

Northgate Technologies Limited
Lakshmi Cyber City, Block'B', 3rd Floor, Kondapur, Hyderabad - 500 084

Unaudited Financial Results for the three and six months ended September 30, 2009

Amount/Rs. in Lakhs except EPS and Shareholding

Sl. No.	Particulars	Consolidated					Standalone				
		3 Months ended	3 Months ended	6 Months ended	6 Months ended	Previous accounting year ended	3 Months ended	3 Months ended	6 Months ended	6 Months ended	Previous accounting year ended
		30.09.2009	30.09.2008	30.09.2009	30.09.2008	31.03.2009	30.09.2009	30.09.2008	30.09.2009	30.09.2008	31.03.2009
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	(1)	(2)	(3)	(4)	(5)	(1)	(2)	(3)	(4)	(5)	
1	Revenues	1,404.11	18,937.38	2,487.79	36,287.54	56,034.27	197.79	348.22	438.84	738.76	1,299.71
2	Cost of Revenues	1,328.04	12,124.17	2,398.27	23,512.45	35,478.66	90.40	146.41	215.09	298.45	517.51
3	Gross Profit	76.07	6,813.21	89.52	12,775.09	20,555.61	107.39	201.81	223.75	440.31	782.20
4	Selling and Marketing expenses	290.58	1,593.71	2,215.95	3,471.66	9,333.70	2.86	4.79	3.30	10.69	6.66
5	General and Administrative expenses	161.75	583.80	453.79	924.45	1,216.80	51.98	84.91	133.45	193.13	271.89
6	Bad and doubtful debts written off/ provided for	294.20	-	2,042.99	-	17,790.09	-	-	-	-	-
7	Bad and doubtful advances written off/provided for	36.73	-	36.73	-	629.94	19.89	-	34.49	-	-
8	Fixed Assets discarded (net)	-	-	81.93	-	16,457.87	-	-	81.93	-	290.89
9	Provision for decline in value of long term investments	-	-	-	-	-	-	-	-	-	26,277.37
10	Operating profit/(loss) before interest, depreciation and amortization	(707.19)	4,635.70	(4,741.87)	8,378.98	(24,872.79)	32.66	112.11	(29.42)	236.49	(26,064.61)
11	Depreciation and amortization	944.84	1,772.45	1,850.35	3,220.06	7,157.57	27.99	41.32	62.51	87.60	161.20
12	Operating profit/(loss) before interest	(1,652.03)	2,863.25	(6,592.22)	5,158.92	(32,030.36)	4.67	70.79	(91.93)	148.89	(26,225.81)
13	Interest	10.26	23.54	19.05	69.07	99.41	13.67	0.91	14.91	2.29	4.15
14	Operating profit/(loss) after interest	(1,662.29)	2,839.71	(6,611.27)	5,089.85	(32,129.77)	(9.00)	69.88	(106.84)	146.60	(26,229.96)
15	Other income	90.86	15.93	297.99	470.90	1,809.67	-	312.40	0.84	854.04	1,025.10
16	Profit/(loss) from ordinary activities before tax	(1,571.43)	2,855.64	(6,313.28)	5,560.75	(30,320.10)	(9.00)	382.28	(106.00)	1,000.64	(25,204.86)
17	Provision for taxation	128.56	600.96	(60.08)	1,081.04	(772.20)	-	21.68	0.56	37.08	102.49
18	Net profit/(loss) from ordinary activities after tax and before minority interest	(1,699.99)	2,254.68	(6,253.20)	4,479.71	(29,547.90)	(9.00)	360.60	(106.56)	963.56	(25,307.35)
19	Minority interest	-	14.18	-	(3.87)	(3.87)	-	-	-	-	-
20	Net profit/(loss) for the period	(1,699.99)	2,240.50	(6,253.20)	4,483.58	(29,544.03)	(9.00)	360.60	(106.56)	963.56	(25,307.35)
21	Paid-up Equity Share Capital (Face value of Rs.10 each)	3,514.71	3,514.71	3,514.71	3,514.71	3,514.71	3,514.71	3,514.71	3,514.71	3,514.71	3,514.71
22	Reserves excluding Revaluation Reserves (as per balance sheet) of previous accounting year	-	-	-	-	28,402.23	-	-	-	-	11,056.42
23	Earnings per share (EPS) (Equity shares of face value Rs.10 each)										
	- Basic	(4.85)	6.42	(17.86)	12.86	(84.54)	(0.03)	1.03	(0.30)	2.76	(72.42)
	- Diluted	(4.85)	6.29	(17.86)	12.59	(84.54)	(0.03)	1.01	(0.30)	2.71	(72.42)
24	Public Shareholding										
	- Number of shares	23,547,989	23,553,989	23,547,989	23,553,989	23,547,989	23,547,989	23,553,989	23,547,989	23,553,989	23,547,989
	- Percentage of shareholding	67.24	67.26	67.24	67.26	67.24	67.24	67.26	67.24	67.26	67.24
25	Promoters and promoter group shareholding										
	a) Pledged/encumbered										
	- Number of shares	-	-	-	-	-	-	-	-	-	-
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-	-	-	-	-
	- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-	-	-	-	-
	b) Non-encumbered										
	- Number of shares	11,470,601	11,464,601	11,470,601	11,464,601	11,470,601	11,470,601	11,464,601	11,470,601	11,464,601	11,470,601
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100
	- Percentage of shares (as a % of the total share capital of the company)	32.76	32.74	32.76	32.74	32.76	32.76	32.74	32.76	32.74	32.76

