

**FINANCIAL RESULTS FOR THE THIRD QUARTER ENDED ON 30 JUNE, 2006**
**( Rs. in millions )**

Particulars	Unaudited Quarter Ended 30 June		Unaudited nine months Ended on 30 June		Audited Year Ended 30 September
	2006	2005	2006	2005	2005
1 Net Sales & Services (excluding Excise Duty)	10,522.66	5,974.42	30,183.71	18,154.67	27,484.80
2a Other Operating income	(57.44)	151.26	216.69	392.70	481.24
2b Other income	24.40	32.62	452.45	291.57	880.55
3 Total Expenditure	9,672.89	5,575.96	27,603.79	16,648.02	25,139.85
- Increase in stock in trade.	(232.75)	(145.78)	(318.27)	(429.01)	(523.33)
- (Increase)/decrease in project related work in progress	(53.21)	(94.54)	(1,044.17)	(305.84)	(747.48)
- Consumption of raw material (including bought outs for project business & traded goods)	8,049.87	4,370.09	23,806.28	13,440.70	20,663.59
- Personnel costs	687.40	554.71	1,925.17	1,520.71	2,042.74
- Other costs	1,221.58	891.48	3,234.78	2,421.46	3,704.33
4 Profit before Interest & Depreciation	816.73	582.34	3,249.06	2,190.92	3,706.74
5 Interest income, net	117.45	81.52	250.51	182.74	215.15
6 Gross Profit after Interest but before Depreciation	934.18	663.86	3,499.57	2,373.66	3,921.89
7 Depreciation	(89.79)	(78.02)	(320.00)	(197.35)	(290.84)
8 Profit before tax	844.39	585.84	3,179.57	2,176.31	3,631.05
9 Tax	(266.95)	(179.27)	(931.90)	(622.56)	(1,034.01)
9a Deferred Tax	8.73	5.91	52.20	(33.81)	(18.28)
9b Fringe Benefit Tax	(21.00)	(17.00)	(66.30)	(17.00)	(31.26)
10 Net Profit after tax	565.17	395.48	2,233.57	1,502.94	2,547.50
11 Paid up Equity Share Capital (Face value of equity shares : Rs. 2/-)	337.16	331.38	337.16	331.38	331.38
12 Reserves excluding revaluation reserves	N.A.	N.A.	N.A.	N.A.	7,476.24
13 Basic and diluted earning per share (refer note 6)	3.35	2.39	13.25	9.07	15.38
14 Aggregate of Non-Promoter Shareholding					
- Number of Shares	75,559,555	15,035,316	75,559,555	15,035,316	15,035,316
- Percentage of shareholding	44.82%	45.37%	44.82%	45.37%	45.37%

**FINANCIAL RESULTS FOR THE THIRD QUARTER ENDED ON 30 JUNE, 2006**

**Notes :**

- 1 Operating income (Profit Before Tax less other income & interest income) rose by 46% to reach Rs. 2,477 million for the nine months ended 30 June, 2006 as compared to Rs. 1,702 million for the nine months ended 30 June, 2005.
- 2 During the quarter, the Company has reversed the export incentive of Rs. 88 million, which was accrued in the quarter ended 31 March, 2006, due to reduction of incentive under the Target Plus Scheme announced by the Government of India in the current quarter.
- 3(a) Demag Delaval Industrial Turbomachinery Private Limited (DDIT) (a 100% subsidiary of the company) being part of Power Segment and Siemens VDO Automotive Limited (SVDO) ( representing the Automotive Segment) were amalgamated with the Company on 17 November, 2005 and 16 January, 2006 effective from 1 April, 2005 and 1 October, 2004 respectively.
- 3(b) Consequently the figures for the quarter and nine months ended 30 June, 2006 include the financial results of DDIT and SVDO amounting to Profit Before Tax of Rs. 25.45 million for the quarter and Rs. 118.50 million for the nine months respectively. Therefore the figures for the corresponding previous quarter and nine months are not strictly comparable.
- 3(c) Consequent to the amalgamation of SVDO with the Company, 577,617 shares of Rs 10 each of the Company were issued and allotted to the shareholders of SVDO on 14 March, 2006.
- 4 The Board of Directors of the Company at its meeting held on 27 January, 2006 had approved the acquisition/purchase of assets and liabilities of Switchgear Manufacturing Division (SMD) of Elpro International Limited, with effect from 3 May, 2006, for a consideration of Rs. 250 million. Accordingly, the figures for the quarter ended 30 June, 2006 include the financial results of SMD, being part of 'Power' segment.
- 5 The Board of Directors of the Company at its meeting held on 27 January, 2006 had approved the acquisition of 50% stake in Flender Limited from Babcock Borsig Limited. The Company on 3 May, 2006 acquired 50% equity share capital of Flender Limited, for a total consideration of Rs. 677.58 million.
- 6 Pursuant to the approval of the shareholders through postal ballot, each Equity shares of the Company of face value Rs 10 has been split into 5 Equity shares of Rs 2 each with effect from 21 June, 2006. Accordingly the numbers of equity shares shown under 'Aggregate of Non Promoter Shareholding' has increased from 15,111,911 to 75,559,555. Further, in accordance with Accounting Standard 20, 'Earnings Per Share' issued by The Institute of Chartered Accountants of India, the EPS for the comparative previous periods has been calculated based on the revised number of shares.
- 7 Information on investor complaints pursuant to clause 41 of listing agreement for the quarter ended 30 June, 2006 :

Unresolved at the end of the previous quarter	Received during the quarter	Disposed off during the quarter	Unresolved at the end of the quarter
1	0	0	1

- 8 Figures for the previous period have been regrouped wherever necessary to make them comparable .
- 9 The financial results for the quarters ended 30 June, 2006 and 30 June, 2005 have been subjected to a limited review by the statutory auditors of the Company.
- 10 The above financial results were reviewed and approved by the Audit Committee and the Board of Directors approved the same at its meeting held on 25 July, 2006.

For Siemens Limited

**Place :** Mumbai  
**Date :** 25 July, 2006

J. Schubert  
 Managing Director

Siemens Ltd.- Registered Office: 130, Pandurang Budhkar Marg, Worli, Mumbai - 400 018.