

HCL INFOSYSTEMS LIMITED
Regd.Off 806, Siddharth, 96 Nehru Place, New Delhi 110 019.
Unaudited Financial Results for the Quarter ended December 31, 2008

Particulars	Consolidated						Standalone			
	Unaudited		Unaudited		Audited	Unaudited		Audited		
	Three months ended December 31, 2008	Three months ended December 31, 2007	Six months ended December 31, 2008	Six months ended December 31, 2007	Year ended June 30, 2008	Three months ended December 31, 2008	Six months ended December 31, 2007	Year ended June 30, 2008		
- Gross Sales / Income from Operations	314,006	330,508	626,584	643,235	1,260,529	312,933	329,536	624,550	641,470	1,256,944
- Less: Excise Duty	3,223	3,934	7,192	8,002	15,800	3,223	3,934	7,192	8,002	15,800
1a Net Sales / Income from Operations	310,783	326,574	619,392	635,233	1,244,729	309,710	325,602	617,358	633,468	1,241,144
1b Other Operating Income #	-342	1,211	-1,597	2,197	2,253	-496	1,184	-1,838	2,150	2,087
2. Expenditure										
a) (Increase) / Decrease in Stock in Trade and Work in Progress	3,275	1,834	-6,041	-7,712	-8,983	3,286	1,834	-6,027	-7,712	-8,981
b) Consumption of Raw Materials	40,193	49,615	93,591	91,538	175,382	40,207	49,615	93,614	91,540	175,395
c) Purchase of Traded Goods	229,621	242,422	458,092	488,573	944,725	229,516	242,413	457,989	488,573	944,808
d) Purchase of Services (Net)	6,152	2,515	10,630	4,619	11,432	5,602	1,833	9,612	3,412	9,166
e) Stores & Spares consumed and Others	4,514	3,336	8,424	6,969	16,791	4,470	3,378	8,340	6,970	16,574
f) Employees Cost	8,647	7,540	16,744	14,518	30,117	8,344	7,329	16,179	14,131	29,296
g) Administration, Selling, Repairs & Others	8,509	8,059	16,323	15,164	30,624	8,071	7,788	15,515	14,716	29,822
h) Depreciation	506	441	974	874	1,862	417	389	820	767	1,635
Total Expenditure	301,417	315,762	598,737	614,543	1,201,950	299,913	314,579	596,042	612,397	1,197,715
3. Profit from Operations before Other Income & Interest (1-2)	9,024	12,023	19,058	22,887	45,032	9,301	12,207	19,478	23,221	45,516
4. Other Income	143	554	487	1,015	1,954	136	542	465	993	1,907
5. Profit before Interest (3+4)	9,167	12,577	19,545	23,902	46,986	9,437	12,749	19,943	24,214	47,423
6. Interest Expense (Net)	1,069	1,025	1,843	1,794	3,973	1,074	1,023	1,846	1,797	3,976
7. Profit (+) / Loss (-) from ordinary activities before Tax (5-6)	8,098	11,552	17,702	22,108	43,013	8,363	11,726	18,097	22,417	43,447
8. Tax Expense										
- Current	2,932	3,544	5,690	6,620	13,150	2,937	3,544	5,690	6,620	13,150
- Deferred	-333	-85	-190	-54	-563	-344	-85	-196	-54	-563
- Fringe Benefit	-26	-48	68	188	411	-30	-52	62	183	385
9. Net Profit (+) / Loss (-) from ordinary activities after Tax (7-8)	5,525	8,141	12,134	15,354	30,015	5,800	8,319	12,541	15,668	30,475
10. Extraordinary items (net of tax expense Rs Nil)	-	-	-	-	-	-	-	-	-	-
11. Net Profit (+) / Loss (-) for the period (9-10)	5,525	8,141	12,134	15,354	30,015	5,800	8,319	12,541	15,668	30,475
12. Paid-up Equity Share Capital (Face value per share in Rs. 2/-)	3,423	3,416	3,423	3,416	3,423	3,423	3,416	3,423	3,416	3,423
13. Reserves excluding Revaluation Reserves as per Balance sheet of the previous accounting year					97,909					96,883
14. Earnings per Share (EPS) (not annualised) Rs/share										
a) EPS before extra ordinary items for the period										
- Basic	3.23	4.78	7.09	9.04	17.61	3.39	4.88	7.33	9.22	17.88
- Diluted	3.23	4.70	7.09	8.89	17.38	3.39	4.80	7.33	9.07	17.64
b) EPS after extra ordinary items for the period										
- Basic	3.23	4.78	7.09	9.04	17.61	3.39	4.88	7.33	9.22	17.88
- Diluted	3.23	4.70	7.09	8.89	17.38	3.39	4.80	7.33	9.07	17.64
15. Public Shareholding										
- Number of Shares						77,836,677	78,899,899		79,275,045	
- Percentage of Shareholding						45.47	46.20		46.32	

