

INVESTOR COMMUNIQUE

Quarter ended Sept 30, 2010



www.ftindia.com

SAFE HARBOR STATEMENT



Certain statements in this presentation contain forward-looking information about Financial Technologies (India) Ltd. and its group companies, including their business operations, strategy and expected financial performance and condition. Forward-looking statements include statements that are predictive in nature, depend upon or refer to future events or conditions, or concern future financial performance (including revenues, earnings or growth rates), possible future plans and action of the company. Forward-looking statements are based on current expectations and understanding about future events.

They are inherently subject to, risks, uncertainties, and assumptions, etc. about the Company, economic factors and the industry in general. The Company's actual performance and events could materially differ from those expressed or implied by forward-looking statements made by the company due to, but not limited to, important factors such as general economic, political and market factors in India and internationally, competition, technological change, and changes in the government regulation.

FINANCIAL HIGHLIGHTS – For quarter ended Sept 30, 2010

(Standalone)



(in Rs. million)

QUARTER ENDED			
INCOME STATEMENT	SEPT 30, 10	JUNE 30, 10	Q-O-Q GROWTH
OPERATING REVENUES	1,092	736	↑ 48%
TOTAL INCOME	1,265	942	↑ 34%
PROFIT FROM OPERATIONS	577	267	↑ 116%
PAT	696	452	↑ 54%

Financial Year: April – March

Note: Above stated financials are excluding capital gain on shares

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FINANCIAL HIGHLIGHTS – For Half ended Sept 30, 2010 (Standalone)



(in Rs. million)

HALF YEAR ENDED			
INCOME STATEMENT	SEPT 30, 10	SEPT 30, 09	Y-O-Y GROWTH
OPERATING REVENUES	1,828	1,441	↑ 27%
TOTAL INCOME	2,207	1,771	↑ 25%
PROFIT FROM OPERATIONS	844	641	↑ 32%
PAT	1,148	824	↑ 39%

Financial Year: April – March

Note: Above stated financials are excluding capital gain on shares

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FINANCIAL HIGHLIGHTS – Over two years (Standalone)



(in Rs. million)

INCOME STATEMENT	FY 2009-10	FY 2008-09	FY 2007-08	GROWTH OVER TWO YEARS
OPERATING REVENUES	3,070	3,343	1,376	↑ 123%
TOTAL INCOME	4,114	4,994	2,311	↑ 78%
EBITDA	2,163	2,655	1,384	↑ 56%
PAT	1,880	2,065	970	↑ 94%

Note: Above stated financials are standalone figures excluding capital gain on shares



Dewang Neralla,

Whole Time Director, Financial Technologies said:

“We have witnessed a yet another strong quarter. Operating revenue increased by 48% to Rs. 1,092 million quarter on quarter. Net profit excluding capital gain on sale of shares increased by 53% to Rs. 692 million quarter on quarter. We are confident that the company is well positioned for long term growth.

This quarter the focus has been on execution. Two of our international exchanges went successfully live; SMX commenced operations on August 31, 2010 in Singapore and GBOT started on October 15, 2010 in Mauritius. These are multi asset class electronic exchanges poised to address the trading requirement in an effective and efficient manner in the respective geographies.

On the domestic front, we have experienced a steady growth. MCX witnessed 53% Y-o-Y growth in volumes with 84% market share, MCX-SX garnered 52% market share in FX- Derivatives. IEX maintained its leadership position with 87% market share in electricity trading. NSEL introduced an array of unique investment products like e-gold and e-silver. Eco system ventures like NBHC, ATOM and Ticker have also witnessed growth over the quarter.”

SUMMARIZED BALANCE SHEET *(Standalone)*



(in Rs. million)

PARTICULARS	AS ON SEPT 30, 10	AS ON MAR 31, 10
SOURCES OF FUNDS		
Shareholders' Funds		
Share Capital	92	92
Reserves & Surplus	21,364	20,325
Loan Funds		
Unsecured Loan		
Zero Coupon Convertible Bonds	4,065	4,085
Deferred tax liability (Net)	31	88
FCMITDA*	49	52
TOTAL	25,601	24,642

PARTICULARS	AS ON SEPT 30, 10	AS ON MAR 31, 10
APPLICATION OF FUNDS		
Fixed Assets	2,854	2,739
Investments	20,495	20,019
Current Assets, Loans & Advances	4,889	4,356
Less: Current Liabilities & Provisions	2,637	2,472
Net Current Assets	2,252	1,884
TOTAL	25,601	24,642

STRONG BALANCE SHEET

- Net worth of Rs. 21,456 million as on September 30, 2010
- Company has cash and bank balances of Rs. 1,828 million and mutual funds of Rs. 8,149 million (aggregated to Rs. 9,977 million) as on September 30, 2010
- Zero Coupon Convertible Bonds (ZCCB) of Rs. 4,065 million (USD 90.5 million) as on September 30, 2010

