

GOLDSTONE TECHNOLOGIES LIMITED

9-1-83 & 84, AC Sharma Complex, 5 D Road Secunderabad, Ph. No 66470335/27807640, Fax +91-040-39120023

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE 2nd QUARTER ENDED 30th September 2008



| Particulars | Quarter ended | Quarter ended | Halfyear ended | Halfyear ended | Year ended |
|--|---------------|---------------|----------------|----------------|------------|
| | 30.09.2008 | 30.09.2007 | 30.09.2008 | 30.09.2007 | 31.03.08 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| Revenue | | | | | |
| 1 Net Sales/ Income from Operations | 163.17 | 211.17 | 339.30 | 423.53 | 1045.89 |
| 2 Other Income | 26.68 | 3.46 | 26.26 | 6.99 | 14.22 |
| 3 Total Income (1+2) | 189.84 | 214.63 | 367.57 | 430.52 | 1060.11 |
| 4 Expenditure | | | | | |
| a) (Increase)/decrease in stock and work in progress | - | | -13.62 | | 3.40 |
| b) Consumption of materials | 4.93 | | 1.72 | | 3.40 |
| c) Employees Cost | 129.79 | 163.33 | 269.67 | 324.73 | 575.76 |
| d) Depreciation | 7.54 | 4.33 | 12.06 | 8.36 | 16.83 |
| e) Other expenditure | 35.00 | 23.18 | 58.95 | 46.95 | 298.40 |
| Total | 177.22 | 180.85 | 328.39 | 380.04 | 894.39 |
| 5 Interest | 1.02 | 0.71 | 2.50 | 1.29 | 4.78 |
| 6 Exceptional Items | | | | | |
| 7 Profit / (Loss) from ordinary activities before tax (3) - (4+5+6) | 11.60 | 23.07 | 36.68 | 49.19 | 160.94 |
| 8 Tax expense | 4.01 | (0.03) | 5.62 | 0.53 | 23.83 |
| 9 Net Profit / (Loss) after ordinary Activities after tax (7 - 8) | 7.59 | 23.11 | 31.16 | 48.66 | 137.11 |
| 10 Extraordinary Items | | | | | |
| 11 Net Profit / (Loss) before minority interest | 7.59 | 23.11 | 31.16 | 48.66 | 137.11 |
| 12 Minority Interest | 7.87 | 0.00 | 7.64 | 0.00 | 0.00 |
| 13 Net Profit | 15.26 | 23.11 | 38.70 | 48.66 | 137.11 |
| 14 Paid-up equity share capital (Face Value Rs.10) | 187.82 | 130.01 | 187.82 | 130.01 | 185.94 |
| 15 Reserves excluding revaluation reserves as per the Balance sheet of Previous accounting year. | | | | | 422.99 |
| 16 Earning Per Share in Rs.(before extraordinary item) | | | | | |
| - Basic | 0.40 | 1.78 | 0.20 | 3.74 | 8.86 |
| - Diluted | 0.20 | 1.78 | 0.13 | 3.74 | 7.84 |
| Earning Per Share in Rs.(after extraordinary item) | | | | | |
| - Basic | 0.40 | 1.78 | 0.20 | 3.74 | 8.86 |
| - Diluted | 0.20 | 1.78 | 0.13 | 3.74 | 7.84 |
| 17 Public Shareholding | | | | | |
| No of Shares | 18,782,066 | 9,467,174 | 18,782,066 | 9,467,174 | 18,782,066 |
| Percentage of Shareholding | 81.18% | 72.82% | 81.18% | 72.82% | 81.18% |

