

Media Release - FOR IMMEDIATE RELEASE

Bangalore, 19 October 2015: Sasken Communication Technologies Limited (BSE: 532663, NSE: SASKEN) today announced its consolidated results according to Indian GAAP for the quarter and half year ended September 30, 2015.

“Our revenue numbers in terms of sequential quarter and for the first half have seen smart growth. This is as a result of a concerted approach to widen our service offering portfolio and a relentless focus on account-based growth strategy,” Rajiv Mody, Chairman, Managing Director and CEO, Sasken Communication Technologies said.

“On the cost side, our annual salary revision cycle and changes to our business mix has seen costs increase. However, we have put necessary measures to maintain all margins. We have invested in a consulting engagement with a global leader in strategic consulting to refine and craft our growth strategy for the future.

Our legal expenses continue to be on the higher end, as a result of ongoing litigation over a breach of contract by a licensee. The litigation is expected to draw to a close within the next 12 months,” noted Mr. Mody.

Performance Snapshot for the Half Year: H1 FY 16

- Consolidated Revenues for H1 FY 16 at ₹. 237.09 Crore
 - Up 9.6 % YoY from H1 FY 15
- Consolidated EBIDTA for H1 FY 16 at ₹. 22.65 Crore
 - Up 4.9 % YoY from H1 FY 15
- Consolidated PAT for H1 FY 16 at ₹. 20.40 Crores
 - Down 79.7 % YoY from H1 FY 15
 - PAT Margins for the half year at 8.6 %

Key Business metrics for the half year: H1 FY 16

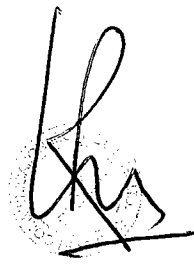
- Software services revenues for H1 FY 16 at ₹. 224.05 Crore
 - Up 7.1 % YoY from H1 FY 15
- Products group revenues for H1 FY 16 at ₹. 11.61 Crore
 - Up 95.7 % YoY from H1 FY 15
- Consolidated EBIDTA margins were at 9.5 %.
 - Services EBIDTA margins were at 8.9 %
 - Products EBIDTA margins were at 22.1 %

Performance Snapshot for the Quarter: Q2 FY 16

- Consolidated Revenues for Q2 FY 16 at ₹. 127.81 Crore
 - Up 17.0 % over the previous quarter
 - Up 18.2 % YoY from Q2 FY 15
- Consolidated EBIDTA for Q2 FY 16 at ₹. 12.37 Crore
 - Up 20.3 % sequentially over the previous quarter
 - Up 26.3 % YoY from Q2 FY 15
- Consolidated PAT for Q2 FY 16 at ₹. 10.55 Crore
 - Up 7.1 % sequentially over the previous quarter
 - Down 88.6 % YoY from Q2 FY 15
 - PAT Margins for the quarter at 8.3 %

Key Business metrics for the Quarter: Q2 FY 16

- Software services revenues for Q2 FY 16 at ₹ 117.13 Crore
 - Up 9.5 % sequentially over the previous quarter
 - Up 12.5 % YoY from Q2 FY 15



- Products group revenues for Q2 FY 16 at ₹ 9.93 Crore
 - Up 489.3 % sequentially over the previous quarter
 - Up 182.2 % YoY from Q2 FY 15
- Consolidated EBIDTA margins were at 9.7 %.
 - Services EBIDTA margins were at 6.8 %
 - Products EBIDTA margins were at 43.1 %
- Revenue contribution from
 - the Top five customers stood at 49.0 % and
 - from Top 10 customers at 69.0 %
- Consolidated EPS was at ₹ 5.20 for the quarter
- Added 15 new customers during the quarter taking the total number of active customers to 125

A fact sheet providing the operating metrics for the company and a presentation for analysts can be downloaded from the investor section of the corporate website www.sasken.com

About Sasken:

Sasken is a global leader in providing embedded R&D services, comprehensive testing services, IT infrastructure services and application development & data services to device OEMs, network OEMs, semiconductor vendors, operators and retail & insurance enterprises across the world. Global Fortune 500 and Tier 1 companies in these segments are part of Sasken's customer profile.