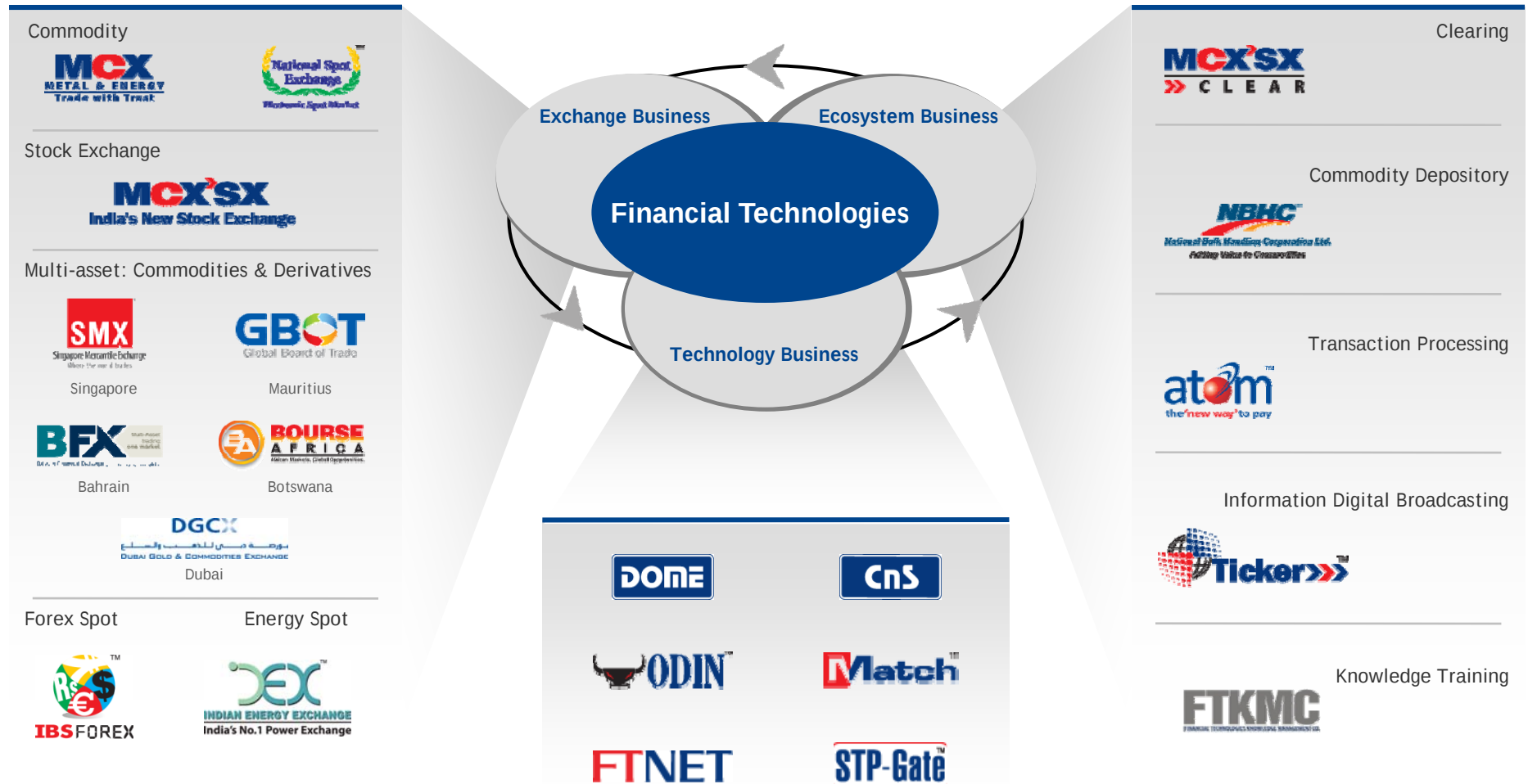
*Foreign Currency Monetary Item Translation Difference Account

BUSINESS OVERVIEW



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BUSINESS OVERVIEW



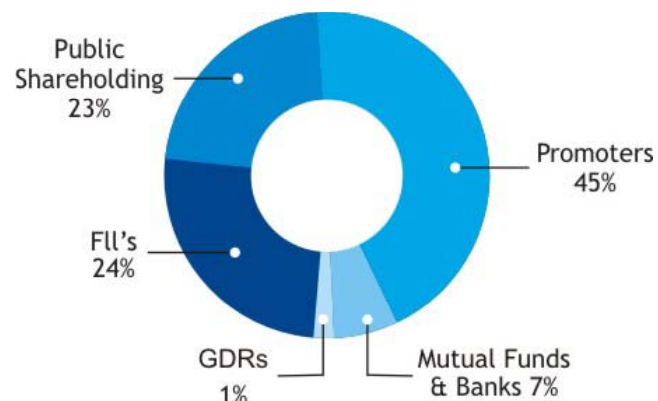
SELF FUELING MODEL FOR GROWTH



SHAREHOLDING HIGHLIGHTS *as on September 30, 2010*



SHAREHOLDING STRUCTURE*



MAJOR INSTITUTIONAL SHAREHOLDERS

Passport Capital LLC A/C

Reliance Mutual Fund

Elliot and page limited A/C AIC advantage fund II

Acacia Partners, LP

FID Funds Mauritius Limited

Deutsche Securities Mauritius Limited

STOCK INFORMATION

Code: NSE
BSE

FINANTECH
FINTECH

Bloomberg / Reuters

FTECH:IN / FITE.BO

No. of Shares Outstanding
(In mn)

