

Dated: 14th May, 2012

The Deputy Manager
Department of Corporate Services
Bombay Stock Exchange Ltd
PJ Towers, 25th Floor
Dalal Street
Mumbai-01

Dear Sir,

Sub: Outcome of the Board meeting held on 14th May, 2012- Reg.

Ref: Scrip Code# 532372

With reference to the above subject, we would like to inform you that, the board of directors met on today and transacted the following business.

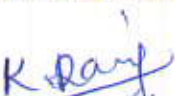
1. Approved the Stand alone Unaudited financial results for the quarter and half year ended on 31st March, 2012
2. Approved the Consolidated Unaudited financial results for the quarter and half year ended on 31st March, 2012

We are attaching herewith the results sheet and also the certificate from the statutory auditors of the company for the limited review carried out by them for this quarter.

Thanking You

Yours Truly

FOR VIRINCHI TECHNOLOGIES LTD


K.RAVINDRANATH TAGORE
COMPANY SECRETARY



Statement of Consolidated Unaudited Results for the quarter and six months ended 31/03/2012

| S.No. | PARTICULARS | UNAUDITED QUARTER ENDED | | UNAUDITED YEAR ENDED | | Audited Year Ended |
|----------------|---|----------------------------|------------|-------------------------|------------|-----------------------|
| | | 31/03/2012 | 31/03/2011 | 31/03/2012 | 31/03/2011 | 31/03/2011 |
| 1 | Income from Operations | | | | | |
| | a) Net Sales/ Income from Operations | 1784.54 | 1677.18 | 6981.94 | 6423.70 | 6370.14 |
| | b) Other Operating Income | 0.00 | 33.19 | 115.35 | 99.80 | 99.80 |
| | Total Income from operations | 1784.54 | 1710.37 | 7097.29 | 6523.50 | 6469.94 |
| 2 | Expenses | | | | | |
| | a. Increase/decrease in stock in trade and WIP | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | b. Consumption of Raw materials | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | c. Purchase of traded goods | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | d. Employees Cost | 703.10 | 464.79 | 2953.91 | 2622.86 | 2291.20 |
| | e. Depreciation | 137.38 | 166.98 | 609.98 | 665.17 | 638.35 |
| | f. Other Expenditure | | | | | |
| | l. Administrative Expenditure | 662.67 | 741.79 | 2311.61 | 2371.94 | 2534.63 |
| | ii. Good will write off | 51.22 | 51.22 | 200.47 | 200.47 | 200.95 |
| | g. Total | 1554.37 | 1424.76 | 6075.97 | 5760.44 | 5665.13 |
| | Profit/loss from Operations before other income, finance cost and exceptions items(1-2) | 230.17 | 285.61 | 1021.32 | 763.06 | 804.81 |
| 4 | Other income | 17.70 | 0.00 | 70.80 | 0.00 | 0.00 |
| | Profit/(loss) from Ordinary activities before finance costs and exceptional items(3+4) | 247.87 | 285.61 | 1092.12 | 763.06 | 804.81 |
| 6 | Finance costs | 73.50 | 52.50 | 231.24 | 166.54 | 230.87 |
| | Profit/(loss) from Ordinary activities after finance costs but before exceptional items(5-6) | 174.37 | 233.11 | 860.88 | 574.52 | 573.94 |
| 8 | Exceptional items | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 9 | Profit/Loss from Ordinary Activities before tax(7-8) | 174.37 | 233.11 | 860.88 | 574.52 | 573.94 |
| 10 | Tax Expense | 52.31 | 59.47 | 171.07 | 106.14 | 127.97 |
| 11 | Net Profit/Loss from Ordinary Activities after Tax(9- 10) | 122.06 | 173.64 | 689.81 | 468.38 | 445.97 |
| 12 | Extraordinary Items (Net of Tax expense of Rs.....Lakh) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 13 | Net Profit/Loss for the Period(11-12) | 122.06 | 173.64 | 689.81 | 468.38 | 445.97 |
| 14 | Share of Profit/(loss) of associates | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 15 | Minority Interest(13+14+15) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | Net Profit/(loss) after taxes, minority interest and share of profit/(loss) of associates | 122.06 | 0.00 | 689.81 | 468.38 | 445.97 |
| 17 | Paid Up Share Capital(Face Value of Rs.10/-each) | 1494.05 | 1494.05 | 1494.05 | 1494.05 | 1494.05 |
| | Reserves Excluding Revaluation Reserves as per Balance sheet of previous accounting year | 0.00 | 0.00 | 0.00 | 0.00 | 6621.48 |
| 18 | Earning Per Share(EPS)(Before Extraordinary items) of Rs. each not annualised) | | | | | |
| | a) Basic | 0.82 | 1.16 | 4.62 | 3.13 | 2.98 |
| | b) Diluted | 0.68 | 1.14 | 3.84 | 2.61 | 2.48 |
| | Earning Per Share(EPS)(After Extraordinary items) of Rs. each not annualised) | | | | | |
| | a) Basic | 0.82 | 1.16 | 4.62 | 3.13 | 2.98 |
| | b) Diluted | 0.68 | 1.14 | 3.84 | 2.61 | 2.48 |
| PART-II | | | | | | |
| A | Particulars of Shareholding | | | | | |
| 1 | Public Shareholding | | | | | |
| | Number of Shares | 10868899 | 10756618 | 10868899 | 10756618 | 10756618 |
| | Percentage of Shareholding | 72.53% | 71.78% | 72.53% | 71.78% | 71.78% |
| 2 | Promoters and Promoter Group Shareholding | | | | | |
| | a) Pledged/Encumbered | | | | | |
| | :Number of Shares | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | :Percentage of Shares (as a % of the total shareholding of promoter and Promoter Group) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | : Percentage of Shares (as a % of the total sharecapital of the company) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | b) Non-Encumbered | | | | | |
| | :Number of Shares | 4117151 | 4229432 | 4117151 | 4229432 | 4229432 |
| | :Percentage of Shares (as a % of the total shareholding of promoter and Promoter Group) | 100% | 100% | 100% | 100% | 100% |
| | : Percentage of Shares (as a % of the total sharecapital of the company) | 27.47% | 28.22% | 27.47% | 28.22% | 28.22% |



