

FINANCIAL RESULTS FOR THE FIRST QUARTER ENDED ON 31 DECEMBER, 2005

(Rs. in millions)

Particulars	Unaudited Quarter Ended 31 December		Audited Year Ended 30 September
	2005	2004	2005
1 Net Sales & Services (excluding Excise Duty)	8,511.23	5,031.47	27,484.80
2a Other Operating income	89.60	97.00	481.24
2b Other income	9.22	3.51	880.55
3 Total Expenditure	7,810.16	4,679.45	25,139.85
- (Increase)/decrease in stock in trade.	(31.37)	(122.96)	(523.33)
- (Increase)/decrease in project related work in progress	(839.76)	(37.14)	(747.48)
- Consumption of raw material (including bought outs for project business & traded goods)	7,039.64	3,891.78	20,663.59
- Personnel costs	537.60	461.13	2,042.74
- Other costs	1,104.05	486.64	3,704.33
4 Profit before Interest & Depreciation	799.89	452.53	3,706.74
5 Interest income, net	54.47	50.23	215.15
6 Gross Profit after Interest but before Depreciation	854.36	502.76	3,921.89
7 Depreciation (see note 2(b))	(149.53)	(57.50)	(290.84)
8 Profit before tax	704.83	445.26	3,631.06
9 Tax	(225.85)	(135.17)	(1,034.01)
9a Deferred Tax	27.98	3.65	(18.28)
9b Fringe Benefit Tax	(16.80)	-	(31.26)
10 Net Profit after tax	490.16	313.74	2,547.51
11 Paid up Equity Share Capital (Face value of equity shares : Rs. 10/-)	331.38	331.38	331.38
11a Equity shares to be issued as a consequence of amalgamation (Pending allotment)	5.78	-	-
12 Reserves excluding revaluation reserves	N.A.	N.A.	7,476.24
13 Basic and diluted earning per share	14.54	9.47	76.88
14 Aggregate of Non-Promoter Shareholding (including shares pending allotment)			
- Number of Shares	15,111,910	15,035,316	15,035,316
- Percentage of shareholding	44.82%	45.37%	45.37%

Notes :

- 1 Operating income rose by 64% to reach Rs 641 million for the quarter ended 31 December, 2005 as compared to Rs 392 million for the quarter ended 31 December, 2004.
- 2(a) 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. The Bombay High Court vide Order dated 12 August 2005 and the Karnataka High Court vide Order dated 5 December, 2005 have approved the merger which became effective on 16 January 2006. Consequently, the financial results for the quarter include the results of SVDO for the quarter ended 31 December, 2005. Further, the profits of SVDO for the financial year ended September 2005 aggregate to Rs. 57.57 million and SVDO has paid an interim dividend on 13 January 2006 amounting to Rs. 6.93 million. In accordance with the scheme of amalgamation, the erstwhile shareholders of SVDO will be issued 577,617 equity shares of the Company. As the financials of SVDO for the quarter are merged with the Company, the figures for the corresponding previous quarter are not strictly comparable. SVDO is shown as an Automotive segment under the Segment Reporting.
- 2(b) 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 period prior to 1 October, 2005 and a consequent credit in deferred tax of Rs. 20.6 million.
- 2(c) The Segment results for the Automotive segment are arrived at after charging the depreciation of Rs. 61.2 million as referred to in 2 (b) above.
- 3 Demag Delaval Industrial Turbomachinery Pvt. Ltd.(DDIT) was amalgamated with the Company effective 1 April 2005 vide the order of Bombay High Court dated 30 September 2005. Consequently the figures for the quarter ended 31 December 2005 include the financial results of DDIT. Therefore, the figures for the corresponding previous quarter are not strictly comparable.
- 4 Information on investor complaints pursuant to clause 41 of listing agreement for the quarter ended 31 December 2005 :

Unresolved at the end of the previous quarter	Received during the quarter	Disposed off during the quarter	Unresolved at the end of the quarter
0	3	2	1

- 5 Figures for the previous period have been regrouped wherever necessary to make them comparable.
- 6 The financial results for the quarters ended 31 December, 2005 and 31 December, 2004 have been subjected to a limited review by the statutory auditors of the Company.
- 7 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 27 January, 2006.

For Siemens Ltd.

Place : Mumbai
Date : 27 January, 2006

J. Schubert
Managing Director

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