

**For Immediate Release**

**Financial Technologies (Standalone) operating revenue increased by 26% to Rs. 736.29 million(Y-o-Y) for the quarter ended June 30, 2010**

**Profit from Operations before Other Income & Interest (Standalone) increased by 53% to Rs. 267.42 million (Y-o-Y) for the quarter ended June 30, 2010**

**Net Profit (Standalone) increased by 120% to Rs. 451.55 million(Y-o-Y) for the quarter ended June 30, 2010**

**Declares interim dividend of 100% on the face value of Rs 2/- per share**

**Mumbai, August 11, 2010:**

Financial Technologies (India) Limited (Financial Technologies), the global leader in offering technology solutions and domain expertise for creating and operating financial markets for multi asset class, announced today its reviewed un-audited financial results for the 1<sup>st</sup> quarter FY11

- Financial Technologies (Standalone) operating revenue increased by 26% to Rs. 736.29 million(Y-o-Y) for the quarter ended June 30, 2010
- Profit from Operations before Other Income & Interest (Standalone) increased by 53% to Rs. 267.42 million (Y-o-Y) for the quarter ended June 30, 2010
- Net Profit (Standalone) increased by 120% to Rs. 451.55 million (Y-o-Y) for the quarter ended June 30, 2010
- The board declared interim dividend of 100% on the face value of Rs 2/- per share

**Commenting on Financial Technologies' Q1 FY 2010-11 performance, Dewang Neralla, Whole Time Director, said:**

"We are pleased to announce results for the quarter ended June 30, 2010. We have witnessed a healthy year on year growth across financial matrix this quarter.

This quarter too, our exchanges have maintained leadership position in their respective asset classes. MCX witnessed 30% growth in volumes with 87% market share in commodities market, MCX-SX garnered 56% market share in FX-Derivatives segment, IEX had 86% market share in electricity spot market. Our team is focused on launching three of our international exchanges in coming months.

Under ecosystem segment, NBHC is maintaining steady pace with collateral funding facilitated over Rs. 14,000 crore cumulatively. 'atom' is also spreading its reach by tying up with partners across the payment value chain to offer its innovative payment solutions to the urban and rural

consumer.

The group will continue its focus on execution and innovation in financial markets by leveraging on its partnership with leading players in various business segments; thus strengthening its robust portfolio of technology IP based solution.”

**About Financial Technologies (India) Ltd ([www.ftindia.com](http://www.ftindia.com))**

**(NSE: FINANTECH, BSE: FINTECH, Bloomberg: FTECH:IN)**

Financial Technologies (India) Ltd is a US\$ 1.32 billion (market capitalization as on June 30, 2010), Financial Technologies Group (FT Group) is among the global leaders in offering technology IP (Intellectual Property) and domain expertise to create and trade on next generation financial markets, that are transparent, efficient and liquid, across all asset classes including - equities, commodities, currencies and bonds among others.

The FT Group operates one of the world’s largest network of ten exchanges connecting fast-growing economies of Africa, Middle East, India and South East Asia. The Group also has six ecosystem ventures to address upstream and downstream opportunities around exchanges, including clearing, depository, information vending, payment gateway, among others.

The business of creating and operating new generation tech-centric financial markets allows us to build unprecedented shareholder value through a non-linear business model and also help democratize global trade, transform economies, and empower the common man, unlocking value from the middle and bottom of the socio-economic pyramid.

Refer to our micro website [www.ftindia.com/investors/quarterlyearningrelease.htm](http://www.ftindia.com/investors/quarterlyearningrelease.htm) for the latest Investor Communiqué.

**For further information, contact:**

**Shreekant Javalgekar**

Director – Finance

Financial Technologies India Limited

T: +91-2267152000

[shreekant.javalgekar@ftindia.com](mailto:shreekant.javalgekar@ftindia.com)

**Safe Harbour Statement**

*Certain statements made in this release with reference to future operations and performance of Financial Technologies, its subsidiaries, and other group companies are forward-looking statements, involving risks and uncertainties. Certain factors could cause actual results to differ materially from those in such forward-looking statements. The company does not undertake responsibility to update any forward-looking statement that may be made from time to time by or on behalf of the company.*

**REVIEWED UNAUDITED FINANCIAL RESULTS (STAND ALONE)  
FOR THE QUARTER ENDED JUNE 30, 2010**

(Rs. in lacs except per share data)

PARTICULARS	Quarter ended		Year ended
	30.06.2010	30.06.2009	31.03.2010
	Unaudited	Unaudited	Audited
1. a) Net Sales / Income from Operations	6,807.76	5,307.13	30,698.72
b) Other Operating Income	555.14	537.89	2,597.32
<b>Total Income from Operations</b>	<b>7,362.90</b>	<b>5,845.02</b>	<b>33,296.04</b>
2. Expenditure			
a) Purchase of traded goods	86.98	51.82	463.73
b) Employees' costs	2,787.91	2,450.64	9,003.41
c) Depreciation / Amortisation	201.23	138.17	589.24
d) Rent	486.44	650.11	2,120.94
e) Other Expenditure	1,126.09	811.50	4,928.10
<b>f) Total</b>	<b>4,688.65</b>	<b>4,102.24</b>	<b>17,105.42</b>
3. Profit from Operations before Other Income, Interest & Exceptional items	2,674.25	1,742.78	16,190.62
4. Other Income	2,053.62	650.64	28,528.23
5. Profit before Interest & Exceptional items	4,727.87	2,393.42	44,718.85
6. Interest	0.12	0.69	1.56
7. Profit from ordinary activities before tax	4,727.75	2,392.73	44,717.29
8. Tax expense	212.29	339.00	10,280.71
9. Net Profit for the period	4,515.46	2,053.73	34,436.58
10. Paid-up Equity Share Capital (Face Value Rs. 2/- per share)	921.57	917.67	921.57
11. Reserves excluding Revaluation Reserves			203,244.69
12. Earnings per share			
a) Basic (Rs.)	9.80	4.48	74.97
b) Diluted (Rs.)	9.80	4.48	74.96
13. Public Shareholding			
a) Number of shares	25,163,404	24,963,724	25,161,454
b) Percentage of shareholding	54.61	54.41	54.61
14. Promoters and promoter group shareholding			
<b>a) Pledged / Encumbered</b>			
- Number of shares	Nil	Nil	Nil
- Percentage of shares (as a % of total shareholding of promoters and promoter group)	Nil	Nil	Nil
- Percentage of shares (as a % of total share capital of the company)	Nil	Nil	Nil
<b>b) Non-encumbered</b>			
- Number of shares	20,915,133	20,919,913	20,917,083
- Percentage of shares (as a % of total shareholding of promoters and promoter group)	100.00	100.00	100.00
- Percentage of shares (as a % of total share capital of the company)	45.39	45.59	45.39

