

Press Release for Immediate Dissemination

**Allied Digital Q2 FY 2008 - 09 Consolidated Total Income stands at
Rs. 151.31 Crores,
Q-o-Q PAT up by 136 %**

Highlights:

- *Revenues for the quarter ended September 2008 on consolidated basis , stood at Rs 148.88 Crores, up by 110%
- *Profit after Tax for the quarter ended September 2008 on consolidated basis at Rs 24.05 Crores, up by 136%
- *Basic EPS before extraordinary items for the quarter ending September 2008 is Rs.13.85 , up by 86%

*Growth indicators for Quarter ended September 2008 are compared with consolidated figures.

Mumbai, October 25th, 2008: Allied Digital Services Limited (BSE: 532875) (NSE id: ADSL), Systems Integrator and an IT Infrastructure Management Services Provider company today announced their consolidated unaudited quarter results with total revenue of Rs. 148.88 Crores for the quarter ended September 30th, 2008, an increase of 110% as compared to Total Income of Rs. 70.81 Crores for the quarter ended September 07. The Profit after Tax for the quarter ended September 2008 was Rs. 24.05 crores as against a PAT of Rs. 10.18 Crores for the quarter ended September 2007, an increase of 136%

Commenting on the results, Chairman & Managing Director of Allied Digital, Mr. Nitin Shah, said " The focus this year had been earmarked for inorganic growth and we have been successful with our two acquisitions so far. The association with EnPointe has shown tremendous potential. Going ahead the next quarter, we will continue to extend the early mover advantage that we enjoy in our remote management services. Organically, the business has been growing incredibly well, with the company winning contracts of esteemed companies. We are confident and very optimistic of the company's growth in the coming quarters"



Speaking on their business outlook Mr Nitin Shah added, "With the increasing cost pressures on most organizations will lead to a larger potential for outsourced Remote Management Services. With the current economic crisis, we see an emerging market for regulatory compliances and an increasing demand for our SOC services."

Such has been the meteoric rise of this company that amidst many awards and recognitions, Allied Digital was recently acknowledged by Forbes Magazine Asia as one of **Best Under A Billion** companies.

About Allied Digital Services Limited

Allied Digital, a Systems Integrator and IT Infrastructure Management Services Provider, operates across a network of 132 locations in 25 states across India and with a team of over 2,000 employees country-wide. Allied enables global, large and medium enterprises and service providers to reduce their total cost of ownership using a combination of onsite and remote services, a preferred choice for outsourced technical support for large corporate IT environments.

For more information, please contact:

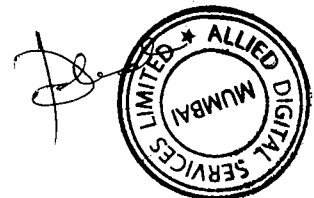
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Unaudited Financial Results for the Quarter and Half Year ended September 30, 2008

