

Firstsource reports 1st Quarter FY 2008 total income of Rs. 2,822 million, growth of 75% compared to corresponding quarter of the previous year.

PAT at Rs. 443 million, up 232% compared to corresponding quarter of the previous year

Mumbai July 28, 2007: Firstsource Solutions Limited (NSE: FSL.NS, BSE: FSL.BO), among India's leading pure-play BPO companies reported its results for the quarter ended June 2007 according to Indian GAAP.

Highlights of Quarter ended June 2007

- Strong revenue growth with total income at Rs. 2,822 million for quarter ended June 2007 a growth of 75% over corresponding quarter of the previous year and 2% growth over the previous quarter.
- Profit after tax Rs. 443 million for quarter ended June 2007 a growth of 232% over corresponding quarter of the previous year and 27% growth over previous quarter.
- 15.7% PAT compared to 8.3% in the corresponding quarter of previous year.
- EPS for the quarter ended June 2007 was Rs 0.99 per share
- Impact of rupee appreciation has been mitigated by pro-active hedging and by diversification of revenue stream.
- Employee strength at 15,314 as of June 2007.
- Attrition (LTM) higher at 51% (post 90 days) primarily due to initial stabilization period at four new centers opened in the last quarter.

Commenting on the performance, **Ananda Mukerji, MD & CEO** said, "It's been a robust quarter and we have maintained our growth path and profitability margins. Our well diversified revenues, and conservative hedging policy has helped reduce the impact of the appreciating rupee."

Commenting on the financial performance, **Rajesh Subramaniam, CFO** said, "Growth in profits this quarter has been a combination of operational efficiency, the gains from our Northern Ireland and domestic business and our pro-active forex hedging strategy."

About Firstsource

Firstsource (NSE: FSL.NS, BSE: FSL.BO) is among India's leading BPO (business process outsourcing) service providers. Firstsource provides customized business process transformation to global leaders in the Banking & Financial Services, Telecom & Media and Healthcare sectors. It's 76 clients include six "Fortune Global 500" banks, two "Fortune Global 500" telecommunications companies and three "Fortune 100" healthcare companies. Firstsource has a global delivery model with operations in India, US, UK & Argentina and Philippines (www.firstsource.com).

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