

4S FOUR SOFT LIMITED

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CONSOLIDATED FINANCIAL RESULTS FOR THREE MONTHS ENDED DECEMBER 31, 2007

Rs. In Lacs, except share data.

Sr. No.	Particulars	Three Months Ended		Nine Months Ended		Year ended 31.03.2007 (Audited)
		31.12.2007 (Unaudited)	31.12.2006 (Unaudited)	31.12.2007 (Unaudited)	31.12.2006 (Unaudited)	
1	Net Sales/Services	4,013.36	4,422.06	12,903.47	12,223.73	16,340.07
2	Other Income	25.62	77.61	96.92	278.07	376.08
3	Expenditure:					
	a) Staff Cost	2,615.86	3,089.41	8,334.15	8,045.96	11,065.81
	b) Exchange Difference loss/(gain)	(359.40)	126.65	(153.64)	117.87	16.60
	c) Other expenditure	1,042.13	919.08	3,032.56	2,452.42	3,559.09
4	Interest	150.26	94.76	368.17	270.31	398.19
5	Depreciation	129.00	108.20	342.79	266.94	397.14
6	Profit / (Loss) before tax and exceptional items(1+2-3-4-5)	461.13	161.56	1,076.36	1,348.30	1,279.32
7	Exceptional items (refer note 4)	767.70	-	767.70	-	991.45
8	Profit / (Loss) before tax and after exceptional items (6-7)	(306.57)	161.56	308.66	1,348.30	287.87
9	Provision for Taxation	96.74	29.08	284.88	213.78	193.12
10	Net Profit /(Loss) (8-9)	(403.32)	132.48	23.78	1,134.52	94.75
11	Paid-up equity share capital (Face value of Rs. 5 each)	1,915.36	1,776.23	1,915.36	1,776.23	1,915.31
12	Reserves excluding revaluation reserves					7,712.91
13	Basic earnings per share (not annualised)	(1.05)	0.38	0.06	3.23	0.27
14	Diluted earnings per share (not annualised)	(1.05)	0.37	0.06	3.18	0.26

Notes:

- The above financial results have been reviewed by the Audit Committee, considered and approved by the Board of Directors at its meeting held on January 31, 2008.
- The consolidated financial results of Four Soft Limited ("Four Soft" or "the Company") and its wholly owned subsidiaries are prepared in accordance with Accounting Standard 21 - "Consolidated Financial Statements" issued by the Institute of Chartered Accountants of India.
- The results of the business entities which have been consolidated with the results of Four Soft Limited includes subsidiaries as at December 31, 2007: (a) Four Soft BV, The Netherlands and its subsidiaries (Four Soft NL BV, Four Soft UK Ltd, Four Soft USA Inc. and Four Soft Germany GMBH), (b) Four Soft Nordic A/s and its subsidiaries (c) Four Soft Singapore Pte Ltd and its subsidiary Four Soft Japan KK and (d) Four Soft Malaysia Sdn Bhd.
- Exceptional items pertain to final legal settlements with customers and redundancy related cost of the acquired companies.
- Figures for the corresponding previous periods, have been regrouped / rearranged wherever necessary.

STANDALONE FINANCIAL RESULTS FOR THREE MONTHS ENDED DECEMBER 31, 2007

Rs. In Lacs, except share data.

Sr. No.	Particulars	Three Months Ended		Nine Months Ended		Year ended 31.03.2007 (Audited)
		31.12.2007 (Unaudited)	31.12.2006 (Unaudited)	31.12.2007 (Unaudited)	31.12.2006 (Unaudited)	
1	Net Sales/Services	871.94	945.43	2,862.41	2,991.79	3,649.47
2	Other Income	13.88	15.31	45.59	83.73	103.87
3	Total expenditure:					
	a) Staff Cost	352.57	356.38	1,177.57	1,035.74	1,462.82
	b) Implementation expenses	152.60	215.83	451.69	487.66	565.78
	c) Exchange Difference loss/(gain)	31.41	109.77	285.67	77.33	78.98
	d) Travelling expenditure	37.44	63.24	190.06	204.29	267.38
	d) Other expenditure	192.32	125.03	607.81	356.10	587.74
4	Interest	45.13	1.52	71.30	4.94	12.26
5	Depreciation	73.40	58.16	177.25	132.85	197.07
6	Profit / (Loss) before tax(1+2-3-4-5)	0.95	30.81	(53.35)	776.61	581.31
7	Provision for Taxation	37.91	15.65	68.46	53.97	72.18
8	Net Profit /(Loss) (6-7)	(36.96)	15.16	(121.81)	722.64	509.13
9	Paid-up equity share capital (Face value of Rs. 5 each)	1,915.36	1,776.23	1,915.36	1,776.23	1,915.31
10	Reserves excluding revaluation reserves					7,761.43
11	Basic earnings per share (not annualised)	(0.10)	0.04	(0.32)	2.05	1.42
12	Diluted earnings per share (not annualised)	(0.10)	0.04	(0.32)	2.03	1.41
13	Public shareholding					
	- Number of shares	26,143,377	23,426,834.00	26,143,377	23,426,834.00	26,040,481.00
	- percentage of shareholding	67.10	64.75	67.10	64.75	66.84

Notes:

- The above financial results have been reviewed by the Audit Committee, considered and approved by the Board of Directors at its meeting held on January 31, 2008.
- There were 3 complaints received from investors during the quarter and have been resolved. There were no complaints outstanding at the beginning or end of the quarter.
- Finance Act 2007 requires payment of Fringe Benefit Tax (FBT) on ESOP benefit provided to employees. The managements view is that the obligating event occurs at the date of exercise and hence FBT on ESOPs will be provided for at the date of exercise when the liability arises.
- The segment reporting under Clause 41 and AS- 17 is not applicable as the company has only one reportable primary segment.
- Figures for the corresponding previous periods, have been regrouped / rearranged wherever necessary.

Place: Hyderabad
Date: January 31, 2008

For and on behalf of Board of Director
Sd/-
Srikanth Palem Reddy
Managing Director