

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DECEMBER 2007

KPIT Cummins Infosystems Limited
(Formerly known as KPIT INFOSYSTEMS LIMITED)
 Registered & Corporate Office - Plot No. 35/36, Phase I, Rajiv Gandhi Infotech Park, Hinjewadi, Pune - 411057
 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) | | | | | | | | | | SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED | | | | |
|-------|---|-------------------------------------|-----------------|-------------------|------------------|------------------|----------------------------------|-----------------|-------------------|-----------------|------------------|--|--------------|-------------------|--------------|----------------|
| | | Consolidated Results | | | | | KPIT Cummins Infosystems Limited | | | | | CONSOLIDATED | | | | |
| | | Quarter ended | | Nine Months ended | | Year ended # | Quarter ended | | Nine Months ended | | Year ended # | Quarter ended | | Nine Months ended | | Year ended |
| | | Dec 31, 2007 | Dec 31, 2006 | Dec 31, 2007 | Dec 31, 2006 | March 31, 2007 | Dec 31, 2007 | Dec 31, 2006 | Dec 31, 2007 | Dec 31, 2006 | March 31, 2007 | Dec 31, 2007 | Dec 31, 2006 | Dec 31, 2007 | Dec 31, 2006 | March 31, 2007 |
| | | | | | | | | | | | | | | | | |
| 1) | Sales | 15,117.19 | 11,710.69 | 43,570.54 | 33,339.79 | 46,370.15 | 12,032.06 | 8,024.86 | 33,920.48 | 22,042.81 | 31,578.04 | | | | | |
| 2) | Software Development Expenses | 9,225.86 | 7,341.68 | 27,039.43 | 20,898.81 | 28,836.76 | 7,776.88 | 5,301.34 | 21,829.75 | 14,721.88 | 20,934.48 | | | | | |
| 3) | Gross Profit | 5,891.33 | 4,369.01 | 16,531.11 | 12,440.98 | 17,533.39 | 4,255.18 | 2,723.52 | 12,090.73 | 7,320.93 | 10,643.56 | | | | | |
| 4) | Selling and Marketing Expenses | 1,555.19 | 1,297.84 | 4,330.86 | 3,587.86 | 5,123.67 | 106.73 | 71.70 | 304.54 | 257.26 | 307.93 | | | | | |
| 5) | General and Administration Expenses | 1,957.56 | 1,286.38 | 5,327.13 | 3,780.64 | 1,595.61 | 1,595.61 | 4,102.70 | 3,235.84 | 4,097.80 | 4,097.80 | | | | | |
| 6) | Depreciation | 587.41 | 303.41 | 1,695.43 | 859.07 | 1,212.11 | 495.16 | 249.04 | 1,445.30 | 735.32 | 1,077.11 | | | | | |
| 7) | Operating Profit Before Interest and Exceptional Items | 1,791.17 | 1,481.38 | 5,177.69 | 4,213.41 | 5,865.93 | 2,055.68 | 1,503.82 | 6,238.19 | 3,092.51 | 5,160.72 | | | | | |
| 8) | Interest and Financial Expenses, net | 197.38 | 93.83 | 584.89 | 276.61 | 446.37 | 185.09 | 99.97 | 579.80 | 311.84 | 488.69 | | | | | |
| 9) | Exceptional Items | - | - | - | - | - | - | - | - | - | - | | | | | |
| 10) | Operating Profit After Interest and Exceptional Items | 1,593.79 | 1,387.55 | 4,592.80 | 3,936.80 | 5,419.56 | 1,870.59 | 1,403.85 | 5,658.39 | 2,780.67 | 4,672.03 | | | | | |
| 11) | Other Income | 40.57 | 8.90 | 49.37 | 41.19 | 129.00 | 45.95 | 19.31 | 103.79 | 77.30 | 161.68 | | | | | |
| 12) | Profit From Ordinary Activities Before Tax | 1,634.36 | 1,396.45 | 4,642.17 | 3,977.99 | 5,548.56 | 1,916.54 | 1,423.16 | 5,762.18 | 2,857.97 | 4,833.71 | | | | | |
| 13) | Tax Expense | 223.09 | 44.04 | 558.29 | 352.09 | 517.59 | 204.89 | 35.39 | 490.39 | 161.09 | 259.52 | | | | | |
| 14) | Net Profit From Ordinary Activities After Tax | 1,411.27 | 1,352.41 | 4,083.88 | 3,625.90 | 5,030.97 | 1,711.65 | 1,387.77 | 5,271.79 | 2,696.88 | 4,574.19 | | | | | |
| 15) | Extraordinary Items (Net of Tax) | - | - | - | - | - | - | - | - | - | - | | | | | |
| 16) | Net Profit For The Period Before Minority Interest | 1,411.27 | 1,352.41 | 4,083.88 | 3,625.90 | 5,030.97 | 1,711.65 | 1,387.77 | 5,271.79 | 2,696.88 | 4,574.19 | | | | | |
| 17) | Add -Minority losses to the extent of minority interest(net) | 1.76 | 19.92 | 4.84 | 15.93 | 16.61 | - | - | - | - | - | | | | | |
| 18) | Net Profit for the period | 1,413.03 | 1,372.33 | 4,088.72 | 3,641.83 | 5,047.57 | 1,711.65 | 1,387.77 | 5,271.79 | 2,696.88 | 4,574.19 | | | | | |
| 19) | Paid up Capital [Face Value Rs. 2/- per share] * | | | | | | 1,556.56 | 744.64 | 1,556.56 | 744.64 | 1,495.52 | | | | | |
| 20) | Reserves Excluding Revaluation Reserves of the Previous Accounting Year | | | | | 26,670.12 | 16,905.52 | 26,670.12 | 16,905.52 | 17,568.36 | | | | | | |
| 21) | Earning per Share Before Extraordinary Items for the period (on par value of Rs. 2/-) * | | | | | | | | | | | | | | | |
| | Basic | 1.83 | 1.84 | 5.34 | 4.91 | 6.83 | 2.21 | 1.86 | 6.88 | 3.63 | 6.19 | | | | | |
| | Diluted | 1.78 | 1.49 | 5.20 | 3.96 | 5.47 | 2.16 | 1.51 | 6.71 | 2.94 | 4.95 | | | | | |
| 22) | Earning per Share After Extraordinary Items for the period (on par value of Rs. 2/-) * | | | | | | | | | | | | | | | |
| | Basic | 1.83 | 1.84 | 5.34 | 4.91 | 6.83 | 2.21 | 1.86 | 6.88 | 3.63 | 6.19 | | | | | |
| | Diluted | 1.78 | 1.49 | 5.20 | 3.96 | 5.47 | 2.16 | 1.51 | 6.71 | 2.94 | 4.95 | | | | | |
| 23) | Aggregate of Non-Promoter Shareholding * | | | | | | 58,649,721 | 55,079,585 | 58,649,721 | 55,079,585 | 55,410,601 | | | | | |
| | - Number of shares | | | | | | 75.36% | 73.97% | 75.36% | 73.87% | 74.10% | | | | | |
| | - Percentage of shareholding | | | | | | | | | | | | | | | |

