

## HINDUJA TMT LIMITED

Regd. Office : InCentre 49/50 MIDC 12<sup>th</sup>, Road Andheri (E) Mumbai 400 093.

Website : hindujatmt.com

### UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER 2006

(Rs. in lakhs)

S.No.	Particulars	Unaudited		Unaudited		Audited
		For the Quarter ended 30.09.2006	For the Quarter ended 30.09.2005	For the Six months ended 30.09.2006	For the Six months ended 30.09.2005	Previous Year ended 31.03.2006
1	<b>Total Income</b>	<b>77,580.96</b>	<b>4,594.33</b>	<b>105,819.50</b>	<b>8,685.99</b>	<b>25,166.72</b>
	Sales / Income from operations	9,347.38	4,103.09	17,065.18	7,555.13	23,857.59
	Profit / (Loss) on Sale of Investments (net) (Refer Note1 and 2 below)	68,032.43	437.52	88,516.03	1,046.28	1,074.57
	Other Income	201.15	53.72	238.29	84.58	234.56
2	<b>Total Expenditure</b>	<b>9,190.55</b>	<b>3,481.84</b>	<b>15,485.86</b>	<b>6,334.25</b>	<b>20,245.94</b>
	a) Direct / Operating Cost, and Connectivity Cost	224.07	346.07	579.16	591.34	1,442.05
	b) Staff Cost	4,123.46	2,088.31	8,525.21	3,897.55	12,702.10
	c) Rent and Compensation charges	584.53	88.43	1,147.27	273.17	1,770.83
	d) Legal and Professional charges	3,179.83	40.88	3,298.21	81.85	365.99
	e) Discounts and Commission	41.80	239.91	87.74	491.27	1,254.75
	e) Others	1,036.86	678.24	1,848.27	999.07	2,710.22
3	Interest and other Finance charges	244.83	-	820.02	-	270.67
4	<b>Operating Profit (after interest but before Depreciation and Tax)</b>	<b>68,145.58</b>	<b>1,112.49</b>	<b>89,513.62</b>	<b>2,351.74</b>	<b>4,650.11</b>
5	Less : Depreciation / Amortisation	415.98	205.34	749.61	407.26	1,071.46
6	Add : Exceptional Items	584.53	330.87	-	354.01	427.98
7	<b>Profit before Tax</b>	<b>67,729.60</b>	<b>1,238.02</b>	<b>88,764.01</b>	<b>2,298.49</b>	<b>4,006.63</b>
8	Provision for Taxation ( incl. Deferred Tax )	16,900.27	4.32	21,217.12	4.32	(72.85)
9	Fringe Benefit Tax	9.44	23.77	21.69	30.18	52.33
10	<b>Profit after Tax</b>	<b>50,819.89</b>	<b>1,209.93</b>	<b>67,525.20</b>	<b>2,263.99</b>	<b>4,027.15</b>
11	Paid-up Equity Share Capital ( Face Value Rs. 10/- )	4,090.39	4,090.39	4,090.39	4,090.39	4,090.39
12	Final Dividend					3,067.79
13	Reserves Excluding Revaluation Reserve					44,991.51
14	Basic E.P.S. ( not annualised ) ( Rs. )	124.24	2.96	165.08	5.53	9.85
15	Diluted E.P.S. ( not annualised ) ( Rs. )	125.11	2.96	165.78	5.53	9.84
16	Aggregate of Non-Promoter Shareholding:					
	- Number of shares	13,847,140	13,331,699	13,847,140	13,331,699	14,815,949
	- Percentage of Shareholding ( % )	33.85	32.59	33.85	32.59	36.22

