



GOLDSTONE TELESERVICES LIMITED

9-1-83 & 84, A.C. Sharma Complex, S.D.Road, Secunderabad-3. Ph. 27807640, Fax: 91-40-27801910
UNAUDITED FINANCIAL RESULTS FOR THE 2nd QUARTER ENDED 30th Sep 2004

(Rs. In Crores)

Particulars	Second Quarter ended 30th Sep 04	Corresponding Quarter of the Previous year 30th Sep 03	Half year ended 30th Sep 04	Corresponding Half Year ended 30th Sep 03	Audited for the Previous Year ended 31st March'04
1 Net Sales/ Income from Operations					
a) Telecom Operations	0.65	1.81	0.80	2.17	3.50
b) BPO Operations	1.01	1.95	2.38	4.70	8.61
c) Insulator division Operations	1.14	0.00	1.26	0.00	1.65
	2.80	3.76	4.44	6.87	13.76
2 Other Income	0.11	0.05	0.80	0.23	0.45
3 Total Expenditure	1.89	2.58	3.26	5.48	10.84
a) (Increase) / Decrease in stock in trade	(0.11)	(0.53)	(0.60)	(0.47)	-0.70
b) Consumption of raw materials	0.86	0.86	1.22	1.03	4.62
c) Staff Cost	0.54	1.02	1.03	2.25	2.43
d) Other expenditure	0.60	1.23	1.61	2.67	4.49
4 Interest	0.33	0.25	0.60	0.52	1.13
5 Depreciation & Other Write Offs	0.49	0.50	1.00	1.00	2.13
6 Profit / (Loss) before Tax(1+2-3-4-5)	0.20	0.48	0.38	0.10	0.11
7 Provision for Taxation	0.01	0.00	0.02	0.00	0.00
8 Provision for Deferred Taxation	0.04	0.01	0.08	0.02	0.00
9 Prior Period Adjustments	0.00	0.00	0.00	0.00	0.00
10 Net Profit / (Loss) after Tax (6-7-8-9)	0.15	0.47	0.28	0.08	0.11
11 Paid-up equity share capital(Face Value Rs.4/- each)	5.47	5.47	5.47	5.47	5.47
12 Reserve excluding revaluation reserves (as per the Balance Sheet)	--	--			28.71
13 Earnings Per Share in Rs.					
Basic	0.11	0.35	0.20	0.06	0.90
Diluted	0.11	0.35	0.20	0.06	0.90
14 Aggregate of Non Promoter Share Holding					
No. of Shares	9435786	9156508	9435786	9156508	8609045
Percentage of Shareholding	69.05%	67.01%	69.05%	67.01%	63.00%

Segment wise Revenue Results and Capital Employed under Clause 41 of the Listing Agreement for the Quarter ended 30th Sep 2004

Rs. In Crores

	Quarter ended 30th Sep 04
1. Segment Revenue	
a) Telecom Operations	0.65
b) BPO Operations	1.01
c) Insulator Operations	1.14
d) Other Income	0.11
Less: Inter Segment Revenue	0.00
Net Revenue from Operations	2.91
2. Segment Results	
Profit(+)/Loss(-) before tax and interest from	
a) Telecom Operations	0.13
b) BPO Operations	0.30
c) Insulator Operations	0.10
Less: interest	0.33
Total Profit/(Loss) Before Tax	0.20
3. Capital Employed	
(Segment Assets-Segment Liabilities)	
a) Telecom Operations	21.09
b) BPO Operations	7.25
c) Insulator Operations	1.27
Total:	29.61

NOTES:

- The above financial results for the quarter ended 30th September 2004, 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 October 2004
- The Provisions for Deferred Tax Liability has been made in accordance with AS - 22.
- Status of the investors complaints: Beginning-1, Resolved -1, Pending - Nil

for Goldstone Teleservices Limited

Place: Secunderabad
Date: 30th October 2004

L.P. Sashikumar
Managing Director