

**HCL INFOSYSTEMS LIMITED**  
Regd. Off. 806, Siddharth, 96 Nehru Place, New Delhi 110 019.  
**Unaudited Financial Results for the Quarter ended September 30, 2010**

Particulars	Consolidated		Standalone			
	Unaudited	Audited	Unaudited	Audited		
	Three months ended September 30,	Year ended June 30,	Three months ended September 30,	Year ended June 30,		
	2010	2009	2010	2009	2010	
<b>Gross Sales / Income from Operations</b>	<b>299,072</b>	<b>302,746</b>	<b>1,215,859</b>	<b>288,765</b>	<b>301,184</b>	<b>1,206,178</b>
- Less: Excise Duty	<b>3,135</b>	<b>2,849</b>	<b>10,877</b>	<b>3,135</b>	<b>2,849</b>	<b>10,877</b>
1a. Net Sales / Income from Operations	<b>295,937</b>	<b>299,897</b>	<b>1,204,982</b>	<b>285,630</b>	<b>298,335</b>	<b>1,195,301</b>
1b. Other Operating Income #	<b>1,883</b>	<b>231</b>	<b>2,980</b>	<b>1,703</b>	<b>60</b>	<b>2,644</b>
2. Expenditure						
a) (Increase) / Decrease in Stock in Trade and Work in Progress	<b>6,311</b>	<b>11,060</b>	<b>13,758</b>	<b>6,323</b>	<b>11,031</b>	<b>14,085</b>
b) Consumption of Raw Materials	<b>37,919</b>	<b>38,951</b>	<b>184,897</b>	<b>37,919</b>	<b>38,958</b>	<b>182,866</b>
c) Purchase of Traded Goods	<b>215,626</b>	<b>214,699</b>	<b>847,319</b>	<b>207,645</b>	<b>214,642</b>	<b>846,894</b>
d) Purchase of Services	<b>5,457</b>	<b>5,517</b>	<b>31,294</b>	<b>4,198</b>	<b>4,220</b>	<b>26,211</b>
e) Stores & Spares consumed and Others	<b>4,245</b>	<b>3,307</b>	<b>17,334</b>	<b>4,142</b>	<b>3,216</b>	<b>16,907</b>
f) Employees Cost	<b>11,153</b>	<b>8,956</b>	<b>39,124</b>	<b>10,174</b>	<b>8,463</b>	<b>36,841</b>
g) Administration, Selling, Repairs & Others	<b>8,754</b>	<b>8,316</b>	<b>36,600</b>	<b>8,216</b>	<b>7,931</b>	<b>34,605</b>
h) Depreciation and Amortisation	<b>863</b>	<b>588</b>	<b>2,551</b>	<b>732</b>	<b>467</b>	<b>2,173</b>
<b>Total Expenditure</b>	<b>290,328</b>	<b>291,394</b>	<b>1,172,877</b>	<b>279,949</b>	<b>288,928</b>	<b>1,160,582</b>
3. Profit from Operations before Other Income & Interest (1-2)	<b>7,492</b>	<b>8,734</b>	<b>35,085</b>	<b>7,984</b>	<b>9,467</b>	<b>37,363</b>
4. Other Income	<b>1,336</b>	<b>405</b>	<b>3,482</b>	<b>1,285</b>	<b>401</b>	<b>3,246</b>
5. Profit before Interest (3+4)	<b>8,828</b>	<b>9,139</b>	<b>38,567</b>	<b>9,269</b>	<b>9,868</b>	<b>40,609</b>
6. Interest Expense	<b>1,432</b>	<b>842</b>	<b>3,921</b>	<b>1,289</b>	<b>842</b>	<b>3,744</b>
7. Profit (+) / Loss (-) from ordinary activities before Tax (5-6)	<b>7,396</b>	<b>8,297</b>	<b>34,646</b>	<b>7,980</b>	<b>9,026</b>	<b>36,865</b>
8. Tax Expense	<b>2,568</b>	<b>2,400</b>	<b>10,408</b>	<b>2,570</b>	<b>2,461</b>	<b>10,710</b>
9. Net Profit (+) / Loss (-) from ordinary activities after Tax (7-8)	<b>4,828</b>	<b>5,897</b>	<b>24,238</b>	<b>5,410</b>	<b>6,565</b>	<b>26,155</b>
10. Extraordinary items (net of tax expense Rs. Nil)	-	-	-	-	-	-
11. Net Profit (+) / Loss (-) for the period before Minority Interest (9-10)	<b>4,828</b>	<b>5,897</b>	<b>24,238</b>	<b>5,410</b>	<b>6,565</b>	<b>26,155</b>
12. Minority Interest	<b>82</b>	-	-	-	-	-
13. Net Profit (+) / Loss (-) for the period (11-12)	<b>4,746</b>	<b>5,897</b>	<b>24,238</b>	<b>5,410</b>	<b>6,565</b>	<b>26,155</b>
14. Paid-up Equity Share Capital (Face value per share in Rs. 2/-)	<b>4,365</b>	<b>3,424</b>	<b>4,365</b>	<b>4,365</b>	<b>3,424</b>	<b>4,365</b>
15. Reserves excluding Revaluation Reserves as per Balance sheet of the previous accounting year			<b>183,135</b>			<b>186,094</b>
16. Earnings per Share (EPS) (not annualised) Rs./share						
a) EPS before extraordinary items for the period						
- Basic	<b>2.17</b>	<b>3.44</b>	<b>11.92</b>	<b>2.48</b>	<b>3.83</b>	<b>12.86</b>
- Diluted	<b>2.17</b>	<b>3.44</b>	<b>11.90</b>	<b>2.48</b>	<b>3.83</b>	<b>12.84</b>
b) EPS after extraordinary items for the period						
- Basic	<b>2.17</b>	<b>3.44</b>	<b>11.92</b>	<b>2.48</b>	<b>3.83</b>	<b>12.86</b>
- Diluted	<b>2.17</b>	<b>3.44</b>	<b>11.90</b>	<b>2.48</b>	<b>3.83</b>	<b>12.84</b>
17. Public Shareholding						
- Number of Shares	<b>108,602,411</b>	<b>77,955,308</b>	<b>108,602,181</b>	<b>108,602,411</b>	<b>77,955,308</b>	<b>108,602,181</b>
- Percentage of Shareholding	<b>49.76%</b>	<b>45.53%</b>	<b>49.76%</b>	<b>49.76%</b>	<b>45.53%</b>	<b>49.76%</b>
18. Promoters and Promoter Group Shareholding						
a) Pledged / Encumbered						
- Number of shares	<b>1,319,250</b>	<b>1,319,250</b>	<b>1,319,250</b>	<b>1,319,250</b>	<b>1,319,250</b>	<b>1,319,250</b>
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	<b>1.20%</b>	<b>1.41%</b>	<b>1.20%</b>	<b>1.20%</b>	<b>1.41%</b>	<b>1.20%</b>
- Percentage of shares (as a % of the total share capital of the company)	<b>0.60%</b>	<b>0.77%</b>	<b>0.60%</b>	<b>0.60%</b>	<b>0.77%</b>	<b>0.60%</b>
b) Non-encumbered						
- Number of shares	<b>108,337,071</b>	<b>91,938,223</b>	<b>108,337,071</b>	<b>108,337,071</b>	<b>91,938,223</b>	<b>108,337,071</b>
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	<b>98.80%</b>	<b>98.59%</b>	<b>98.80%</b>	<b>98.80%</b>	<b>98.59%</b>	<b>98.80%</b>
- Percentage of shares (as a % of the total share capital of the company)	<b>49.64%</b>	<b>53.70%</b>	<b>49.64%</b>	<b>49.64%</b>	<b>53.70%</b>	<b>49.64%</b>
# Includes Exchange Fluctuation Gains / (Losses) (including unrealised gains/ losses on restatement of trade payables and receivables)	<b>674</b>	<b>(172)</b>	<b>1,189</b>	<b>662</b>	<b>(171)</b>	<b>1,187</b>

