

Part I- Statement of Standalone results for the quarter and six months ended December 31, 2014

Rs Lakhs

| Particulars | Standalone | | | | | |
|--|--------------------|------------|------------|------------------|------------|------------|
| | Unaudited | | | Unaudited | | Audited |
| | Three months ended | | | Six months ended | | Year ended |
| | 31.12.2014 | 30.09.2014 | 31.12.2013 | 31.12.2014 | 31.12.2013 | 30.06.2014 |
| - Gross Sales / Income from Operations | 101,563 | 119,278 | 143,811 | 220,841 | 303,458 | 572,954 |
| - Less: Excise Duty | - | - | 53 | - | 352 | 413 |
| 1a. Net Sales / Income from Operations | 101,563 | 119,278 | 143,758 | 220,841 | 303,106 | 572,541 |
| 1b. Other Operating Income | - | - | 6 | - | 15 | 533 |
| 2. Expenses | | | | | | |
| a) Cost of materials consumed | 452 | 770 | 8,475 | 1,222 | 23,260 | 40,146 |
| b) Purchases of Stock-in-trade | 93,256 | 109,341 | 130,920 | 202,597 | 271,306 | 499,503 |
| c) Changes in Inventories of finished goods, work-in-progress and stock-in-trade | 558 | 2,797 | (3,838) | 3,355 | (8,416) | 732 |
| d) Employee benefits expense | 2,393 | 2,123 | 2,056 | 4,516 | 3,803 | 8,212 |
| e) Exchange Differences Loss/ (Gain) | 70 | 83 | 725 | 153 | 2,095 | 3,547 |
| f) Depreciation and amortisation expense | 171 | 181 | 205 | 352 | 443 | 844 |
| g) Other Expenses | 4,634 | 2,940 | 4,166 | 7,574 | 8,663 | 19,055 |
| Total Expenses | 101,534 | 118,235 | 142,709 | 219,769 | 301,154 | 572,039 |
| Profit / (Loss) from Operations before Other Income, finance costs and exceptional items(1-2) | 29 | 1,043 | 1,055 | 1,072 | 1,967 | 1,035 |
| 4. Other Income | 3,421 | 3,162 | 1,065 | 6,583 | 2,531 | 6,627 |
| Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4) | 3,450 | 4,205 | 2,120 | 7,655 | 4,498 | 7,662 |
| 6. Finance costs | 2,361 | 2,164 | 1,757 | 4,525 | 3,408 | 7,495 |
| Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6) | 1,089 | 2,041 | 363 | 3,130 | 1,090 | 167 |
| 8. Exceptional Items loss/ (Gain) | 7,155 | (620) | - | 6,535 | - | 17,875 |
| 9. Profit / (Loss) from ordinary activities before Tax (7-8) | (6,066) | 2,661 | 363 | (3,405) | 1,090 | (17,708) |
| 10. Tax Expense/ (Credit) | 81 | 108 | 133 | 189 | 712 | 1,461 |
| 11. Net Profit / (Loss) from ordinary activities after Tax (9-10) | (6,147) | 2,553 | 230 | (3,594) | 378 | (19,169) |
| 12. Extraordinary items (net of tax expense) | - | - | - | - | - | - |
| 13. Net Profit / (Loss) for the period (11-12) | (6,147) | 2,553 | 230 | (3,594) | 378 | (19,169) |
| 14. Paid-up Equity Share Capital (Face value per share in Rs. 2/-) | 4,458 | 4,458 | 4,458 | 4,458 | 4,458 | 4,458 |
| 15. Reserves excluding Revaluation Reserves as per Balance Sheet of the previous accounting year | | | | | | 146,345 |
| 16. Earnings per Share (EPS) (not annualised) Rs./share | | | | | | |
| a) EPS before extra ordinary items for the period | | | | | | |
| - Basic | (2.8) | 1.1 | 0.1 | (1.6) | 0.2 | (8.6) |
| - Diluted | (2.8) | 1.1 | 0.1 | (1.6) | 0.2 | (8.6) |
| b) EPS after extra ordinary items for the period | | | | | | |
| - Basic | (2.8) | 1.1 | 0.1 | (1.6) | 0.2 | (8.6) |
| - Diluted | (2.8) | 1.1 | 0.1 | (1.6) | 0.2 | (8.6) |

