

Press Release

Mumbai

January 30, 2009

Siemens announces Q1 results: Net profit up by 68%

For the first quarter ended December 31 2008, New Orders for Siemens Ltd. rose by 4% to Rs. 19,797 million (Rs. 1,979 crores) as compared to the corresponding period in the previous year. Sales Turnover stood at Rs. 16,289 million (Rs. 1,629 crores), a decline of 15%. For the same period, Net Profit increased by 68% to Rs. 3,306 million (Rs 331 crores) and operating profit rose by 9% to Rs. 1,521 million (Rs. 152 crores) over the comparable first quarter in 2007-08.

For the first quarter ended December 31, 2008, Sales Turnover stood at Rs. 16,289 million (Rs. 1,629 crores), a decline of 15% as compared to Rs. 19,144 million (Rs. 1,914 crores) for the corresponding period in the previous year. This was mainly due to the successful completion of a large export order in the Transmission segment, which is not reflected in the current year's first quarter performance. Therefore, on a comparable basis, Total Sales rose by 5%. The Industry sector which presently contributes to over 57% of the sales revenues grew by a healthy 15% over the comparable period in the last fiscal.

Despite the adverse market conditions, the New Orders intake increased by 4% and stood at Rs. 19,797 million (Rs. 1,979 crores) as compared to Rs. 19,120 million (Rs. 1,912 crores) in the corresponding period of the previous year. In the first quarter, the Company maintained a robust Book to Bill ratio, which is a healthy indicator of the revenue pipeline.

The Profit Before Tax for the quarter ended December 31, 2008, increased by 40% and stood at Rs. 3,919 million (Rs. 392 crores) as against Rs. 2,789 million (Rs. 279 crores) recorded during the corresponding period in the previous year. The Profits before tax for the first quarter includes dividend of Rs. 2,113 million (Rs. 211 crores) received from Siemens Information System Ltd. (SISL) and Rs. 117 million (Rs. 12 crores) from Siemens Information Processing Systems Private Ltd. (SIPS). Without considering the effects of dividend received from the subsidiaries, the Profit from Operations rose by a healthy 9%. The additional measures taken by the Company proactively towards process improvement and cost optimization supported the result.

Siemens Ltd.

Armin Bruck
Managing Director
130, Pandurang Budhkar Marg,
Worli, Mumbai - 400 018.
Tel. : (022) 2498 7000
Fax : (022) 2498 7500

Reference No. CC/PR/09/FIN-F&A 01 2009

Corporate Communication – Press Office

Ms. Kavita Ghatge
130, Pandurang Budhkar Marg,
Worli, Mumbai - 400 018.
Tel. : (022) 2498 7535 / 2498 7024
Fax : (022) 24968085

The Profit after Tax rose by 68% to Rs. 3,306 million (Rs. 331 crores) over Rs. 1,971 million (Rs 197 crores) in the same period of the previous year.

The Company's Unexecuted Order Value position as of December 31, 2008 was Rs.102,586 million (Rs. 10,258 crore). (Last fiscal: Rs. 93,686 million (Rs. 9,369 crores). As of December 31, 2008, Siemens Ltd. had 6584 Employees (As of December 31, 2007: 6,000).

Commenting on the first quarter performance, Dr. Armin Bruck, Managing Director, Siemens Ltd. said, "Even in the challenging market environment, our new orders have seen a steady growth and our profit from operations have risen satisfactorily. We are happy with the progress of the Qatar projects where we have successfully completed one of the Phases during the last fiscal. This naturally is reflected in the lowering of the revenues in the first quarter of the current year."

He further added, "We are closely monitoring and evaluating economic & market developments on a continuous basis and are hopeful that the global economic situation will recover on a medium-term. Despite the slowing down, India's growth story is still attractive as much needs to be yet done to improve the infrastructure. We have geared ourselves to sail through the challenging times, by taking early measures to streamline our processes and optimize our resources. With a definitive strategy based on a solid financial standing, we are determined to achieve our growth targets."

Siemens Ltd is the flagship listed company in India. Siemens in India, which comprises 22 legal entities, is a leading provider of industry and infrastructure solutions with a business volume aggregating about Rs 11,800 crore. It operates in the core business areas of Industry, Energy and Healthcare. It has nation-wide Sales and Service network, 18 manufacturing plants, a network of around 500 channel partners and employs about 17,000 people.

