

Audited Consolidated Financial Results of 3i Infotech Limited

(₹ in Lakhs)

Particulars	3 months ended (30/09/2010)	Corresponding 3 months ended in the previous year (30/09/2009)	Year to Date figures for current period ended (30/09/2010)	Year to date figures for the previous period ended (30/09/2009)	Figures for Previous Year Ended (31/03/2010)
	Audited	Audited	Audited	Audited	Audited
1 Net Sales / Income from Operations	64,338	62,626	128,039	122,402	244,854
2 Expenditure					
a. Employees cost	30,649	30,982	61,875	58,246	120,194
b. Depreciation and Amortisation	2,584	3,044	5,159	5,902	8,141
c. Other expenditure	20,732	19,615	40,664	40,222	76,367
d. Total	53,965	53,641	107,698	104,370	204,702
Item exceeding 10% of the total expenditure : Cost of third party products / outsourced services & boughtout items	11,145	12,178	21,461	25,371	44,784
3 Profit from Operations before Other income, Interest & Exceptional Items (1-2)	10,373	8,985	20,341	18,032	40,152
4 Other Income	348	589	832	1,027	2,021
5 Profit before Interest & Exceptional Items (3+4)	10,721	9,574	21,173	19,059	42,173
6 Interest	3,914	3,631	7,659	7,050	14,483
7 Profit after Interest but before exceptional items (5-6)	6,807	5,943	13,514	12,009	27,690
8 Add : Exceptional Income / Items	-	-	-	2,919	2,919
9 (Less) : Exceptional Expenditure / Items	-	-	-	(133)	(133)
10 Profit (+) / Loss (-) from Ordinary Activities before tax (7+8-9)	6,807	5,943	13,514	14,795	30,476
11 Less / (Add): Tax expense	430	224	936	(3)	1,095
12 Net Profit (+) / Loss (-) from Ordinary Activities after tax (10-11)	6,377	5,719	12,578	14,798	29,381
13 (Less) : Impact of Discontinuing Operations	-	-	-	-	(26,046)
14 Extraordinary Item	-	-	-	-	-
15 (Less) / Add: Minority Interest	20	(431)	(69)	(836)	11
16 Add: Share of profit in Associate	-	-	-	-	-
17 Net Profit after minority interest and discontinuing operations (12-13-14+15+16)	6,397	5,288	12,509	13,962	3,346
18 Paid-up equity share capital	19,189	16,844	19,189	16,844	16,876
Face value per share (₹)	10.00	10.00	10.00	10.00	10.00
19 Reserves excluding Revaluation Reserves	96,248	109,747	96,248	109,747	72,471
20 Earnings Per Share (EPS)					
Earnings Per Share (before exceptional items and discontinuing operations)					
Basic (₹)	3.24	3.83	6.36	8.18	17.21
Diluted (₹)	3.23	3.77	6.32	7.99	17.00
Earnings Per Share (after exceptional items and discontinuing operations)					
Basic (₹)	3.24	3.83	6.36	10.29	1.73
Diluted (₹)	3.23	3.77	6.32	10.05	1.71
21 Public Shareholding					
Number of shares	152,850,159	117,963,945	152,850,159	117,963,945	129,723,756
Percentage of shareholding	79.66%	70.03%	79.66%	70.03%	76.87%
22 Promoters and promoter group Shareholding					
a) Pledged / Encumbered					
- Number of shares	NIL	NIL	NIL	NIL	NIL
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-
- Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-
b) Non-encumbered					
- Number of shares	39,036,190	50,475,601	39,036,190	50,475,601	39,036,190
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	20.34%	29.97%	20.34%	29.97%	23.13%

Consolidated Segment Reporting

(₹ in Lakhs)

Particulars	3 months ended (30/09/2010)	Corresponding 3 months ended in the previous year (30/09/2009)	Year to Date figures for current period ended (30/09/2010)	Year to date figures for the previous period ended (30/09/2009)	Figures for Previous Year Ended (31/03/2010)
	Audited	Audited	Audited	Audited	Audited
1 Segment Revenue					
a IT Solutions	42,639	39,320	81,989	79,163	153,302
b Transaction Services	21,699	23,306	46,050	43,239	91,552
Total Net sales / Income From Operations (a+b)	64,338	62,626	128,039	122,402	244,854
2 Segment Results (Gross Profit)					
a IT Solutions	20,903	17,675	38,362	35,985	70,331
b Transaction Services	5,544	7,716	14,101	13,193	28,983
Total	26,447	25,391	52,463	49,178	99,314
Less: Selling and Other expenses					
Interest	3,914	3,631	7,659	7,050	14,483
Depreciation & Amortisation	2,584	3,044	5,159	5,902	8,141
Add: Un-allocable income	348	589	832	1,027	2,021
Total Profit Before Tax	6,807	5,943	13,514	12,009	27,690

