)	5,96,87,576	5,74,11,456	5,96,87,576
	% of holding (to total shareholding)	56.76%	54.59%	56.76%
16	Promoters & Promoter group shareholding			
	(a) Pledged / Encumbered			
	- Number of shares	1,33,75,000	1,35,00,000	1,33,75,000
	- % of shares(to total holding of Promoter group)	29.41%	28.27%	29.41%
	- % of shares(to total share capital of the Company)	12.72%	12.84%	12.72%
	(b) Non-encumbered			
	- Number of shares	3,20,96,730	3,42,47,850	3,20,96,730
	- % of shares(to total holding of Promoter group)	70.59%	71.73%	70.59%
	- % of shares(to total share capital of the Company)	30.52%	32.57%	30.52%
17	EBIDT %	27.34%	28.87%	28.84%
18	PAT %	18.49%	23.61%	24.16%
19	ROCE % (Annualised)	14.89%	20.08%	20.41%
20	RONW % (Annualised)	14.89%	20.08%	20.41%

Notes:

- 1 These audited results for the quarter ended 30th June, 2011, have been taken on record by the Board at its Meeting held on 14th July, 2011.
- 2 The Audit Report of the Company for the period bears no qualification.
- 3 Details of Operating expenses exceeding 10th of total expenditure :

Particulars	Quarter ended		Year ended
	30.06.2011	30.06.2010	31.03.2011
Subsistence/Living Cost	451.08	530.94	1,936.89
- 4 These Accounts have been prepared in accordance with the mandatory applicable Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).
- 5 Figures have been regrouped wherever necessary to facilitate comparison.
- 6 During the quarter Company's subsidiary in Qatar by name Sonata Software (Qatar) LLC has been incorporated to cater to clients in Qatar.
- 7 While there were no investor complaints pending at the beginning of quarter ended 30th June, 2011, the Company received 11 investor complaints relating to non-receipt of dividend during the said quarter and all such complaints have been resolved. Hence, there are no pending complaints at the end of the quarter ended 30th June, 2011.

Place: Bengaluru

Date : 14th July, 2011

As per Accounting Standard 25 of the ICAI, the accounts are presented in condensed form. These are available at the website www.sonata-software.com

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

B. Ramaswamy

B RAMASWAMY

VICE CHAIRMAN & MANAGING DIRECTOR

N. M. RAIJI & CO.
Chartered Accountants
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Auditor's Report On Quarterly Consolidated Financial Results and Consolidated Year to Date
Results of Sonata Software Ltd Pursuant to the Clause 41 of the Listing Agreement

To The Board of Directors of Sonata Software Ltd,

We have audited the quarterly consolidated financial results of Sonata Software Limited for the quarter ended 30th June, 2011 and the consolidated year to date results for the period 1st April, 2011 to 30th June, 2011, attached herewith, being submitted by the company pursuant to the requirement of clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. These consolidated quarterly financial results as well as the consolidated year to date financial results have been prepared from consolidated financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to Companies (Accounting Standards) Rules, 2006 as per Section 211 (3C) of the Companies Act, 1956 and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

We did not audit the financial statements of five (6) subsidiaries included in the consolidated quarterly financial results and consolidated year to date results, whose consolidated financial statements reflect total assets of Rs. 3,787,666,835 as at 30.06.2011 (year to date) and Rs. 3,787,666,835 as at the quarter ended 30.06.2011 (date of quarter end); as well as the total revenue of Rs. 1,897,626,726 as at 30.06.2011 (year to date) and Rs. 1,897,626,726 as at the



N. M. RAIJI & CO.

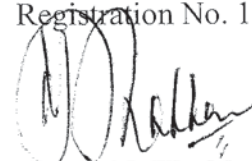
quarter ended 30.06.2011 (date of quarter end). These financial statements and other financial information have been audited by other auditors except for Sonata Software GmbH whose financial statements have been reviewed by their auditors, whose reports have been furnished to us and our opinion on the quarterly financial results and the year to date results, to the extent they have been derived from such financial statements is based solely on the report of such other auditors.