(in Laq)

| Consolidated Statement of Assets and Liabilities | | As At | As at |
|--|---|------------------|------------------|
| Particulars | | 31/03/2012 | 31/03/2011 |
| A | EQUITY AND LIABILITIES | | |
| 1 | Shareholders' funds | | |
| | a) Share Capital | 1,494.05 | 1,494.05 |
| | b) Reserves and Surplus | 7,311.30 | 6,621.49 |
| | c) Money received against Share Warrants | 150.00 | 150.00 |
| | Sub-total -Shareholders' Funds | 8,955.35 | 8,265.54 |
| 2 | Share application money pending allotment | - | - |
| 3 | Minority Interest | - | - |
| 4 | Non-Current Liabilities | - | - |
| | a) Long Term borrowings | 1,926.49 | 1,978.19 |
| | b) Deffered tax liabilities | 217.01 | 273.75 |
| | c) Other Long term liabilities | - | - |
| | d) Long term provisions | - | - |
| | Sub-total -Non-Current Liabilities | 2,143.50 | 2,251.93 |
| 4 | Current Liabilities | - | - |
| | a) Short-term Borrowings | 64.67 | 82.49 |
| | b) Trade Payables | 103.80 | 91.61 |
| | c) Other Curren Liabilities | - | - |
| | d) Short Term provisions | 339.99 | 337.65 |
| | Sub-total -Current Liabilities | 508.46 | 511.75 |
| | | - | - |
| | TOTAL-EQUITY AND LIABILITIES | 11,607.30 | 11,029.22 |
| B | ASSETS | - | - |
| 1 | Non-Current Assets | - | - |
| | a) Fixed Assets | 5,917.43 | 6,054.15 |
| | b) Good will on consolidation | - | 203.64 |
| | c) Non-Current investments | 5.14 | 5.14 |
| | d) Deffered tax assets(net) | - | - |
| | e) Long term loans and advances | - | - |
| | f) Other non-current assets | - | - |
| | Sub-total Non-Current Assets | 5,922.57 | 6,262.93 |
| 2 | Current Assets | - | - |
| | a) Current Investments | - | - |
| | b) Inventories | - | - |
| | c) Trade Receivables | 2,937.59 | 2,481.90 |
| | d) Cash and cash equivalents | 646.77 | 837.28 |
| | e) short term loans and advances | 2,100.37 | 1,447.11 |
| | f) Other current assets | - | - |
| | Sub-total Current Assets | 5,684.73 | 4,766.29 |
| | TOTAL ASSETS | 11,607.30 | 11,029.22 |
| | | - | - |



