

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2009

KPIT Cummins Infosystems Limited

Registered & Corporate Office - Plot No. 35/36, Phase I, Rajiv Gandhi Infotech Park, Hinjewadi, Pune - 411057

Website : www.kpitcummins.com

Rs. in Lacs (except per share data)

Sr. No.	Particulars	Standalone Results			
		Quarter ended		Year Ended	
		March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008
1)	Sales	16,410.84	14,213.95	64,418.11	46,335.46
2)	Software Development Expenses	8,843.10	9,599.37	38,835.24	31,429.12
3)	Gross Profit	7,567.74	4,614.58	25,582.87	14,906.34
4)	Selling and Marketing Expenses	138.89	239.73	598.21	544.26
5)	General and Administration Expenses	1,772.12	2,449.67	8,517.03	7,054.77
	Operating Profit Before Depreciation, Interest and Exchange Gain/Loss	5,656.73	1,925.17	16,467.63	7,307.31
6)	Depreciation / Amortisation	618.52	582.41	2,325.54	2,037.72
	Operating Profit Before Interest and Exchange Gain/Loss	5,038.21	1,332.76	14,142.09	5,269.59
9)	Interest and Financial Expenses, net	138.78	94.64	420.17	674.44
10)	Operating Profit before Tax and Exchange Gain/Loss	4,899.43	1,238.12	13,721.92	4,595.15
11)	Other Income (Refer note no.2)	(2,163.58)	69.47	(6,680.94)	2,474.62
12)	Profit Before Tax	2,735.85	1,307.59	7,040.98	7,069.77
13)	Tax Expense (Refer note no. 4)	243.40	170.94	764.11	661.33
14)	Net Profit After Tax	2,492.45	1,136.65	6,276.87	6,408.44
15)	Paid up Equity Capital (Face Value Rs. 2/- per share)	1,560.86	1,567.66	1,560.86	1,567.66
16)	Reserves Excluding Revaluation Reserves	19,404.64	25,693.46	19,404.64	25,693.46
17)	Earning per Share (on par value of Rs. 2/-)				
	Basic	3.19	1.46	8.05	8.33
	Diluted	3.18	1.44	8.02	8.19
18)	Total Public Shareholding				
	- Number of shares	56,841,734	58,706,681	56,841,734	58,706,681
	- Percentage of shareholding	72.58%	75.38%	72.58%	75.38%
19)	Promoters and Promoter Group shareholding				
	a) Pledged/Encumbered :				
	- Number of shares	300,000		300,000	
	- Percentage of shareholding - (as a% of the total shareholding of promoter and promoter group)	1.40%		1.40%	
	- Percentage of shareholding - (as a% of the total share capital of the company)	0.38%		0.38%	
	b) Non-encumbered :				
	- Number of shares	21,101,227		21,101,227	
	- Percentage of shareholding - (as a% of the total shareholding of promoter and promoter group)	98.60%		98.60%	
	- Percentage of shareholding - (as a% of the total share capital of the company)	27.04%		27.04%	

Notes:

General

- The above audited 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 April 27, 2009.
 - The Company has changed the method of reporting exchange differences in this quarter and would start reporting forex gains or losses under 'other income'. There will be no change in Company's profit after tax due to this change of method.
 - The Company has received 7 investor complaints during the quarter ended March 31, 2009. 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). This has not resulted in an additional tax expense, the MAT can be carried forward and set off against the future tax liabilities. Accordingly a sum of Rs 847.88 lacs has been carried forward and shown under " Loans and Advances" in the Balance Sheet as of March 31, 2009.
 - The Company has designated the outstanding forward exchange contracts relating to certain firm commitments and forecasted transactions as at March 31, 2009 as cash flow hedges applying the recognition and measurement principles set out in the Accounting Standard 30 "Financial Instruments: Recognition and Measurements" (AS-30). Changes in fair value of such forward exchange contracts if effective are recognized directly in Reserves (Loss of Rs. 16,313 Lacs) and ineffective portion is recognized immediately in Profit and Loss Account (Rs Nil).
 - In year 2007-08, the Company had entered into three options contracts to the tune of USD 42.60 Million for hedging its USD/EUR revenues. These contracts were linked to EUR-USD cross rate movement and extended for a period of next four years. Two of aforesaid three contracts were knocked out completely and one contract is knocked out partially during the year and the MTM reported by the bank on it as on March 31, 2009 is NIL and will continue to be NIL till the expiry of these contracts.
In accordance with its risk management policy and business plan the company has hedged its cash flows. The Management has assessed the effectiveness of its hedging contracts outstanding as on March 31, 2009 as required by AS 30 and accordingly the MTM loss of Rs 1,631,303,249 is recognized in the Hedging Reserve. Further the assessment of effectiveness as performed by the management of the Company is also confirmed by an independent expert.
 - The Company has delisted its shares from Pune Stock Exchange w.e.f. 7th February 2009.
 - The previous periods' figures have been regrouped wherever necessary to confirm with current period presentation.
- Change in Board of Directors**
- Ms. Elizabeth Carey has been appointed as 'Additional Director' on the Board of the Company w.e.f. April 27, 2009.
 - Mr. Steve Spaulding has resigned from the Directorship of the Company w.e.f. March 23, 2009
 - Mr. Ron Lannan being an alternate director to Mr. Steve Spaulding vacated from the Directorship w.e.f. March 23, 2009.
- Matters relating to Subsidiaries**
- During the year considering current market conditions and prudent accounting practices, the company has recognized 100% impairment w.r.t AS 28, for Right to Render Business Process Outsourcing Services to Cummins group entities globally. The amount charged to profit and loss account is Rs. 183,761,425/- in current year.
 - The Company granted an additional loan of PLN 360,750 (Rs. 49.48 lacs) to KPIT Infosystems Central Europe sp.z.o.o., Poland during the quarter to meet its working capital requirements. PLN 425,000 (Rs. 59.07 lacs) were repaid during the quarter.
- Others**
- Details of expenses exceeding 10% of the total expenditure:

Particulars	Quarter ended		Year Ended	
	March 31, 2009	March 31, 2008	March 31, 2009	March 31, 2008
1) Employee Costs	7,921.04	8,087.55	34,671.66	28,195.17

Place : Pune
Date : April 27, 2009

sd/-
Kishor Patil
CEO & Managing Director

sd/-
S.B. (Ravi) Pandit
Chairman & Group CEO