Particulars	Unaudited		Audited
	Three months ended September 30,	Year ended June 30,	Year ended June 30,
	2010	2009	2010
<b>1. Segment Revenue</b>			
a) Products and Related Services			
- Computer Systems & Other Related Products and Services (Gross)	<b>89,886</b>	<b>81,742</b>	<b>364,278</b>
Less: Excise Duty	<b>3,135</b>	<b>2,849</b>	<b>10,877</b>
- Computer Systems & Other Related Products and Services (Net)	<b>86,751</b>	<b>78,893</b>	<b>353,401</b>
- Telecommunication & Office Automation (Net)	<b>207,713</b>	<b>222,162</b>	<b>852,897</b>
b) Internet & Related Services	<b>1,937</b>	<b>1,667</b>	<b>7,667</b>
Total	<b>296,401</b>	<b>302,722</b>	<b>1,213,965</b>
Less : Intersegment revenue	<b>464</b>	<b>2,825</b>	<b>8,983</b>
<b>Net Sales / Income from Operations</b>	<b>295,937</b>	<b>299,897</b>	<b>1,204,982</b>
<b>2. Segment Results (Profit/ (Loss) before Tax and Interest from each segment)</b>			
a) Products and Related Services			
- Computer Systems & Other Related Products and Services	<b>3,582</b>	<b>4,826</b>	<b>19,044</b>
- Telecommunication & Office Automation	<b>5,368</b>	<b>5,556</b>	<b>21,591</b>
b) Internet & Related Services	<b>(327)</b>	<b>(543)</b>	<b>(1,380)</b>
Total	<b>8,623</b>	<b>9,839</b>	<b>39,255</b>
Less :			
i) Interest Expense	<b>1,432</b>	<b>842</b>	<b>3,921</b>
ii) Other un-allocable expenditure net off	<b>1,131</b>	<b>1,105</b>	<b>4,170</b>
iii) Un-allocable income	<b>1,336</b>	<b>405</b>	<b>3,482</b>
<b>Total Profit before Tax</b>	<b>7,396</b>	<b>8,297</b>	<b>34,646</b>
<b>3. Capital Employed (Segment Assets - Segment Liabilities)</b>			
a) Products and Related Services			
- Computer Systems & Other Related Products and Services	<b>140,305</b>	<b>108,221</b>	<b>121,511</b>
- Telecommunication & Office Automation	<b>27,998</b>	<b>21,694</b>	<b>20,339</b>
b) Internet & Related Services	<b>(619)</b>	<b>(1,067)</b>	<b>(477)</b>
c) Unallocated			
- Liquid Assets	<b>77,685</b>	<b>19,997</b>	<b>85,579</b>
- Others	<b>15,830</b>	<b>(770)</b>	<b>14,374</b>
<b>Total Capital Employed</b>	<b>261,199</b>	<b>148,075</b>	<b>241,326</b>