*Adjusted for the sub-division in the face value from Rs 5 to Rs 2 each and issue of bonus shares in the ratio of 1:1 allotted on January 12, 2007 as per Accounting Standard 20 (AS 20) on Earnings Per Share. # Audited

Notes:

General

- The Statutory Auditors of the Company have carried out a limited review of the above financial results.
- The above 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 January 17, 2008.
- 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 7 investor complaints during the quarter ended December 31, 2007. These complaints have been resolved. There were no unresolved investor complaints at the beginning or at the end of the quarter.
- Pursuant to the changes in the Indian Income Tax Act, the Company has calculated its tax liability after considering Minimum Alternate Tax (MAT). The MAT liability can be carried forward and set off against the future tax liabilities. Accordingly a sum of Rs 419.04 lacs has been carried forward and shown under "Loans and Advances" in the Balance Sheet as of December 31, 2007.
- The previous periods figures have been regrouped wherever necessary to confirm with current period presentation.

Change in Board of Directors

- a. Mr. Vijay Kelkar has resigned from the Directorship of the Company w.e.f. December 31, 2007.
b. Mr. Mark Gerstle has been appointed as an Alternate director to Mr. Anant Talaulicar in place of Mr. Steven Chapman who resigned from the Directorship of the Company.

Matters relating to Subsidiaries

- The Company granted an amount of PLN 625,000 (Rs 10.02 Mn) as loan to KPIT ICE, Poland to meet its working capital requirements. This loan is repayable by March 31, 2009.
- Effective October 1, 2007, KPIT Panex, USA a wholly owned subsidiary of the Company was merged with KPIT Infosystems Inc., USA which is also a wholly owned subsidiary.
- The Scheme of Amalgamation with KPIT Cummins Infosystems (Bangalore) Private Limited, (wholly owned subsidiary) of the Company has received the consent from the shareholders and creditors of the Company in the Extraordinary General Meeting held on November 16, 2007.

Others

- During the quarter, the Company has allotted 15,10,877 equity shares to Cummins Inc., USA on a preferential basis. Consequently, there has been an increase of Rs. 30.21 Lacs and Rs. 1935.28 Lacs in the share capital and securities premium account respectively.
- 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 | Consolidated | | | | | KPIT Cummins Infosystems Limited | | | | |
|-------------------|---------------|--------------|-------------------|--------------|----------------|----------------------------------|--------------|-------------------|--------------|----------------|
| | Quarter ended | | Nine Months ended | | Year ended # | Quarter ended | | Nine Months ended | | Year ended # |
| | Dec 31, 2007 | Dec 31, 2006 | Dec 31, 2007 | Dec 31, 2006 | March 31, 2007 | Dec 31, 2007 | Dec 31, 2006 | Dec 31, 2007 | Dec 31, 2006 | March 31, 2007 |
| 1) Employee Costs | 10,671.65 | 7,667.03 | 24,567.86 | 18,742.48 | 25,749.22 | 8,739.74 | 5,990.63 | 19,509.52 | 14,004.31 | 19,852.04 |

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 : January 17, 2008

Kishor Patil
CEO & Managing Director

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

Place : Pune
Date : January 17, 2008

Kishor Patil
CEO & Managing Director

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