

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER AND HALF YEAR ENDED ON 30th SEPTEMBER, 2010
(Rs.In Lakhs)

S.No.	PARTICULARS	UNAUDITED		UNAUDITED		Audited
		QUARTER ENDED		YEAR ENDED		Year Ended
		30.09.2010	30.09.2009	30.09.2010	30.09.2009	31.03.2010
1	Net Sales/ Income from Operations	860.07	1005.77	1940.14	2007.92	4208.10
2	Other Income	21.76	14.14	44.84	29.72	125.06
3	Total Income	881.83	1019.91	1984.98	2037.64	4333.16
4	Expenditure					
	a. Increase/decrease in stock in trade and WIP	0.00	0.00	0.00	0.00	0.00
	b. Consumption of Raw materials	0.00	0.00	0.00	0.00	0.00
	c. Purchase of traded goods	0.00	0.00	0.00	0.00	0.00
	d. Employees Cost	188.31	192.44	388.14	412.41	683.29
	1. Esop compensation cost	0.00	0.00	0.00	0.00	0.00
	e. Depreciation	155.96	167.58	329.25	341.58	624.82
	f. Other Expenditure					
	1.Administrative Expenditure	408.42	515.88	895.56	952.18	2275.48
	2. Good Will Writeoff	49.75	49.75	99.50	99.50	200.95
	g. Total	802.44	925.65	1712.45	1805.67	3784.54
5	Interest	43.58	26.62	88.37	43.41	131.06
6	Exceptional items	0.00	0.00	0.00	0.00	0.00
7	Profit/Loss from Ordinary Activities before tax	35.82	67.66	184.17	188.56	417.56
8	Tax Expense	3.35	-7.21	24.06	13.49	16.58
	Current Tax	10.75	10.35	35.96	28.85	68.19
	Deffered Tax	-7.40	-17.56	-11.90	-15.36	-51.61
	Fringe Benefit Tax	0.00	0.00	0.00	0.00	0.00
9	Net Profit/Loss from Ordinary Activities after Tax	32.47	74.87	160.11	175.07	400.98
10	Extraordinary Items (Net of Tax expense)	0.00	0.00	0.00	0.00	0.00
11	Net Profit/Loss for the Period	32.47	74.87	160.11	175.07	400.98
12	Paid Up Share Capital(Face Value Rs.10/-each)	1494.05	1486.02	1494.05	1486.02	1486.02
13	Reserves Excluding Revaluation Reserves as per Balance sheet of previous accounting year	0.00	0.00	0.00	0.00	6184.94
14	Earning Per Share(EPS)					
a	Before Extraordinary Items					
	Basic	0.22	0.50	1.08	1.18	2.69
	Diluted	0.22	0.47	1.08	1.10	2.69
b	After Extraordinary items					
	Basic	0.22	0.50	1.08	1.18	2.69
	Diluted	0.22	0.47	1.08	1.10	2.69
15	Public Shareholding					
	Number of Shares	10756618	10590319	10756618	10590319	10617919
	Percentage of Shareholding	71.78%	71.04%	71.78%	71.04%	71.23%
16	Promoters and Promoter Group Shareholding					
a	Pledged/Encumbered					
	:Number of Shares	0	0	0	0	0
	:Percentage of Shares (as a % of the total shareholding of promoter and Promoter Group)	0	0	0	0	0
	: Percentage of Shares (as a % of the total sharecapital of the company)	0	0	0	0	0
b	Non-Encumbered					
	:Number of Shares	4229432	4315481	4229432	4315481	4287881
	:Percentage of Shares (as a % of the total shareholding of promoter and Promoter Group)	100%	100%	100%	100%	100%
	: Percentage of Shares (as a % of the total sharecapital of the company)	28.22%	28.96%	28.22%	28.96%	28.77

UNAUDITED CONSOLIDATED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER AND HALF YEAR ENDED ON 30th SEPTEMBER, 2010

