

AFTEK INFOSYS LIMITED

"Aftek House", 265, Veer Savarkar Marg, Shivaji Park, Dadar, Mumbai - 400 028.

Aftek Infosys, Software Products & Services Company, presents its Unaudited Financial

Results (Provisional) for the Second Quarter and First Half Year ended on 31-12-2005.

Rs. In Lacs

| Description | Quarter Ended on | | First Half Year Ended on | | Previous Year Ended on 30/06/2005 |
|--|------------------|-----------------|--------------------------|-----------------|--------------------------------------|
| | 31-12-2005 | 31-12-2004 | 31-12-2005 | 31-12-2004 | |
| | (Unaudited) | | (Unaudited) | | (Audited) |
| Income from: | | | | | |
| Net Sales | 6,382.64 | 4,583.98 | 12,135.97 | 8,691.80 | 19,524.75 |
| Other Income | 117.90 | 62.15 | 254.30 | 140.44 | 275.07 |
| Total Income | 6,500.54 | 4,646.13 | 12,390.27 | 8,832.24 | 19,799.82 |
| Expenditure: | | | | | |
| <i>Manpower Cost for Services & Products</i> | | | | | |
| Salaries & Wages | 262.77 | 149.17 | 494.21 | 279.54 | 983.82 |
| Software Development & Support Charges- | 3,088.46 | 1,748.41 | 5,939.82 | 3,360.18 | 7,713.35 |
| Installation & Commissioning charges-(Products) | 126.25 | 142.93 | 253.52 | 288.65 | 570.60 |
| Testing, Support & Other Charges-(Products) | 132.54 | 152.34 | 267.29 | 307.50 | 609.60 |
| Other Expenditure | 381.67 | 375.08 | 673.50 | 591.40 | 2,041.80 |
| Total Expenditure: | 3,991.69 | 2,567.93 | 7,628.34 | 4,827.27 | 11,919.17 |
| Operating Profit | 2,508.85 | 2,078.20 | 4,761.93 | 4,004.97 | 7,880.65 |
| Interest | - | - | - | - | - |
| Depreciation | 447.92 | 453.83 | 900.14 | 903.32 | 1,802.07 |
| Profit(+)/Loss(-)before tax | 2,060.93 | 1,624.37 | 3,861.79 | 3,101.65 | 6,078.58 |
| Provision for taxation | 23.89 | 20.00 | 45.21 | 50.00 | 99.42 |
| Net Profit: | 2,037.04 | 1,604.37 | 3,816.58 | 3,051.65 | 5,979.16 |
| Paid-up Equity Share Capital | 1,706.33 | 1,000.00 | 1,706.33 | 1,000.00 | 1,500.00 |
| Reserves(Excluding Revaluation Reserve) | - | - | - | - | 31,340.67 |
| E.P.S. (Rs.)- Basic F.V. Rs.2/- per Share | 2.39 | 3.21 | 4.47 | 6.10 | 7.73 |
| E.P.S. (Rs.)- Diluted - F.V. Rs.2/- per Share | 2.35 | - | 4.40 | - | 7.68 |
| Aggregate of Non-Promoter Shareholding | | | | | |
| Number of Shares | 75,047,682 | 43,159,275 | - | - | - |
| Percentage of Shareholding | 87.96 | 86.32 | - | - | - |

NOTES:

- The above results have been considered and taken on record by the Board of Directors at its meeting held on **31st January, 2006**.
- Total Net Income for the second quarter includes (1) **Rs. 5814.87 Lacs** pertaining to Software Business (Export), (2) **Rs. 91.22 Lacs** pertaining to Software Driven Products and **Rs.476.55 Lacs** pertaining to Software Products (Export)
- The Company is operating in a single segment.
- Net Sales for second quarter on year to year basis has increased by **39.24%** i.e. from **Rs. 4583.98 Lacs** to **Rs. 6382.64 Lacs**
- Net Profit for second quarter on year to year basis has increased by **26.97%** i.e. from **Rs. 1604.37 Lacs** to **Rs. 2037.04 Lacs**
- Export Sales Turnover for the second quarter as compared to first quarter of current year has increased by **11.26%**
- Net Profit for second quarter as compared to first quarter of current year has increased by **14.47%**
- Provision for tax for the period July 1, 2005 to December, 31, 2005 is based on the taxable profits for the relevant period. The ultimate tax liability can only be determined on the basis of the taxable income for the financial year ending March 31, 2006.
- The Status of Investors' complaints for the quarter ended 31st December, 2005 is as follows:
No investor complaint was pending at the beginning of the quarter. Total No. of 16 (Sixteen) investors complaints were received during the said period which were resolved and no investor complaint was pending.
- Figures for the previous period have been regrouped/reclassified to make the same comparable with the current period figures.
- The paid up equity share capital has increased on account of allotment of Bonus shares on 31-01-2005 in proportion of one equity share for every two equity shares held; conversion of 2190 nos of 1% Foreign Currency Convertible Bonds due 2010 into 1,01,52,040 equity shares of shares of Rs.2/- each at a premium of Rs.92/- per share and allotment of 1,64,923 nos of equity shares against exercise of Employees Stock Options.
- The Board also decided to change the financial year of the Company from 30th June to 31st March every year with the result that the current financial year would comprise of a period of 9 months i.e. from 1st July, 2005 to 31st March, 2006.

For and on behalf of the Board of Directors

Place : Mumbai.
Dated: 31st January, 2006.

Ranjit Dhuru
Chairman & Managing Director

Website:<http://www.affek.com>