46.08

Closing Price*
(In Rs. / share)

1,154.25 (BSE)

Market Capitalization*
(US\$ bn)

1.19**

52 week high / low
(In Rs. / share)

1721.95 / 1,135.10 (BSE)

52 week high / low
(In Rs. / share)

1723.00 / 1,138.20 (NSE)

PROMOTERS HAVE NOT PLEDGED ANY OF THEIR SHARES

*As on Sept 30, 2010, Rounded

**Exchange Rate on Sept 30, 2010, US\$ 1: 44.88 Rs. (Source: RBI reference rates)

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GROUP COMPANIES OVERVIEW



www.ftindia.com

MCX - LEADERSHIP

(www.mcxindia.com)



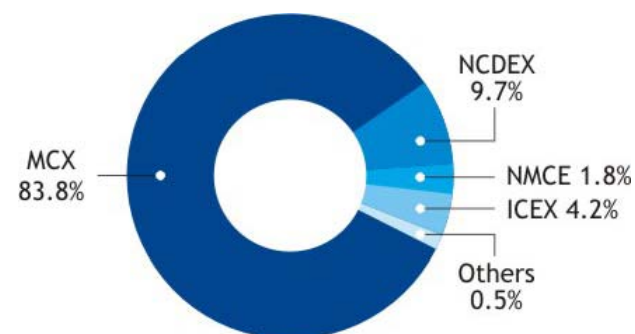
HIGHLIGHTS

- MCX maintained its leadership position in commodity space with market share of ~84% for H1 FY2011
- Average Daily turnover of Rs. 28,145 crore has been recorded for H1 FY 2011 (YTD increase of ~53%)
- Established 160,948 terminals (including CTCL and IBT terminals) and a membership base of 2,091 as on September 30, 2010
- MCX was conferred with the FICCI Socio Economic Development Foundation (SEDF) CSR Award – 2009 for its flagship CSR project, Gramin Suvidha Kendra (GSK), a joint initiative with India Post

MCX' GLOBAL LEADERSHIP

- 6th largest commodity futures exchange globally in terms of number of contracts traded on the exchange
 - 1st in silver**
 - 2nd in gold, copper and natural gas**
 - 3rd in crude oil**

MCX MARKET SHARE*



*Market share based on turnover for H1 FY2011 (Source: FMC)

**Based on trading volumes derived on the basis of un-audited data provided in the FIA, March 2010 Publication, based on the data provided by 70 individual futures and options exchanges

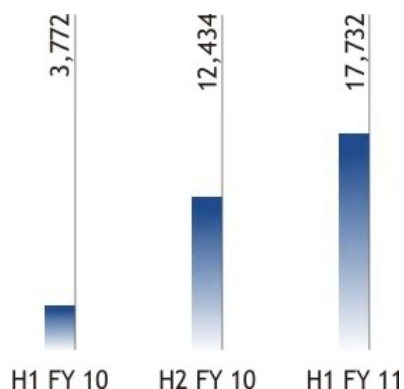
Note: Turnover figures are at Exchange level (single-sided)

MCX-SX - OPERATIONAL GROWTH

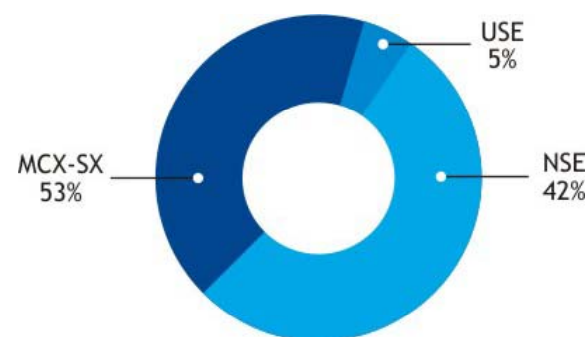
(www.mcx-sx.com)



QUARTERLY AVERAGE DAILY TURNOVER (Rs. crore)



MARKET SHARE*



PARTICULARS	SEPT 30, 2010	JUNE 30, 2010
Approved No. of Members	690	672
Cities Participated Across India	519	501
Average Daily Turnover for the Quarter Ended (Rs. crore)	15,511	20,025
Highest Turnover (Rs. crore)	24,234**	25,523
Average Daily Volumes for Quarter Ended (Contracts)	3,272,858	4,265,141
Highest No. of Contracts Traded	5,326,990**	5,510,862

*In terms of value traded for H1 FY2011

**On September 27, 2010

IEX - OPERATIONAL GROWTH

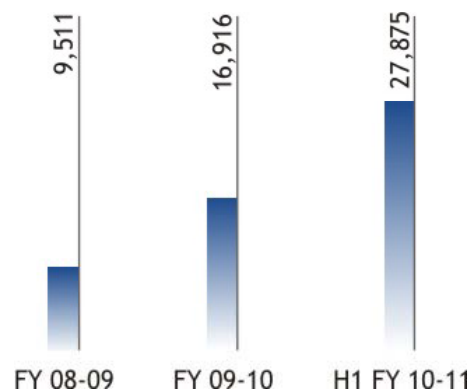
(www.iexindia.com)