Financial results for the first quarter ended on 31 December, 2008

(Rs in Lakhs)

Sr No	Particulars	Unaudited Quarter Ended 31 December		Audited Year ended 30 September
		2008	2007	2008
1 a)	Net sales & services (excluding excise duty) (see note 6a)	162894.55	191442.59	829554.54
b)	Other operating income, net	1091.79	504.96	6217.90
2	Expenditure			
a)	(Increase)/decrease in stock in trade	(7936.62)	(776.51)	(5950.47)
b)	(Increase)/decrease in project related work in progress	(5914.71)	17287.95	6061.21
c)	Consumption of raw materials (including project bought outs)	105148.60	113232.86	518116.16
d)	Purchase of traded goods	32822.54	25353.19	133554.93
e)	Employees cost	11307.82	9675.30	44757.51
f)	Depreciation/ amortisation	1809.75	1504.99	6373.44
g)	Other expenditure, net	11538.89	11697.67	61326.82
	Total	148776.27	177975.45	764239.60
3	Profit from operations before other income, interest and exceptional income (1-2)	15210.07	13972.10	71532.84
4	Other income (see note 1)	22328.81	155.34	672.14
5	Profit before interest income & exceptional income (3+4)	37538.88	14127.44	72204.98
6	Interest income, net	1646.25	1306.16	4514.02
7	Profit after interest income but before exceptional income (5+6)	39185.13	15433.60	76719.00
8	Exceptional income (see note 3)	-	12457.86	12457.86
9	Profit before tax (7+8)	39185.13	27891.46	89176.86
10	Tax expense			
a)	Income tax	5687.02	8257.78	34931.61
b)	Deferred tax	207.57	(371.52)	(6290.37)
c)	Fringe benefit tax	232.50	300.00	1202.96
11	Net profit after tax for the period (9-10) (see note 6b)	33058.04	19705.20	59332.66
12	Paid-up equity share capital (Face Value of equity shares : Rs. 2 each fully paid up)	6743.20	3371.60	6743.20
13	Reserves excluding Revaluation Reserves	N.A	N.A	20,002.49
14	Earnings Per Share (EPS) (in Rupees) - Basic and diluted	9.80	5.84	17.60
15	Public shareholding - Number of shares - Percentage of shareholding	151119110 44.82%	75559555 44.82%	151119110 44.82%

Notes :

- 1 Other income for the first quarter ended 31 December, 2008 includes dividend income of Rs 21126.50 lakhs from Siemens Information System Ltd. and Rs 1168.09 lakhs from Siemens Information Processing Systems Private Ltd.
- 2 a On November 25, 2008, the Board of Directors approved the sale of the Company's investment of 2123800 equity shares of Siemens Information Processing Systems Ltd. (SIPS), a subsidiary of Siemens Ltd., to a subsidiary of Siemens AG, subject to obtaining necessary regulatory approvals, for a consideration of Rs. lakhs 3274 lakhs (Inclusive of a dividend of Rs 1168.09 lakhs) and subject to adjustment for the change in net assets subsequent to 30th September, 2008 upto the date of transfer.
- 2 b On November 25, 2008, the Board of Directors approved the purchase of 2160000 equity shares of Flender Ltd. subject to obtaining necessary regulatory approvals, for a consideration of Rs. 8750 lakhs. and subject to adjustment for the change in net assets subsequent to 30th September, 2008 upto the date of transfer.
- 2 c On January 9, 2009, the Board of Directors approved the sale of the Company's investment in the equity shares of Siemens Information System Ltd. (SISL), a wholly owned subsidiary, to a subsidiary of Siemens AG, subject to obtaining necessary regulatory approvals, for a consideration of Rs. 44910 lakhs (Inclusive of a dividend of Rs 21130 lakhs) and subject to adjustment for the change in net assets subsequent to 30th September, 2008 upto the date of transfer.
- 3 Exceptional income for the quarter ended 31 December, 2007 and year ended 30 September, 2008 consists of profit on sale of "Automotive" segment of Rs 12351.51 lakhs and profit on sale of "Building Technologies" segment of Rs 106.35 lakhs to a subsidiary.
- 4 The Board of Directors and Shareholders of the Company at its Annual General Meeting held on 31 January, 2008 had approved the issue of Bonus Shares in the ratio of 1:1, i.e. one additional new share for every share held. Accordingly the number of equity shares shown under 'Public Shareholding' has increased from 7,55,59,555 to 15,11,19,110 for the quarter ended and twelve months ended 30 September, 2008. Further in accordance with Accounting Standard 20, "Earnings Per Share" (EPS) prescribed by Rule 3 of the Companies (Accounting Standards) Rules, 2006 the EPS for the comparative period has been recomputed taking into account the bonus issue.
- 5 During the quarter, there has been a reorganisation of Business Segments. Figures for the quarter ended 31 December, 2007 and year ended 30 September, 2008 have been regrouped to make them comparable.

