SONATA SOFTWARE

SONATA SOFTWARE LIMITED

Registered Office: 208, T.V. Industrial Estate, S.K. Ahire Marg,
Worli, Mumbai - 400 030.
Corporate Office: 1/4, A.P.S Trust Building, Bull Temple Road,
N.R. Colony, Bangalore - 560 019.

SEI-CMM LEVEL 5 COMPANY

Highlights for the Quarter Ended 30th September, 2009

- **Sonata (Consolidated) Net Profit at Rs. 21.35 crores, up 20% Quarter on Quarter**
- **Sonata (Consolidated) Revenue at Rs. 347.33 crores**
- **EPS annualised (Consolidated) at Rs. 8.12, up 20% Quarter on Quarter**

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2009

Figures in Rs. Lakhs (Except EPS)

Sr. No.	Particulars	SONATA SOFTWARE LIMITED					CONSOLIDATED														
							INTERNATIONAL					DOMESTIC					TOTAL				
		Quarter ended		Half year ended		Year ended	Quarter ended		Half year ended		Year ended	Quarter ended		Half year ended		Year ended	Quarter ended		Half year ended		Year ended
		30.09.09	30.09.08	30.09.09	30.09.08	31.03.09	30.09.09	30.09.08	30.09.09	30.09.08	31.03.09	30.09.09	30.09.08	30.09.09	30.09.08	31.03.09	30.09.09	30.09.08	30.09.09	30.09.08	31.03.09
1	**Sales and Services**	5994.85	6497.46	11680.57	12272.52	24357.69	23107.62	25295.70	44883.84	49453.23	95297.19	11624.88	17068.73	27650.43	33713.75	63829.65	34732.50	42364.43	72534.27	83166.98	159126.84
2	Other Operating Income	2.83	22.18	24.68	128.63	87.47	233.50	280.65	324.07	378.58	750.31	-	0.55	3.92	134.22	153.31	233.50	281.20	327.99	512.80	903.62
3	**Total Operating Income**	**5997.68**	**6519.64**	**11705.25**	**12401.15**	**24445.16**	**23341.12**	**25576.35**	**45207.91**	**49831.81**	**96047.50**	**11624.88**	**17069.28**	**27654.35**	**33847.97**	**63982.96**	**34966.00**	**42645.63**	**72862.26**	**83679.78**	**160030.46**
4	Expenditure																				
	a) (Increase) / Decrease in stocks	-	39.20	-	78.40	156.81	(456.06)	248.19	(451.44)	(141.57)	143.34	714.76	1088.87	(461.62)	(737.47)	756.26	258.70	1337.06	(913.06)	(879.04)	899.60
	b) Purchase of traded items						383.47	(209.28)	451.44	219.98	13.47	9654.80	14608.40	25596.22	31698.16	57516.66	10038.27	14399.12	26047.66	31918.14	57530.13
	c) Staff Costs	2627.60	2774.47	5519.56	5186.61	10864.09	9752.73	9304.11	19872.23	19715.87	39293.36	461.02	455.03	849.09	913.25	1961.32	10213.75	9759.14	20721.32	20629.12	41254.68
	d) Depreciation	193.71	220.30	375.75	432.35	813.16	1283.56	1088.56	2449.83	2124.96	4309.33	7.69	9.76	15.43	21.63	40.85	1291.25	1098.32	2465.26	2146.59	4350.18
	e) Other operating expenses	1662.60	2015.39	2882.01	3785.29	6936.58	9317.38	12047.07	17486.30	22575.94	41957.63	510.50	511.96	1082.47	1149.54	2300.55	9827.88	12559.03	18568.77	23725.48	44258.18
	Total Expenditure	**4483.91**	**5049.36**	**8777.32**	**9482.65**	**18770.64**	**20281.08**	**22478.65**	**39808.36**	**44495.18**	**85717.13**	**11348.77**	**16674.02**	**27081.59**	**33045.11**	**62575.64**	**31629.85**	**39152.67**	**66889.95**	**77540.29**	**148292.77**
5	Profit from operations before other Income and Interest						3,060.04	3097.70	5399.55	5336.63	10330.37	276.11	395.26	572.76	802.86	1407.32	3336.15	3492.96	5972.31	6139.49	11737.69
6	Other Income	46.66	3.01	68.04	8.62	17.84	16.18	34.83	36.84	72.43	129.00	-	23.15	1.19	54.46	62.59	16.18	57.98	38.03	126.89	191.59
7	Profit before Interest	1560.43	1473.29	2995.97	2927.12	5692.36	3076.22	3132.53	5436.39	5409.06	10459.37	276.11	418.41	573.95	857.32	1469.91	3352.33	3550.94	6010.34	6266.38	11929.28