#### Notes :

- Pursuant to the sale of the Company's effective stake in Hutchison Essar Ltd., on 30th June, 2006, the Company (along with wholly owned Subsidiaries and one offshore group company) received the total consideration of USD 450 million. Part consideration was received on 30th June, 2006 and the balance consideration on 17th August, 2006. As on date, the overseas ITES/BPO arm of the Company, Pacific Horizon Limited, a wholly owned subsidiary has cash surpluses of over USD 130 mn for in-organic growth initiatives.
- The Company has booked profits (net) on sale of long term investments on sale of Hutch stake and other overseas subsidiaries of Rs. 205 crs. in the first quarter and Rs. 680 crs in the second quarter.
- On 31st August, 2006, the Board approved a scheme of demerger of its IT-ITES/ BPO operations from the Company with the appointed date as 1st October, 2006. The scheme has been filed with the High Court of Judicature at Bombay and shareholder approval is being sought. The figures related to the current quarter ended 30th September, 2006 are strictly not comparable to the corresponding previous quarter, since the Manila Branch commenced 4 operations w.e.f. 1st. October, 2005.
- Investors Complaints for the quarter ended 30th September, 2006 - Opening -Nil, Received -Nil, Resolved -Nil, Closing -Nil.
- Previous period figures have been regrouped wherever necessary.

The Statutory Auditors have carried out a limited review of the financial results of the quarter ended September 30, 2006 as per Clause 41 of the Listing Agreement with Stock Exchanges.

The above results were reviewed by the Audit Committee and taken on record at the meeting of the Board of Directors of the Company held on 31st October, 2006.

For Hinduja TMT Limited

  
 Director

## HINDUJA TMT LIMITED

Segment information as per Clause 41 of the Listing Agreement for the Quarter ended 30th September, 2006

(Rs. in lakhs)

S.No.	Particulars	Quarter ended September 30, 2006	Quarter ended September 30, 2005	Six months ended September 30, 2006	Six months ended September 30, 2005	Year ended March 31, 2006
1	<b>Segment Revenues</b>					
	a) Convergence Activities					
	i) I.T.	7,761.08	3,941.99	15,509.66	7,175.08	22,701.04
	ii) Media - Telecom	1,184.45	118.47	1,185.10	243.10	1,120.52
		8,945.53	4,060.46	16,694.76	7,418.18	23,821.56
	b) Treasury	603.00	533.87	608.71	1,267.64	1,345.00
	c) Others ( unallocated ) #	68,032.43	-	88,516.03	0.17	0.16
	<b>Total Income</b>	<b>77,580.96</b>	<b>4,594.33</b>	<b>105,819.50</b>	<b>8,685.99</b>	<b>25,166.72</b>
2	<b>Segment Results- Profit / (Loss) before tax and interest from segment</b>					
	a) Convergence Activities					
	i) I.T.	1,420.48	405.08	2,655.72	716.85	2,011.03
	ii) Media - Telecom	1,113.59	81.36	1,086.17	171.58	987.78
		2,534.07	486.44	3,741.89	888.43	2,998.81
	b) Treasury	587.88	855.20	572.97	1,597.52	1,683.42
	c) Others ( unallocated ) #	64,852.48	(103.62)	85,269.17	(187.46)	(404.93)
		67,974.43	1,238.02	89,584.03	2,298.49	4,277.30
	Less : Interest	244.83	-	820.02	-	270.67
	<b>Total Profit before tax</b>	<b>67,729.60</b>	<b>1,238.02</b>	<b>88,764.01</b>	<b>2,298.49</b>	<b>4,006.63</b>
3	<b>Capital Employed (Segment Assets - Segment Liabilities)</b>					
	a) Convergence Activities *					
	i) I.T.	49,700.07	18,677.10	49,700.07	18,677.10	30,134.93
	ii) Media - Telecom	6,801.22	28,500.39	6,801.22	28,500.39	19,526.87
		56,501.29	47,177.49	56,501.29	47,177.49	49,661.80
	b) Treasury	49,809.30	2,393.60	49,809.30	2,393.60	1,714.59
	c) Others ( unallocated )	1,046.77	1,245.70	1,046.77	1,245.70	(2,294.48)
	<b>Total</b>	<b>107,357.36</b>	<b>50,816.79</b>	<b>107,357.36</b>	<b>50,816.79</b>	<b>49,081.91</b>

**Notes**

- There are no Inter Segment Revenues
- \* This includes capital employed in TMT (Technology, Media and Telecom) subsidiaries.
- # Includes profit on sale of ITNL and overseas subsidiaries (net) for the quarter and half year ended September 30, 2006 of Rs. 680.32 crs. and Rs. 885.16 crs. respectively.
- Previous period figures have been regrouped wherever necessary.

For Hinduja TMT Limited

  
 Director