

**STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED
31ST DECEMBER 2008**

S. No.	Particulars	(Rupees in Lacs)				
		Quarter ended		Nine Months Ended		Year ended
		Un-audited		Un-audited		Audited
		31.12.2008	31.12.2007	31.12.2008	31.12.2007	31.03.2008
1	Net Sales/Income from operations	14,527.67	7,152.21	31,282.09	14,396.62	26,209.48
	Other Operating Income	-	-	-	-	-
	Total Revenue	14,527.67	7,152.21	31,282.09	14,396.62	26,209.48
2	Total Expenditure:					
	(Increase)/ Decrease in stock in trade	(1,852.54)	(2,808.48)	(1,962.62)	(3,291.37)	184.42
	Purchases	5,317.16	5,054.09	6,928.23	6,944.59	7,788.46
	Personnel expenses	1,721.72	952.08	4,290.53	2,267.68	3,385.43
	Depreciation	1,919.64	913.19	4,832.83	2,134.24	3,229.54
	Foreign Exchange Fluctuation	1,009.83	(162.80)	2,977.69	(468.40)	(232.65)
	Administration & Other expenses	1,668.64	615.46	3,527.27	1,510.39	2,383.80
	Total Expenditure	9,784.44	4,563.54	20,593.91	9,097.13	16,739.00
3	Profit from Operations before other income , Interest & Exceptional items (1-2)	4,743.23	2,588.67	10,688.18	5,299.49	9,470.48
4	Other Income	167.91	425.69	988.60	873.79	1,248.09
5	Profit from Operations before Interest & Exceptional items (3+4)	4,911.14	3,014.36	11,676.78	6,173.28	10,718.57
6	Interest	241.01	125.52	555.51	257.83	418.92
7	Profit after Interest but before Exceptional Items (5-6)	4,670.13	2,888.84	11,121.27	5,915.45	10,299.65
8	Exceptional Items	-	-	-	-	-
9	Profit (+)/Loss(-) from Ordinary Activities Before tax (7+8)	4,670.13	2,888.84	11,121.27	5,915.45	10,299.65
10	Tax Expense					
	- Current tax	1,017.56	641.87	2,596.33	1,192.98	1,675.62
	- Deferred tax	464.03	325.40	1,078.85	825.06	1,560.03
	- Fringe benefit tax	33.86	20.00	75.12	37.26	57.87
11	Net Profit (+)/Loss(-) from Ordinary Activities after tax (9-10)	3,154.68	1,901.57	7,370.97	3,860.15	7,006.13
12	Extraordinary Item (net of tax expense)	-	-	-	-	-
13	Net Profit (+)/Loss(-) for the period	3,154.68	1,901.57	7,370.97	3,860.15	7,006.13

	(11-12)					
14	Paid up Equity share capital (Face Value Rs.10/- each)	1,728.36	1,722.59	1,728.36	1,722.59	1,724.66
15	Reserve excluding revaluation reserves (As per Balance Sheet) of previous accounting year	-	-	-	-	26,130.21
16	Earning Per Share (EPS) (not to be annualized)					
	(a) Basic	18.25	11.04	42.65	22.94	41.38
	(b) Diluted	17.76	9.28	41.50	16.85	35.13
17	Public Shareholding:					
	. - Numbers of Shares (Nos.)	7,772,841	7,567,625	7,772,841	7,567,625	7,588,335
	. - Percentage of shareholding	44.97%	43.93%	44.97%	43.93%	44.00%

Additional Information as per Clause 41 of Listing Agreement:

Rupees. in Lacs

S.No.	Particulars	Quarter ended		Nine Months Ended		Year ended
		Un-audited		Un-audited		Audited
		31.12.2008	31.12.2007	31.12.2008	31.12.2007	31.03.2008
1	Consolidated Income from Operations	18,955.82	8,216.72	40,773.88	16,241.47	28,608.42
	Consolidated Other Income	156.81	609.63	808.97	1,442.65	1,775.48
	Consolidated Total Revenue	19,112.63	8,826.36	41,582.85	17,684.13	30,383.90
2	Consolidated EBIDTA	7,419.37	3,590.59	17,124.54	7,214.08	12,660.88
3	Consolidated EBIT	5,320.60	2,727.52	11,926.63	5,294.13	9,347.72
	Consolidated Profit after tax	3,182.91	1,971.96	7,718.23	3,872.93	7,056.17
	Consolidated Earning Per Share (not to be annualized) in Rupees					
	Basic	18.42	11.45	44.66	23.01	41.67
	Diluted	17.92	9.66	43.46	16.89	35.40