HIGHLIGHTS

- India's No. 1 power exchange with 87% market share*
- Number of Members - 78*, Total Clients - 485*
- Average Daily Volume for Q2 FY 2011 - 34,752 MWh
- The exchange has 29 state utilities, 110 Private generators and over 354 direct consumers participating for better managing their energy portfolio

AVERAGE DAILY VOLUMES# (in MWh)



MARKET SHARE*



Source: Based on volume traded in MWh; as provided in the monthly reports on short-term transactions of electricity by CERC

*For H1 FY 2011 Day Ahead Market

For Day ahead market

www.ftindia.com

NSEL - OPERATIONAL GROWTH

(www.nationalspotexchange.com)



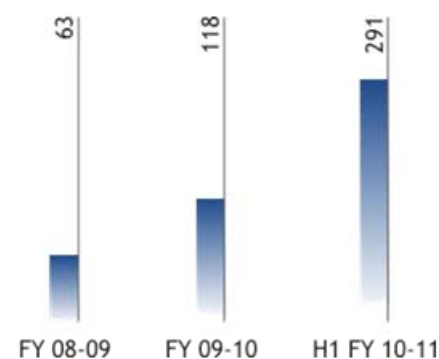
HIGHLIGHTS

- NSEL is India's No.1 spot exchange with a market share of over 98% compared to other Spot exchanges based on the half year ending Volumes of FY 2010-11
- It is operational in 25 commodities across 13 states in India with its most active contracts being castor seed, cotton seed wash oil, cotton, barley and maize
- Number of Members as on Sept 30, 2010 – 366
- Number of TWS as on Sept 30, 2010 – 1,980
- NSEL launched a unique investment product in the form of e- gold and e-silver on its platform.
- NSEL began spot delivery contracts for agri commodities such as soybean, chana, wheat, mustard and coriander seeds at Guna in Madhya Pradesh
- NSEL has tied up with Shree Ganesh Jewellery House Ltd. (SGJHL) to launch electronic trading of gold bars and coins under the brand Gajagold

NSEL PRESENCE IN INDIA

- | | |
|------------------|----------------|
| ▪ Karnataka | ▪ Tamilnadu |
| ▪ Rajasthan | ▪ West Bengal |
| ▪ Gujarat | ▪ Bihar |
| ▪ Delhi | ▪ Orissa |
| ▪ Madhya Pradesh | ▪ Chattishgarh |
| ▪ Maharashtra | ▪ Haryana |
| ▪ Andhra Pradesh | |

AVERAGE DAILY TURNOVER (Rs. Million)



FT GROUP - INTERNATIONAL EXCHANGE BUSINESS



(www.dgcx.ae)

- DGCX September volumes increased 63% year on year
 - Total volumes for September 2010 reached 156,740 contracts, a 63% increase on last year and valued at US\$ 7.85 billion
 - Year to date volume stands at 1.36 million contracts, a 37% increase on last year
 - September volumes also rose 41% on last month, as trading activity on the Exchange acquired greater momentum



(www.smx.com.sg)

- Singapore Mercantile Exchange (SMX) is a pan-Asian global commodity derivatives exchange based out of Singapore and is poised to offer futures and options contracts on precious metals, base metals, agriculture commodities, energy, currencies and commodity indices
- SMX will act as a proxy to the Asian economies and facilitate transparent price discovery and benchmarking in Asian time zone by offering a single platform for execution of trades, clearing and settlement
- SMX is a member of Futures Industry Association (FIA), Associations of Futures Markets (AFM), and Futures and Options Association (FOA). SMX also provides settlement guarantee as a central counterparty for all trades executed on it through its wholly owned clearing corporation, Singapore Mercantile Exchange Clearing Corporation Pte Ltd. (SMXCC)
- Monetary Authority of Singapore (MAS) has granted SMX the final approval to operate as an international commodity and currency derivatives exchange.
- SMX commenced operations on its cutting-edge electronic trading platform with the ringing of the opening bell by Mr. Ong Chong Tee, Deputy Managing Director of the Monetary Authority of Singapore (MAS) ON 31st August 2010.
- The four SMX futures contracts launched from the first day of trading on its platform include two leading crude oil benchmarks – Euro-denominated Brent Crude and West Texas Intermediate (WTI), a currency pair – Euro-US Dollar Currency Futures Contract and the first Gold futures contract in Singapore to be settled via physical delivery.
- Further products will be rolled-out in market segments such as Energy, Agriculture, Metals (precious and base), Indices, and Currencies.