**Notes:**

- The above unaudited financial results, have been reviewed by Statutory Auditors, recommended by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on August 11, 2010.
- The Board of Directors in their meeting held on August 11, 2010 have declared first interim dividend of Rs. 2/- per equity share of face value Rs. 2/- each (i.e. @ 100%) on equity share capital of the Company.
- The Company, as a part of its core business strategy, promotes and invests in new 'Exchange', 'Technology' and 'Ecosystem' ventures that utilise its technological capabilities and domain expertise towards creating world class enterprises. The investment in each such venture is assessed for its risks and is limited to a pre-determined level and will generate returns after the ventures start ramping-up operations in about 2 to 4 years time frame. The company, as part of its non-linear business model, will continue to unlock value by broadening the investor base of its ventures.

4. The Company has investments aggregating Rs. 92,348.04 lacs in certain subsidiary companies and a joint venture company and loans and advances / debtors aggregating Rs. 3,767.34 lacs as at June 30, 2010 are due from some of these entities. These entities are at various stages of executing their business plans / commencing operations which is expected to result into profitability. These entities have continuing losses (share of aggregate losses to date Rs. 27,334.03 lacs) including on account of expensing out startup costs and costs relating to research and development activities. On an evaluation of the business plans for these entities, a provision for other than temporary diminution of Rs. 5,690.26 lacs has been made during earlier year which is considered adequate. The Company expects that investments in these entities will be unlocked at appropriate times as mentioned in note no. 3 above.

5. Other income consists of:

(Rs. in lacs)

PARTICULARS	Quarter ended		Year ended
	30.06.2010	30.06.2009	31.03.2010
a) Foreign exchange gain / (loss) (net)	113.24	(1,968.22)	(2,853.52)
b) Profit on sale / disposal of investments (net)	315.71	759.37	25,173.87
c) Dividend income	995.22	815.80	3,699.62
d) Diminution in value of investments (net)	(17.83)	(51.00)	(140.04)
e) Others (net)	647.28	1,094.69	2,648.30
	<b>2,053.62</b>	<b>650.64</b>	<b>28,528.23</b>

6. During the quarter ended June 30, 2010, the Company has made additional long term investments by way of share application money of Rs. 5 lacs in a subsidiary.

7. Segment wise Revenues and Results as per clause 41 of listing Agreement:

(Rs. in lacs)

PARTICULARS	Quarter ended		Year ended
	30.06.2010	30.06.2009	31.03.2010
<b>Segment Revenue</b>			
STP Technologies / Solutions	6,513.09	5,108.47	29,443.59
Others	849.81	736.55	3,852.45
<b>Total Income from Operations</b>	<b>7,362.90</b>	<b>5,845.02</b>	<b>33,296.04</b>
<b>Segment Results</b>			
STP Technologies / Solutions	3,901.29	2,657.89	20,903.65
Others	326.62	158.46	1,356.76
<b>Total</b>	<b>4,227.91</b>	<b>2,816.35</b>	<b>22,260.41</b>
Less : Interest	(0.12)	(0.69)	(1.56)
Add : Unallocable income	2,053.62	650.64	28,528.23
Less : Unallocable Expenses	(1,553.66)	(1,073.57)	(6,069.79)
<b>Profit before tax</b>	<b>4,727.75</b>	<b>2,392.73</b>	<b>44,717.29</b>

**Notes:**

- Segments have been identified in accordance with the Accounting Standard (AS 17) "Segment Reporting" considering the organisation structure and the return / risk profiles of the business.
  - STP Technologies / Solutions segment represents straight through processing solutions and includes an integrated mix of various products, projects and activities incidental thereto. Others segment represents trading activities, process management services and shared business support and IT Infrastructure sharing services.
  - Due to diversified nature of business, significant assets are interchangeably used between segments and the management believes that it is currently not practicable to provide segment disclosure relating to total assets and liabilities since a meaningful segregation is not possible.
8. No. of investor complaints (i) at the beginning of the quarter: Nil (ii) received during the quarter: 12 (iii) disposed off: 12, and (iv) unresolved at the end of the quarter: Nil.
9. Previous year / period figures have been regrouped / reclassified, wherever necessary, to conform to current period's presentation.
10. Management states that as at 30th June, 2010 cash and bank balances of Rs. 14,684.52 lacs and investment in mutual funds of Rs. 86,335.12 lacs (aggregating Rs. 101,019.64 lacs).

For Financial Technologies (India) Limited

Place: Mumbai  
Date : August 11, 2010

Dewang Neralla  
Wholtime Director