The group undertakes sale of software products & services affiliated to these products, software development and consulting, IT infrastructure services and IT enabled services collectively referred to as 'IT Solutions' and BPO related services referred to as 'Transaction Services'. These businesses have been considered as primary segments. The segment results have been arrived at before allocating certain expenses which are unallocable in nature and are disclosed as Selling & Other expenses. Considering the nature of the group's businesses, the assets and liabilities cannot be identified with any specific business segment and hence, the figures for capital employed have not been provided.

3i Infotech Limited

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Consolidated Balance Sheet

(₹ in Lakhs)

Particulars	Year to date figures for the current period ended (30/09/2010)	Figures for Previous Year Ended (31/03/2010)
	Audited	Audited
I SOURCES OF FUNDS		
1 Shareholders' Funds		
a Capital	29,189	26,876
b Reserves & Surplus	96,248	72,471
	125,437	99,347
2 Minority Interest	237	819
3 Loan Funds	224,809	215,901
4 Premium payable on Redemption of FCCB	14,447	12,373
Total (1+2+3+4)	364,930	328,440
II APPLICATION OF FUNDS		
5 Goodwill on Consolidation	183,796	181,071
6 Fixed Assets	42,639	42,849
7 Investments	360	1,010
8 Deferred Tax Assets (Net)	11,062	11,265
9 Current Assets, Loans & Advances		
a Inventories	492	388
b Sundry Debtors	59,490	54,260
c Unbilled Revenues	32,251	28,441
d Cash & Bank Balances	16,892	18,960
e Loans & Advances	59,482	50,356
	168,607	152,405
Less: Current Liabilities & Provisions		
a Current Liabilities	37,960	54,191
b Provisions	3,574	5,969
	41,534	60,160
10 Net Current Assets	127,073	92,245
Total (5+6+7+8+10)	364,930	328,440

Notes:

- The above results have been taken on record by the Board of Directors at its Meeting held on November 2, 2010. There are no qualifications in the auditors' report. The information presented above is extracted from the audited financial statements.
- Number of investor complaints - (i) pending at the beginning of the quarter - 0 (ii) received during the quarter - 1 (iii) attended during the quarter - 1 (iv) pending at the end of the quarter - 0
- During the quarter ended September 30, 2010, the Parent Company allotted 68,254 equity shares pursuant to the exercise of stock options.
- During the quarter ended September 30, 2010, the Parent Company has increased its stake in its subsidiary Locuz Enterprise Solutions Limited by 23%, at a consideration of ₹ 1055 lacs, thereby taking its current stake to 74%.
- The Board of Directors has approved the payment of dividend of ₹ 160.10 lacs for the period August 1, 2010 to October 31, 2010 on the 6.35% Preference Shares of ₹ 5 each.
- Figures for the previous year / period are not comparable in view of *inter alia* acquisitions / divestments of subsidiaries and have been re-grouped / re-arranged, wherever considered necessary, to conform to current period's presentation.
- The disclosure in respect of standalone financials are as under -

(₹ in Lakhs)

Particulars	3 months ended (30/09/2010)	Corresponding 3 months ended in the previous year (30/09/2009)	Year to Date figures for current period ended (30/09/2010)	Year to date figures for the previous period ended (30/09/2009)	Figures for Previous Year Ended (31/03/2010)
	Audited	Audited	Audited	Audited	Audited
Net Sales / Income from Operations	13,499	12,631	26,339	24,776	51,999
Profit Before Tax Before Exceptional Items	2,031	1,814	4,813	3,969	13,649
Profit Before Tax After Exceptional Items	2,031	1,814	4,813	6,755	16,435
Profit After Tax After Exceptional Items	3,021	1,832	5,111	6,630	16,085
Profit / (Loss) After Discontinuing Operations	3,021	1,832	5,111	6,630	(9,961)

- The standalone financial results will be available on the NSE website www.nseindia.com and the BSE website www.bseindia.com.

By order of the Board
for 3i Infotech Limited

Mumbai, India
November 02, 2010

V. Srinivasan
Managing Director