

HCL INFOSYSTEMS LIMITED

Regd.Off 806, Siddharth, 96 Nehru Place, New Delhi 110 019.

Unaudited Financial Results for the quarter ended 30th September, 2003

Particulars	Rs Crores					
	Unaudited 3 months ended 30th September.		Audited year ended	Unaudited Consolidated 3 months ended 30th September		Audited Consolidated year ended
	2003	2002	30th June,2003	2003	2002	30th June,2003
1. Net Sales / Income from Operations	334.51	409.67	1651.22	856.12	435.81	2705.08
2. Other Income	6.62	1.53	14.82	7.80	1.55	17.16
3. Total Expenditure						
a) (Increase)/Decrease in Stock in trade	-1.70	-2.06	-21.25	74.59	-0.87	-124.40
b) Cost of Sales (including Material Consumption / Excise Duty / Network Operating Cost)	276.53	343.29	1404.74	693.70	352.02	2463.72
c) Staff Cost	17.00	27.04	86.14	23.22	42.11	127.73
d) Administration, Selling, Repairs & Others	18.45	24.70	81.50	27.79	31.02	111.41
4. PBDIT (1 + 2 - 3)	30.85	18.23	114.91	44.62	13.08	143.78
5. Interest (Net)	1.86	1.71	8.05	1.08	1.86	6.61
6. Depreciation	2.26	2.97	11.09	4.04	4.88	18.55
7. Miscellaneous Expenditure Written Off					0.93	3.17
8. Loss on Disposal of Subsidiaries / Business (Net)						3.34
9. Profit for the Year (4-5-6-7-8)	26.73	13.55	95.77	39.50	5.41	112.11
10. Impact of Impairment			33.22			33.85
11. Profit before Tax (9-10)	26.73	13.55	62.55	39.50	5.41	78.26
12. Tax Expense						
- Current	2.04	1.76	5.24	2.72	1.80	6.22
- Deferred	-0.16	0.69	-4.42	4.43	0.58	-20.61
13. Net Profit after Tax (PAT) (11-12)	24.85	11.10	61.73	32.35	3.03	92.65
14. Paid-up Equity Share Capital (Face value per share in Rs.)	31.91 10.00	31.91 10.00	31.91 10.00	31.91 10.00	31.91 10.00	31.91 10.00
15. Reserves excluding Revaluation Reserves of the previous accounting year			291.44			261.48
16. EPS (Not annualised) Rs/share						
- Basic	7.79	3.48	19.35	10.14	0.95	29.03
- Diluted	7.31			9.52		
17. Aggregate of Non - Promoters Shareholding						
- Number of Shares	11064278	11669892	11282600			
- Percentage of Shareholding	34.67	36.57	35.36			

Consolidated Segment-wise Performance for the quarter ended 30th September, 2003

Particulars	Rs Crores		
	Unaudited 3 months ended 30th September		Audited year ended
	2003	2002	30th June,2003
1. Segment Revenue			
a) Products and Related Services			
- Computer Systems & Other Related Products	334.51	219.56	1103.73
- Office Automation & Telecommunication	518.56	177.89	1521.58
b) Internet & Related Services	9.91	5.13	32.02
c) Software Services			34.14
d) Others			1.58
Total	862.98	438.30	2727.16
Less : Inter segment revenue	6.86	2.49	22.08
Net sales / Income from Operations	856.12	435.81	2705.08
2. Segment Results (Profit(+) / Loss(-) Before Tax and Interest from each segment)			
a) Products and Related Services			
- Computer Systems & Other Related Products	25.56	9.44	91.34
- Office Automation & Telecommunication	12.27	6.82	47.85
b) Internet & Related Services	-1.20	-6.85	-12.52
c) Software Services			0.43
d) Others			-0.36
Total	36.63	9.48	124.54
Less :			
i) Interest (net)	1.08	1.86	6.61
ii) Other un-allocable expenditure net of un-allocable income	-3.95	2.21	5.82
Profit for the Year	39.50	5.41	112.11
Impact of Impairment			
a) Products and Related Services			
- Computer Systems & Other Related Products			32.17
- Office Automation & Telecommunication			0.42
b) Internet & Related Services			0.52
c) Software Services			0.74
d) Others			
Total Profit Before Tax	39.50	5.41	78.26
3. Capital Employed (Segment Assets - Segment Liabilities)			
a) Products and Related Services			
- Computer Systems & Other Related Products	184.42	160.88	162.62
- Office Automation & Telecommunication	43.78	35.85	-6.61
b) Internet & Related Services	4.94	13.16	7.42
c) Software Services			36.41
d) Others			1.52
e) Unallocated			
- Liquid Assets	217.61	157.16	233.75
- Others unallocated	-14.16	12.41	6.09
Total	436.59	417.39	403.27

Notes :

- The above results have been taken on record at the meeting of the Board of Directors of the Company held on 29th October, 2003.
- The Board of Directors at the above meeting has declared an interim dividend of Rs.3/- per fully paid up equity share of Rs. 10/- each for the financial year 2003-04. The Register of Members and Share Transfer Books of the Company would remain closed from Saturday, November 22, 2003 to Sunday, November 23, 2003 for the purpose of payment of interim dividend.
- As per the terms of Clause 41 of the Listing Agreement, given below is the information on investor complaints for the quarter ended 30th September, 2003:

Pending at the beginning of the quarter	Received during the quarter	Disposed off during the quarter	Pending at the end of the quarter
Nil	4	4	Nil

- The auditors of the Company have carried out a ' Limited Review ' of the financial results for the quarter ended 30th September, 2003 in terms of Clause 41 of the Listing Agreement with Stock Exchanges. The review report will be submitted to the concerned Stock Exchanges within the stipulated time.
- Tax expense for the current quarter has been estimated subject to audit and final computation of various tax adjustments. It does not take into account tax issues disputed by the Company.
- Software and Office Automation & Telecommunication businesses of the Company were demerged / transferred with effect from 1st January 2003. Hence figures for the current period are not comparable with those of the relevant previous periods. Consequent to the same, the Company operated as a single segment company during the quarter. Hence segment reporting is not applicable to the Company. However, Consolidated segment wise performance has been reported.
- Figures for previous periods, other than for matters stated in Note 6 above, have been regrouped and rearranged to conform with the relevant current period classification.

By order of the Board
for HCL Infosystems Limited

Place : Noida
Date : 29th October, 2003

AJAI CHOWDHRY
Chairman & Chief Executive Officer