SIEMENS

FINANCIAL RESULTS FOR THE THIRD QUARTER ENDED ON 30 JUNE, 2005

(Rs in millions)

	Particulars	Unaudited 3rd Quarter Ended 30 June		Unaudited Nine Months Ended on 30 June		Audited for year ended 30 September
		2005	2004	2005	2004	2004
1	Net Sales & Services (excluding Excise Duty)	5974.42	4456.85	18154.67	12264.15	17900.22
2a	Other Operating income	151.26	129.48	392.70	251.26	444.72
2b	Other income	32.62	4.80	291.57	312.72	525.99
3	Total Expenditure	5575.96	4075.58	16648.02	11278.27	16475.25
	- (Increase)/decrease in stock in trade.	-145.78	-59.69	-429.01	-142.82	-166.31
	- (Increase)/decrease in project related work in progress	-94.54	-84.95	-305.84	-191.81	-297.58
	- Consumption of raw material (including bought outs for project business & traded goods)	4370.09	3351.01	13440.70	8788.39	12619.98
	- Personnel costs	554.71	398.63	1520.71	1120.86	1651.87
	- Other costs	891.48	470.58	2421.46	1703.65	2667.29
4	Profit before Interest & Depreciation	582.34	515.55	2190.92	1549.86	2395.68
5	Interest income, net	81.52	35.20	182.74	93.26	131.62
6	Gross Profit after Interest but before Depreciation	663.86	550.75	2373.66	1643.12	2527.30
7	Depreciation	-78.02	-54.57	-197.35	-167.43	-228.34
8	Profit before tax	585.84	496.18	2176.31	1475.69	2298.96
9a	Tax (see note 2)	-179.27	-152.61	-622.56	-560.73	-775.00
9b	Deferred Tax	5.91	12.26	-33.81	26.39	-10.23
9c	Fringe Benefits Tax	-17.00	0.00	-17.00	0.00	0.00
10	Net Profit after tax	395.48	355.83	1502.94	941.35	1513.73
11	Paid up Equity Share Capital *(Face value of equity shares : Rs. 10/-)*	331.38	331.38	331.38	331.38	331.38
12	Reserves excluding revaluation reserves	NA	NA	NA	NA	5730.17
13	Basic and diluted earning per share	11.93	10.74	45.35	28.41	45.68
14	Aggregate of Non-Promoter Shareholding					
	- Number of Shares	15,035,316	15,035,316	15,035,316	15,035,316	15,035,316
	- Percentage of shareholding	45.37%	45.37%	45.37%	45.37%	45.37%

Notes :

1 Operating income rose by 59% to reach Rs 1,702 million for the nine months ended 30 June, 2005 as compared to Rs 1,070 million for the nine months ended 30 June, 2004.

2 Tax for the nine months ended 30 June, 2004 includes a provision of Rs. 126 million for earlier years.

3 In accordance with the Accounting Standard 29 on " Provisions, Contingent Liabilities and Contingent Assets" the Company revised its accounting policy relating to losses on onerous contracts effective 1 October, 2004. Had the change in accounting policy not been made, the profit for the nine months ended 30 June, 2005 and quarter ended 30 June, 2005 would have been lower by Rs. 23.04 million and Rs.2.35 million respectively.

4 The Board of Directors of the Company and Siemens VDO Automotive Ltd. (SVDO) approved the merger of SVDO with the Company at the Board Meetings held on 25 November, 2004, effective 1 October, 2004, which is subject to the approval of the Courts. Pending finalisation of the merger, the financial results of the Company do not include the results of SVDO.

5 The Board of Directors of the Company and Demag Delaval Industrial Turbomachinery Ltd. (DDIT) approved the merger of DDIT with the Company at the Board Meetings held on 25th April 2005, effective 1 April, 2005, which is subject to the approval of the Courts. Pending finalisation of the merger, the financial results of the Company do not include the results of DDIT.

6 Accounting Standard 11 – 'The effect of changes in foreign exchange rates' was revised for accounting periods commencing on or after 1 April 2004 and prescribes accounting for forward exchange contracts. Further, the Institute of Chartered Accountants of India has recently clarified that the revised standard does not deal with accounting of the exchange differences arising on forward exchange contracts to hedge the foreign currency risk of a firm commitment or a highly probable forecast transaction. Upto 31 March 2004, such segregation was not required and the difference between the forward rate and the exchange rate at the date of the transaction was recognized as income or expense over the life of the contract.

In the absense of an accounting standard and in accordance with past practice applicable to forward exchange contracts in respect of firm commitments and highly probable forecast transactions, gains and losses on such foreign exchange forward contracts are computed by multiplying the foreign currency amount of the forward exchange contract by the difference between the forward rate available at the reporting date for the remaining maturity of the contract and the contracted forward rate. This computation had resulted an unrealised gain as at 31 December 2004 of Rs. 120 million which stands changed to an unrealised loss of Rs. 182 million as at 30 June 2005. Had the revision in accounting policy not been made, the profits for the quarter ended 30 June 2005 would have been higher by Rs. 2 million and for the nine months ended 30 June 2005 would have been lower by Rs. 1 million.

7 Information on investor complaints pursuant to clause 41 of listing agreement for the quarter ended 30 June, 2005 :

Received during the quarter	Disposed off during the quarter	Unresolved at the end of the quarter
3	4	2

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, 2005 and 30 June, 2004 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 their meeting held on 25 July, 2005.

For Siemens Limited

Place : Mumbai
Date : 25 July, 2005

J. Schubert
Managing Director

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