Sasken's solutions are backed by ISO 9001:2000, ISO 27001 and TL 9000 certifications. Sasken's proprietary quality management systems strengthen our business offerings and ensure client satisfaction. Sasken's commitment to environment is highlighted by its ISO 14001 certification.

For further information please visit www.sasken.com

Disclaimer on Forward Looking Statements:

Certain statements in this release concerning our future growth prospects are forward-looking statements, which involve a number of risks and uncertainties that could cause actual results to differ materially from those in such forward-looking statements due to risks or uncertainties associated with our expectations with respect to, but not limited to, our ability to successfully implement our strategy and our growth and expansion plans, technological changes, our exposure to market risks, general economic and political conditions in India which have an impact on our business activities or investments, changes in the laws and regulations that apply to the Indian IT services industry, including with respect to tax incentives and export benefits, adverse changes in foreign laws, including those relating to outsourcing and immigration, increasing competition in and the conditions of the Indian and global IT services industry, the prices we are able to obtain for our services, wage levels in India for IT professionals, the loss of significant customers the monetary and interest policies of India, inflation, deflation, unanticipated turbulence in interest rates, foreign exchange rates, equity prices or other rates or prices, the performance of the financial markets in India and globally, changes in domestic and foreign laws, regulations and taxes and changes in competition in the information technology/ telecommunication industries. Additional risks that could affect our future operating results are more fully described in our Red herring filing. The company does not undertake to update any forward-looking statement that may be made from time to time by or on behalf of the Company.

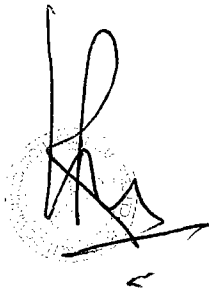
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A handwritten signature in black ink, appearing to be "Swami Krishnan", written over a circular stamp or seal.

	Q2 FY 16	Q1 FY 16	Q4 FY 15	Q3 FY 15	Q2 FY 15	Q1 FY 15
Employee Metrics						
Employees, period end						
Total Employees (Consolidated)	1,968	1,925	1,919	1,916	1,889	1,858
Services S/W, Product S/W and technical professionals	1,714	1,675	1,706	1,704	1,687	1,658
Corporate	254	250	213	212	202	200
Hiring Metrics						
Gross Adds	199	151	150	161	151	103
Net Adds	43	6	3	27	31	(48)
Attrition % Annualized (Based on Voluntary attrition only)	25.1%	25.0%	25.0%	24.0%	21.8%	25.5%
Attrition % LTM (Based on Voluntary attrition only)	24.4%	23.7%	23.8%	24.8%	26.7%	29.3%
Revenue by geography - Consolidated (In %)						
North America	30%	31%	34%	35%	34%	38%
EMEA	35%	35%	32%	36%	36%	34%
India	26%	24%	22%	20%	20%	20%
APAC	9%	10%	12%	9%	10%	8%
Client Concentration (In %)						
Top 5 client contribution to revenues	49.0%	50.2%	50.6%	49.0%	46.4%	40.8%
Top 10 client contribution to revenues	69.0%	67.1%	67.2%	65.9%	64.7%	56.1%
Relationships with Tier 1 Customers - Services+Products						
< 1 Million dollar customers - Trailing 12 months	12	12	13	10	9	12
1 < > 3 Million dollar customers - Trailing 12 months	6	6	5	7	7	7
3 < > 10 Million dollar customers - Trailing 12 months	5	5	6	6	7	7
10 < > 20 Million dollar customers - Trailing 12 months	1	1				
> 20 Million dollar customers - Trailing 12 months						
Utilization, including trainees (Services Only - In %)*	82.0%	78.1%	74.9%	74.2%	72.1%	70.3%
Revenue Split (Products Only) (In ₹ Million)						
License fees		-	2	-	-	1
Royalties	14	17	15	16	13	17
Customization	86	-	13	12	22	6
Revenue Split (Services Only) (In ₹ Million)						
Onsite	468	432	422	465	473	514
Offshore	711	637	585	575	568	537
Revenue by Project Type (Services Only) (In ₹ Million)						
Time and Material (including compensation)	997	918	881	936	928	930
Fixed Price	182	151	126	104	113	121

*Note: Services Utilization reshaped including Management numbers for Utilization calculations retrospectively; excludes exceptional item unless explicitly stated