

TANLA SOLUTIONS LIMITED
TANLA TECHNOLOGY CENTRE, HITECH CITY ROAD, MADHAPUR, HYDERABAD - 500081
UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED ON SEPTEMBER 30, 2010



Particulars	Consolidated Results for the					Tanla Solutions Limited - Results for the				
	3 months ended September 30, 2010	Corresponding 3 months ended in the previous year September 30, 2009	6 months ended September 30, 2010	Corresponding 6 months ended in the previous year September 30, 2009	Previous accounting year ended March 31, 2010	3 months ended September 30, 2010	Corresponding 3 months ended in the previous year September 30, 2009	6 months ended September 30, 2010	Corresponding 6 months ended in the previous year September 30, 2009	Previous accounting year ended March 31, 2010
	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Gross Revenue:										
- Overseas	7604.29	8854.05	15057.44	17244.91	36195.79	379.68	1650.28	832.97	3229.50	4657.38
- Domestic- India	226.52	76.31	336.89	295.51	448.17	226.52	76.31	336.89	295.51	448.17
Other Income	4.16	136.72	48.90	348.29	560.12	3.63	190.54	37.06	520.54	668.36
Total	7834.97	9067.09	15443.23	17888.72	37204.09	609.83	1917.13	1206.92	4045.55	5773.91
Expenditure:										
- Cost of sales	3679.24	4158.05	6766.76	8237.43	16724.52	227.63	760.73	450.86	1488.92	1696.69
- Selling & marketing expenses	855.00	915.79	1670.02	1934.63	4034.34	32.13	117.52	67.52	334.99	551.36
- Operating & Administrative expenses	1147.08	883.61	2762.60	1723.84	5190.38	192.34	212.64	675.06	503.65	1764.24
- Depreciation	1915.03	1743.37	3797.01	3346.68	8525.41	625.52	550.29	1238.78	1089.17	1814.96
Total	7596.35	7700.82	14996.39	15242.58	34474.65	1077.62	1641.18	2432.22	3416.73	5827.25
Profit before Tax	238.62	1366.27	446.84	2646.14	2729.44	-467.79	275.95	-1225.30	628.82	-53.34
Provision for Income Tax (including FBT)	3.61	169.56	4.18	286.02	257.57	0.00	43.26	0.00	97.44	0.00
Provision for Deferred Tax	-89.87	113.36	-89.87	156.00	-359.47	-89.87	133.85	-89.87	160.19	-379.83
Net Profit	324.88	1083.35	532.53	2204.12	2831.34	-377.92	98.84	-1135.43	371.19	326.49
Minority Interest	0.00	30.21	0.00	144.51	54.45	0.00	0.00	0.00	0.00	0.00
Net Profit after Minority Interest	324.88	1053.13	532.53	2059.61	2776.89	-377.92	98.84	-1135.43	371.19	326.49
Paid-up Equity Share Capital (Face Value of Re.1 each)	1014.80	1000.00	1014.80	1000.00	1014.80	1014.80	1000.00	1014.80	1000.00	1014.80
Reserves and Surplus (excluding revaluation reserves including share premium)	-	-	-	-	92742.33	-	-	-	-	64604.24
Basic / Diluted EPS in Rs.	0.32	1.05	0.52	2.06	2.78	-0.37	0.10	-1.12	0.37	0.33
(Adjusted to par value Re.1)										
Public shareholding										
No. of Shares	65,270,269	63,741,636	65,270,269	63,741,636	65,221,229	65,270,269	63,741,636	65,270,269	63,741,636	65,221,229
(Adjusted to par value Re.1)										
Percentage of shareholding	64.32%	63.74%	64.32%	63.74%	64.27%	64.32%	63.74%	64.32%	63.74%	64.27%
Promoters and promoter group Shareholding										
a) Pledged/Encumbered										
Number of shares	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
b) Non-encumbered										
Number of Shares	36,209,324	36,258,364	36,209,324	36,258,364	36,258,364	36,209,324	36,258,364	36,209,324	36,258,364	36,258,364
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%	100%	100%	100%	100%
Percentage of shares (as a % of the total share capital of the company)	35.68%	36.26%	35.68%	36.26%	35.73%	35.68%	36.26%	35.68%	36.26%	35.73%