Notes to Consolidated Financial Results:

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 14th May, 2012 and have undergone Limited Review by the Statutory Auditors of the company.
2. The above results includes the revenues and profits from the Ksoft Systems Inc.,(100% wholly owned subsidiary of Virinchi Technologies Ltd) and also other wholly owned subsidiaries.
3. The Consolidated Financial Results has been prepared in accordance with the principals and procedures for the preparation and presentation of consolidated accounts as set out in the Accounting Standards (AS-21)
4. The standalone financial results of the company for the Quarter ended on 31st March, 2012 are available on the company's website: [www. Virinchi.com](http://www.Virinchi.com)

Key Standalone financial information is given below:

(Rs.in Lacs)

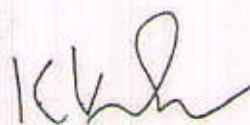
| Particulars | Qtr Ended 31/03/2012 (Unaudited) | Qtr Ended 31/03/2011 (Unaudited) | YEAR ENDED 31/03/2012 (Unaudited) | YEAR ENDED 31/03/2011 (Unaudited) | YEARENDED 31/03/2011 (Audited) |
|-------------------|---|---|--|--|---------------------------------------|
| Net Income | 949.37 | 923.33 | 3702.24 | 3808.14 | 3808.14 |
| Profit Before Tax | 42.57 | 69.17 | 238.87 | 301.74 | 302.41 |
| Profit After Tax | 31.93 | 62.00 | 191.43 | 267.66 | 270.29 |

5. The previous Period/year figures have been regrouped /recast wherever necessary to make them comparable with those of the current period/year.
6. The weighted average number of equity shares outstanding during the period has been considered for calculating the Basic and diluted Earnings Per share(Not annualised) in accordance with AS-20 "Earning Per share"
7. Status of Investor Complaints: Opening Balance as on 1st January, 2012-1 Received During the quarter-4 Disposed off During-the Qtr:-4 Closing -1

