

Firstsource Solutions Limited

AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2009

(Rs.in lakhs, except per share data)

Particulars	Quarter ended June 30,		Year ended March 31,
	2009	2008	2009
	(Audited)	(Audited)	(Audited)
Income from services	1,52,72.77	1,31,73.91	5,66,04.39
Other operating income	4,25.34	3,18.63	(12,54.55)
Total income from operations	1,56,98.11	1,34,92.54	5,53,49.84
Total Expenditure			
Personnel costs	75,50.36	64,15.23	2,75,89.19
Operating costs	53,29.57	45,29.87	1,91,19.09
Depreciation and amortisation	13,32.49	11,75.92	52,24.46
Profit before other income, finance charges and taxation	14,85.69	13,71.52	34,17.10
Other income	11,60.86	2,99.11	(17,60.76)
- Gain on FCCB buyback, net (Refer note 2)	7,39.09	-	63,49.79
Profit before finance charges and taxation	33,85.64	16,70.63	80,06.13
Finance charges, net			
a) Finance cost, net	9,06.96	(5,83.10)	(10,95.23)
b) Foreign exchange loss on FCCB	-	80,16.25	77,82.42
Net profit before taxation	24,78.68	(57,62.52)	13,18.94
Provision for taxation			
a) Current tax expenses including foreign taxes	3,84.76	1,93.91	2,62.35
b) Fringe benefit tax	32.45	48.29	2,37.10
c) Deferred tax release	(2,39.47)	(1,82.50)	(5,31.15)
d) Minimum alternate tax credit entitlement	(2,26.32)	-	(1,60.01)
Net profit after taxation	2,527.26	(58,22.22)	1,510.65
Paid-up Equity Share Capital (Face Value of Share Rs.: 10)	4,28,48.28	4,27,56.22	4,28,18.97
Reserves excluding Revaluation Reserve	-	-	6,29,00.08
Earning Per Share (Rs.) :			
-Basic	0.59	(1.36)	0.35
-Diluted	0.54	(1.36)	0.35
Aggregate of non- promoter shareholding (unaudited)			
- Number of shares of Rs. 10 each	314,089,210	313,052,621	313,696,085
- Percentage of shareholding	73.31%	73.21%	73.26%
Promoters & promotor group shareholding			
a) Pledged/ Encumbered	-	-	-
- Number of shares			
- Percentage of shares (as a % of the total shareholding of promoter & promoter group)			
- Percentage of shares (as a % of the total share capital of the company)			
b) Non-encumbered			
- Number of shares	114,393,597	114,509,593	114,493,597
- Percentage of shares (as a % of the total shareholding of promoter & promoter group)	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	26.69%	26.79%	26.74%

Notes to financials results :

1. The above results were reviewed by the Audit Committee on July 27, 2009 and taken on record by the Finance Results Committee at their meeting held on July 29, 2009.
2. During the quarter, pursuant to the RBI notification, the Company has bought back and cancelled 129 FCCBs of the face value of USD 100,000 each, under the Automatic Route. The Company has recognised a net gain of Rs 7,39.09 lacs on the said buyback.
3. Effective April 1, 2008, the Company has early adopted Accounting Standard AS 30 "Financial instruments: Recognition and Measurement", pursuant to announcement made by Institute of Chartered Accountants of India (ICAI).
4. During the quarter, 293,125 Equity shares were issued pursuant to Exercise of Options under the Employee Stock Option Scheme of the Company.
5. During the quarter, 1 investor complaint was received and resolved. No complaint was pending at the beginning or end of the quarter.
6. Figures for the prior periods have been regrouped and / or reclassified wherever considered necessary.

By order of the Board
For Firstsource Solutions Limited

Mumbai , India
July 29, 2009

Ananda Mukerji
Managing Director and CEO