Notes:

- The above financial results for the quarter and half year ended September 30, 2010 have been reviewed by the Audit Committee and approved by the Board of Directors at its Meeting held on October 20, 2010.
- The Company is mainly engaged in the Software Development and related services, hence Accounting Standard (AS17) "Segment Reporting" is not applicable to the Company and its nature of business. The Company adheres to the Accounting Standards as prescribed by the Institute of Chartered Accountants of India.
- Consolidated financial results include the results of Tanla Solutions (UK) Ltd., a wholly owned subsidiary, Tanla Mobile Ltd. (U.K), a wholly owned subsidiary of Tanla Solutions (UK) Ltd, Tanla Mobile Private Limited (India) and Tanla Mobile Asia Pacific Pte. Ltd, (Singapore), wholly owned subsidiaries, Tanla Mobile Ireland Private Limited, (Ireland), Tanla Mobile Middle East FZ-LLC (UAE), Tanla Mobile South Africa Proprietary Ltd, (South Africa), wholly owned subsidiaries of Tanla Mobile Asia Pacific Pte Ltd, Tanla Oy (formerly Openbit Oy) (Finland) a subsidiary of Tanla Mobile Finland Oy, (Finland), Tanla Mobile South Asia Pvt Ltd (Srilanka), a wholly owned subsidiary of Tanla Mobile Asia Pacific Pte Ltd, (Singapore) and TZ Mobile Pvt Ltd, a joint venture company.
- Details of utilisation of funds received from Follow on Public Offer of equity shares, as per Clause 43 of Listing Agreement are as follows:

	Rs. in Lakhs
Funds raised on Follow on Public Offer of equity shares	42095.25
Less: Utilised upto 30.06.2010	42095.25
Funds available as on 01.07.2010	0.00
Add: Balance of accumulated interest and dividends on deposits / mutual funds	1479.85
Less: Utilised during the quarter	1479.85
Funds un-utilised as on September 30, 2010	0.00

- In accordance with Clause 41 of Listing Agreement, the Company has published consolidated financial results. The Standalone financial results of the Company for the quarter/half year ended September 30, 2010 are available on the Company's website (www.tanla.com) and on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com) Key standalone information is given below

Particulars	(Rs. In Lakhs)		
	Quarter Ended		Year Ended
	30.09.2010	30.09.2009	31.03.2010
Income from operations & other income	609.83	1917.13	5773.91
Profit / (Loss before tax)	(467.79)	275.95	(53.34)
Profit / (Loss after tax)	(377.92)	98.84	326.49

- The number of investor complaints pending at the beginning of the quarter ended 30th September 2010 was Nil. During the quarter 11 complaints were received and 11 complaints were resolved. There were no complaints pending to be resolved in the end of the quarter ended 30th September 2010.
- Previous period / year figures have been re-grouped wherever necessary.

Place: Hyderabad
Date: October 20, 2010

For and on behalf of the Board of Directors

(D.Uday Kumar Reddy)
Chairman & Managing Director

Statement of Assets and Liabilities - Consolidated

Rs. In Lakhs

Particulars	6 months ended	Corresponding 6 months ended in the previous year
	30-Sep-10 Unaudited	30-Sep-09 Unaudited
Shareholders' Funds		
(a) Capital	1,014.80	1,000.00
(b) Reserves & Surplus	90,675.43	91,449.26
Loan Funds	-	-
Total	91,690.23	92,449.26
Fixed Assets	38,753.57	40,148.84
Goodwill	8,322.43	6,296.26
Investments		39.85
Current Assets, Loans and Advances		
(a) Inventories / Products Under Development	4,333.98	1,965.01
(b) Sundry Debtors	16,273.65	20,276.30
(c) Cash and Bank Balances	12,162.33	16,104.62
(d) Other Current Assets	-	-
(e) Loans and Advances	16,151.41	15,221.76
Less: Current Liabilities and Provisions		
(a) Liabilities	(1,866.79)	(2,664.76)
(b) Provisions	(2,680.46)	(5,658.95)
Miscellaneous Expenditure (Not written off or adjusted)	240.11	720.32
Profit and Loss Account	-	-
Total	91,690.23	92,449.26