

DANLAW TECHNOLOGIES INDIA LIMITED

Unaudited Consolidated Financial Results for the quarter ended March 31, 2006

(in accordance with Accounting Standard 21 issued by the Institute of Chartered Accountants of India)

Rs. in lakhs

Sl. No.	Particulars	Quarter ended		Year ended	Year ended
		31-03-2006	31-03-2005	31-03-2006	31-03-2005
1.	Sales/Income from operations	428.11	257.84	1204.62	989.14
2.	Software packages	0.00	0.00	0.00	156.00
3.	Other Income	13.93	13.75	56.39	86.77
4.	Total Income	442.04	271.59	1261.01	1231.91
5.	Total Expenditure	422.08	238.26	1142.10	1110.54
6.	Profit/(Loss) before Depreciation, Interest & Tax	19.96	33.33	118.91	121.37
7.	Depreciation	11.16	13.13	49.51	52.18
8.	Profit/(Loss) before Tax	8.80	20.20	69.40	69.19
9.	Provision for Income Tax -				
	(a) For current year	(5.76)	0.00	(7.23)	(2.20)
	(b) For earlier year	(1.75)	0.00	(1.75)	0.00
10.	Deferred tax	2.41	(6.47)	(15.30)	(14.85)
11.	Net Profit/(Loss)	3.70	13.73	45.12	52.14
12.	Basic and diluted EPS Rs.	0.10	0.43	1.30	1.62

NOTE:

- The Consolidated financial results represent those of Danlaw Technologies India Limited and its wholly owned subsidiary, Danlaw Technologies Inc., USA

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED MARCH 31, 2006

Rs. in lakhs

Sl. No.	Particulars	Quarter ended		Year ended	Year ended
		31-03-2006 (Unaudited)	31-03-2005 (Audited)	31-03-2006 (Unaudited)	31-03-2005 (Audited)
1.	Sales/Income from operations	319.23	167.94	872.72	633.70
2.	Software packages	0.00	0.00	0.00	156.00
3.	Other Income	13.93	13.75	56.39	86.77
4.	Total Income	333.16	181.69	929.11	876.47
5.	a) Direct cost of sales	262.10	103.47	627.30	437.73
	b) Cost of software packages sold	0.00	0.00	0.00	152.97
	c) Business Development Expenses	2.02	1.47	7.24	6.77
	d) General & Administrative Expenses	49.33	46.58	182.74	176.47
6.	Total Expenditure	313.45	151.52	817.28	773.94
7.	Profit/(Loss) before Depreciation, Interest & Tax	19.71	30.17	111.83	102.53
8.	Depreciation	11.16	13.13	49.51	52.18
9.	Profit/(Loss) before tax	8.55	17.04	62.32	50.35
10.	Provision for Income Tax -				
	(a) For current year	(5.76)	0.00	(7.23)	(2.20)
	(b) For earlier year	(1.75)	0.00	(1.75)	0.00
11.	Deferred tax	2.41	(6.47)	(15.30)	(14.85)
12.	Net Profit/(Loss)	3.45	10.57	38.04	33.30
13.	Paid-up equity share capital	372.03	322.03	372.03	322.03
14.	Reserves excluding revaluation reserves				2465.65
15.	Basic and diluted EPS Rs.	0.09	0.33	1.09	1.03
16.	Aggregate of Non-promoter Shareholding -				
	- Number of shares	1869695	1384508	1869695	1384508
	- Percentage of shareholding	50.26%	42.99%	50.26%	42.99%

NOTES:

- The above results were taken on record by the Board of Directors at its meeting held on April 28, 2006.
- Previous year and corresponding quarter figures, wherever necessary, have been regrouped and recast to confirm with those of the current quarter.
- The other income includes return on investments.
- R&D expenses of Rs.25.04 lakhs has been taken as deferred revenue expenditure during the quarter.
- There are no reportable business segments of the Company.
- The Board of Directors allotted 500000 equity shares and 500000 convertible warrants on September 21, 2005 through preferential issue. The warrants are convertible within a period of 18 months.

By the Order of the Board
for **DANLAW TECHNOLOGIES INDIA LIMITED**

Place: **HYDERABAD**
Date : **28-04-2006**

RAJU S DANDU
Chairman & Managing Director



43, Sagar Society, Road No.2, Banjara Hills, Hyderabad-500 034.