- During the quarter ended September 30, 2010, 230 equity shares of Rs. 2/- each fully paid up were issued and allotted pursuant to the exercise of stock options under HCL Infosystems Limited - Employee Stock Option Scheme 2000.
- Pursuant to notification u/s 211(3C) of the Companies Act 1956 issued by the Ministry of Corporate Affairs on March 31, 2009, the Company had opted to accumulate the exchange difference arising on translation of foreign currency items having a term of 12 months or more and amortise such exchange difference over the useful life of the item. Accordingly, a gain of Rs. 364 lakhs stands deferred as at September 30, 2010.
- Tax expense for the current quarter has been estimated subject to final computation of various tax adjustments.
- Consolidated Results include financial results of HCL Infosystems Limited (the parent company) and its six subsidiaries (including one subsidiary incorporated during the quarter) and their three subsidiaries & one joint venture company.
- The Company on a standalone basis and its subsidiary HCL Insys Pte. Limited, Singapore and step down subsidiary HCL Infosystems MEA, Dubai and its subsidiaries NTS LLC and NTS Technology operate in Computer Systems and Telecommunication & Office Automation segments. The Company's subsidiary HCL Infinet Limited operates in Internet & Related Services segment. HCL Security Limited, engaged in the business of Security & Surveillance solutions, forms part of Telecommunication & Office Automation segment.
- One investor complaint was received and resolved during the quarter ended September 30, 2010. No investor complaints were pending at the beginning and at the end of the quarter.
- Figures for previous periods have been regrouped and rearranged, wherever necessary, to conform with the relevant current period's classification.

By order of the Board  
for HCL Infosystems Limited

AJAI CHOWDHRY  
Chairman

Place : Noida  
Date : October 27, 2010