8	Interest	-	13.52	-	37.68	38.82	129.36	114.29	253.70	309.38	512.74	36.34	51.13	83.91	61.24	156.68	165.70	165.42	337.61	370.62	669.42
9	Profit after Interest but before tax	1560.43	1459.77	2995.97	2889.44	5653.54	2946.86	3018.24	5182.69	5099.68	9946.63	239.77	367.28	490.04	796.08	1313.23	**3186.63**	**3385.52**	**5672.73**	**5895.76**	**11259.86**
10	Tax expense/provision including FBT	93.86	111.37	190.74	213.96	317.65	532.59	556.49	892.65	946.99	1749.02	69.35	128.82	156.13	275.95	466.48	601.94	685.31	1048.78	1222.94	2215.50
11	**Net Profit after Tax**	**1466.57**	**1348.40**	**2805.23**	**2675.48**	**5335.89**	**2414.27**	**2461.75**	**4290.04**	**4152.69**	**8197.61**	**170.42**	**238.46**	**333.91**	**520.13**	**846.75**	**2584.69**	**2700.21**	**4623.95**	**4672.82**	**9044.36**
12	Share in earning of Affiliates						-	(1.99)	-	(1.99)	25.10						-	(1.99)	-	(1.99)	25.10
13	Minority Interest						(449.41)	(534.20)	(712.81)	(726.31)	(1412.68)						(449.41)	(534.20)	(712.81)	(726.31)	(1412.68)
14	**Net Profit**						**1964.86**	**1925.56**	**3577.23**	**3424.39**	**6810.03**	**170.42**	**238.46**	**333.91**	**520.13**	**846.75**	**2135.28**	**2164.02**	**3911.14**	**3944.52**	**7656.78**
15	Paid-up Equity Share Capital (Face Value Re.1/-)	1051.59	1051.59	1051.59	1051.59	1051.59											1051.59	1051.59	1051.59	1051.59	1051.59
16	Reserves & Surplus	23522.17	20932.01	23522.17	20932.01	21331.04											29925.76	25134.45	29925.76	25134.45	26628.72
17	Earning Per Share (Face value Re.1/-each)																				
	- Basic & Diluted	1.39	1.28	2.67	2.54	5.07											2.03	2.06	3.72	3.75	7.28
18	Public Shareholding*																				
	- No. of shares (Face value Re.1/-each)	57411456	57411456	57411456	57411456	57411456											57411456	57411456	57411456	57411456	57411456
	- % of holding (to total shareholding)	54.59	54.59	54.59	54.59	54.59											54.59	54.59	54.59	54.59	54.59
19	Promoters & Promoter group shareholding																				
	a) Pledged / Encumbered																				
	- Number of shares	13575000		13575000		15875000											13575000		13575000		15875000
	- % of shares (to total holding of Promoter group)	28.43		28.43		33.25											28.43		28.43		33.25
	- % of shares (to total share capital of the Company)	12.91		12.91		15.10											12.91		12.91		15.10
	b) Non-encumbered																				
	- Number of shares	34172850		34172850		31872850											34172850		34172850		31872850
	- % of shares (to total holding of Promoter group)	71.57		71.57		66.75											71.57		71.57		66.75
	- % of shares (to total share capital of the Company)	32.50		32.50		30.31											32.50		32.50		30.31
20	EBIDT %	29.02	25.96	28.64	27.07	26.59	18.64	16.50	17.41	15.10	15.34	2.47	2.52	2.15	2.61	2.37	13.27	10.89	11.63	10.04	10.16
21	PAT %	24.26	20.67	23.83	21.56	21.81	8.56	7.52	8.00	6.86	7.07	1.17	1.41	1.05	1.55	1.33	6.10	5.07	5.37	4.71	4.78
22	ROCE % (Annualised)	24.15	24.61	23.90	25.90	25.41	30.81	34.83	29.04	31.24	29.92	14.23	32.76	14.45	34.04	41.91	28.34	34.55	27.02	31.60	30.99
23	RONW % (Annualised)	24.15	24.95	23.90	25.54	25.23	29.30	33.37	27.49	30.70	29.75	17.82	40.37	19.45	46.52	35.30	28.14	34.03	26.67	32.15	30.28

* Public shareholding as classified under category B in the shareholding pattern in Clause 35/40A of the listing Agreement.

