



<b>GOLDSTONE TELESERVICES LIMITED</b> 9-1-83 & 84, A.C. Sharma Complex, S.D.Road, Secunderabad-3, Ph. 27807640, Fax: 91-40-27801910 <b>UNAUDITED FINANCIAL RESULTS FOR THE 2nd QUARTER ENDED 30th Sep 06</b>						<b>Segment wise Revenue Results and Capital Employed under Clause 41 of the Listing Agreement for the Quarter ended 30th Sep 2006</b>							
						Rs. In lacs							
(Rs. In lacs)													
						<b>Second Quarter ended 30th Sep 06</b>							
Particulars	Second Quarter ended 30th Sep 06	Corresponding Quarter of the Previous year 30th Sep 2005	Half year ended 30th Sep 06	Corresponding Half year ended 30th Sep 05	Audited for the Previous Year ended 31st March'06								
1 Net Sales/ Income from Operations						<b>1. Segment Revenue</b> a) Telecom Operations 6.74 b) BPO Operations 0.00 c) Insulator Operations 476.16 d) Other Income 1.69 Less: Inter Segment Revenue 0.00 <b>Net Revenue from Operations 484.59</b>							
a) Telecom Operations	6.74	334.12	307.97	448.92	1363.42								
b) BPO Operations	0.00	140.25	40.12	274.75	502.71								
c) Insulator division Operations	476.16	193.69	732.50	290.01	1223.31								
	<b>482.90</b>	<b>668.06</b>	<b>1080.59</b>	<b>1013.68</b>	<b>3089.44</b>								
2 Other Income	1.69	2.80	2.76	3.45	724.24								
3 Total Expenditure	<b>333.58</b>	<b>520.48</b>	<b>785.68</b>	<b>720.64</b>	<b>2554.90</b>								
a) (Increase) / Decrease in stock in trade	0.00	(18.46)	7.66	(21.59)	(37.91)								
b) Consumption of raw materials	234.50	371.26	563.28	455.28	1715.11								
c) Staff Cost	37.83	69.60	90.24	120.34	269.12								
d) Other expenditure	61.25	98.08	124.50	166.61	608.58								
4 Interest	42.69	36.90	80.01	76.69	155.60								
5 Depreciation & Other Write Offs	54.11	58.15	117.93	116.30	252.61								
6 Profit / (Loss) before Tax(1+2-3-4-5)	<b>54.21</b>	<b>55.33</b>	<b>99.73</b>	<b>103.50</b>	<b>850.57</b>	<b>2. Segment Results</b> Profit(+)/Loss(-) before tax and interest from a) Telecom Operations (14.76) b) BPO Operations (30.48) c) Insulator Operations 142.14 Less: interest 42.69 <b>Total Profit/(Loss) Before Tax 54.21</b>							
7 Provision for Taxation	10.00	3.00	12.00	5.00	125.00								
8 Provision for Deferred Taxation	(7.50)	5.50	(15.00)	11.00	58.46								
9 Provision for Fringe Benefit Tax	1.00	0.50	1.50	1.00	7.12								
10 Prior Period Adjustments	0.00	0.00	0.00	0.00	0.00								
11 Net Profit / (Loss) after Tax (6-7-8-9-10)	<b>50.71</b>	<b>46.33</b>	<b>101.23</b>	<b>86.50</b>	<b>659.99</b>	<b>3. Capital Employed</b> (Segment Assets-Segment Liabilities) a) Telecom Operations 3047.34 b) BPO Operations 854.77 c) Insulator Operations 463.72 <b>Total: 4365.83</b>							
12 Paid-up equity share capital(Face Value Rs.4/- each)	840.93	840.93	840.93	840.93	840.93								
13 Reserve excluding revaluation reserves ( as per the Balance Sheet)	--	--	-	-	3486.82								
14 Earning Per Share in Rs.													
Basic	0.24	0.22	0.48	0.41	3.14								
Diluted	0.24	0.22	0.48	0.41	3.14								
15 Aggregate of Non Promoter Share Holding													
No. of Shares	17712790	17712790	17712790	17712790	17712790								
Percentage of Shareholding	84.25%	84.25%	84.25%	84.25%	84.25%								
						<b>Notes:</b> 1. The above results have been approved by the Board of Directors at its meeting held on 30th Oct 2006 and are subject to Limited Review by the Auditors of the Company. 2. The Provisions for Deferred Tax Liability has been made in accordance with AS - 22. 3. The Value of the orders on hand for Cable Jointing Kits and Composite Polymer Insulators is Rs.851 Lakhs 4. <b>Status of the investors complaints:</b> <table border="1" style="margin-left: 20px;"> <thead> <tr> <th>Pending as on 01.10.2006</th> <th>Received</th> <th>Resolved</th> </tr> </thead> <tbody> <tr> <td>Nil</td> <td>3</td> <td>3</td> </tr> </tbody> </table>		Pending as on 01.10.2006	Received	Resolved	Nil	3	3
Pending as on 01.10.2006	Received	Resolved											
Nil	3	3											
						<b>for and on behalf of the Board</b>  Place: Secunderabad <b>L.P. Sashikumar</b> Date: 30th Oct 2006 <b>Managing Director</b>							