Sr. No.	Particulars	Standalone					Consolidated	
		Quarter Ended		Half Year Ended		Year Ended 31st March 2008 Audited	Quarter Ended	Half Yearly Ended
		30th Sept 2008 Unaudited	30th Sept 2007 Unaudited	30th Sept 2008 Unaudited	30th Sept 2007 Unaudited		30th Sept 2008 Unaudited	30th Sept 2008 Unaudited
		(Rs. In Lacs)						
1	Net Sales / Income from Operations	10,291	7,081	19,255	13,596	29,738	14,888	24,000
2	Other Operating Income	243	-	243	-	-	244	244
3	Total Income (1+2)	10,534	7,081	19,498	13,596	29,738	15,131	24,244
4	Increase/decrease in Stock in trade	(61)	(5)	(135)	8	(368)	(80)	(160)
5	Consumption of raw materials	-	-	-	-	-	-	-
6	Purchase of traded goods	6,761	4,884	12,603	9,446	20,422	9,306	15,231
7	Employees cost	924	503	1,722	893	2,232	1,847	2,672
8	Depreciation	92	69	180	115	329	127	217
9	Other expenditure	330	150	515	275	897	1,009	1,222
10	Total Expenditure	8,045	5,601	14,884	10,737	23,512	12,209	19,182
11	Profit from operations before Other Income, Interest and Exceptional Items (3-10)	2,489	1,480	4,614	2,859	6,226	2,922	5,061
12	Other Income	69	48	125	56	378	69	126
13	Profit before Interest and Exceptional Items (11+12)	2,557	1,528	4,738	2,915	6,604	2,991	5,187
14	Interest	44	39	89	70	138	103	149
15	Profit (+) / Loss (-) from Ordinary Activities before tax (13-14)	2,514	1,489	4,650	2,845	6,466	2,888	5,038
16	Tax expense { inclusive of FBT & Deferred Tax Liability / (Asset) }	365	471	936	908	2,110	483	1,058
17	Net Profit (+) / Loss (-) from Ordinary Activities after tax (15-16)	2,149	1,018	3,714	1,937	4,356	2,405	3,980
18	Extraordinary items (net of Tax Expense Rs. NIL)	-	-	-	-	-	-	-
19	Net Profit(+)/ Loss(-) for the period (17-18)	2,149	1,018	3,714	1,937	4,356	2,405	3,980
20	Paid-up equity share capital (Face Value of Rs.10/-)	1,737	1,729	1,737	1,729	1,729	1,737	1,729
21	Reserves Excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	16,371	-	-
22	Basic Earning per Share Before and After Extra Ordinary items - Rs.	12.37	7.46	21.45	14.19	27.36	13.85	22.99
23	Diluted Earning per Share Before and After Extra Ordinary items - Rs. (Earning per Share for the quarterly and half yearly result has not been annualized)	12.33	7.43	21.37	14.13	27.27	13.80	22.91
24	Public Shareholding							
	- Number of shares	6,312,201	6,039,790	6,312,201	6,039,790	6,084,790	6,312,201	6,312,201
	- Percentage of shareholding	36.34%	34.93%	36.34%	34.93%	35.19%	36.34%	36.34%





Consolidated Segment Wise Revenue, Results and Capital Employed

Sr. No.	Particulars	(Rs. in Lacs)	
		Quarter Ended	Half Yearly Ended
		30th Sept 2008 Unaudited	30th Sept 2008 Unaudited
1	Segment Revenue		
	Solutions	7,504	14,011
	Infrastructure Management Services	7,384	9,989
	Net Segment Revenue	14,888	24,000
2	Profit before Interest and Tax		
	Solutions	1,043	1,949
	Infrastructure Management Services	4,539	8,281
		5,582	10,230
	Less: i) Interest	103	149
	ii) Un-allocable Expenses	2,591	5,043
	Total Profit Before Tax	2,888	5,038
3	Capital Employed		
	Unallocable	22,771	22,771
	Total Capital Employed	22,771	22,771

Notes :

- The above results were reviewed by the Audit Committee and taken on record at the meeting of the Board of Directors of the Company held on October 25, 2008.
- The Statutory Auditors of the company have carried out a Limited Review of the results for the Quarter ended September 30, 2008.
- On 9th July 2008, the company has entered into a 'Limited Liability Company Interest Purchase Agreement' for the purchase of 80.5% fully paid up equity interest in 'En Point Global Services, LLC'. The transaction is yet to be completed as the company is awaiting the approval of FIPB for Equity SWAP. However the Accounts have been consolidated as the company's economic interest into En Point Global Services LLC has commenced with effect from 9th July 2008.
- The difference between the basic and diluted Earning per share in the consolidated statement is on account of the balance unexercised options issued by the company under the 'ESOP 2007' scheme.
- The utilization of funds raised during the year by way of Initial Public Offer is as follows :

	(Rs. In Lacs)
Funds raised	8,593.00
Funds utilized :	
Upgradation of existing infrastructure	851.71
Setting up of new Strategic Business Units	1,263.29
Financing of working capital and other advances on account of assets acquisitions	4,667.42
IPO expenses	832.00
Total...	7,614.42
Balance lying in liquid funds & escrow account	978.58

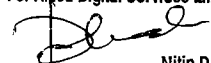
- As per terms of Clause 41 of the Listing Agreement, given below is the information on investor complaints for the quarter ended September 30,

Pending at the beginning of the quarter :	Nil
Received during the quarter :	09
Disposed off during the quarter :	09
Pending at the end of the quarter:	Nil

- Figures for the corresponding period / previous year have been rearranged and regrouped wherever necessary.

Place: Mumbai
Date: October 25, 2008

By order of the Board
For Allied Digital Services Limited,


Nitin D Shah
Chairman & Managing Director