# includes Exchange Fluctuation Gains (+) / Losses (-) (including unrealised gains/ losses on re-instatement of trade payable and receivables)										
	-957	499	-2,603	1,162	129	-956	499	-2,603	1,162	129

Notes:

- The above results have been subjected to limited review by the statutory auditors. After approval by the Audit Committee, these results have been approved and taken on record by the Board of Directors at its meeting held on January 27, 2009.
- The Board of Directors at the above meeting has declared second interim dividend of Rs 1.5/- per fully paid up equity share of Rs. 2/- each for the Financial Year 2008-09. The "Record Date" for the payment of dividend will be Thursday, 5th February, 2009.
- During the quarter ended December 31, 2008, 9000 equity shares of Rs 2/- each fully paid up were issued and allotted pursuant to the exercise of stock options under HCL Infosystems Ltd. - Employee Stock Option Scheme.

Particulars	Unaudited		Unaudited		Audited	Unaudited		Audited	
	Three months ended December 31, 2008	Three months ended December 31, 2007	Six months ended December 31, 2008	Six months ended December 31, 2007		Year ended June 30, 2008	Three months ended December 31, 2008	Six months ended December 31, 2007	Year ended June 30, 2008
1. Segment Revenue									
a) Products and Related Services									
- Computer Systems & Other Related Products (Gross)	81,820	90,949	169,414	167,091	338,892				
Less: Excise Duty	3,223	3,923	7,192	7,991	15,784				
- Computer Systems & Other Related Products (Net)	78,597	87,026	162,222	159,100	323,108				
- Telecommunication & Office Automation (Net)	232,534	239,511	458,242	476,085	922,282				
b) Internet & Related Services	985	1,043	1,926	2,019	4,060				
Total	312,116	327,580	622,390	637,204	1,249,450				
Less : Intersegment revenue	1,333	1,006	2,998	1,971	4,721				
Net Sales / Income from Operations	310,783	326,574	619,392	635,233	1,244,729				
2. Segment Results (Profit(+)/ Loss(-) before Tax and Interest from each segment)									
a) Products and Related Services									
- Computer Systems & Other Related Products	3,661	6,115	8,417	11,302	19,952				
- Telecommunication & Office Automation	6,102	6,608	12,373	13,294	28,544				
b) Internet & Related Services	-240	-173	-378	-312	-410				
Total	9,523	12,550	20,412	24,284	48,086				
Less :									
i) Interest Expense (Net)	1,069	1,025	1,843	1,794	3,973				
ii) Other un-allocable expenditure net off	499	527	1,354	1,397	3,054				
iii) un-allocable income	143	554	487	1,015	1,954				
Total Profit before Tax	8,098	11,552	17,702	22,108	43,013				
3. Capital Employed (Segment Assets - Segment Liabilities)									
a) Products and Related Services									
- Computer Systems & Other Related Products			95,328	93,790	95,338				
- Telecommunication & Office Automation			31,107	16,506	17,780				
b) Internet & Related Services			-672	-25	-226				
c) Unallocated									
- Liquid Assets			4,521	18,225	21,640				
- Others unallocated (including investment in assets given on finance lease)			5,446	5,251	2,539				
Total Capital Employed			135,730	133,747	137,071				

- During the quarter, the Company has raised Rs. 80 crores by issue of 800 – 12.75% Redeemable, Non-convertible Debentures (NCDs) of Rs. 10 lacs each to LIC of India on private placement basis. These NCDs are listed on the National Stock Exchange of India Limited.
- Tax expense for the current quarter has been estimated subject to final computation of various tax adjustments.
- Consolidated results include results of HCL Infinet Ltd.(formerly Microcomp Ltd.), Natural Technologies Private Ltd. ("NTPL"), HCL Security Ltd. and HCL Infocom Ltd., wholly owned subsidiaries of the Company. The results of NTPL and HCL Security Ltd. are currently not material. HCL Infocom was incorporated during the quarter and is yet to commence commercial operations.
- A scheme of amalgamation for merger of NTPL with the Company w.e.f July 1, 2008, the appointed date has been filed with the Hon'ble High Courts of Delhi and Rajasthan. The merger is not expected to have any material impact on the results of the quarter.
- The Company on a standalone basis operates in Computer Systems and Telecommunication & Office Automation segments. The Company's subsidiary HCL Infinet Ltd. operates in Internet & Related Services segment. NTPL is engaged in the business of developing software products. HCL Security Ltd. is engaged in the business of Security & Surveillance solutions.
- Two investor complaints were received and resolved during the quarter ended December 31, 2008. No investor complaints were pending at the beginning and at the end of the quarter.
- Figures for previous periods have been regrouped and rearranged, wherever necessary, to conform with the relevant current period's classification.

By order of the Board
for HCL Infosystems Limited

Place : Noida
Date : January 27, 2009

AJAI CHOWDHRY
Chairman & Chief Executive Officer