Place: Secunderabad

FOR VIRINCHI TECHNOLOGIES LTD

Dated: 14th May, 2012



VISWANATH KOMPILLA
EXECUTIVE DIRECTOR



| PART - I | | (Rs. In Lakhs) | | | | |
|---|--|----------------|------------|------------|------------|------------|
| Statement of Standalone Unaudited Results for the quarter and six months ended 31/03/2012 | | | | | | |
| S.No. | PARTICULARS | UNAUDITED | | UNAUDITED | | Audited |
| | | QUARTER ENDED | | YEAR ENDED | | Year Ended |
| | | 31/03/2012 | 31/03/2011 | 31/03/2012 | 31/03/2011 | 31.03.2011 |
| 1 | Income from Operations | | | | | |
| | a) Net Sales/ Income from Operations | 931.67 | 890.14 | 3516.09 | 3708.35 | 3708.34 |
| | b) Other Operating Income | 0.00 | 33.19 | 115.35 | 99.79 | 99.80 |
| | Total Income from operations | 931.67 | 923.33 | 3631.44 | 3808.14 | 3808.14 |
| 2 | Expenses | | | | | |
| | a. Increase/(decrease) in stock in trade and WIP | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | b. Consumption of Raw materials | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | c. Purchase of traded goods | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| | d. Employees Cost | 149.03 | 160.69 | 606.85 | 755.90 | 652.47 |
| | e. Depreciation | 131.38 | 165.96 | 600.38 | 661.17 | 618.09 |
| | f. Other Expenditure | | | | | |
| | 1. Administrative Expenditure | 512.67 | 426.79 | 1842.63 | 1707.41 | 1846.92 |
| | 2. Good will Write off | 51.22 | 51.22 | 200.47 | 200.47 | 200.55 |
| | g. Total | 844.30 | 804.66 | 3250.33 | 3324.95 | 3318.43 |
| 3 | Profit/loss from Operations before other income, finance cost and exceptions items(1-2) | 87.37 | 118.67 | 381.11 | 483.19 | 489.71 |
| 4 | Other income | 17.70 | 0.00 | 70.80 | 0.00 | 0.00 |
| 5 | Profit/(loss) from Ordinary activities before finance costs and exceptional items(3+4) | 105.07 | 118.67 | 451.91 | 483.19 | 489.71 |
| 6 | Finance costs | 62.60 | 49.50 | 213.04 | 181.45 | 187.30 |
| 7 | Profit/(loss) from Ordinary activities after finance costs but before exceptional items(5-6) | 42.57 | 69.17 | 238.87 | 301.74 | 302.41 |
| 8 | Exceptional items | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 9 | Profit/Loss from Ordinary Activities before tax(7-8) | 42.57 | 69.17 | 238.87 | 301.74 | 302.41 |
| 10 | Tax Expense | 10.64 | 7.17 | 47.44 | 34.08 | 32.12 |
| 11 | Net Profit/Loss from Ordinary Activities after Tax(9-10) | 31.93 | 62.00 | 191.43 | 267.66 | 270.29 |
| 12 | Extraordinary Items (Net of Tax expense of Rs. Lak) | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| 13 | Net Profit/Loss for the Period(11-12) | 31.93 | 62.00 | 191.43 | 267.66 | 270.29 |
| 14 | Paid Up Share Capital(Face Value of Rs. 10/-each) | 1494.05 | 1494.05 | 1494.05 | 1494.05 | 1494.05 |
| 15 | Reserves Excluding Revaluation Reserves as per Balance sheet of previous accounting year | 0.00 | 0.00 | 0.00 | 0.00 | 6367.85 |
| 16.i | Earning Per Share(EPS)(Before Extraordinary items) | | | | | |
| | a) Basic | 0.21 | 0.41 | 1.28 | 1.79 | 1.80 |
| | b) Diluted | 0.18 | 0.35 | 1.07 | 1.49 | 1.50 |
| 16.ii | Earning Per Share(EPS)(After Extraordinary items) | | | | | |
| | a) Basic | 0.21 | 0.41 | 1.28 | 1.79 | 1.80 |
| | b) Diluted | 0.18 | 0.35 | 1.07 | 1.49 | 1.50 |
| PART-II | | | | | | |
| A | Particulars of Shareholding | | | | | |
| 1 | Public Shareholding | | | | | |
| | Number of Shares | 10868899 | 10756618 | 10868899 | 10756618 | 10756618 |
| | Percentage of Shareholding | 72.53% | 71.78% | 72.53% | 71.78% | 71.78% |
| 2 | Promoters and Promoter Group Shareholding | | | | | |
| | a) Pledged/Encumbered | | | | | |
| | Number of Shares | 0.00 | Nil | 0.00 | Nil | Nil |
| | Percentage of Shares (as a % of the total shareholding of promoter and Promoter Group) | 0.00 | Nil | 0.00 | Nil | Nil |
| | Percentage of Shares (as a % of the total sharecapital of the company) | 0.00 | Nil | 0.00 | Nil | Nil |
| | b) Non-Encumbered | | | | | |
| | Number of Shares | 4117151 | 4229432 | 4117151 | 4229432 | 4229432 |
| | Percentage of Shares (as a % of the total shareholding of promoter and Promoter Group) | 100% | 100% | 100% | 100% | 100% |
| | Percentage of Shares (as a % of the total sharecapital of the company) | 27.47% | 28.22% | 27.47% | 28.22% | 28.22% |



