

Paradyne Q1- FY08 revenues up 81% YoY Net Income up 106%

BSE: 532672

NSE: PARADYNE

Mumbai, July 30th 2007 – Paradyne Infotech, an emerging leader in IT Services today announced its financial results for the first quarter ending June 30, 2007 of FY 2007-08. The company has reported a strong performance during the period under review.

Performance Highlights:

Consolidated Results for the quarter ended June 30, 2007

- **Revenues for the quarter at Rs 603 mln**
 - Up 81% YoY from Rs 334 mln
- **EBITDA for the quarter at Rs 99.7 mln**
 - Up 89% YoY from Rs 52.8 mln
- **PAT for the quarter at Rs 76.4 mln**
 - Up 106% YoY from Rs 37.0 mln
- **EPS for Q1 FY08 stands at Rs 7.03**
 - Up 106 % YoY from Rs 3.40

Key Business Highlights

- Acquired 16 new clients during the quarter.
- Operating margin for the quarter was at 16.52% as compared to 15.77% in Q1-FY 2006-07.
- Paradyne received "Excellence Award" from Institute of Economic Studies, New Delhi.
- Mr. Sarnaik was conferred with "Udyog Rattan Award" by IES, New Delhi.

Business Outlook:

Paradyne's evolution into a strong IT services company has enabled high growth and predictability for its future. From this year the guidance practice is being followed. The company's outlook for the fiscal year is:

- The consolidated revenues on organic basis for **Q2-FY08** are expected to be in the range of **Rs 630-650 mln.**
- For the entire financial year **FY-2008** the consolidated revenues on organic basis are expected to be in the range of **Rs 2350- 2550 mln.**

Commenting on the results, **Mr. Annand Sarnaik, Chairman and Managing Director, Paradyne**, said, *"We are extremely satisfied with our strong first quarter performance; it's a great start to FY08. We will continue focusing on investing in our business to strengthen our service offerings. Our acquisition of Links Group International Inc. last year has started showing results. Our focus for growth in this fiscal and beyond continues to stay within the realm of both organic and inorganic strategies. We see a strong and secure future for the organization given this growth approach."*

Commenting on the results, **Mrs. Divvyani A. Sarnaik, Chief Operating Officer, Paradyne**, said, *"The operating margins for the quarter have been healthy at 16.52%. We managed to get some key client breakthroughs in India as well in the US. Our differentiated services offerings to our clients in the Technology IMS space has seen high acceptance."*

About Paradyne Infotech Limited

Paradyne Infotech is a provider of IT services, headquartered in Mumbai. Paradyne's services and solutions for the are focused on industry- focused practices which include Banking & Finance, Manufacturing & Retail, ISVs, e-Governance, Education & Research, Telecom. The company has core expertise in providing innovative Human Resource Information Management Solutions on a services model.

Paradyne has core competencies in Technology Infrastructure Management Services & Application software services. In Technology IMS space the company is focused on providing efficient solutions via a robust Onsite and Remote model. In the Application Software Services it provides application development and management, enterprise solutions and IT consulting.

Paradyne is committed to quality and is an ISO 9001:2000 certified organization and adopts CMM level practices to add value to its client's businesses.

Paradyne has presence in India and USA (both on the east coast as well as west coast)
For more information on Paradyne, visit www.paradyne.in

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Forward Looking Statements

Certain Statements made in this release describing the Company's objectives, projections, estimate, expectations may be "Forward-looking statements" within the meaning of applicable securities laws & regulations. Actual results could differ from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand supply and price conditions in the domestic & overseas markets in which the company operates, changes in the government regulations, tax laws & other statutes & other incidental factors.