In our opinion and to the best of our information and according to the explanations given to us these consolidated quarterly financial results as well as the consolidated year to date results:

- (i) include the quarterly financial results and year to date of the following entities;
 - (a) Sonata Information Technology Ltd.
 - (b) TUI InfoTec GmbH.
 - (c) Sonata Software North America Inc.
 - (d) Sonata Software GmbH.
 - (e) Sonata Europe Ltd.
 - (f) Sonata Software FZ LLC.
 - (g) Sonata Software (Qatar) LLC. (23 day period ended 30.06.2011)
- (ii) have been presented in accordance with the requirements of clause 41 of the Listing Agreement in this regard; and
- (iii) give a true and fair view of the consolidated net profit and other financial information for the quarter ended 30th June, 2011 as well as the consolidated year to date results for the period from 1st April, 2011 to 30th June, 2011.

Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the consolidated number of shares as well as percentage of shareholdings in respect of aggregate amount of consolidated non promoter shareholdings, as furnished by the company in terms of clause 35 of the Listing Agreement and found the same to be correct. -

For N M Raiji & Co
Chartered Accountants
Registration No. 108296W



CA. Y. N. Thakkar

Partner

Membership No: 33329

Place : Mumbai
Date : 14th July, 2011

SONATA SOFTWARE LIMITED

Registered Office: 208, T.V. Industrial Estate, S.K. Ahire Marg, Worli, Mumbai - 400 030

Corporate Office: 1/4, A.P.S Trust Building, Bull Temple Road, N.R. Colony, Bangalore - 560 019

CONSOLIDATED AUDITED RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2011

Figures in Rs. Lakhs

(Except per share data)

	Particulars	CONSOLIDATED		
		Quarter ended		Year ended 31.03.2011
		30.06.2011	30.06.2010	
1	Sales and Services	33,399.69	33214.91	139319.65
2	Other Operating Income	477.50	61.60	1186.71
3	Total Operating Income	33877.19	33276.51	140506.36
4	Expenditure			
	a) (Increase) / Decrease in stocks	66.34	245.78	454.32
	b) Purchase of traded items	11150.57	11608.64	52861.31
	c) Staff Costs	11228.80	10053.79	41900.24
	d) Depreciation	1051.66	965.02	3869.09
	e) Other operating expenses	8691.85	7695.83	30169.64
	Total Expenditure	32189.22	30569.07	129254.60
5	Profit from operations before other Income and Interest	1687.97	2707.44	11251.77
6	Other Income	74.62	92.66	588.49
7	Profit before Interest	1762.59	2800.10	11840.26
8	Interest	181.96	167.64	568.72
9	Profit after Interest but before tax	1580.63	2632.47	11271.54
10	Tax expense/provision	1016.16	535.52	1671.58
11	Net Profit after Tax	564.47	2096.94	9599.96
12	Share in earning of Affiliates			40.40
13	Minority Interest	319.99	(273.62)	(1079.39)
14	Net Profit	884.46	1823.32	8560.96
15	Paid-up Equity Share Capital (Face Value Re.1/-)	1051.59	1051.59	1051.59
16	Reserves & Surplus	40502.09	36551.89	39671.54
17	Earning Per Share (Face value Re.1/-each)			
	- Basic & Diluted	0.84	1.73	8.14
18	Public Shareholding			
	No. of shares (Face value Re.1/-each)	5,96,87,576	5,74,11,456	5,96,87,576
	% of holding (to total shareholding)	56.76%	54.59%	56.76%
19	Promoters & Promoter group shareholding			
	(a) Pledged / Encumbered			
	- Number of shares	1,33,75,000	1,35,00,000	1,33,75,000
	- % of shares(to total holding of Promoter group)	29.41%	28.27%	29.41%
	- % of shares(to total share capital of the Company)	12.72%	12.84%	12.72%
	(b) Non-encumbered			
	- Number of shares	3,20,96,730	3,42,47,850	3,20,96,730
	- % of shares(to total holding of Promoter group)	70.59%	71.73%	70.59%
	- % of shares(to total share capital of the Company)	30.52%	32.57%	30.52%
20	EBIDT %	8.29%	11.28%	11.13%
21	PAT %	2.61%	5.46%	6.07%
22	ROCE % (Annualised)	9.38%	19.55%	21.95%
23	RONW % (Annualised)	8.60%	19.71%	22.20%

Note : Consolidated financial results include financial results of following entities : Sonata Software Ltd, India (Holding Company) and its subsidiary companies viz., Sonata Software North America Inc, USA; Sonata Europe Ltd, UK; Sonata Software GmbH, Germany; TUI InfoTec GmbH, Germany; Sonata Software FZ LLC, Dubai; Sonata Software (Qatar) LLC, Qatar and Sonata Information Technology Ltd, India

Notes:

