

AFTEK LIMITED

"Aftek House", 265, Veer Savarkar Marg, Shivaji Park, Dadar, Mumbai - 400 028.

Unaudited Financial Results for the Fourth Quarter ended on 31-03-2009

(Rs. In Lacs)

Particulars	3 months ended		Year Ended	
	31-03-2009	31-03-2008	31-03-2009	31-03-2008
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. (a) Net Sales/Income from Operations	2,739.16	11,185.64	22,041.56	39,254.45
(b) Other Operating Income	-	-	-	-
2. Expenditure				
a. (Increase)/decrease in stock in trade	0.64	(1.69)	(2.81)	(0.83)
b. Consumption of raw materials	17.83	18.68	124.28	90.15
c. Purchase of traded goods	-	233.94	-	244.27
d. Employees cost	392.85	534.01	1,873.02	2,278.89
e. Depreciation and amortisation	1,506.20	1,005.57	5,359.01	3,169.62
f. Software development expenses	1,686.84	6,486.24	11,055.49	21,528.42
g. Other expenditure	263.49	731.88	898.20	2,677.91
h. Total Expenditure	3,867.85	9,008.63	19,307.19	29,988.43
3. Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	(1,128.69)	2,177.01	2,734.37	9,266.02
4. Other Income	2,063.56	835.92	9,360.05	(804.71)
5. Profit before Interest and Exceptional Items (3+4)	934.88	3,012.93	12,094.43	8,461.31
6. Interest	80.23	85.12	289.39	98.63
7. Profit after Interest but before Exceptional Items (5-6)	854.65	2,927.81	11,805.04	8,362.68
8. Exceptional items (refer note no.4)	-	-	(13,015.87)	-
9. Profit from Ordinary Activities before tax (7+8)	854.65	2,927.81	(1,210.83)	8,362.68
10. Tax expenses	12.43	43.83	100.40	268.66
11. Net Profit from Ordinary Activities after tax (9-10)	842.22	2,883.98	(1,311.23)	8,094.02
12. Extraordinary items (Net of tax expenses)	-	-	-	-
13. Net Profit for the period (11-12)	842.22	2,883.98	(1,311.23)	8,094.02
14. Paid-up equity share capital (Face Value of Rs. 2/- per share)	1,870.62	1,869.71	1,870.62	1,869.71
15. Reserves (excluding Revaluation Reserve) (as per last audited balance sheet)				63,245.70
16. Earnings (loss) Per Share				
(a) Basic - (in Rs.)	0.92	3.08	(1.40)	8.66
(b) Diluted - (in Rs.)	0.92	2.92	(1.40)	8.23
17. Public Shareholding				
- No of shares	77,933,142	77,465,610	77,933,142	77,465,610
- Percentage of shareholding	83.32	82.86	83.32	82.86
18. Promoters and Promoter Group Shareholding				
a) Pledged / Encumbered				
- Number of shares	1,836,255	-	1,836,255	-
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	11.77	-	11.77	-
- Percentage of shares (as a % of the total share capital of the company)	1.96	-	1.96	-
b) Non - encumbered				
- Number of shares	13,761,392	-	13,761,392	-
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	88.23	-	88.23	-
- Percentage of shares (as a % of the total share capital of the company)	14.72	-	14.72	-

NOTES:

- The above results have been reviewed by the Audit Committee and approved at the meeting of the Board of Directors held on April 29, 2009 and are subject to Limited Review by the Auditors.
- Total net sales for the three months ended March 31, 2009 constitute (1) Rs. 2,579.74 lacs pertaining to Software Business (Export), (2) Rs. 52.77 lacs pertaining to Software Driven Products and (3) Rs. 106.65 lacs pertaining to Software Products (Export)

3. Other Income for the three months and year ended March 31, 2009 included foreign exchange gain of Rs 1877.54 Lacs and Rs 8968.61 Lacs, respectively (Previous period: foreign exchange gain of Rs 719.03 Lacs and loss of Rs 1833.21 Lacs, respectively).
4. The auditors had qualified their report on financial statements for the year ended March 31, 2008 and for the second quarter ended September 30, 2008 in respect of non provision of investment of Rs.10,020.92 lacs in Arexara Information Technologies GmbH (Arexara GmbH), its wholly owned subsidiary and outstanding loan receivable of Rs.2,928.53 lacs from Arexara GmbH. The net worth of Arexara GmbH is eroded, however, it has Intellectual Property Rights. Due to poor financial performance and cash flow issues some of the employees served Arexara GmbH with a notice for liquidation, which ultimately led to appointment of liquidator for closure. Considering the realizable value of the residual assets of Arexara GmbH, management has made provision for diminution in value of investment and for possible loss against outstanding loan and accounts receivables during the third quarter ended December 31, 2008. The same has been disclosed as an exceptional item in the year ended on March 31, 2009. Arexara Information Technologies AG, another wholly-owned subsidiary of the Company, has entered into an agreement with the liquidator to acquire all rights of Arexara GmbH and to protect the interest of the Company.
5. The auditors had qualified their report on financial statements for the year ended March 31, 2008 and for the quarters in respect of non provision of old outstanding loans and advances of Rs 1,381.39 Lacs. During the fourth quarter an amount of Rs.300 lacs has been recovered and management is taking appropriate steps for recovery of the balance amount. Consequently, no provision is considered necessary at this stage
6. The auditors had qualified their report on financial statements for the year ended March 31, 2008 for non compliance with the provisions of section 297 and 295 of the Companies Act, 1956 (the Act). Subsequent to year end, the Company has obtained a legal opinion and has been advised that the provisions of section 297 and 295 of the Act, are not applicable to the transactions
7. As part of credit risk management, significant part of software testing work is now directly contracted and paid by the customer. This has reduced the net sales and software development expenses.
8. The Company operates in a single business segment of sale of software services.
9. Status of investor complaints for the quarter ended March 31, 2009.
Outstanding on January 1, 2009 - Nil
Total received during the quarter ended March 31, 2009 - 14
Total disposed off during the quarter ended March 31, 2009 - 10
Outstanding as on March 31, 2009 - 4 out of which 2 have been resolved subsequently.
10. Figures for the previous periods have been regrouped/reclassified wherever required to conform to the figures of the current periods.

For and on behalf of the Board of Directors

Place : Mumbai.
Dated: April 29, 2009.

Ranjit Dhuru
Chairman & Managing Director

Website:<http://www.aftek.com>