		Rs. In lacs				
S.No.	PARTICULARS	QUARTER ENDED		YEAR ENDED		YEAR ENDED
		UNAUDITED		UNAUDITED		AUDITED
		30.09.2010	30.09.2009	30.09.2010	30.09.2009	31.03.2010
1	Net Sales/ Income from Operations	1576.26	1417.17	3137.29	2861.59	5619.08
2	Other Income	21.76	14.14	44.84	29.72	125.16
3	Total Income	1598.02	1431.31	3182.13	2891.31	5744.24
4	Expenditure					
	a. Increase/decrease in stock in trade and WIP	0.00	0.00	0.00	0.00	0.00
	b. Consumption of Raw materials	0.00	0.00	0.00	0.00	0.00
	c. Purchase of traded goods	0.00	0.00	0.00	0.00	0.00
	d. Employees Cost	804.18	593.55	1448.82	1244.90	1850.35
	1. Esop compensation cost	0.00	0.00	0.00	0.00	0.00
	e. Depreciation	156.96	168.58	331.25	343.58	640.76
	f. Other Expenditure					
	i).Administrative Expenditure	415.42	522.88	928.09	967.80	2430.48
	ii) Good Will Writeoff	49.75	49.75	99.50	99.50	200.95
	g Total	1426.31	1334.76	2807.66	2655.78	5122.54
5	Interest	46.28	26.62	92.46	43.41	169.20
6	Exceptional items	0.00	0.00	0.00	0.00	0.00
7	Profit/Loss from Ordinary Activities before tax	125.43	69.93	282.01	192.12	452.50
8	Tax Expense	23.96	-6.86	46.67	14.04	27.06
	Current Tax	31.36	10.70	58.57	29.40	78.67
	Deferred Tax	-7.40	-17.56	-11.90	-15.36	-51.61
	Fringe Benefit Tax	0.00	0.00	0.00	0.00	0.00
9	Net Profit/Loss from Ordinary Activities after Tax	101.48	76.79	235.35	178.08	425.44
10	Extraordinary Items (Net of Tax expense)	0.00	0.00	0.00	0.00	0.00
11	Net Profit/Loss for the Period	101.48	76.79	235.35	178.08	425.44
12	Paid Up Capital(Face value of Rs.10/-each)	1494.05	1486.02	1494.05	1486.02	1486.02
13	Reserves Excluding Revaluation Reserves as per Balance sheet of previous accounting year	0.00	0.00	0.00	0.00	6246.31
14	Earning Per Share(EPS)					
a	Before Extraordinary Items					
	Basic	0.68	0.50	1.58	1.20	2.85
	Diluted	0.68	0.47	1.58	1.20	2.85
b	After Extraordinary items					
	Basic	0.68	0.50	1.58	1.20	2.85
	Diluted	0.68	0.47	1.58	1.11	2.85
15	Public Shareholding					
	Number of Shares	10756618	10590319	10756618	10590319	10617919
	Percentage of Shareholding	71.78%	71.04%	71.78%	71.04%	71.23%
16	Promoters and Promoter Group Shareholding					
a	Pledged/Encumbered					
	:Number of Shares	0.00	0.00	0.00	0.00	0.00
	:Percentage of Shares(as a % of the total shareholding of promoter and Promoter Group)	0.00	0.00	0.00	0.00	0.00
	: Percentage of Shares(as a % of the total sharecapital of the company)	0.00	0.00	0.00	0.00	0.00
b	Non-Encumbered					
	:Number of Shares	4229432	4315481	4229432	4315481	4287881
	Percentage of Shares (as a % of the total shareholding of promoter and Promoter Group)	100.00	100.00	100.00	100.00	100.00
	Percentage of Shares(as a % of the total sharecapital of the company)	28.22%	28.96%	28.22%	28.96%	28.77%

Notes to Consolidated Financial Results:

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 9th November, 2010 and have undergone Limited Review by the Statutory Auditors of the company.
2. The above results include the revenues and profits from the Ksoft Systems Inc.,(100% wholly owned subsidiary of Virinchi Technologies Ltd)
3. The Consolidated Financial Results have been prepared in accordance with the principals and procedures for the preparation and presentation of consolidated accounts as set out in the Accounting Standards (AS-21)
4. During the Quarter under Virinchi Employees Stock Option Scheme, 2004 the company has allotted 80,250 Equity Shares of face value of Rs. 10/-each to the eligible employees of the company who have exercised their vested options.
5. The standalone financial results of the company for the Quarter ended on 30th September, 2010 are available on the company's website: [www. Virinchi.com](http://www.Virinchi.com)

Key Standalone financial information is given below:

(Rs.in Lacs)

Particulars	QTR ENDED 30 th September, 2010 (Unaudited)	QTR ENDED 30 th September, 2009 (Unaudited)	YEAR ENDED 30 th September, 2010 (Unaudited)	YEAR ENDED 30 th September, 2009 (Unaudited)	YEAR ENDED 31 ST March, 2010 (Audited)
Net Income	881.83	1019.91	1984.98	2037.64	4333.16
Profit Before Tax	35.82	67.66	184.17	188.56	417.56
Profit After Tax	32.47	74.87	160.11	175.07	400.98

6. The previous Period/year figures have been regrouped /recast wherever necessary to make them comparable with those of the current period/year.
7. The weighted average number of equity shares outstanding during the period has been considered for calculating the Basic and diluted Earning Per share(Not annualised) in accordance with AS-20 "Earning Per share"
8. Status of Investor Complaints: Opening Balance as on 1st July, 2010-1 Received During the quarter-6 Disposed off During the Qtr:-6 Closing -1
9. Statement of Assets and Liabilities as on 30th September, 2010 (Rs. In lacs)

	Unaudited	Unaudited
	30/09/2010	30/09/2009
Shareholder's Funds		
a) Capital	1,494.05	1,486.03
b) Reserves and Surplus	6,345.06	6,018.98
Loan Funds	1,385.58	654.07
Deferred Tax Liability	305.49	369.00
TOTAL	9,530.18	8,528.08
Fixed Assets	5,165.51	4,520.87
Investments	382.37	556.09
Current Assets, Loans and advances		

a)inventories		
b)Sundry Debtors	1,807.03	1,178.93
C)Cash and Bank Balances	709.06	709.44
D)other Current Assets, Loans and Advances	1,566.68	2,059.27
Less; Current Liabilities and Provisions		
a)liabilities	27.01	473.96
b)Provisions	73.46	22.56
Misc. Expenditure(Not written off or adjusted)	-	-
Profit and Loss account	-	-
TOTAL	9,530.18	8,528.08

Place: Secunderabad

FOR VIRINCHI TECHNOLOGIES LTD

Dated: 9th November, 2010

**SRINIVAS MAHANKALI
MANAGING DIRECTOR**