

# SIEMENS

Financial Results for the first quarter ended on 31 December, 2006				
( Rs. in millions )				
	Particulars	Unaudited Quarter Ended 31 December		Audited Year Ended 30 September
		2006	2005	2006
1	Net Sales & Services (excluding Excise Duty)	16,269.03	8,511.23	45,103.47
2a	Other Operating income	61.80	89.60	293.48
2b	Other income	151.63	9.22	1,089.18
3	Total Expenditure	15,099.53	7,810.16	41,355.91
	- (Increase)/decrease in stock in trade.	-62.65	296.27	-122.08
	- (Increase)/decrease in project related work in progress	-1,368.58	-1,098.93	-902.00
	- Consumption of raw material (including bought outs for project business & traded goods)	14,695.98	6,994.45	34,723.14
	- Personnel costs	850.33	557.77	2,828.78
	- Other costs	984.45	1,060.60	4,828.07
4	Profit before Interest & Depreciation	1,382.93	799.89	5,130.22
5	Interest income, net	126.18	54.47	366.65
6	Gross Profit after Interest but before Depreciation	1,509.11	854.36	5,496.87
7	Depreciation (See Note 3)	-102.75	-149.53	-442.12
8	Profit before tax	1,406.36	704.83	5,054.75
9a	Tax	-441.66	-225.85	-1,493.99
9b	Deferred Tax	41.02	27.98	126.29
9c	Fringe Benefits Tax	-25.00	-16.80	-85.98
10	Net Profit after tax	980.72	490.16	3,601.07
11	Paid up Equity Share Capital (Face value of equity shares : Rs. 2 each (2005 : Rs 10 each))	337.16	331.38	337.16
11a	Equity shares to be issued as a consequence of amalgamation (Pending allotment)	-	5.78	-
12	Reserves excluding revaluation reserves	N.A.	N.A.	10,517.97
13	Basic and diluted earning per share	5.82	2.96	21.36
14	Aggregate of Public Shareholding			
	- Number of Shares (See Note 1)	75,559,555.00	15,111,910.00	75,559,555.00
	- Percentage of shareholding	44.82%	44.82%	44.82%

**Notes :**

- 1 The Board of Directors of the Company at its meeting held on 27 January, 2006 approved the sub division of the equity shares from Rs. 10 fully paid-up to Rs. 2 fully paid-up each. Accordingly the number of equity shares shown under 'Aggregate of Public Shareholding' has increased from 15,111,910 to 75,559,555. Further, in accordance with Accounting Standard 20, "Earnings Per Share" issued by Institute of Chartered Accountants of India (ICAI) the EPS for the comparative previous period has been calculated based on the revised number of shares.
- 2 Operating income (Profit before tax less other income & interest income) rose by 76% to reach Rs. 1129 million for the quarter ended 31 December, 2006 as compared to Rs. 641 million for the quarter ended 31 December, 2005.
- 3 Consequent to the merger of SVDO with the Company the method and rates of depreciation in respect of SVDO assets were revised with effect from 1 October, 2004 to align them with the method and rates followed by the Company. Therefore, there is a net additional charge of depreciation for Rs. 61.2 million for the quarter ended 31 December 2005.
- 4 Effective 1 October, 2006, the Company adopted accounting standard interpretation 30, "Applicability of Accounting Standard 29 to onerous contracts" issued by ICAI. Pursuant to the adoption, the Company recognised a provision of Rs. 127 million in the financial results for the quarter ended 31 December, 2006.
- 5 The Board of Directors of the Company at its meeting held on 23 November, 2006, approved a detailed formal plan for discontinuance of its business activities pertaining to enterprise networks and services (EN) which form part of the 'Information and Communication' segment of the Company. The Board of Directors has approved the sale of EN at its meeting held on 18 January, 2007 subject to the approval of the shareholders by postal ballot. For this purpose the business has been valued at Rs. 580 million as at 30 September 2006 to be suitably adjusted at the date of actual transfer. Profit before tax and profit after tax pertaining to EN business included in above financial results are Rs 25.04 million and Rs 16.61 million for the quarter ended 31 December, 2006 and Rs 146.38 million and Rs 97.11 million for the year ended 30 September, 2006 respectively.
- 6 Information on investor complaints pursuant to clause 41 of listing agreement for the quarter ended 31 December, 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
2	5	5	2

- 7 Figures for the previous period have been regrouped wherever necessary to make them comparable .
- 8 The financial results for the quarters ended 31 December, 2006 and 31 December, 2005 have been subjected to a limited review by the statutory auditors of the Company.
- 9 The above financial results were reviewed and approved by the Audit Committee and the Board of Directors approved the same at their meeting held on 18 January, 2007.

For Siemens Limited

**Place :** Mumbai  
**Date :** 18 January 2007

J. Schubert  
Managing Director

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