

Consistently creating value... for customers and stakeholders !

**Up by
36%**
Revenue

**Up by
44%**
Gross Profit

**Up by
67%**
EBITDA

**Up by
66%**
PAT

Audited consolidated financial results of 3i Infotech Limited and its subsidiaries

(Rupees in million except otherwise indicated)

Particulars	Quarter Ended		Year Ended
	June 30, 2005	June 30, 2004	March 31, 2005
Income:			
Income from operations	884.75	630.21	2,891.82
Other Income	14.80	31.99	28.53
	899.55	662.20	2,920.35
Expenditure:			
Cost of revenue	502.12	385.60	1,655.47
Selling, general & admn. expenses	213.10	166.10	756.15
	715.22	551.70	2,411.62
Profit before interest, depreciation & taxes	184.33	110.50	508.73
Interest	25.43	24.00	107.66
Depreciation	56.20	44.50	188.41
Profit before taxation	102.70	42.00	212.66
Current taxes	4.54	2.20	12.34
Fringe benefit tax	2.50	-	-
Deferred taxes	(7.31)	(24.93)	(129.03)
Deferred tax due to re-estimation of useful life of intangibles	-	13.72	41.17
Deferred tax pertaining to earlier years	-	(10.99)	(32.96)
Profit after taxation	102.97	62.00	321.14
Paid up equity share capital	527.90	309.79	310.03
Face value per share (Rs)	10.00	5.00	10.00
Earnings per share			
Basic (Rs)	1.58	0.57	6.89
Diluted (Rs)	1.57	0.52	6.82
Items exceeding 10% of the total expenditure :			
Staff cost	283.69	157.25	984.95
Outsourced services & bought out items	214.40	242.45	782.86

Audited financial results of 3i Infotech Limited

(Rupees in million except otherwise indicated)

Particulars	Quarter Ended		Year Ended
	June 30, 2005	June 30, 2004	March 31, 2005
Income:			
Income from operations	651.33	452.00	2,070.28
Other Income	13.38	25.12	34.90
	664.71	477.12	2,105.18
Expenditure:			
Cost of revenue	350.45	284.23	1,270.47
Selling, general & admn. expenses	151.96	73.42	359.01
	502.41	357.65	1,629.48
Profit before interest, depreciation & taxes	162.30	119.47	475.70
Interest	22.97	23.78	106.91
Depreciation	52.95	62.94	170.07
Profit before taxation	86.38	32.75	198.72
Current taxes	3.70	2.00	12.79
Fringe benefit tax	2.50	-	-
Deferred taxes	10.70	0.12	1.66
Deferred tax due to re-estimation of useful life of intangibles	-	-	41.17
Deferred tax pertaining to earlier years	-	-	(32.96)
Profit after taxation	69.48	30.63	176.06
Paid up equity share capital	527.90	309.79	310.03
Face value per share (Rs)	10.00	5.00	10.00
Reserves excluding revaluation reserves	2,166.45	294.68	299.14
Earnings per share			
Basic (Rs)	0.89	0.07	2.21
Diluted (Rs)	0.89	0.07	2.00
Items exceeding 10% of the total expenditure:			
Staff cost	195.69	116.64	514.74
Outsourced services & bought out items	160.23	147.18	650.18

Consolidated Segment Reporting

(Rupees in million except otherwise indicated)

Particulars	Quarter Ended		Year Ended
	June 30, 2005	June 30, 2004	March 31, 2005
Segment revenues:			
Services	499.23	420.80	1,632.45
Products	400.32	241.40	1,287.90
	899.55	662.20	2,920.35
Segment results (Gross profit)			
Services	191.29	157.85	604.01
Products	206.14	118.75	660.87
	397.43	276.60	1,264.88
Selling, general & admn. expenses (SGA)	213.10	166.10	756.15
Profit before interest, depreciation & taxes	184.33	110.50	508.73
Interest	25.43	24.00	107.66
Depreciation	56.20	44.50	188.41
Profit before taxation	102.70	42.00	212.66
Current taxes	4.54	2.20	12.34
Fringe benefit tax	2.50	-	-
Deferred taxes	(7.31)	(24.93)	(129.03)
Deferred tax due to re-estimation of useful life of intangibles	-	13.72	41.17
Deferred tax pertaining to earlier years	-	(10.99)	(32.96)
Profit after taxation	102.97	62.00	321.14

Notes to segment information:

The group undertakes IT enabled services and IT Infrastructure services apart from software development & consulting, which are collectively referred to as 'Services,' and sale of products & services affiliated to product sales are referred as 'Product'. These businesses have been considered as primary segments. The segment results have been arrived at before certain expenses, which are unallocable in nature and are shown as SGA. Considering the nature of the group's business, the assets and liabilities cannot be identified with any specific business segment.

Notes:

- The above audited accounts have been taken on record by the Board of Directors at the meeting held on July 22, 2005
- The Company made an Initial Public Offer ("IPO") for 23,000,000 Equity shares of Rs 10 each, including a Green Shoe Option for 3,000,000 shares, which was opened on March 30, 2005 and closed on April 4, 2005. The Company had appointed a stabilization agent by virtue of which the Company allotted 21,766,844 equity shares of Rs.10 each. The said proceeds have been partly applied towards object of the issue (including issue expenses) and the balance of Rs. 447.94 million is temporarily invested in liquid schemes of mutual funds
- During the quarter ended June 30, 2005, the Company issued 19,900 shares pursuant to exercise of stock options
- Consolidated financial results for quarter ended June 30, 2004 are unaudited
- Depreciation and deferred tax figures for Quarter ended June 2004 as reported under audited financial results of 3i Infotech Limited (stand alone basis) are prior to re-estimation of useful life of intangibles
- Number of Investor Complaints - (i) Pending at the beginning of the quarter - NIL (ii) Received during the quarter - 1091 (iii) Attended during the quarter - 1091 (iv) Pending at the end of the quarter - NIL. All these complaints pertained to IPO related issues
- During the quarter, subsidiaries in UK and Thailand were incorporated

By order of the Board
for 3i Infotech Limited

Mumbai, India
July 22, 2005

V. Srinivasan
Managing Director & CEO

3i Infotech
Innovation • Insight • Integrity
(Formerly ICICI Infotech Limited)

Regd office: Tower 5, 3rd to 6th Floors, International Infotech Park, Vashi, Navi Mumbai 400 703

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