Segment wise consolidated financial results for the quarter ended September 30, 2008

| Particulars | Quarter ended | Quarter ended | Halfyear ended | Halfyear ended | Year ended |
|---|---------------|---------------|----------------|----------------|------------|
| | 30.09.2008 | 30.09.2007 | 30.09.2008 | 30.09.2007 | 31.03.2008 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1. Segment Revenue | | | | | |
| a) U.S.A. | 141.82 | 201.91 | 302.03 | 405.60 | 676.23 |
| b) India | 48.02 | 12.73 | 65.54 | 24.93 | 383.88 |
| Total Revenue from Operations | 189.84 | 214.64 | 367.57 | 430.53 | 1060.11 |
| 2. Segment Results | | | | | |
| Profit(+)/Loss(-) before tax, Depn. & Interest from | | | | | |
| a) U.S.A. | 21.02 | 27.02 | 48.69 | 55.78 | 28.27 |
| b) India | -0.88 | 1.09 | 2.55 | 3.06 | 154.29 |
| Total | 20.16 | 28.11 | 51.24 | 58.84 | 182.56 |
| Less: interest (not allocable) | 1.02 | 0.71 | 2.50 | 1.29 | 4.79 |
| Less: Depreciation (not allocable) | 7.54 | 4.33 | 12.06 | 8.36 | 15.83 |
| Total Profit/(Loss) Before Tax | 11.60 | 23.07 | 36.68 | 49.19 | 160.94 |

Notes :

- The above unaudited financial results were reviewed by the Audit Committee and taken on record at the meeting of the Board of Directors of the Company held on 29th October, 2008.
- The Statutory Auditors have carried out a Limited Review of the above results for the quarter ended 30th Sep 2008
- Deferred Tax Asset has been provided as per Accounting Standard 22 (AS - 22) - Accounting for Taxes on Income issued by ICAI
- Segment Capital Employed: Segregation of assets, liabilities, depreciation and other non-cash expenses into various primary segments has not been done, as the assets are used interchangeably between segments. Accordingly no disclosure relating to segmental assets and liabilities has been made.
- The Company has consolidated its results based on the Accounting Standard 21 (AS - 21) on "Consolidated Financial Statements issued by the Institute of Chartered Accountants of India. The consolidated results include the financials of the subsidiaries Staytop Systems Inc., and 4G Informatics Pvt. Ltd.
- Figures for the previous year/period are regrouped/ rearranged wherever considered necessary.
- Details of investor complaints received for the quarter ended 30th Sept 2008: Beginning: Nil, Received : 2 ; Disposed off: 2 ; Pending : Nil

Place : Hyderabad
Date : 29-10-2008



By order of the Board
of GOLDSTONE TECHNOLOGIES LIMITED

D.P. Sreenivas
D.P. Sreenivas
Executive Director



GOLDSTONE TECHNOLOGIES LIMITED

9-1-83 & 84, AC Sharma Complex, S D Road Secunderabad, Ph. No 66470336/27807840, Fax +91-040-30820064, 39100013

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE 2nd QUARTER ENDED 30th September 2008

| Particulars | Quarter ended | Quarter ended | Halfyear ended | Halfyear ended | Year ended |
|---|---------------|---------------|----------------|----------------|---------------|
| | 30.09.2008 | 30.09.2007 | 30.09.2008 | 30.09.2007 | 31.03.08 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| Revenue | | | | | |
| 1 Net Sales/ Income from Operations | 63.08 | 98.54 | 136.40 | 196.49 | 601.39 |
| 2 Other Income | 26.68 | 3.48 | 28.28 | 6.97 | 14.20 |
| 3 Total income (1+2) | 89.75 | 102.00 | 164.67 | 205.46 | 615.59 |
| 4 Expenditure | | | | | |
| a) Consumption of materials | 0.00 | | 0.00 | | 3.40 |
| b) Employees Cost | 35.13 | 53.97 | 80.56 | 108.25 | 178.54 |
| c) Depreciation | 7.20 | 4.33 | 11.39 | 8.36 | 16.83 |
| d) Other expenditure | 25.80 | 22.22 | 39.67 | 44.24 | 273.80 |
| Total | 68.13 | 80.52 | 131.62 | 160.86 | 472.57 |
| 5 Interest | 1.02 | 0.71 | 2.50 | 1.28 | 4.78 |
| 6 Exceptional items | | | | | |
| 7 Profit / (Loss) from ordinary activities before tax (3) - (4+5+6) | 20.60 | 20.77 | 30.55 | 43.32 | 138.24 |
| 8 Tax expense | 1.35 | (0.57) | 2.88 | (1.36) | 14.76 |
| 9 Net Profit / (Loss) after ordinary Activities after tax (7 - 8) | 19.25 | 21.34 | 27.69 | 44.68 | 123.48 |
| 10 Extraordinary items | | | | | |
| 11 Net Profit / (Loss) for the period (9-10) | 19.25 | 21.34 | 27.69 | 44.68 | 123.48 |
| 12 Paid-up equity share capital (Face Value Rs.10) | 187.82 | 130.01 | 187.82 | 130.01 | 184.37 |
| 13 Reserves excluding revaluation reserves as per the Balance sheet of Previous accounting year | | | | | |
| 14 Earning Per Share in Rs.(before extraordinary item) | | | | | |
| - Basic | 1.03 | 1.64 | 0.51 | 3.44 | 7.98 |
| - Diluted | 0.50 | 1.64 | 0.33 | 3.44 | 7.84 |
| Earning Per Share in Rs.(after extraordinary item) | | | | | |
| - Basic | 1.03 | 1.64 | 0.20 | 3.44 | 7.98 |
| - Diluted | 0.50 | 1.64 | 0.13 | 3.44 | 7.84 |
| 15 Public Shareholding | | | | | |
| No. of Shares | 18,782,068 | 9,467,171 | 18,782,068 | 9,467,174 | 18,782,066 |
| Percentage of Shareholding | 81.18% | 72.74% | 81.18% | 72.82% | 81.18% |

