

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2007

KPIT Cummins Infosystems Limited
 (Formerly known as KPIT INFOSYSTEMS LIMITED)
 Registered & Corporate Office - Plot No. 35/36, Phase I, Rajiv Gandhi Infotech Park, Hinjewadi, Pune - 411057
 Website : www.kpitcummins.com

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SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Particulars	Consolidated Results						KPIT Cummins Infosystems Limited					
	Quarter ended		Nine Months ended		Year ended		Quarter ended		Nine Months ended		Year ended	
	March 31, 2007	March 31, 2006	Dec 31, 2006	Dec 31, 2005	March 31, 2007	March 31, 2006	March 31, 2007	March 31, 2006	Dec 31, 2006	Dec 31, 2005	March 31, 2007	March 31, 2006
1) Sales	13,030.36	9,016.21	33,339.79	22,805.24	46,370.15	31,821.45	9,535.23	7,265.27	22,042.81	18,948.87	31,578.04	26,214.13
2) Software Development Expenses	7,937.95	5,714.86	20,898.81	14,896.48	28,836.76	20,811.34	6,212.60	4,242.28	14,721.88	11,720.06	20,934.48	15,962.34
3) Gross Profit	5,092.41	3,301.35	12,440.98	7,908.77	17,533.39	11,210.11	3,322.63	3,022.99	7,320.93	7,228.81	10,643.56	10,251.79
4) Selling and Marketing Expenses	1,532.83	717.11	3,590.84	2,461.49	5,123.67	3,178.60	50.67	834.08	257.26	2,328.85	307.93	3,162.74
5) General and Administration Expenses	1,504.30	1,057.54	3,827.39	2,355.00	5,331.69	3,412.54	815.28	925.32	3,282.52	2,336.51	4,097.80	3,261.83
6) Net Profit Before Depreciation and Interest	2,055.28	1,526.70	5,022.76	3,092.28	7,078.04	4,618.97	2,456.68	1,263.58	3,781.15	2,563.65	6,237.83	3,827.22
7) Interest and Financial Expenses, net	169.76	90.10	276.61	101.67	446.37	191.77	176.85	95.95	311.84	97.15	486.69	193.10
8) Depreciation	353.04	251.41	859.07	590.59	1,212.11	842.00	341.79	221.38	735.32	580.31	1,077.11	801.69
9) Net Profit After Depreciation and Interest	1,532.48	1,185.19	3,887.07	2,400.02	5,419.56	3,585.20	1,938.04	946.25	2,733.99	1,886.19	4,672.03	2,832.42
10) Other Income	38.10	0.17	90.90	1.11	129.00	1.28	37.70	15.49	123.98	5.73	161.68	21.22
11) Profit Before Tax	1,570.58	1,185.37	3,977.97	2,401.13	5,548.56	3,586.48	1,975.74	961.75	2,857.97	1,891.92	4,833.71	2,853.64
12) Provision for Taxation												
- Current Year	12.99	153.20	415.72	158.44	428.71	311.64	8.08	38.92	132.20	94.00	140.28	132.92
- Prior Years	47.84	(3.97)	47.84	47.84	47.84	(3.97)	47.84	47.84	24.98	24.98	24.98	(3.97)
- Deferred Tax	104.67	6.64	(63.63)	13.50	41.04	22.14	90.25	9.47	3.91	13.50	94.26	22.97
13) Profit After Tax before extraordinary and prior period items	1,405.08	1,027.50	3,625.88	2,229.19	5,030.97	3,256.68	1,877.31	917.33	2,696.88	1,784.42	4,574.19	2,701.73
14) Prior period gains	-	-	-	-	-	-	-	-	-	-	-	-
15) Profit After extraordinary and prior period items	1,405.08	1,027.50	3,625.88	2,229.19	5,030.97	3,256.68	1,877.31	917.33	2,696.88	1,784.42	4,574.19	2,701.73
16) Profit Before Minority Interest	1,405.08	1,027.50	3,625.88	2,229.19	5,030.97	3,256.68	1,877.31	917.33	2,696.88	1,784.42	4,574.19	2,701.73
17) Add - Minority losses to the extent of minority interest (net)	0.68	(0.26)	15.93	-	16.61	(0.26)	-	-	-	-	-	-
18) Profit for the period	1,405.76	1,027.24	3,641.81	2,229.19	5,047.57	3,256.42	1,877.31	917.33	2,696.88	1,784.42	4,574.19	2,701.73
19) Paid up Capital (Face Value Rs. 2/- per share) *												
20) Reserves												
21) Earning per Share (on par value of Rs. 2/-) *												
Basic	1.89	1.42	4.91	3.12	6.83	4.54	2.52	1.27	3.63	2.50	6.19	3.77
Diluted	1.51	1.15	3.96	2.51	5.47	3.66	2.01	1.03	2.94	2.01	4.95	3.03
22) Aggregate of Non-Promoter Shareholding *												
- Number of shares							55,410,601	53,323,330	55,079,585	52,413,990	55,410,601	53,323,330
- Percentage of shareholding							74.10%	73.25%	73.97%	72.82%	74.10%	73.25%

*Adjusted for the sub-division in the face value from Rs 5 to Rs 2 each and issue of bonus shares in the ratio of 1:1 allotted on January 12, 2007 as per Accounting Standard 20 (AS 20) on Earnings Per Share.