FT GROUP - INTERNATIONAL EXCHANGE BUSINESS



(www.gbot.mu)

- Global Board Of Trade (GBOT) was incorporated in the Republic of Mauritius to establish a multi-asset class electronically operated market, licensed by the Financial Services Commission (FSC), the regulator for non bank financial services sector in Mauritius
- GBOT provides a comprehensive framework, encompassing electronic exchange trading and clearing solutions, risk management and online risk-based supervision, membership development, contract specification and structuring. GBOT also provides banking system interfaces leading to real-time settlement, business rules and by-laws, effective corporate governance frameworks, investor awareness and knowledge development
- The Global Board of Trade (GBOT), was officially launched on 15th October 2010 by the Guest of Honour, Dr The Honourable Navinchandra Ramgoolam, GCSK, FRCP, Prime Minister of the Republic of Mauritius at the InterContinental Resort, Mauritius
- GBOT offers trading in Gold and Silver futures as well as USD/MUR, ZAR/USD, EUR/USD, GBP/USD and JPY/USD futures. For the first time worldwide, two African currency futures are being traded on this platform.



(www.bfx.bh)

- The Bahrain Financial Exchange BSC Closed (BFX) is a pioneering cross-border and multi-product exchange in the Middle East and North Africa and will be internationally accessible to trade cash instruments, derivatives, structured products and Shari'ah-compliant financial instruments
- Regulated by the Central Bank of Bahrain (CBB) and underpinned by the BFX Clearing and Depository Corporation (BCDC), the BFX is well positioned to become the leading exchange venue in the Middle East to trade, clear and settle the contracts it trades
- Complementing its offerings, the BFX has established the Bahrain Financial Exchange Training Institute (BFX-TI) a training institute of global standards providing internationally accredited programmes in conventional and Islamic financial training, along with education courses for both individuals and corporate clients



(www.bourseafrica.com)

- Bourse Africa is a licensed spot and derivatives demutualised exchange which will offer multi-asset class trading to serve markets worldwide from Africa. It will provide efficient price discovery, and facilitate trade, financing, risk management and investment transactions between participants from across African markets, and between African and international participants
- Bourse Africa will operate on a hub and spoke model, a network of linked exchanges with Botswana as the technology and regulatory hub. The hub exchange in Botswana is licensed as a Self-Regulatory Organisation by the country's Non-Bank Financial Institutions Regulatory Authority and accredited under the Botswana International Financial Services Centre

www.ftindia.com

NBHC - OPERATIONAL GROWTH

(www.nbhcindia.com)



HIGHLIGHTS

- Depository business for facilitating structured credit (trade finance) against commodities from banks
- Offers collateral management services to leading public and private sector banks
- NBHC associated banks provide approximately over 60% of agriculture credit
- “Category F” membership with Grain and Feed Trade Association (GAFTA)
- Only Indian Warehousing and Commodity Management solution entity with a ISO 22000:2005 certification
- Products & Services
 - Warehousing and Commodity Management
 - Commodity Procurement
 - Collateral Management
 - Trade Intelligence and Support
- Total employee strength of 1000+
- Network of 25 offices across India

OPERATIONAL HIGHLIGHTS AS ON SEPT 30, 2010

- | | |
|-------------------------------|-----------|
| ▪ Presence | 19 States |
| ▪ Sales & admin offices | 73 |
| ▪ Number of Corporate Clients | 30 |

WAREHOUSING

- | | |
|----------------------|---------------------|
| ▪ Storage capacity | 1.62 million MT |
| ▪ Storage Space | 10.65 million sq ft |
| ▪ Storage facilities | 553 |

QUALITY ASSURANCE & PEST MANAGEMENT

- | | |
|---|-----------------------|
| ▪ Functional QA Laboratories | 31 (200+ mobile labs) |
| ▪ Number of Commodities tested | 130+ |
| ▪ Number of Certificates Issued (<i>For H1 FY 2011</i>) | 41,144+ |
| ▪ Pest Management Services | 11 states |
| ▪ Pest Management Accreditations | 31 licences |

COLLATERAL MANAGEMENT (CM)

- | | |
|-------------------------------------|-------------------|
| ▪ No. of Banks associated with | 34 |
| ▪ Number of commodities funded | 150+ |
| ▪ CM Cumulative Funding facilitated | Rs. 14,500+ crore |
| ▪ Geographical spread | 900+ locations |

atom - OPERATIONAL GROWTH

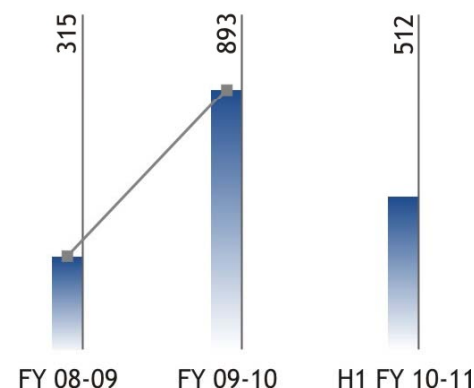
(www.atomtech.in)