Statement of Assets and Liabilities

Rs. Lakhs

| Particulars | Standalone | |
|--|----------------------------|--------------------------|
| | Unaudited as at 31.12.2014 | Audited as at 30.06.2014 |
| A EQUITY AND LIABILITIES | | |
| Shareholders' funds | | |
| Share capital | 4,458 | 4,458 |
| Reserves and surplus | 142,751 | 146,345 |
| Sub-Total - Shareholders' funds | 147,209 | 150,803 |
| Non Current Liabilities | | |
| Long term Borrowings | 16,911 | 26,805 |
| Other Long term Liabilities | 174 | 77 |
| Long term Provisions | 194 | 243 |
| Sub-Total - Non Current Liabilities | 17,279 | 27,125 |
| Current Liabilities | | |
| Short-term borrowings | 35,405 | 19,643 |
| Trade payables | 58,992 | 76,914 |
| Other current liabilities | 34,264 | 36,533 |
| Short-term provisions | 1,245 | 1,196 |
| Sub-Total - Current Liabilities | 129,906 | 134,286 |
| Total - EQUITY AND LIABILITIES | 294,394 | 312,214 |
| B ASSETS | | |
| Non-current assets | | |
| Fixed Assets | 8,458 | 8,929 |
| Goodwill on consolidation | - | - |
| Non-current investments | 72,521 | 83,895 |
| Deferred tax assets (net) | - | - |
| Long-term loans and advances | 2,392 | 3,103 |
| Trade receivables | - | - |
| Other non-current assets | - | - |
| Sub-Total - Non Current assets | 83,371 | 95,927 |
| Current Assets | | |
| Current investments | 23,325 | 17,478 |
| Inventories | 16,637 | 20,128 |
| Trade receivables | 38,467 | 42,913 |
| Cash and bank balances | 5,747 | 20,714 |
| Short-term loans and advances | 126,668 | 114,794 |
| Other current assets | 179 | 260 |
| Sub-Total - Current assets | 211,023 | 216,287 |
| Total Assets | 294,394 | 312,214 |

Part II - Select information for the Quarter and six months ended December 31, 2014

| Particulars | Standalone | | | | | |
|--|--------------------|-------------|-------------|------------------|-------------|-------------|
| | Unaudited | | | Unaudited | | Audited |
| | Three months ended | | | Six months ended | | Year ended |
| | 31.12.2014 | 30.09.2014 | 31.12.2013 | 31.12.2014 | 31.12.2013 | 30.06.2014 |
| A) Particulars of Share holding | | | | | | |
| 1. Public Shareholding | | | | | | |
| - Number of Shares | 93,511,785 | 93,501,785 | 93,844,683 | 93,511,785 | 93,844,683 | 93,501,785 |
| - Percentage of Shareholding | 41.95% | 41.95% | 42.11% | 41.95% | 42.11% | 41.95% |
| 2. Promoters and Promoter Group Shareholding | | | | | | |
| a) Pledged / Encumbered | | | | | | |
| - Number of shares | NIL | NIL | 900.00 | NIL | 900.00 | NIL |
| - Percentage of shares (as a % of the total shareholding of promoter and promoter group) | NIL | NIL | 0.00% | NIL | 0.00% | NIL |
| - Percentage of shares (as a % of the total share capital of the company) | NIL | NIL | 0.00% | NIL | 0.00% | NIL |
| b) Non - encumbered | | | | | | |
| - Number of shares | 129,377,844 | 129,377,844 | 129,034,046 | 129,377,844 | 129,034,046 | 129,377,844 |
| - Percentage of shares (as a % of the total shareholding of promoter and promoter group) | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% |
| - Percentage of shares (as a % of the total share capital of the company) | 58.05% | 58.05% | 57.89% | 58.05% | 57.89% | 58.05% |

| Particulars | Three months ended 31.12.2014 |
|--|----------------------------------|
| B) INVESTOR COMPLAINTS | |
| Pending at the beginning of the Quarter | 1 |
| Received during the Quarter | 4 |
| Disposed of during the Quarter | 5 |
| Remaining unresolved at the end of the Quarter | Nil |

Place : Noida
Date : January 22, 2015

Notes

After recommendation by the Audit Committee, these results have been approved and taken on record by the Board of Directors at its 1st meeting held on January 22, 2015. The results have been subjected to a limited review by the statutory auditors.

2 As per the Composite scheme of arrangement approved by Hon'ble High Court of Delhi vide its order dated September 18, 2013, the Hardware Solution Business was transferred to HCL Infotech Limited. The Company is still in the process of entering into novation agreements with the relevant third parties, including customers and vendors, pertaining to the HCL Infotech Limited. The standalone results above, do not include results pertaining to the transactions executed by the Company on trust and benefit of HCL Infotech Limited pending entering into novation agreements with the respective parties.

3 Exceptional items include :

| Particulars | Unaudited | | | Unaudited | | Audited |
|--|--------------------|------------|------------|------------------|------------|------------|
| | Three months ended | | | Six months ended | | Year ended |
| | 31.12.2014 | 30.09.2014 | 31.12.2013 | 31.12.2014 | 31.12.2013 | 30.06.2014 |
| a. Inventory write off due to phasing out of a product line | - | 460 | - | 460 | - | 462 |
| b. Provision for diminution in the value of investment in HCL Infotech Limited | 7,300 | - | - | 7,300 | - | 21,000 |
| c. Profit on sale of investment in subsidiary | - | 660 | - | 660 | - | - |
| d. Profit on sale of properties | 145 | 420 | - | 565 | - | 3,587 |
| Total (a+b-c-d) - (Gain) / Loss | 7,155 | (620) | - | 6,535 | - | 17,875 |

4 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

Premkumar Seshadri
Executive Vice-Chairman & Managing Director