International: Comprises of Sonata Software Limited, Offshore Digital Services Inc, Sonata Europe Limited, Sonata Software GmbH, TUI InfoTec GmbH & Sonata Software FZ LLC
Sonata & its subsidaries portfolio of Services include IT Consulting Services, Travel Solutions, Application Development, Application Management, Managed Testing, Business Intelligence, Infrastructure Management and Packaged Applications.

Domestic: Sonata Information Technology Limited which is into Indian Operations comprising of Software Product Marketing & Services

Notes:

1. These audited results for the quarter and half year ended 30th September, 2009, have been taken on record by the Board at its Meeting held on 14th October, 2009.
2. The Audit Report of the Company for the period bears no qualification.
3. Details of Other operating expenses exceeding 10% of total expenditure :

Figures in Rs. Lakhs

Particulars	Quarter ended		Half year ended		Year ended
	30.09.09	30.09.08	30.09.09	30.09.08	31.03.09
Subsistence/Living Cost	513.81	681.61	1030.21	1332.31	2509.92

4. Interim dividend of Re. 0.90 per share (90% on par value of Re.1/-) has been declared at the Board Meeting held today. The record date for payment of dividend is 21st October, 2009.
5. These Accounts have been prepared in accordance with the mandatory applicable Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI).
6. Figures have been regrouped wherever necessary to facilitate comparison.
7. While there were no investor complaints pending at the beginning of quarter ended 30th September, 2009, the Company received 22 investor complaints relating to non-receipt of dividend during the said quarter and all such complaints have been resolved. Hence, there are no pending complaints at the end of the quarter ended 30th September, 2009.
8. The consolidated segmentwise revenue and results for the quarter and half year ended 30th September, 2009 as required under Clause 41 of the Listing Agreement are as follows:

Figures in Rs. Lakhs

Particulars	Quarter ended		Half year ended		Year ended
	30.09.09	30.09.08	30.09.09	30.09.08	31.03.09
1. Segment Revenue					
a. Domestic (Sales & Services)	11624.88	17068.73	27650.43	33713.75	63829.65
b. International (Software Service Exports)	23107.62	25295.70	44883.84	49453.23	95297.19
Total	34732.50	42364.43	72534.27	83166.98	159126.84
Less : Inter segment revenue					
Net sales/income from operations	**34732.50**	**42364.43**	**72534.27**	**83166.98**	**159126.84**
2. Segment Results					
Profit(+)/loss(-) before tax & Interest					
a. Domestic (Sales & Services)	276.11	394.71	568.84	668.64	1254.01
b. International (Software Service Exports)	2826.54	2817.05	5075.48	4958.05	9580.06
Total	**3102.65**	**3211.76**	**5644.32**	**5626.69**	**10834.07**
Less: Interest					
a. Domestic (Sales & Services)	36.34	51.13	83.91	61.24	156.68
b. International (Software Service Exports)	129.36	114.29	253.70	309.38	512.74
Total	**165.70**	**165.42**	**337.61**	**370.62**	**669.42**

Particulars	Quarter ended		Half year ended		Year ended
	30.09.09	30.09.08	30.09.09	30.09.08	31.03.09
Less: Other unallocable expenditure, Net of Unallocable Income					
a. Domestic (Sales & Services)	-	(23.70)	(5.11)	(188.68)	(215.90)
b. International (Software Service Exports)	(249.68)	(315.48)	(360.91)	(451.01)	(879.31)
Total	**(249.68)**	**(339.18)**	**(366.02)**	**(639.69)**	**(1,095.21)**
3. Profit Before Tax					
a. Domestic (Sales & Services)	239.77	367.28	490.04	796.08	1313.23
b. International (Software Service Exports)	2946.86	3018.24	5182.69	5099.68	9946.63
Total Profit Before Tax	**3186.63**	**3385.52**	**5672.73**	**5895.76**	**11259.86**
4. Capital Employed (Segment assets - Segment liabilities)					
a. Domestic (Sales & Services)	8943.39	4905.52	8943.39	4905.52	2850.45
b. International (Software Service Exports)	25935.57	24004.88	25935.57	24004.88	25167.31
Total	**34878.96**	**28910.40**	**34878.96**	**28910.40**	**28017.76**

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

Place : Bangalore
Date : 14th October, 2009

B RAMASWAMY
PRESIDENT & MANAGING DIRECTOR

As per Accounting Standard 25 of the ICAI, the accounts are presented in condensed form. These are available at the website www.sonata-software.com

Ad size: 24(w) x 28(h)