- 1 These audited results for the quarter ended 30th June, 2011, have been taken on record by the Board at its Meeting held on 14th July, 2011.
- 2 The Audit Report of the Company for the period bears no qualification.
- 3 Figures have been regrouped wherever necessary to facilitate comparison.
- 4 The consolidated segmentwise revenue and results for the quarter ended 30th June, 2011 as required under Clause 41 of the Listing Agreement are as follows :

Particulars	Quarter ended		Year ended	Particulars	Quarter ended		Year ended
	30.06.2011	30.06.2010			30.06.2011	30.06.2010	
1. Segment Revenue							
a. Domestic (Sales & Services)	12636.35	13496.31	59792.42	Less: Other unallocable expenditure, Net of Unallocable Income			
b. International (Software Service Exports)	20763.34	19718.60	79527.23				
Total	33399.69	33214.91	139319.65		-	-	-
Less : Inter segment revenue				b. International (Software Service Exports)	-	-	-
Net sales/income from operations	33399.69	33214.91	139319.65	Total			
2. Segment Results							
Profit/(+)/loss(-) before tax & Interest				3. Profit Before Tax			
a. Domestic (Sales & Services)	5.63	544.34	1756.51	a. Domestic (Sales & Services)	-71.92	476.65	1577.90
b. International (Software Service Exports)	1756.95	2255.76	10083.74	b. International (Software Service Exports)	1652.54	2155.82	9693.64
Total	1762.59	2800.10	11840.26	Total Profit Before Tax	1580.62	2632.47	11271.54
Less: Interest				4. Capital Employed			
a. Domestic (Sales & Services)	77.55	67.70	178.62	(Segment assets - Segment liabilities)			
b. International (Software Service Exports)	104.41	99.94	390.10	a. Domestic (Sales & Services)	9905.55	7841.99	9477.07
Total	181.96	167.64	568.72	b. International (Software Service Exports)	37217.53	34236.61	34322.53
				Total	47123.08	42078.59	43799.61

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

B. Ramaswamy

B RAMASWAMY
VICE CHAIRMAN & MANAGING DIRECTOR

Place: Bengaluru

Date : 14th July, 2011

As per Accounting Standard 25 of the ICAI, the accounts are presented in condensed form. These are available at the website www.sonata-software.com



Sonata Consolidated Q1 FY12 Net Profit at Rs. 8.84 Cr

Bangalore, July 14, 2011

Leading Indian software solutions company, Sonata Software Ltd. today reported its audited financial results for the quarter ended 30th June 2011.

Highlights:

Sonata Software Ltd. – Stand Alone

- o Revenue at US\$ 13.59 Mn (US\$ 13.62 Mn)
- o Revenue at Rs. 61.13 Cr (Rs. 61.85 Cr)
- o EBIDTA at Rs. 17.60 Cr (Rs.18.17 Cr)
- o Net profit at Rs. 11.90 Cr (Rs. 14.86 Cr)
- o Earnings per share (Annualised) at Rs. 4.53 (Rs.5.65)
- o Cash & cash equivalents Rs. 61.32 (Rs. 57.87)

Sonata Software Ltd. – Consolidated

- o Revenue at Rs. 334.00 Cr (Rs.332.15 Cr)
- o Net profit at Rs. 8.84 Cr (Rs.18.23 Cr)
- o Earnings per share (Annualized) at Rs. 3.36 (Rs. 6.94)
- o Cash & cash equivalents Rs. 162.43 (Rs. 151.85)

** Figures shown in brackets pertains to relevant period of Previous year*

Significant Projects:

For a world-leading mobile satellite service provider, Sonata is developing a new Business Intelligence system using Microsoft SQL Server 2008 platform and Microsoft Office SharePoint Server (MOSS) 2010 for data warehousing, reporting and analytics. Sonata is designing a new and flexible data model to incorporate the business requirements of the customer. The solution will enhance the reporting system of the customer and allow them to accommodate changes and develop new projects. It will also ensure smooth and secure information delivery for the users.

A leading travel management organisation has engaged Sonata to develop an online travel management system with a self booking tool for their corporate customers. The solution will enable the organisation to successfully manage their corporate travel programs and meet the rapidly changing business requirements. It will also help them to optimize their IT investments, enhance their productivity and offer quality products and services to their end customers.

Sonata is engaged with a Global Construction equipment manufacturer to provide implementation services for their SAP initiative. The implementation will enable them to align their business processes to adopt the best practices and assist better decision making across their operations. This business initiative will address their operational excellence across processes that include Order to Cash, Procure to Pay, Financials and Manufacturing.