Notes:

- General**
- The above audited 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 26, 2007. The information presented above is extracted from the audited financial statements as stated.
 - The Statutory Auditors of the Company have audited the above Financial Results of the Company for the quarter and year ended March 31, 2007.
 - The Financial Statements are prepared in accordance with the Accounting Standards prescribed by the Institute of Chartered Accountants of India. The Consolidated Financial Statements have been prepared in accordance with Accounting Standard 21.
- During the year ended March 31, 2007 the Company issued 421,600 equity shares (adjusted for the sub-division and bonus issue), pursuant to the exercise of stock options by certain employees under the 2004 stock option plans. The Company has accelerated the vesting of 138,300 outstanding unvested options, which were due to be vested in normal course due by July 2007.
- The Company had received 7 investor complaints during the quarter ended March 31, 2007. These complaints have been resolved. There were no unresolved complaints at the beginning or at the end of the quarter.
 - The Board of Directors have recommended a dividend of 35% (previous year 35%) for the fiscal 2007. The payment is subject to approval of the shareholders in the ensuing Annual General Meeting of the Company.
 - The previous periods figures have been regrouped wherever necessary to conform with current year/period presentation.
- Matters relating to Subsidiaries**
- The Company acquired additional 3% shares in its France based subsidiary by paying Euro 75,000 to one of the shareholder, in terms of the Joint Venture Agreement dated November 8, 2005. Now the Company holds 73% in this subsidiary.
 - During the year, the Company opened a wholly owned subsidiary in Poland and invested PLN 1,525,000 (Rs 21.95 million) in this subsidiary till March 31, 2007. During the fiscal the Company also disbursed a loan of PLN 1,000,000 (Rs 14.86 million) to this entity which is repayable within 1 year.
 - During the last quarter the Company disbursed short term loans amounting to Euro 175,000 (Rs 10.17 million) and Rs 11.70 million to its subsidiaries namely KPIT Infosystems France and KPIT Infosystems Global Business Solutions Limited, respectively for meeting their working capital requirements.
 - On March 6, 2007 CG Smith Software Private Limited was renamed as KPIT Cummins Infosystems (Bangalore) Private Limited.
 - On March 9, 2007 CG Smith Software Inc., USA was renamed as KPIT Infosystems (BA), Inc. USA.
- Change in Board of Directors**
- Mr. Anand Khanekar resigned from the Directorship of the Company w.e.f. April 27, 2006.
 - Mr. Amit Kalyani was appointed as Additional Director of the Company effective May 30, 2006.
 - Dr. Srikant M Datar was appointed as Additional Director of the Company effective March 26, 2007.
- Corporate Actions**
- At the Extra Ordinary General Meeting held on December 26, 2006, the shareholders approved sub-division of the face value from Rs 5 per share to Rs 2 per share and 1:1 bonus issue. The effect of sub-division and bonus has already been given to all the eligible shareholders.
 - A dividend of Rs 1.75 per share for fiscal 2006 was approved by the shareholders at the Annual General Meeting held on July 12, 2006 and the same was paid subsequently.
- Others**
- During the year, the Company allotted 311,166 shares to International Finance Corporation on a preferential basis, against a cash consideration of USD 2.50 million.
 - During the last year, the Company opened a branch office in Singapore.
 - During the last quarter, the Board approved the issuance of 1471498 equity shares and upto 1471498 warrants convertible into upto 1471498 equity shares at a price of Rs 128.41 per share to Cargill Mauritius Limited, on a preferential basis, against aggregate cash consideration of upto USD 9 million at a price of Rs 128.41 per share of Rs 2, as determined in accordance with SEBI Guidelines. The shareholders have approved the issuance and allotment at the meeting held on April 21, 2007.
 - During the last quarter, the Board approved the merger of its wholly owned subsidiary namely KPIT Cummins Infosystems (Bangalore) Private Limited, with itself, subject to the provisions of the Companies Act, 1956. The Company has since received the in-principle approvals from the stock exchanges for this merger and shall be soon filing its petition in the relevant High Courts.
 - During the year the Company completed the closure of KPIT Systems L.L.C., a Joint Venture incorporated in the UAE.
 - During the quarter ended March 31, 2007 the Company allotted 311875 equity shares pursuant to the exercise of stock options by certain employees under ESOP 2004 scheme.
 - During the year the Company has capitalized Phase II of its software development center located at Hinjewadi.
 - Details of expenses exceeding 10% of the total expenditure:

Particulars	Quarter ended		Nine Months ended		Year ended		Quarter ended		Nine Months ended		Year ended	
	March 31, 2007	March 31, 2006	Dec 31, 2006	Dec 31, 2005	March 31, 2007	March 31, 2006	March 31, 2007	March 31, 2006	Dec 31, 2006	Dec 31, 2005	March 31, 2007	March 31, 2006
	Consolidated						KPIT Cummins Infosystems Limited					
1) Employee Costs	6,095.42	3,983.98	16,198.22	10,412.21	22,293.64	14,396.19	4,528.78	3,198.25	11,557.29	8,426.75	16,086.07	11,625.00

On behalf of the Board of Directors
For KPIT Cummins Infosystems Limited

Place : Pune
Date : April 26, 2007

Kishor Patil
 CEO & Managing Director

S.B. (Ravi) Pandit
 Chairman & Group CEO

Place : Pune
Date : April 26, 2007

On behalf of the Board of Directors
For KPIT Cummins Infosystems Limited

Kishor Patil
 CEO & Managing Director

S.B. (Ravi) Pandit
 Chairman & Group CEO