(in Laq)

| Standalone statement of Assets and Liabilities | | As At | As at |
|--|---|------------------|------------------|
| Particulars | | 31/03/2012 | 31/03/2011 |
| A | EQUITY AND LIABILITIES | | |
| 1 | Shareholders' funds | | |
| | a) Share Capital | 1,494.05 | 1,494.05 |
| | b) Reserves and Surplus | 6,559.29 | 6,367.86 |
| | c) Money received against Share Warrants | 150.00 | 150.00 |
| | Sub-total -Shareholders' Funds | 8,203.34 | 8,011.91 |
| 2 | Share application money pending allotment | - | - |
| 3 | Non-Current Liabilities | | |
| | a) Long Term borrowings | 1,368.99 | 1,491.56 |
| | b) Deffered tax liabilites | 217.01 | 267.20 |
| | c) Other Long term liabilities | - | - |
| | d) Long term provisions | - | - |
| | Sub-total -Non-Current Liabilities | 1,586.00 | 1,758.76 |
| 4 | Current Liabilities | | |
| | a) Short-term Borrowings | - | 18.22 |
| | b) Trade Payables | 19.80 | 21.70 |
| | c) Other Curren Liabilities | - | - |
| | d) Short Term provisions | 293.99 | 248.08 |
| | Sub-total -Current Liabilities | 313.79 | 288.01 |
| | TOTAL-EQUITY AND LIABILITIES | 10,103.12 | 10,058.67 |
| B | ASSETS | | |
| 1 | Non-Current Assets | | |
| | a) Fixed Assets | 5,167.43 | 5,289.52 |
| | b) Good will on consolidation | - | 200.95 |
| | c) Non-Current investments | 734.22 | 668.32 |
| | d) Deffered tax assets(net) | - | - |
| | e) Long term loans and advances | - | - |
| | f) Other non-current assets | - | - |
| | Sub-total Non-Current Assets | 5,901.65 | 6,158.80 |
| 2 | Current Assets | | |
| | a) Current Investments | - | - |
| | b) Inventories | - | - |
| | c) Trade Receivables | 1,845.79 | 1,688.98 |
| | d) Cash and cash equivalents | 598.06 | 812.95 |
| | e) short term loans and advances to subsidiaries & others | 1,757.63 | 1,397.95 |
| | f) Other current assets | - | - |
| | Sub-total Current Assets | 4,201.47 | 3,899.87 |
| | TOTAL ASSETS | 10,103.12 | 10,058.67 |



Notes to standalone Financial Results:

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 14th May, 2012 and have undergone Limited Review by the Statutory Auditors of the company.
2. The previous Period/year figures have been regrouped /recast wherever necessary to make them comparable with those of the current period/year.
3. The weighted average number of equity shares outstanding during the period has been considered for calculating the Basic and diluted Earnings Per share(Not annualised) in accordance with AS-20 "Earning Per share"
4. Status of Investor Complaints: Opening Balance as on 1st January, 2012-1 Received During the quarter-4 Disposed off During the Qtr:-4 Closing -1

Place: Secunderabad

FOR VIRINCHI TECHNOLOGIES LTD

Dated: 14th May, 2012



**VISWANATH KOMPILLA
EXECUTIVE DIRECTOR**





P. MURALI & CO.,

CHARTERED ACCOUNTANTS
6-3-655/2/3, SOMAJIGUDA,
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554
2339 3967, 2332 1470

Fax : (91-40) 2339 2474

E-mail : pmurali.co@gmail.com
info@pmurali.com

Website : www.pmurali.com

To
The Board of Directors
M/s. Virinchi Technologies Limited
Hyderabad

Limited Review Report for the quarter ended 31st March, 2012

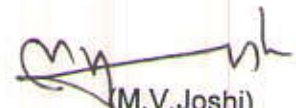
We have reviewed the accompanying statement of unaudited financial results of **M/s. Virinchi Technologies Limited** for the quarter ended 31st March, 2012 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *Engagements to Review Financial Statements* issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For P. Murali & Co.
Chartered Accountants




(M.V. Joshi)
Partner
M. No.24784

Place: Hyderabad
Date: 14th May, 2012