For a leading provider of enterprise data integration software, Sonata is re-designing their reporting system to help them develop new projects and accommodate changes. Sonata is moving the existing reporting system from Informatica Data Analyzer to Jasper Server. This will allow the customer to access, visualize, analyze, create and distribute highly formatted reports both internally and externally.

For a leading cellular service provider, Sonata is integrating a COTS (Commercial – of – the – Shelf) product with their network inventory system to avoid parallel mastery of IP address. The solution will optimize the work process for the client and also help them to track and manage the IP addresses.



For a retail start-up, Sonata is deploying a state-of-the-art IT infrastructure to help them respond to the needs of their customers quickly, efficiently and with the highest possible integrity. Sonata is helping the customer implement Microsoft Dynamics AX for Retail which will enable them to change and expand their business model by adding stores and distribution centers and take advantage of multichannel retail opportunities. It will also help them to enhance operational efficiency by standardizing processes across multiple sites and improve margins.

Sonata Software Ltd Financial results - Consolidated

(In Rs. Cr.)

Revenues	Quarter 1 11-12	Quarter 1 10-11	Year 10-11
International IT Services	73.75	69.22	290.28
TUI InfoTec GmbH (JV)	133.70	127.74	503.98
Domestic - Products & Services (Sonata Information Technology Ltd.)	126.55	135.19	598.95
Consolidated	334.00	332.15	1,393.20

EBIDTA	Quarter 1 11-12	Quarter 1 10-11	Year 10-11
International IT Services	18.18	17.07	76.49
TUI InfoTec GmbH (JV)	9.88	15.38	64.07
Domestic - Products & Services (Sonata Information Technology Ltd.)	0.08	5.20	16.53
Consolidated	28.14	37.65	157.09

PAT	Quarter 1 11-12	Quarter 1 10-11	Year 10-11
International IT Services	13.34	14.17	66.00
TUI InfoTec GmbH (JV)	(3.25)	1.38	11.12
Domestic - Products & Services (Sonata Information Technology Ltd.)	(1.24)	2.69	8.48
Consolidated	8.84	18.23	85.61

Notes :

- 1) Consolidated Revenue, EBIDTA and PAT are after elimination of inter company transactions
- 2) Consolidated includes Sonata Software Limited, Sonata Information Technology Limited, TUI InfoTec GmbH, Sonata Software Noth America Inc. (Formerly known as Offshore Digital Services Inc.), Sonata Software GmbH, Sonata Europe Limited, Sonata Software FZ LLC and Sonata Software Qatar LLC
- 3) International IT Services comprises of Sonata Software Limited, Sonata Software Noth America Inc. (Formerly known as Offshore Digital Services Inc.), Sonata Software GmbH, Sonata Europe Limited, Sonata Software FZ LLC and Sonata Software Qatar LLC
- 4) Consolidated PAT is after minority interest
- 5) Intercompany revenues between International IT Services and TUI Infotec GmbH (JV) have been adjusted
- 6) Translation loss / gain on account of Consolidation of TUI InfoTec GmbH (JV) is adjusted in TUI Infotec GmbH (JV)



About Sonata Software Limited

Sonata Software (www.sonata-software.com), headquartered in Bangalore, India, is a leading IT consulting and services company. Sonata's customers are located across the US, Europe, Middle East and the Asia-Pacific region. Its key business segments include Product Engineering (ISV), Enterprise IT and Travel, Transportation and Logistics. As per the industry rankings released by NASSCOM for FY 2009-10, Sonata Software figured among the Top 20 IT Software Services Exporters in India for the third consecutive year. Sonata has been ranked among Top 10 R&D Services players globally by Zinnov Management Consulting Pvt. Ltd. Zinnov has rated Sonata 6th in the Software Products segment.

Sonata's subsidiaries include (1) TUI InfoTec – Sonata's Joint Venture with TUI, Europe's largest tourism group, (2) Sonata North America Inc (formerly Offshore Digital Services Inc) – Sonata's arm in the US, which provides development and consulting services to clients, using an Onsite-Offshore Delivery Model, (3) Sonata Software FZ LLC – Sonata's fully-owned subsidiary that provides value-based IT solutions to customers in the Middle East and (4) Sonata Information Technology Limited, which is a premier software services and product distribution company with India-focused business operations.

For further information, please contact :

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swati.sengupta@sonata-software.com