Standalone Segment wise Revenue, Results and Capital Employed

S. No.	Particulars	(Rupees in lacs)				
		Quarter ended		Nine Months Ended		Year ended
		Un-audited		Un-audited		Audited
		31.12.2008	31.12.2007	31.12.2008	31.12.2007	31.03.2008
1	Segment Revenue					
	Smart Class	8,758.70	3,470.28	20,339.70	7,750.12	12,778.16
	Instructional & Computing Technology (ICT)	3,751.07	2,387.49	5,761.10	3,875.55	9,332.50
	Professional Development	858.47	656.43	2,128.83	1,904.24	2,562.68
	Retail & Consulting	1,159.43	638.01	3,052.46	866.71	1,536.14
	Total Net Sales/ Income from Operations	14,527.67	7,152.21	31,282.09	14,396.62	26,209.48
2	Segment Results (Profit before Interest & tax from each segments)					
	Smart Class	5,183.70	1,922.31	12,216.14	4,308.15	7,412.35
	Instructional & Computing Technology (ICT)	855.91	676.75	1,545.36	1,098.47	2,728.26
	Professional Development	523.79	416.82	1,369.87	1,135.52	1,567.19
	Retail & Consulting	408.84	388.18	1,615.66	497.29	866.81
		6,972.24	3,404.06	16,747.03	7,039.43	12,574.61
	Less: Interest (Net)	241.01	125.52	555.51	257.83	418.92
	: Other un-allocable expenses	2,229.01	978.19	6,058.85	2,208.34	3,337.03
	: Un-allocable Income	(167.91)	(588.49)	(988.60)	(1,342.19)	(1,480.99)
	Total Profit before Tax	4,670.13	2,888.84	11,121.27	5915.45	10,299.65
3	Capital Employed					
	(Segment Assets- Segment Liabilities)					
	Smart Class	32,099.94	7,442.70	32,099.94	7,442.70	15,860.77
	Instructional & Computing Technology (ICT)	8,623.44	6,958.18	8,623.44	6,958.18	4,961.17
	Professional Development	366.04	815.54	366.04	815.54	1,671.49
	Retail & Consulting	1,129.39	415.14	1,129.39	415.14	428.08
	Total	42,218.81	15,631.56	42,218.81	15,631.56	22,921.51

Notes:

1. The Unaudited Financial Results for the quarter ended on 31st December 2008 have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 27th January 2009 and have been subjected to limited review by the statutory auditors of the Company.
2. As on date, Promoters of the Company have not pledged any of their shares of the Company to any Bank/Financial Institution/person whatsoever in nature. Further they have also not sold any of their shares during the Quarter.
3. Given the seasonal nature the industry, the results of any quarter may not be a true indicative of annual performance. Historically company has observed the following seasonality i.e. Quarter I amounts to approximate 10 to 12% of the total revenue, Quarter II amounts to approximate 18 to 20% of the total revenue, Quarter III amounts to approximate 25 to 30% and Quarter IV amounts to approximate 38 to 47% of the total revenue.
4. Since 01st October 2008 till date Company has allotted 5536 Equity shares pursuant to exercise of Stock options by eligible employees of the Company/ its subsidiaries under ESOP Scheme 2006 and ESOP Scheme 2007. Paid up Capital of the Company is Rs. 17,28,62,850/- as on 27th January 2009
5. During the quarter, Educomp has signed a services agreement with Michael & Susan Dell Foundation, a private charitable Foundation, based out of United States to create a model to transform learning levels of poor children served by private schools in Hyderabad for an amount of Rs. 4.78 crores .
6. During the quarter Educomp has signed an MOU with Department of Rural Development, Government of Uttar Pradesh to impart skill based training Programs for the unemployed and under- privileged in the State for a period of 3 years. This new Initiative will facilitate Educomp to use its extensive k12 network in U.P. to the optimum and would open bigger opportunities for providing training Programmes to a larger population of unemployed & under privileged youth across the country as a part of the large expenditure on skill development proposed to be made by the Government through its various skill training initiatives
7. During the quarter, Company has been awarded a work order from Commissioner of Public Instruction, Government of Karnataka for implementation of Computer aided Education in 708 PU colleges in Karnataka. The order is valued at Rs 50.27 Crores to be executed over 5 years. Educomp has also bagged an order for 347 Government hostels from Commissioner Tribal Welfare, Government of Chattisgarh for implementation of Computer aided Education Programme. With



the above orders, the total number of schools in the Educomp portfolio has gone upto to 9970 and the total number of students served by Educomp will be now 6 million+ in India itself. This order further reaffirms Educomp's leadership in the ICT segment in India being the only Company to reach almost 10,000 schools under contract. Educomp is now executing public private partnership (PPP) Programmes for imparting Computer Aided Education (CAE) using its Multi Lingual Content, training Government teachers / providing staff & other deliverables as per tender specifications in 14 State Governments under various schemes including the Sarva Shiksha Abhiyan.

8. The Final Dividend of Rs. 2.50 per share (25% on equity share of face value of Rs. 10/- each) for the Financial Year 2007-08 was approved by the Shareholders at the Annual General Meeting held on 07th July 2008 and was paid on 11th July 2008
9. Status of Investor complaints received by the Company is as follows:

Particulars	Pending as on October 1, 2008	Received during the Quarter	Disposed during the Quarter	Pending as on December 31, 2008
No of Complaints	1	7	8	0

10. The Segment Report is prepared in accordance with the Accounting Standard-17 "Segment Reporting" Issued by the Institute of Chartered Accountants of India.
11. The Basic and Diluted Earning per Share has been calculated in accordance with the AS-20 "Earning per Share" issued by the ICAI.
12. Consolidation of Accounts has been done in accordance with the AS-21 "Consolidation of Financial Statements" issued by the ICAI.
13. Previous year/period figures have been regrouped and rearranged, wherever considered necessary for comparison purposes.

By order of the Board of Directors

For Educomp Solutions Ltd

Place: New Delhi
Date: January 27, 2009

Shantanu Prakash
Chairman & Managing Director