

Scandent Solutions Corporation Ltd.,
#33, "Coconut Grove", 18th Main, 1st 'A' Cross, 6th Block, Koramangala, Bangalore 560 095
AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2005 PREPARED AS PER INDIAN GAAP
www.scandentsolutions.com

(All the amounts are in Indian Rupees unless stated otherwise)

Sl. No.	Particulars	Nine Months Ended	Quarter Ended	For the year ended 31st March	
		31st December	31st March	2005	2004
		2004	2005	Audited	
		Unaudited	Unaudited		
1	Net Sales	892,281,179	387,910,602	1,280,191,781	464,383,241
2	Other income	12,107,322	5,662,044	17,769,366	4,855,337
3	Total Expenditure				
	A Employee Cost	247,792,793	97,858,978	345,651,771	190,553,037
	B Operating Expenditure	525,814,136	222,848,584	748,662,720	125,160,520
4	Finance Charges	24,254,347	19,088,023	43,342,370	27,192,785
5	Depreciation and amortisation	66,060,017	9,223,971	75,283,989	108,560,206
6	Profit Before Tax and Prior Period Items	40,467,208	44,553,089	85,020,297	17,772,030
7	Prior Period Items	5,890,749	-	5,890,749	-
8	Provision for Taxation				
	- Current		4,000,000	4,000,000	
	- Deferred		(31,967,938)	(31,967,938)	
9	Profit / (Loss) after Tax	34,576,459	72,521,027	107,097,486	17,772,030
10	Paid up Equity Share Capital	287,322,760	287,322,760	287,322,760	328,444,630
11	Reserve excluding Revaluation Reserve	499,972,410	572,493,437	572,493,437	182,461,304
12	Debit Balance in Profit & Loss Account				199,107,954
13	Earnings per Share				
	Basic	1.40	2.52	4.34	3.51
	Diluted	1.38	2.52	4.27	3.50
14	Aggregate of non Promoter's shareholding				
	Number of Shares	16,578,932	16,578,932	16,578,932	2,510,000
	Percentage of shareholding	57.70%	57.70%	57.70%	7.64%

Scandent Solutions Corporation Ltd.,
AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2005

Sl. No.	Particulars	Quarter Ended	Quarter Ended	Quarter Ended	Year ended
		30th September	31st December	31st March	31st March
		2004	2004	2005	2005
		Unaudited	Unaudited	Unaudited	Audited
1	Net Sales	670,568,468	702,297,899	722,244,472	2,432,809,202
2	Other income	28,481,988	13,271,969	7,496,124	37,112,745
3	Total Expenditure				
	A Staff Cost	411,734,603	452,945,355	426,195,186	1,466,137,791
	B Operating Expenditure	172,620,135	148,054,592	190,803,806	657,482,304
4	Finance Charges	11,076,022	7,134,327	13,577,662	55,146,864
5	Depreciation and amortisation	30,861,810	26,533,661	27,600,642	128,296,896
6	Profit Before Tax and Prior Period Items	72,757,885	80,901,933	71,563,300	162,858,091
7	Prior Period Items	-	-	-	5,890,749
8	Provision for Taxation				
	- Current	-	-	7,032,436	7,032,436
	- Deferred	-	-	(31,967,938)	(31,967,938)
9	Profit / (Loss) after Tax	72,757,885	80,901,933	96,498,802	181,902,844
10	Paid up Equity Share Capital	287,322,760.00	287,322,760	287,322,760	287,322,760
11	Reserve excluding Revaluation Reserve	479,874,701.57	560,776,634.98	657,275,437.10	657,275,437
12	Earnings per Share				
	Basic	2.53	2.82	3.36	7.37
	Diluted	2.50	2.78	3.31	7.25
13	Aggregate of non Promoter's shareholding				
	Number of Shares	16,578,932	16,578,932	16,578,932	16,578,932
	Percentage of shareholding	57.70%	57.70%	57.70%	57.70%

Notes:

- The above financial results for the year ended March 31, 2005 have been approved by the Board of Directors at its meeting held on May 24, 2005.
- The Company's operation falls under single segment as per Accounting Standard 18, namely, Software development & related services.
- The other operating expense includes Project Work expense amounting to Rs. 411,945,822, Rs. 156,144,647, Rs. 568,090,469 and Rs. Nil for the nine month ended December 2004, quarter ended March, 2005, year ended March 31, 2005 and year ended March 31, 2004 respectively.
- The above statement have been prepared after taking into account the Scheme of Arrangement between SSI Limited and the Company, as sanctioned by the Honorable High Court of Karnataka and Madras, Whereby the IT Division of SSI Limited (SSIIT) was de-merged to and in the Company with effect from 2nd July, 2004 (appointed date). Pursuant to the Scheme of Arrangement, the share capital of the Company has been reduced from Rs 328,444,630 to Rs 131,589,620 and the capital reduction of Rs. 196,855,010 has been utilized to adjust the debit balance of equivalent amount in the profit and loss account of the Company as at March 31, 2004. Further, the percentage of holding of Scandent Mauritius has dropped to 42.3 per cent, post allotment of shares to SSI shareholders and reduction in equity share capital of the Company as per the Scheme of Arrangement. Further as per clause 8.3.5.1 of Securities Exchange Board of India (Disclosure & Investor Protection) Guidelines, 2000 the Company got listed at The Stock Exchange, Mumbai, National Stock Exchange, The Stock Exchange, Ahmedabad, Madras Stock Exchange on March 09, 2005.
- Pursuant to the Scheme of Arrangement, the value of assets and liabilities of SSIIT were initially accounted at the books values as appearing in the books of accounts of SSI resulting in excess of net assets over the shares to be issued to the shareholders. The Company has however recorded the assets and liabilities of SSIIT at the values considered by it to be reflective of the underlying fair value.
- The Company has allotted 1,052,717 equity shares to each of UTI India Technology Venture Unit Scheme and SSI Ltd. on June 12, 2004 and September 12, 2004.
- The reserves include Rs. 107.097 Million of Debenture Redemption Reserve.
- Other Income includes non-recurring income of Rs. 11.77 million (Rs. 24.30 million in Consolidated Financial Statement) due to write back of certain liabilities.
- Employee Cost contains non recurring cost of Rs. 24.48 million (Rs. 24.48 million in Consolidated Financial Statement) pertaining to expensing of employee stock compensation expense.
- Prior year comparatives for 9 months period, quarter ended March 31st and Consolidated have not been made available, since the Company was a private company during year ended March 31, 2004 and does not have comparable numbers for the prior year.
- The Company has received during the quarter ended March 31, 2005 10 complaints from investors and all the complaints have been disposed of during the quarter. As on the end of the quarter no investor complaint was pending for disposal.

Place : Bangalore
Date : May 24, 2005

For and on behalf of the Board of Directors

Christopher A. Sinclair
Chairman