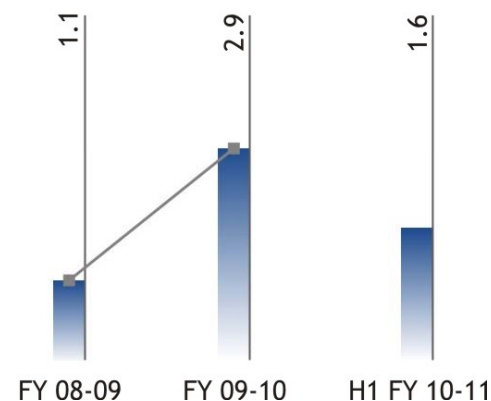
HIGHLIGHTS

- Atom provides technology aimed at mobile phone and wireless device users
- atom has created multiple products and services for mobile payment, mobile banking, Interactive Voice Response (IVR) based payments and mobile based service distribution network. The transactions are routed through banks' payment gateways using phones
- Company has the following lines of businesses:
 1. Payment Processing
 2. Technology solutions and services
 3. Financial inclusion services
- atom has already entered into tie-ups with 200+ merchants, 13+ banks and 3 telecom companies in India
- IVR merchants added during 2nd quarter*:
 - Arya Honda
 - Southern Travels
 - Reliance Communications
 - Audi Motors
 - HCL Infosystem Ltd.
 - IDBI Fortis
 - THE INDIAN EXPRESS
 - IBIBO Web Pvt Ltd.
 - Shell Tran Hyd
 - HDFC Std Life
- atom tied up with Standard Chartered Bank on mobile led technology-back end and front end for to their Financial Inclusion initiative

atom IVR TRANSACTION VALUES (Rs. crore)



atom IVR TRANSACTION VOLUMES (in millions)



*Partial List

www.ftindia.com

HUMAN RESOURCE ANALYSIS
CORPORATE GOVERNANCE
CSO INITIATIVES



www.ftindia.com

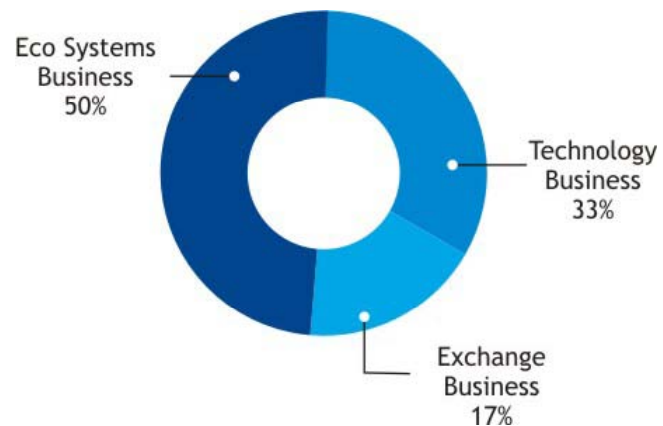
HUMAN RESOURCE ANALYSIS



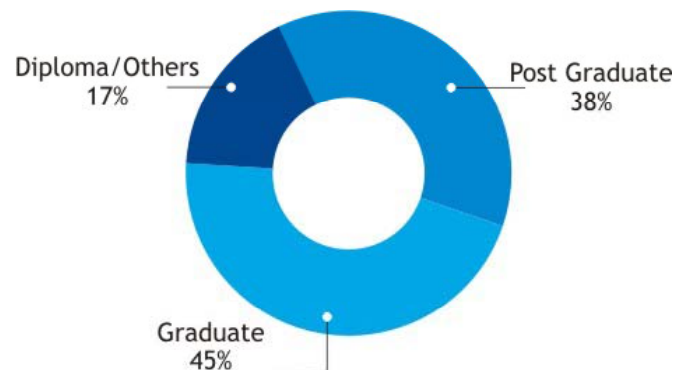
KEY HIGHLIGHTS

- Employee strength of the Group is over 3,600 as on September 30, 2010
- Mr. Paras Ajmera, Director HR & Operations, Financial Technologies was conferred with Strategic HR leader honor at Asia's Best Employer Brand Awards 2010. This was organized by the World HRD Congress at Suntec, Singapore.

FINANCIAL TECHNOLOGIES GROUP EMPLOYEES AS ON SEPT 30, 2010



QUALIFICATION WISE BREAK-UP AS ON SEPT 30, 2010



FINANCIAL TECHNOLOGIES BOARD & ADVISORY BOARD



BOARD OF DIRECTORS

- Globally recognized leaders from technology and financial market space
- Directors on the board includes:
 - Mr. Jignesh Shah, Chairman
 - Mr. Dewang Neralla
 - Mr. P. G. Kakodkar
 - Mr. Ravi K. Sheth
 - Mr. Chandrakant Kamdar
 - Mr. R. Devarajan
 - Mr. P.R. Barpande
 - Mr. C.M. Maniar

ADVISORY BOARD

- Highly accomplished and acclaimed industry leaders with rich and diverse wealth of experience from managing corporates to exchange regulators, bureaucrats etc.
- Advisory board members include:
 - Mr. Narayanan Vaghul
 - Mr. Kiran Karnik
 - Mr. G. N. Bajpai

CSO INITIATIVES



ECONOMY



Gramin Suvidha Kendra (GSK)

GSK is now part of BCTA (Business Call to action), a multi stakeholder platform that challenges and encourage companies to develop innovative business models to meet development as well as business goals.