6 a Net sales and services for the quarter ended 31 December, 2008 and year ended 30 September, 2008 consists of :

- Discontinued Operations
- Continuing Operations

Quarter ended 31 December		Year ended 30 September
2008	2007	2008
-	2316.00	2316.00
162894.55	189126.59	827238.54

6 b Profit after tax for the quarter ended 31 December, 2008 and year ended 30 September, 2008 consists of :

- Discontinued Operations
- Continuing Operations

Quarter ended 31 December		Year ended 30 September
2008	2007	2008
-	54.30	54.30
33058.04	19650.90	59278.36

7 Information on investor complaints pursuant to clause 41 of listing agreement for the quarter ended 31 December, 2008 :

Unresolved at the end of the previous quarter	Received during the quarter	Disposed off during the quarter	Unresolved at the end of the quarter
-	6	4	2

- 8 Figures for the previous period have been regrouped wherever necessary to make them comparable.
- 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 30 January, 2009.

For Siemens Limited

Dr. Armin Bruck
Managing Director

Place : Mumbai
Date : 30 January, 2009

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

SIEMENS

Segmentwise revenue, results and capital employed for the first quarter ended 31 December, 2008

		(Rs in Lakhs)		
		Unaudited Quarter ended		Audited year ended
		31 December		30 September
		2008	2007	2008
1. Segment Revenue				
a) Industry				
Industry Automation		21454.70	20312.03	99040.59
Drive Technologies		24481.76	21931.66	101081.81
Building Technologies		1474.42	1922.69	9248.60
Industry Solutions		22365.84	21442.30	114392.44
Mobility		22369.60	14783.11	69520.28
		92146.32	80391.79	393283.72
b) Energy				
Fossil Power Generation		8848.21	6746.01	12997.51
Oil & Gas		9302.18	11783.53	51147.20
Power Transmission		38805.43	75956.86	284146.26
Power Distribution		19678.13	14772.74	78962.62
		76633.95	109259.14	427253.59
c) Healthcare				
		11705.06	11016.02	60534.60
d) Real Estate				
		1518.34	1330.78	6445.30
e) Discontinued Operation				
		-	2315.96	2315.96
	Total	182003.67	204313.69	889833.17
Less : Inter segment revenue		19109.12	12871.10	60278.63
Net sales/income from operations		162894.55	191442.59	829554.54
2. Segment Results				
a) Industry				
Industry Automation		1642.33	1324.56	9132.37
Drive Technologies		1283.86	1278.38	8233.61
Building Technologie		(26.99)	88.05	554.20
Industry Solutions		2521.70	2518.63	15009.29
Mobility		(652.17)	(1363.92)	(1850.37)
		4768.73	3845.70	31079.10
b) Energy				
Fossil Power Generation		610.72	(412.09)	(18586.93)
Oil & Gas		1131.63	940.76	5683.86
Power Transmission		5680.54	7406.77	34094.25
Power Distribution		1812.58	1297.87	9714.98
		9235.47	9233.31	30906.16
c) Healthcare				
		(120.64)	(64.47)	3325.83
d) Real Estate				
		1326.51	875.24	6139.43
e) Discontinued Operation				
		-	82.32	82.32
	Total	15210.07	13972.10	71532.84
Add :				
a) Interest income net off expense		1646.25	1306.16	4514.02
b) Other un-allocable income net off un-allocable expenditure		22328.81	12613.20	13130.00
Total profit before tax		39185.13	27891.46	89176.86
3. Capital employed				
a) Industry				
Industry Automation		22773.72	11900.13	14421.36
Drive Technologies		15268.58	6924.27	10835.55
Building Technologie		4245.50	3314.99	4178.84
Industry Solutions		(1505.64)	(17582.95)	(13388.18)
Mobility		6184.32	(7980.60)	(4418.36)
		46966.48	(3424.16)	11629.21
b) Energy				
Fossil Power Generation		(10048.28)	(4381.52)	(10940.08)
Oil & Gas		519.96	3211.17	(1943.43)
Power Transmission		74782.66	84954.03	67795.82
Power Distribution		23319.66	10121.79	11032.02
		88574.00	93905.47	65944.33
c) Healthcare				
		(115.99)	444.56	(2231.22)
d) Real Estate				
		15881.49	19750.72	14747.90
e) Unallocated assets				
		88660.66	68116.60	116818.21
	Total	239966.64	178793.19	206908.43