Segment wise stand alone financial results for the quarter ended September 30, 2008

| Particulars | Quarter ended | Quarter ended | Halfyear ended | Halfyear ended | Year ended |
|--|---------------|---------------|----------------|----------------|---------------|
| | 30.09.2008 | 30.09.2007 | 30.09.2008 | 30.09.2007 | 31.03.08 |
| | Unaudited | Unaudited | Unaudited | Unaudited | Audited |
| 1. Segment Revenue | | | | | |
| a) U.S.A. | 46.41 | 89.28 | 106.48 | 180.54 | 231.71 |
| b) India | 43.34 | 12.73 | 58.22 | 24.93 | 383.88 |
| Total Revenue from Operations | 89.75 | 102.01 | 164.67 | 205.47 | 615.59 |
| 2. Segment Results | | | | | |
| Profit(+)/Loss(-) before tax, Deprn. & interest from | | | | | |
| a) US Branch | 14.37 | 24.72 | 32.12 | 49.90 | 5.57 |
| b) India operations total | 14.45 | 1.09 | 12.32 | 3.06 | 154.29 |
| Total | 28.81 | 25.81 | 44.43 | 52.96 | 159.86 |
| Less: interest (not allocable) | 1.02 | 0.71 | 2.50 | 1.28 | 4.79 |
| Less: Depreciation (not allocable) | 7.20 | 4.33 | 11.39 | 8.36 | 16.83 |
| Total Profit/(Loss) Before Tax | 20.60 | 20.77 | 30.55 | 43.32 | 138.24 |

Notes :

- The above unaudited financial results were reviewed by the Audit Committee and taken on record at the meeting of the Board of Directors of the Company held on 29th October, 2008.
- The Statutory Auditors have carried out a Limited Review of the above results for the quarter ended 30th Sep 2008
- Deferred Tax Asset has been provided as per Accounting Standard 22 (AS - 22) - Accounting for Taxes on Income issued by ICAI
- Segment Capital Employed: Segregation of assets, liabilities, depreciation and other non-cash expenses into various primary segments has not been done, as the assets are used interchangeably between segments. Accordingly no disclosure relating to segmental assets and liabilities has been made
- The company's Media Division and IPTV Division commenced business in the fourth quarter of 2007-08 only. Hence there are no comparative figures for the previous year.
- Figures for the previous year/period are regrouped/ rearranged wherever considered necessary.
- Details of Investor complaints received for the quarter ended 30th Sept 2008: Beginning: Nil, Received : 2 ; Disposed off: 2 ; Pending : Nil

By order of the Board

For GOLDSTONE TECHNOLOGIES LIMITED

B.P. Sreenivas
Executive Director
Place : Hyderabad
Date : 29-10-2008

BSP