Notes:

- 1.The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on October 30, 2009.
- 2.The Company has opted to publish only unaudited consolidated financial results which have been subject to a limited review by the statutory auditors, pursuant to Clause 41 of the Listing agreement.
The unaudited standalone financial results are available on the Company's website www.northgatetech.com and on the website of National Stock Exchange (www.nseindia.com).
- 3.As a part of its ongoing restructuring plan, Bharatstudent.com, a web property of the Company is currently held for sale. During the quarter, we have short listed three potential buyers and non-disclosure agreements have been signed with all the three potential buyers.
- 4.The contracts for sale of Free Commercial Time with Kalaignar TV Private Limited ended on October 9, 2009. The said contract was a significant source of revenue for the quarter and half year ended September 30, 2009.
- 5.The Company's business activities relate to only one business segment i.e. Online advertising.
- 6.During the quarter ended September 30, 2009, no investor complaints were received. No investor complaints were pending either at the beginning or at the end of the quarter .
- 7.Details of expenditure incurred on staff cost and other expenditure exceeding 10% of the total expenditure are as follows:

All amounts in Indian Rupees Lakhs

Sl. No.	Particulars	Consolidated				Previous accounting year ended 31.03.2009 (Audited)	Standalone				
		3 Months ended 30.09.2009 (Unaudited)	3 Months ended 30.09.2008 (Unaudited)	6 Months ended 30.09.2009 (Unaudited)	6 Months ended 30.09.2008 (Unaudited)		3 Months ended 30.09.2009 (Unaudited)	3 Months ended 30.09.2008 (Unaudited)	6 Months ended 30.09.2009 (Unaudited)	6 Months ended 30.09.2008 (Unaudited)	Previous accounting year ended 31.03.2009 (Audited)
		(1)	(2)	(3)	(4)		(5)	(1)	(2)	(3)	(4)
i.	Staff cost (included under various heads)	276.53	742.60	-	1,378.61	2,500.38	92.48	135.63	188.43	269.92	456.35
ii.	Traffic acquisition cost (included under Cost of Revenues)	809.44	10,214.48	1,471.70	20,919.73	30,033.29	-	-	-	-	-
iii.	Gain /(Loss) on Foreign exchange fluctuation (included under Other income)	-	-	-	-	-	-	-	-	-	(819.51)
iv.	Advertisement and business promotion expenses (included under Selling and Marketing expenses)	235.77	1,403.17	2,059.57	2,871.44	8,256.79	-	-	-	-	-

8.Previous period figures have been regrouped, rearranged, restated and reclassified where necessary, for the purpose of comparison.

for and on behalf of the Board

Place: Hyderabad
Date: October 30, 2009Venkat S. Meenavalli
Chairman and Managing Director