23rd GSK center launched at Jewargi Sub Post office in Gulbarga district of Karnataka. This is the 2nd center in Karnataka and 3rd with Financial assistance of MoPR under the RBH project.

More than 1200 new farmers registered in 2nd quarter of 2010-11 at the 23 GSK centers reaching to more than 2200 villages in 5 states. The total number of registered farmer is 9702 as on Sept-10.

NABARD and FMC contribute Rs 10.5 and Rs 5.25 Lakh respectively for 300 farmer training programs at GSK locations in 2010-11. 65 Farmer training and awareness programs conducted in 2nd quarter of 2010-11.

One year Patience Assistance program launched for girls from GSK villages in partnership with Johnson & Johnson.

Agri input sale of more than 3.5 lakh done at GSK centers as on Sept 2010.

GROUP CSO-INTERNAL ENGAGEMENT

4th all India Blood Donation drive for FTG companies conducted on 11th August across 11 locations across the country with 356 blood units collected



Joy of Giving Week launched on Sep 28- Oct 02 . Five employees volunteered for Mumbai Mobile Creches. Eleven employees contributed financially to Meljol. Clothes Donation Drive conducted: 23 boxes of old clothes donated to NGO, Goonj.



Khushi Ki Kiran Programme revamped for volunteering activities for FTG employees. Fifteen employees already participated in activities like report writing, content development and recreational activities with enrolled NGO's which include, CCDT, Childline and Support.



Kherwadi Social Welfare Association (KSWA) NGO has been shortlisted for support by FTG for the 8th Mumbai Marathon 2011. KSWA works for the underprivileged youth for their livelihoods.

FINANCIALS FOR QUARTER ENDED SEPT 30, 2010



Creating Markets. Unlocking Value.™

Financial Technologies (India) Limited

Regd. Office: Doshi Towers, 1st Floor, 1A & B,
No. 156, Periyar EVR Salai, Kilpauk,
Chennai - 600010.

UNAUDITED FINANCIAL RESULTS (STAND ALONE) FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2010

Particulars	(Rs. in lacs except per share data)				
	Quarter ended		Half Year ended		Year ended
	30.09.10	30.09.09	30.09.10	30.09.09	31.03.10
	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. a) Net Sales / Income from Operations	10,377.65	8,024.09	17,185.41	13,331.22	30,698.72
b) Other Operating Income	543.47	538.42	1,098.61	1,076.31	2,597.32
Total Income from Operations	10,921.12	8,562.51	18,284.02	14,407.53	33,296.04
2. Expenditure					
a) Purchase of traded goods	117.60	136.70	204.58	188.52	463.73
b) Employees' costs	3,086.03	2,165.09	5,873.93	4,615.73	9,003.41
c) Depreciation / Amortisation	202.85	142.23	404.08	280.40	589.24
d) Rent	518.81	465.69	1,005.25	1,115.80	2,120.94
e) Other Expenditure	1,229.30	982.26	2,355.40	1,793.76	4,928.10
f) Total	5,154.59	3,891.97	9,843.24	7,994.21	17,105.42
3. Profit from Operations before Other Income, Interest & Exceptional items	5,766.53	4,670.54	8,440.78	6,413.32	16,190.62
4. Other Income	3,644.16	26,337.51	5,697.78	26,988.15	28,528.23
5. Profit before Interest & Exceptional items	9,410.69	31,008.05	14,138.56	33,401.47	44,718.85
6. Interest	46.22	0.76	46.34	1.45	1.56
7. Profit from ordinary activities before tax	9,364.47	31,007.29	14,092.22	33,400.02	44,717.29
8. Tax expense (net of MAT credit)	899.49	9,183.77	1,111.78	9,522.77	10,280.71
9. Net Profit for the period	8,464.98	21,823.52	12,980.44	23,877.25	34,436.58
10. Paid-up Equity Share Capital (Face Value Rs. 2/- per share)	921.57	918.98	921.57	918.98	921.57
11. Reserves excluding Revaluation Reserves					203,244.69
12. Earnings per share					
a) Basic (Rs.)	18.37	47.54	28.17	52.02	74.97
b) Diluted (Rs.)	18.37	47.52	28.17	51.99	74.96
13. Public Shareholding					
a) Number of shares	25,163,731	25,029,524	25,163,731	25,029,524	25,161,454
b) Percentage of shareholding	54.61	54.47	54.61	54.47	54.61
14. Promoters and promoter group shareholding					
a) Pledged / Encumbered					
- Number of shares	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of total shareholding of promoters and promoter group)	Nil	Nil	Nil	Nil	Nil
- Percentage of shares (as a % of total share capital of the company)	Nil	Nil	Nil	Nil	Nil
b) Non-encumbered					
- Number of shares	20,914,806	20,919,613	20,914,806	20,919,613	20,917,083
- Percentage of shares (as a % of total shareholding of promoters and promoter group)	100.00	100.00	100.00	100.00	100.00
- Percentage of shares (as a % of total share capital of the company)	45.39	45.53	45.39	45.53	45.39

