

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2006

Rs. in Lacs (except per share data)

Rs. in Lacs

| Particulars | KPIT Cummins Infosystems Limited | | | Consolidated Results | | | CONSOLIDATED | | | |
|--|----------------------------------|---------------|----------------|----------------------|---------------|----------------|---------------|---------------|----------------|--|
| | Quarter ended | | Year ended | Quarter ended | | Year ended | Quarter ended | | Year ended | |
| | June 30, 2006 | June 30, 2005 | March 31, 2006 | June 30, 2006 | June 30, 2005 | March 31, 2006 | June 30, 2006 | June 30, 2005 | March 31, 2006 | |
| 1] Sales | 6,688.62 | 5,527.03 | 26,214.13 | 10,226.46 | 6,996.18 | 31,821.45 | | | | |
| 2] Software Development Expenses | 4,431.75 | 3,432.85 | 15,962.34 | 6,409.43 | 4,619.25 | 20,611.34 | 6,615.74 | 4,618.11 | 21,034.97 | |
| 3] Gross Profit | 2,256.87 | 2,094.18 | 10,251.79 | 3,817.03 | 2,376.93 | 11,210.11 | 2,958.61 | 2,132.87 | 9,093.46 | |
| 4] Selling and Marketing Expenses | 98.86 | 697.51 | 3,162.74 | 385.18 | 273.80 | 998.71 | 652.11 | 245.20 | 1,693.02 | |
| 5] General and Administration Expenses | 1,172.37 | 664.30 | 3,261.83 | 1,908.47 | 1,230.73 | 5,592.43 | 10,226.46 | 6,996.18 | 31,821.45 | |
| 6] Net Profit Before Depreciation and Interest | 985.64 | 732.37 | 3,827.22 | 1,523.38 | 872.40 | 4,618.97 | 10,226.46 | 6,996.18 | 31,821.45 | |
| 7] Interest and Financial Expenses, net | 114.18 | 16.85 | 193.10 | 109.43 | 17.21 | 191.77 | | | | |
| 8] Depreciation | 235.06 | 166.59 | 801.69 | 251.55 | 169.97 | 842.00 | | | | |
| 9] Net Profit After Depreciation and Interest | 636.40 | 548.93 | 2,832.43 | 1,162.40 | 685.22 | 3,585.20 | | | | |
| 10] Other Income | 18.35 | - | 21.22 | 5.76 | 0.38 | 1.28 | 2,496.58 | 1,500.04 | 7,280.18 | |
| 11] Profit Before Tax | 654.75 | 548.93 | 2,853.65 | 1,168.16 | 685.60 | 3,586.48 | 1,202.01 | 852.73 | 3,695.84 | |
| 12] Provision for Taxation | 48.07 | 27.50 | 151.92 | 131.51 | 46.16 | 329.81 | 118.44 | 24.16 | 234.09 | |
| 13] Profit After Tax before extraordinary and prior period items | 606.68 | 521.43 | 2,701.73 | 1,036.65 | 639.44 | 3,256.68 | 3,817.03 | 2,376.93 | 11,210.11 | |
| 14] Prior period gains | - | - | - | - | - | - | | | | |
| 15] Profit After extraordinary and prior period items | 606.68 | 521.43 | 2,701.73 | 1,036.65 | 639.44 | 3,256.68 | | | | |
| 16] Profit Before Minority Interest | 606.68 | 521.43 | 2,701.73 | 1,036.65 | 639.44 | 3,256.68 | | | | |
| 17] Minority Interest | - | - | - | (1.93) | - | (0.26) | 109.43 | 17.21 | 191.77 | |
| 18] Profit For the period | 606.68 | 521.43 | 2,701.73 | 1,034.72 | 639.44 | 3,256.42 | | | | |
| 19] Paid up Capital [Face Value Rs. 5/- per share] | 743.54 | 704.48 | 727.98 | | | | | | | |
| 20] Reserves | 14,764.00 | 10,416.52 | 13,355.72 | | | | 2,539.44 | 1,674.12 | 7,431.86 | |
| 21] Earning per Share (on par value of Rs. 5/-) | | | | | | | | | | |
| Basic | 4.11 | 3.70 | 18.84 | 7.01 | 4.54 | 22.71 | | | | |
| Diluted | 3.33 | 2.93 | 15.17 | 5.67 | 3.60 | 18.28 | | | | |
| 22] Aggregate of Non-Promoter Shareholding | | | | | | | | | | |
| - Number of shares | - | 10,148,016 | 10,664,666 | | | | | | | |
| - Percentage of shareholding | 0.00% | 72.02% | 73.25% | | | | | | | |
| 21] Total Profit before Tax & (after prior period gain) | | | | | | | 1,168.16 | 685.60 | 3,586.48 | |

