

MINDTECK (INDIA) LIMITED
Regd. Office : Adarsh Crystal No. 16/3, Cambridge Road, Ulsoor, Bangalore 560008

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER 2007

(Rs. in lacs, except as otherwise stated)

	PARTICULARS	Quarter Ended		Half Year Ended		Year Ended
		30.09.2007	30.09.2006	30.09.2007	30.09.2006	31.03.2007
		Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations	727.09	609.13	1,464.95	1,148.86	2,357.26
2	Other income	73.50	8.00	105.39	32.44	197.52
3	Total income (1 + 2)	800.59	617.13	1,570.34	1,181.30	2,554.78
4	Expenditure					
	a) Employees cost	401.66	329.06	776.19	665.58	1,368.82
	b) Depreciation	25.44	23.70	96.51	44.24	89.21
	c) Rent	125.73	75.20	212.78	138.83	301.79
	d) Other expenditure	181.49	146.15	360.56	248.40	478.00
	e) Total	734.32	574.11	1,446.04	1,097.05	2,237.82
5	Interest	19.29	18.61	41.12	37.70	80.36
6	Exceptional items	-	-	-	-	-
7	Profit from ordinary activities before prior period items and tax [(3) - (4+5+6)]	46.98	24.41	83.18	46.55	236.60
8	Prior period items (Refer note 6)	-	-	14.45	-	-
9	Profit from ordinary activities before tax (7-8)	46.98	24.41	68.73	46.55	236.60
10	Tax expense					
	- Current tax	4.83	1.00	8.65	2.00	-
	- Tax effect on prior period items	-	-	(1.64)	-	-
	- Fringe benefit tax	4.37	2.41	6.87	4.55	10.06
11	Net profit from ordinary activities after tax (9-10)	37.78	21.00	54.85	40.00	226.54
12	Extraordinary Items	-	-	-	-	-
13	Net profit for the period (11 - 12)	37.78	21.00	54.85	40.00	226.54
14	Paid-up equity share capital (face value of Rs. 10 each)	974.21	972.56	974.21	972.56	972.56
15	Reserves	-	-	-	-	1,214.79
16	Earning per share (EPS)					
	Basic EPS (in Rs.,not annualised)	0.41	0.22	0.59	0.41	2.33
	Diluted EPS (in Rs., not annualised)	0.40	0.21	0.58	0.40	2.26
17	Public shareholding (Refer note 8 below)					
	Number of shares	2,103,059	2,086,560	2,103,059	2,086,560	2,086,560
	Percentage of shareholding	21.59	21.45	21.59	21.45	21.45

Notes to financial results for the quarter and half year ended September 30, 2007:

The above unaudited financial results have been reviewed by the Audit Committee and thereafter approved by the Board in their meeting held on October 31, 2007. The Company's Statutory Auditors, BSR & Company, have carried out a limited review of the unaudited financial results for the quarter and half year ended September 30, 2007 pursuant to Clause 41 of the Listing Agreement.

- 1 16,499 equity shares have been issued on September 17, 2007 pursuant to the exercise of stock options by employees.
- 2 In accordance with the Institute of Chartered Accountants of India (ICAI) guidelines, the weighted average number of shares held by the Mindteck Employees Welfare Trust ('MEWT') have been reduced from the weighted average equity shares outstanding for computing basic and diluted earnings per share.
- 3 The Finance Act, 2007 has introduced Fringe Benefit Tax (FBT) on Employee Stock Options. The Company's accounting policy is to recognise the FBT liability at the time of exercise of stock options by the employees. Accordingly, an amount of Rs. 1.87 lacs has been recognised as FBT expense for the quarter ended and half year ended September 30, 2007.
- 4 The Company is engaged in providing software services globally and is considered to constitute a single primary business segment in accordance with AS-17 on "Segment Reporting" issued by the ICAI. Geographical segment constitutes the secondary segment of the Company. Accordingly, no segment information is required to be presented.
- 5 Prior period items relate to depreciation on software licences and straight lining of lease rentals relating to previous year, which was erroneously not accounted for.
- 6 Depreciation for the quarter and half year ended September 30, 2007 includes an additional charge of Rs 3 lacs and Rs 52.24 lacs respectively due to revision in the estimated useful life of certain categories of fixed assets with effect from April 1, 2007.
- 7 The shareholders of the Company at its annual general meeting (AGM) held on September 28, 2007, have approved an increase in the authorised share capital of the Company from Rs. 2,000 lacs (divided into 150 lacs equity shares of Rs. 10 each and 5 lacs preference shares of Rs. 100 each) to Rs. 3,300 lacs (divided into 280 lacs equity shares of Rs. 10 each and 5 lacs preference shares of Rs. 100 each).
- 8 Pursuant to the shareholders' resolution passed in the Company's AGM held on September 28, 2007, the Company's Board in its meeting held on October 13, 2007 has allotted 800,377 equity shares at a price of Rs. 73.54 per share to Banco Efisa S.A., a foreign bank, on a private/preferential basis. Post the said allotment, the public holding in the Company has gone up to 27.54% of the total paid-up equity capital.

10 Information on investor complaints pursuant to clause 41 of the listing agreement for the quarter ended September 30, 2007:

Nature of Investor complaints	Opening balance	Additions	Disposal	Closing balance
Allotment/ transfer/ others	-	2	2	-

11 With effect from August 6, 2007, the Company's Registered office has shifted from 501, Cyber Park, Electronics City - 1, Bangalore 560 100 to Adarsh Crystal No. 16/3, Cambridge Road, Ulsoor, Bangalore 560 008

12 Previous period figures have been reclassified/ regrouped wherever necessary.

For and on behalf of the Board of Directors

Sd/-
M. G. Ved
Chairman

Place : Bangalore

Date : October 31, 2007