

UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2011

KPIT Cummins Infosystems Limited

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Registered & Corporate Office - Plot No. 35/36, Phase I, Rajiv Gandhi Infotech Park, Hinjewadi, Pune - 411057

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Website : www.kpitcummins.com

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SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Sr. No.	Particulars	Rs. In Lacs (except per share data)					Particulars	Quarter ended					Year ended
		Quarter ended		Half Year ended		Year ended		Quarter ended		Half year ended		Year ended	
		September 30, 2011	September 30, 2010	September 30, 2011	September 30, 2010			September 30, 2011	September 30, 2010	September 30, 2011	September 30, 2010		
11	Sales	32,501.91	22,454.54	64,114.86	42,514.37	98,704.82	22,146.17	14,959.59	42,430.77	28,014.84	68,308.06		
21	Software Development Expenses	21,322.16	14,092.82	42,582.03	26,801.07	62,481.40	6,538.29	4,596.91	13,188.41	9,040.80	20,345.48		
31	Gross Profit	11,179.75	8,361.72	21,532.83	15,713.30	36,223.42	3,817.45	2,896.04	8,496.88	5,458.73	11,961.27		
41	Selling and Marketing Expenses	2,557.99	1,931.08	5,150.41	3,509.21	7,624.69							
51	General and Administration Expenses	4,185.66	2,788.53	7,994.85	5,989.05	13,377.96							
61	Operating Profit Before Depreciation, Interest, Minority Interest and Exchange gain & loss	4,436.11	3,642.11	8,407.87	7,036.04	15,220.77							
71	Depreciation / Amortisation	1,155.41	835.99	2,099.07	1,641.27	4,112.47							
81	Operating Profit Before Interest, Minority Interest and Exchange gain & loss	3,280.70	2,806.12	6,308.80	5,394.77	11,108.30							
91	Interest and Financial Expenses	128.51	87.47	231.98	231.26	446.98							
101	Operating Profit Before Tax, Minority Interest and Exchange gain & loss	3,152.19	2,718.65	6,076.82	5,163.51	10,661.32							
111	Other Income (Refer note no.7)	1,100.31	(2.22)	1,324.81	(219.11)	364.48							
121	Profit Before Tax, and Minority Interest	4,252.50	2,716.43	7,401.63	4,944.40	11,025.80	5,380.74	4,498.05	9,523.89	8,772.86	18,386.64		
131	Tax Expense	877.30	341.55	1,586.75	632.16	1,548.56	2,394.01	1,257.24	4,967.98	2,349.96	5,535.22		
141	Net Profit After Tax before Minority Interest and Share of Profit of Associate	3,375.20	2,374.88	5,814.88	4,312.24	9,477.24	571.80	793.45	1,467.14	1,239.13	2,692.79		
151	Loss / Add - Minority (profits) / losses to the extent of minority interest(in)	(11.83)	-	(42.08)	-	(19.05)							
161	Share of profit of associate	284.41	-	284.41	-	-							
171	Net Profit for the period	3,647.78	2,374.88	6,056.90	4,312.24	9,458.19	3,468.64	8,648.74	19,950.01	12,961.95	26,626.65		
181	Paid up Equity Capital (Face Value Rs. 2/- per share)	1,769.30	1,580.86	1,769.30	1,580.86	1,757.27							
191	Reserves Excluding Revaluation Reserves					58,487.20							
201	Earning per Share for the period (on par value of Rs. 2/-) (not annualised)												
	Basic	4.14	3.01	6.87	5.47	11.78							
	Diluted	4.02	2.91	6.67	5.28	11.37							
211	Dividend per Share (on par value of Rs. 2/-)												
	Final Dividend					0.70							
	Dividend percentage					35%							
221	Total Public Shareholding												
	- Number of shares	64,829,652	65,353,053	64,829,652	65,353,053	64,181,873							
	- Percentage of shareholding	73.28%	70.03%	73.28%	70.03%	73.05%							
231	Promoters and Promoter Group shareholding												
	a) Pledged/Encumbered :												
	- Number of shares	3,965,000	8,325,000	3,965,000	8,325,000	4,034,000							
	- Percentage of shareholding - (as a % of the total shareholding of promoter and promoter group)	16.78%	35.14%	16.78%	35.14%	17.03%							
	- Percentage of shareholding - (as a % of the total share capital of the company)	4.48%	10.53%	4.48%	10.53%	4.59%							
	b) Non-encumbered :												
	- Number of shares	19,870,336	15,365,182	19,870,336	15,365,182	19,647,542							
	- Percentage of shareholding - (as a % of the total shareholding of promoter and promoter group)	83.22%	64.86%	83.22%	64.86%	82.97%							
	- Percentage of shareholding - (as a % of the total share capital of the company)	22.24%	19.44%	22.24%	19.44%	22.36%							

STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30, 2011

Particulars	As at September 30, 2011	As at September 30, 2010	As at March 31, 2011 (Audited)
SOURCES OF FUNDS			
Share Holders' Funds			
Share Capital	1,769.30	1,580.86	1,757.27
Application Money	7.14	25.86	26.10
Outstanding Employees' Stock Options	48.50	166.85	48.50
	64,189.05	41,730.07	58,487.20
Reserves and Surplus			
	66,013.99	43,504.27	60,319.07
Loan Funds			
	15,882.20	11,284.53	11,054.36
Minority Interest			
	135.10		87.33
Deferred Tax Liability			
	276.12	608.10	549.71
Total	82,107.41	65,936.90	72,010.47
APPLICATION OF FUNDS			
Fixed Assets	16,450.16	14,651.24	15,807.09
Goodwill on consolidation	16,566.89	9,555.73	12,999.06
Investments	15,734.85	7,144.73	4,765.04
Current Assets, Loans and Advances			
Sundry Debtors	28,547.42	17,107.07	25,254.37
Cash & Bank Balances	12,491.31	8,364.30	20,960.07
Loans & Advances	12,517.76	12,180.20	10,972.00
	53,556.49	37,651.57	57,186.44
Less : Current Liabilities and Provisions			
Current Liabilities	17,544.18	11,809.27	16,364.59
Provisions	2,656.80	1,797.10	2,382.57
	20,200.98	13,606.37	18,747.16
Net Current Assets	33,355.51	24,045.20	38,439.28
Total	82,107.41	65,936.90	72,010.47

Stand-Alone Information

Sr.No.	Particulars	Quarter ended		Half year ended		Year ended
		September 30, 2011		September 30, 2010		
		September 30, 2011	September 30, 2010	September 30, 2011	September 30, 2010	
1	Sales	14,342.76	11,524.36	29,341.24	22,109.02	52,763.87
2	Profit Before Tax	1,625.64	1,869.21	3,991.03	2,696.64	7,894.28
3	Net Profit After Tax	958.51	1,564.54	2,874.76	2,208.86	6,948.79

- Notes:**
- General
- The above unaudited consolidated financial 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 20th October, 2011.
 - The Consolidated Financial results have been prepared in accordance with Accounting Standards on consolidated financial statements mandated by Rule 3 of Companies (Accounting standards) Rules, 2006, the provision of Companies Act, 1956 & the guidelines issued by the Securities and Exchange Board of India.
 - The Statutory Auditors of the Company have reviewed the above consolidated financial results of the Company for the quarter and half year ended September 30, 2011.
 - The company has received 9 investor complaints during the quarter ended September 30, 2011. These complaints have been resolved. There were no unresolved investor complaints at the beginning or at the end of the quarter.
 - The Company has designated the outstanding forward exchange contracts relating to certain firm commitments and forecasted transactions as at September 30, 2011 as cash flow hedges applying the recognition and measurement principles set out in the Accounting Standard 30 "Financial Instruments: Recognition and Measurements" (AS-30). Changes in fair value of such forward exchange contracts if effective are recognized directly in Reserves and ineffective portion is recognized immediately in Profit and Loss Account.
 - The Board of Directors at their meeting held on 20th October, 2011 has allotted 57,363 equity shares to employees of the Company, pursuant to the exercise of stock options under ESOP 2004 scheme and ESOP 2006 scheme.
 - The other income for the quarter and half year ended 30th September, 2011 includes foreign exchange gain of Rs. 774.27 lakhs and Rs. 756.36 lakhs respectively (Previous year foreign exchange loss of Rs. 145.92 lakhs and Rs. 525.13 lakhs for the quarter and half year ended 30th September, 2010 respectively).
 - The previous periods' figures have been regrouped wherever necessary to confirm with current period presentation.
 - The Company has invested in 50% shareholding of Systime Global Solutions Pvt. Ltd, as per the board approval in its meeting held on 24th May, 2011. SYSTIME is one of the world's largest JDEdwards solution provider and Oracle Platinum partner.
 - The company has transferred diversified financial services projects, accounts and employees to Infracore Technologies under the agreement in current quarter. The transaction is based on milestones spread over the next four to five quarters. The company will transfer majority of the existing DFS customer contracts along with corresponding account management and delivery teams to Infracore Technologies over the next four quarters. This doesn't include transfer of any key management members, significant assets or accounts receivable/ debtors.

- Notes:**
- 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.

- Matters relating to Subsidiaries**
- During the quarter KPIT Infosystems Inc. USA has repaid loan of USD 50,000 (Rs. 2,300,000) to KPIT Infosystems Inc (SolvCentral.com)

Others

Details of expenses exceeding 10% of the total expenditure:

Particulars	Quarter ended		Half year ended		Year ended
	September 30, 2011		September 30, 2010		
	September 30, 2011	September 30, 2010	September 30, 2011	September 30, 2010	
ii Employee Costs	17,036.46	12,680.20	34,330.80	24,529.84	53,644.91

Place : Pune
Date : 20th October, 2011

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

s/ Kishor Patil
CEO & Managing Director

s/ S.B. (Rajiv) Parthit
Chairman & Group CEO

(Handwritten Signature)