

Audited Consolidated financial results of 3i Infotech Limited

(Rupees in Lacs)

Particulars	Figures for Current Year Ended 31/03/2010	Figures for Previous Year Ended 31/03/2009
	Audited	Audited
1 Net Sales / Income from Operations	244,854	228,564
2 Expenditure		
a. Employees cost	120,194	99,709
b. Depreciation and Amortisation	8,141	7,006
c. Other expenditure	76,367	85,413
d. Total	204,702	192,128
Item exceeding 10% of the total expenditure :		
Cost of third party products / outsourced services & boughtout items	44,784	51,266
3 Profit from Operations before Other income, Interest & Exceptional Items (1-2)	40,152	36,436
4 Other Income	2,021	1,906
5 Profit before Interest & Exceptional Items (3+4)	42,173	38,342
6 Interest	14,483	9,495
7 Profit after Interest but before exceptional items (5-6)	27,690	28,847
8 Add: Exceptional Income	2,919	7,705
9 (Less): Exceptional Expenditure (Refer Note no. e)	(133)	(5,109)
10 Profit (+) / Loss (-) from Ordinary Activities before tax (7+8-9)	30,476	31,443
11 Tax expense	1,095	2,205
12 Net Profit (+) / Loss (-) from Ordinary Activities after tax (10-11)	29,381	29,238
13 Extraordinary Item	-	-
14 (Less): Impact of Discontinuing Operations (Refer Note no. e)	(26,046)	-
15 Less / (add): Minority Interest	(11)	1,062
16 Add: Share of profit in Associate	-	25
17 Net Profit after minority interest and discontinuing operations (12-13-14-15+16)	3,346	28,201
18 Paid-up equity share capital	16,876	13,075
Face value per share (Rs)	10.00	10.00
19 Reserves excluding Revaluation Reserves	72,471	80,626
20 Earnings Per Share (EPS)		
Earnings Per Share (before exceptional items and discontinuing operations)		
Basic (Rs)	17.21	19.02
Diluted (Rs)	17.00	19.02
Earnings Per Share (after exceptional items and discontinuing operations)		
Basic (Rs)	1.73	21.01
Diluted (Rs)	1.71	21.01
21 Public Shareholding		
Number of shares	129,723,756	79,123,038
Percentage of shareholding	76.87%	60.51%
22 Promoters and promoter group Shareholding		
a) Pledged / Encumbered		
- Number of shares	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	51,627,908
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%
- Percentage of shares (as a % of the total share capital of the company)	23.13%	39.49%

Consolidated Segment Reporting

(Rupees in Lacs)

Particulars	Figures for Current Year Ended 31/03/2010	Figures for Previous Year Ended 31/03/2009
	Audited	Audited
1 Segment Revenue		
a. Software Products	78,338	81,123
b. IT / IT Enabled Services	74,964	74,817
c. Transaction Services	91,552	72,624
Total Net sales / Income From Operations (a+b+c)	244,854	228,564
2 Segment Results (Gross Profit)		
a. Software Products	40,590	43,912
b. IT / IT Enabled Services	29,741	27,089
c. Transaction Services	28,983	20,985
Total	99,314	91,986
Less: Selling and Other expenses	51,021	48,544
Interest	14,483	9,495
Depreciation & Amortisation	8,141	7,006
Add: Un-allocable income	2,021	1,906
Total Profit Before Tax	27,690	28,847

The group undertakes sale of software products & services affiliated to these products referred to as 'Products', software development and consulting, IT infrastructure services and IT enabled services collectively referred to as 'IT / IT Enabled Services' 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.

Notes:

- The above results have been taken on record by the Board of Directors at its Meeting held on April 23, 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 - Nil (ii) received during the quarter - 1 (iii) attended during the quarter - 1 (iv) pending at the end of the quarter - Nil.
- During the current quarter the Parent Company allotted 65,750 shares pursuant to the exercise of stock options.
- Pursuant to the shareholders' approval at the Annual General Meeting held on July 28, 2009, the Committee of the Board of Directors of the Company has, at its meeting held on April 7, 2010 issued and allotted 229,00,099 fully paid-up Equity Shares, at a price of Rs.78.60 per Equity Share (including a premium of Rs.68.60 per Equity Share), aggregating to Rs. 17,999 lacs. These shares allotted rank pari passu with the existing shares of the Company with respect to the dividend as may be paid by the company for the year ended March 31, 2010 and an additional amount of Rs. 344 lacs would be payable in addition to proposed dividend on the equity share capital as on the close of the year.
- Commencing from March 2007, the Parent Company had entered into Agreements with some State Governments towards setting up and operating Citizen Service Centers across those states for providing certain government services as well as non-government retail services to consumers. The Company has decided to exit from the Master Service Agreements (MSA) of some of the State Governments by paying a compensation of Rs.1092 lacs under these contracts and further decided to exit totally from this line of business owing to prevailing business environment. Accordingly, the assets attributed to this business are being carried as 'Assets held for Disposal', at their net realisable values. The loss thereof of Rs.26046 lacs (net of tax of Rs.7074 lacs) has been written off in the Profit and Loss account and has been disclosed as 'Impact of Discontinuing Operations'.
- In January 2010, Taxsmile.com India Pvt. Ltd. has divested 30% of its stake in Antarikh Interactive Pvt. Ltd. both being step down subsidiaries of the Parent Company.
- In March 2010, the Parent Company has sold its investment in its subsidiaries, aok In-house BPO Services Ltd. and HCCA Business Services Pvt. Ltd., to 3i Infotech BPO Ltd., another subsidiary of the Parent Company.
- Figures for the previous year are not comparable in view of inter-alia acquisition / divestment of a subsidiary and have been re-grouped / re-arranged, wherever considered necessary, to conform to current year's presentation.
- The Board of Directors have recommended a dividend of Rs.1.50 per equity share of face value Rs.10 each for the year ended March 31, 2010 subject to the approval of the shareholders of the Company.
- The disclosure in respect of standalone financials are as under -

(Rupees in Lacs)

Particulars	Figures for Current Year Ended 31/03/2010	Figures for Previous Year Ended 31/03/2009
	Audited	Audited
Net Sales / Income from Operations	51,999	52,724
Profit Before Tax	13,648	16,140
Profit After Tax	16,084	18,457
Profit / (Loss) After Discontinuing Operations	(9,962)	18,457

- 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
April 23, 2010

V. Srinivasan
Managing Director & CEO

3i Infotech Limited

Regd. Office: Tower # 5, 3rd to 6th Floors, International Infotech Park, Vashi, Navi Mumbai - 400 703
Website: www.3i-infotech.com Email: marketing@3i-infotech.com