Notes:

- The above unaudited financial results, have been reviewed by the Statutory Auditors, recommended by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on November 9, 2010.
- The Board of Directors in their meeting held on November 9, 2010 have declared second 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 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.
- The Company has investments aggregating Rs. 95,853.04 lacs in certain subsidiary companies and a joint venture company and loans and advances/debtors aggregating Rs. 14,162.80 lacs as at September 30, 2010 are receivable from 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. 35,093.66 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 the value of the investments in these entities will be unlocked at appropriate times.
- During the year ended March 31, 2010, the Company had sold 71.875 million equity shares of Re. 1/- each at Rs. 35/- per share in an unlisted company to an investor under a Share Purchase Agreement which, inter alia, included a covenant for a price reset in the event of certain conditions not being met within a prescribed time frame, which, has not arisen. Accordingly, no liability is due for recognition in terms of Accounting Standard 29.

Particulars	(Rs. in lacs)				
	Quarter ended		Half Year ended		Year ended
	30.09.10	30.09.09	30.09.10	30.09.09	31.03.10
a) Foreign exchange gain/(loss) (net)	(154.97)	82.92	(41.73)	(1,885.30)	(2,853.52)
b) Profit on sale/disposal of investments (net)	1,920.47	23,971.35	2,236.17	24,730.73	25,173.87
c) Dividend income	1,479.81	1,532.00	2,475.03	2,347.80	3,699.62
d) Diminution in value of investments [reversal/(charge)] (net)	32.72	(27.87)	14.89	(78.87)	(140.04)
e) Others (net)	366.13	779.11	1,013.42	1,873.79	2,648.30
	3,644.16	26,337.51	5,697.78	26,988.15	28,528.23

- During the quarter ended September 30, 2010, the Company has made additional long term investments aggregating Rs. 3,500.08 lacs in equity shares of subsidiaries.

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

Particulars	(Rs. in lacs)				
	Quarter ended		Half Year ended		Year ended
	30.09.10	30.09.09	30.09.10	30.09.09	31.03.10
Segment Revenue					
STP Technologies / Solutions	10,141.21	7,705.32	16,654.30	12,813.79	29,443.59
Others	779.91	857.19	1,629.72	1,593.74	3,852.45
Total Income from Operations	10,921.12	8,562.51	18,284.02	14,407.53	33,296.04
Segment Results					
STP Technologies / Solutions	7,386.56	5,921.14	11,287.85	8,579.03	20,903.65
Others	180.89	229.90	507.51	388.36	1,356.76
Total	7,567.45	6,151.04	11,795.36	8,967.39	22,260.41
Less : Interest	(46.22)	(0.76)	(46.34)	(1.45)	(1.56)
Add : Unallocable income	3,644.16	26,337.51	5,697.78	26,988.15	28,528.23
Less : Unallocable Expenses	(1,800.92)	(1,480.50)	(3,354.58)	(2,554.07)	(6,069.79)
Profit before tax	9,364.47	31,007.29	14,092.22	33,400.02	44,717.29

FINANCIALS FOR QUARTER ENDED SEPT 30, 2010



Notes:

- i) 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.
- ii) 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.
- iii) 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.

9. Statement of Assets and Liabilities:

Particulars	(Rs. in lacs)	
	As at 30.09.10	As at 30.09.09
	Unaudited	Unaudited
Shareholders Fund:		
a) Capital	921.57	918.98
b) Reserves and Surplus	213,638.84	195,939.48
Loan Funds	40,652.60	43,476.20
Deferred tax liability (net)	307.65	1,145.60
Foreign Currency Monetary Item Translation Difference Account (FCMITDA)	484.98	-
Total	256,005.64	241,480.26
Fixed Assets	28,535.84	26,858.12
Investments*	204,952.23	168,228.82
Foreign Currency Monetary Item Translation Difference Account (FCMITDA)	-	1,267.82
Current Assets, Loans And Advances		
a) Sundry Debtors	8,888.08	9,407.24
b) Cash and Bank balances	18,275.27	41,529.24
c) Other current assets	1,431.37	1,793.96
d) Loans and Advances	20,293.81	17,265.60
	48,888.53	69,996.04
Less: Current Liabilities and Provisions		
a) Liabilities	8,185.99	7,664.03
b) Provisions	18,184.97	17,206.51
	26,370.96	24,870.54
Net Current Assets	22,517.57	45,125.50
Total	256,005.64	241,480.26
*Includes investment in mutual funds	81,486.59	94,840.54
Aggregate of cash & bank balance and investment in mutual funds	99,761.86	136,369.78

10. No. of investor complaints (i) at the beginning of the quarter: Nil (ii) received during the quarter: 5 (iii) disposed off: 5, and (iv) unresolved at the end of the quarter: Nil

11. Previous year/period figures have been regrouped/reclassified, wherever necessary, to conform to current period's presentation.

For Financial Technologies (India) Limited

Place: Mumbai
Date : November 9, 2010

Dewang Neralla
Wholetime Director



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