

Goldstone Technologies Limited

9-1-83 & 84, AMARCHANDA SHARMA COMPLEX, S. D. Road, Secunderabad Ph. No. 27807640 Fax No. +91-40-27801910

| UNAUDITED FINANCIAL RESULTS FOR THE 4th QUARTER ENDED 31st MAR, 2005 | | | | | |
|--|-------------|----------------|----------------|-------------|-----------------|
| (Rs. in Crores) | | | | | |
| Particulars | Nine months | Fourth Quarter | Fourth Quarter | 12 months | Audited for the |
| | ended | ended | ended | ended | PreviousYear |
| | 31st Dec'04 | 31st Mar'05 | 31st Mar'04 | 31st Mar'05 | (Twelve Months) |
| | | | | | 31st Mar'04 |
| 1 Net Sales/ Income from Operations | 41.88 | 4.40 | 11.21 | 46.28 | 57.27 |
| 2 Other Income | 0.00 | 0.07 | 0.05 | 0.07 | 0.05 |
| 3 Total Expenditure | 36.11 | 6.26 | 9.20 | 42.37 | 50.65 |
| a) Staff Cost | 29.27 | 5.03 | 6.21 | 34.3 | 30.30 |
| b) Other expenditure | 6.84 | 1.23 | 2.99 | 8.07 | 20.35 |
| 4 Interest | 0.65 | 0.20 | 0.17 | 0.85 | 1.02 |
| 5 Depreciation & Other Write Offs | 1.19 | 0.37 | 1.03 | 1.56 | 1.88 |
| 6 Profit / (Loss) before Tax(1+2-3-4-5) | 3.93 | (2.36) | 0.86 | 1.57 | 3.77 |
| 7 Provision for Taxation | 0.00 | 0.00 | 0.00 | 0 | 0.00 |
| 8 Deferred Taxation | (0.04) | 0.00 | (0.04) | (0.04) | (0.09) |
| 9 Prior Period Adjustments | 0.00 | 0.00 | 0.00 | 0 | 0.08 |
| 10 Net Profit / (Loss) after Tax (6-7+8-9) | 3.97 | (2.36) | 0.90 | 1.61 | 3.78 |
| 11 Paid-up equity sahre capital | | | | | |
| (Face value of Rs. 10/- each) | 10.84 | 10.84 | 10.84 | 10.84 | 10.84 |
| 12 Earning Per Share in Rs. | | | | | |
| Basic | 3.66 | -2.18 | 0.83 | 1.49 | 3.49 |
| Diluted | 3.66 | -2.18 | 0.83 | 1.49 | 3.49 |
| 13 Aggregate Non Promoter Share Holding | | | | | |
| No.of Shares | 9194754 | 9194754 | 8824749 | 9194754 | 8824749 |
| Percentage of Shareholding | 84.83 | 84.83 | 81.42 | 84.83 | 81.42 |

NOTES :

- 1 The above financial results for the Quarter ended 31st March 2005, which are subject to "Limited Review" by the Auditor have been reviewed by the Audit Committee and taken on record by the Board of Directors in their meeting held on 30th April 2005
- 2 The entire Income of the company is only from one Segment of Activity namely viz; Software Development
- 3 The provisions for Deferred Tax Liability/(Assets) has been made in accordance with AS-22
- 4 Status of the investor complaints: Beginning 2, Resolved 2, Pending 0
 During the Quarter, the Board in its Meeting held on 12th April 2005, in pursuance of the Resolution passed by the Shareholders in their

5 meeting held on 14th March 2005 has allotted 4,37,000 Optionally Convertible Redeemable Preference Shares

For Goldstone Technologies Limited

K V S Chalapathi Rao Managing Director

Place : Secunderabad Date : 30th April, 2005