Notes:

- The above unaudited results have been reviewed by the Audit Committee and thereafter approved and taken on record by the Board of Directors in their meeting held on July 19, 2006.
- The Statutory Auditors of the Company have reviewed the above Financial Results of the Company for the quarter ended June 30, 2006.
- The Financial Statements are prepared in accordance with the Accounting Standards prescribed by the Institute of Chartered Accountants of India. The Consolidated Financial Statements have been prepared in accordance with Accounting Standard 21.
- The Company had received 6 investor complaints during the quarter ended June 30, 2006. These complaints have been resolved. There were no unresolved complaints at the beginning or at the end of the quarter.
- The previous periods figures have been regrouped wherever necessary to conform with current period presentation.
- The financial results of the newly acquired subsidiary companies Pivolis and C G Smith Software Private Limited have been consolidated w.e.f. April 1, 2006 and accordingly been included in the consolidated results for the quarter ended June 30, 2006..
- The company has allotted 311,166 shares of Rs 5. each to International Finance Corporation (IFC) on a preferential basis as per SEBI (DIP) Guidelines, 2000.
- The Board of Directors have approved the formation of a wholly owned subsidiary in Poland.
- Details of expenses exceeding 10% of the total expenditure:

Note:

- The Company's operations predominantly relate to providing technology services globally. The revenues shown above have been classified into geographies to comprise the primary basis of the segment information. In representing segment results as required under circular dated September 14, 2001 from the Stock Exchange, Mumbai, the expenses on common facilities in India inclusive of expenses of common staff used interchangeably for all geographies is shown as unallocable expenditure and the same has not been apportioned across the geographies.
- Segmental Capital Employed:-The fixed assets used in the company's business or liabilities contracted have not been identified to any of the reportable geographies as the fixed assets and support services are common for all reportable segments. Accordingly , no disclosure relating to total segment assets and liabilities has been made. Further , the consolidated segment information given above includes the company's sales and marketing costs incurred in the reportable geographies.

| Particulars | Quarter ended | | Year ended | Quarter ended | | Year ended |
|-------------------|----------------------------------|---------------|----------------|---------------|---------------|----------------|
| | June 30, 2006 | June 30, 2005 | March 31, 2006 | June 30, 2006 | June 30, 2005 | March 31, 2006 |
| | KPIT Cummins Infosystems Limited | | | Consolidated | | |
| 1] Employee Costs | 3,855.25 | 2,549.85 | 12,525.55 | 5,302.80 | 3,308.82 | 15,296.75 |

On behalf of the Board of Directors
For KPIT Cummins Infosystems Limited

On behalf of the Board of Directors
For KPIT Cummins Infosystems Limited

Place : Pune
Date : July 19, 2006

Kishor Patil
CEO & Managing Director

S.B. (Ravi) Pandit
Chairman & Group CEO

Place : Pune
Date : July 19, 2006

Kishor Patil
CEO & Managing Director

S.B. (Ravi) Pandit
Chairman & Group CEO