

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE
2006**

(Rs in Lacs)

S. No.	Particulars	Quarter ended 30.06.2006 (unaudited)	Quarter ended 30.06.2005 (audited)	Year ended 31.03.2006 (audited)
			(Note No. 1)	
1	Net Sales/Income from operations	936.73	535.25	5230.45
2	Other Income	87.92	9.74	146.81
	Total Revenue	1024.65	544.99	5377.26
3	Total Expenditure:			
	(Increase)/ Decrease in stock	(9.26)	16.10	(73.28)
	Purchases	159.05	6.69	1027.56
	Personnel expenses	214.04	154.69	750.29
	Administration & Other expenses	222.83	106.86	944.42
	Total Expenditure	586.66	284.34	2648.99
4	Interest	7.25	13.73	50.35
5	Depreciation	137.47	117.98	530.52
6	Profit Before Tax (1+2-3-4-5)	293.27	128.94	2147.40
7	Provision for taxation:			
	. - Current tax	118.33	60.00	759.70
	. - Deferred tax	(19.48)	(12.43)	(34.62)
	. - Fringe benefit tax	6.77	0.50	32.02
8	Net Profit (6-7)	187.65	80.87	1390.30
9	Paid up Equity share capital (Face Value Rs.10/- each)	1595.98	447.34	1595.98
10	Reserve excluding revaluation reserves (As per Balance Sheet) of previous financial year	-	-	7434.98
11	Basic and Diluted Earning per share (not to be annualized) in Rupees	1.18	0.74	11.15
12	Aggregate of non-Promoters Share Holding:			
	. - Numbers of Shares (Nos.)	5,602,411	812,781	5,602,411
	. - Percentage of shareholding	35.10%	18.17%	35.10%

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED
(Rs in Lacs)

S. No.	Particulars	Quarter ended 30.06.2006 (un audited)	Quarter ended 30.06.2005 (audited)	Year ended 31.03.2006 (audited)
1	Segment Revenue			
	Professional Development	353.80	218.27	1,229.53
	Smart Class	237.94	87.98	2,007.92
	Instructional & Computing Technology (ICT)	262.90	199.79	1,586.16
	Others (Retail)	82.09	29.21	406.84
	Total Net Sales/ Income from Operations	936.73	535.25	5230.45
2	Segment Results (Profit before Interest & tax from each segments)			
	Professional Development	177.04	145.66	746.18
	Smart Class	102.46	31.23	1200.31
	Instructional & Computing Technology (ICT)	91.53	51.82	601.73
	Others (Retail)	18.25	(4.85)	114.94
		389.28	223.86	2663.16
	Less: Interest (Net)	7.25	13.73	50.35
	:Other un-allocable expenses (net of un- allocable income)	88.76	81.19	465.41
	Total Profit before Tax	293.27	128.94	2147.40
3	Capital Employed (Segment Assets- Segment Liabilities)			
	Professional Development	839.94	706.73	288.91
	Smart Class	1230.50	-	1001.42
	Instructional & Computing Technology (ICT)	1703.74	1155.09	1354.68
	Others (Retail)	260.42	243.30	222.53
	Total	4034.60	2105.12	2867.54

Notes:

1. The figure for the Quarter ended as on June 30th 2005, have been published in Prospectus dated 29th December, 2005 & are audited figures .
2. Utilization of IPO Proceeds:

Rs. in lacs		
Particulars	Projected Utilization as per the Prospectus dated 29.12.2005	Actual as on 30.06.2006
Capital Expenditure	5940.10	1339.74
Investment in U.S Subsidiary	805.14	0.00
M & A Activity	1000.00	0.00
Public Issue Expenses	380.46	525.91
Total	8125.70	1865.65
Pending utilization as at 30 th June 2006 balance funds have been either invested in liquid mutual funds /fixed deposits with Banks or lying with Cash credit/ Current account of the company.		

Note : The figure of R s 8125.70 lacs includes the forthcoming two years internal accruals of the company & R s 50 Crores raised through Initial Public offering on 13th January, 2006 .

3. The Un audited Financial Results have been reviewed by the audit Committee and taken on record by the Board of Directors at their meeting held on 25th July 2006.
4. Status of Investor complaints received by the Company is as follows:

Particulars	Pending as on April 1, 2006	Received during the Quarter	Disposed during the Quarter	Pending as on June 30, 2006
No of Complaints	0	61	61	0

5. Given the seasonal nature the industry, the results of any quarter may not be a true indicative of annual performance. 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% of the total revenue , Quarter IV amounts to approximate 38 to 47% of the total revenue .
6. The segment report is prepared in accordance with the Accounting Standard-17"segment reporting" Issued by the Institute of Chartered Accountants of India.
7. Previous year/period figures have been regrouped and rearranged, wherever considered necessary for comparison purposes.

8. The shareholding classification has also been regrouped and reclassified , wherever considered necessary.

By order of the Board of Directors

For Educomp Solutions Ltd

Sd/-

Place: Delhi

Date: July 25, 2006

Shantanu Prakash

Managing Director