

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30-09-2005

SI	PARTICULARS	(Rs. in lakhs)				
		Quarter Ended 30-09-2005 (Un-audited)	Quarter Ended 30-09-2004 (Un-audited)	Half Year Ended 30-09-2005 Un-audited	Half Year Ended 30-09-2004 Un-audited	Year Ended 31.03.2005 (Audited)
1	Net Sales	37.74	247.53	458.90	636.87	1,901.33
2	Other Income	16.54	10.93	28.35	19.21	40.32
	Total Income	54.29	258.46	487.26	656.09	1,941.65
3	a) Increase/Decrease in Stock in Trade	0.10	0.20	9.19	4.02	(13.71)
	b) Consumption of Raw Materials	8.57	7.96	33.36	8.95	170.30
	c) Manufacturing Expenses	4.55	2.65	9.40	5.57	21.76
	d) Selling and Distribution	57.14	30.73	113.57	115.00	209.51
	e) Travelling Expenditure	12.27	11.94	25.06	30.54	52.35
	f) Miscellaneous Expenditure Written Off:					
	i. Amortisation of R&D Expenses	8.46	15.10	16.93	30.21	74.23
	ii. Preliminary and Pre-operative Expenses	0.46	1.95	0.92	3.89	7.77
	g) Staff Cost	17.68	7.56	32.43	15.17	43.12
	h) R&D Expenditure	49.27	-	76.89	-	89.74
	i) Other Expenditure	33.59	27.54	81.70	78.18	207.33
	Total Expenditure	192.09	105.63	399.45	291.53	862.41
4	Interest	3.48	5.55	6.46	9.43	19.38
5	Depreciation	4.03	1.87	7.56	4.04	10.71
	Total Expenditure	199.59	113.05	413.46	305.00	892.50
6	Profit Before Tax	(145.31)	145.41	73.79	351.08	1,049.15
7	Provision for Taxation					
	Current Tax	-	47.86	6.21	108.89	336.53
	Tax for earlier period	-	-	-	25.01	48.22
	Fringe benefit Tax	0.55	-	1.05	-	-
	Deferred Tax	28.03	11.15	39.37	17.93	21.68
8	Profit After Tax	(173.88)	86.40	27.17	199.25	642.72
9	Paid up Equity Share Capital	763	763	763	763	763
10	Reserves excl. Revaluation Reserve					1262.27
11	EPS (Rs.)	(2.28)	1.13	0.36	2.61	8.42
12	Aggregate of Non-Promoter Shareholding					
	No. of shares	3819911	3952111	3819911	3952111	3848711
	Percentage of Shareholding	50.06	51.80	50.06	51.80	50.44

¹ The above results were considered and taken on record by the Board of Directors of the Company at their meeting held on Friday, 28 October 2005 after being duly reviewed by the Audit Committee.

² The figures for previous periods have been recast and regrouped wherever necessary.

³ The Company operates in only one segment, i.e., simulation.

⁴ Revenue R&D expenditure during half year ended 30 September 2005 has been charged to P&L A/c. Revenue R&D Expenditure during corresponding half year ended 30 September 2004 was treated as Deferred Revenue Expenditure. The amount so charged for the Half year ended 30-9-05 is Rs.76.89 lakhs and hence the profit after tax is lower to that extent. The Deferred R&D Expenditure of earlier periods continues to be amortized over a period of three years as per earlier policy.

⁵ For the quarter ended 30 September 2005, no Investor Grievance/Complaints have been received by the Company

⁶ Given the nature of the industry in which the Company operates, the Quarterly results can be quite lumpy and consequently corresponding quarter on quarter performance can be unpredictable.

⁷ The board has approved the change of Registered Office address from # 40, Radhaswamy Colony, Sikh Road, Secunderabad-500 009 to #C-63, Industrial Estate, Sanathnagar, Hyderabad-500 018 with effect from 01 November 2005

For and on behalf of the Board of Directors

Place: Hyderabad
Date : 28 October 2005

Ashok Atluri
Managing Director