

# SIEMENS

## FINANCIAL RESULTS FOR THE SECOND QUARTER ENDED 31 MARCH, 2007

(Rs. in millions)

	Particulars	Unaudited Quarter Ended 31 March		Unaudited six months 31 March		Audited Year Ended 30 September
		2007	2006	2007	2006	2006
1	Net Sales & Services (excluding Excise Duty)	21,291.76	11,149.83	37,560.79	19,661.06	45,103.47
2a	Other Operating income	60.05	184.54	121.85	274.13	293.48
2b	Other income	57.17	418.83	208.80	428.05	1,089.18
3	Total Expenditure	19,674.55	10,120.73	34,774.08	17,930.90	41,355.91
	- (Increase)/decrease in stock in trade.	10.43	(200.92)	(52.22)	95.35	(122.08)
	- (Increase)/decrease in project related work in progress	789.23	(17.05)	(579.35)	(1,115.98)	(902.00)
	- Consumption of raw material (including bought outs for project business & traded goods)	16,352.01	8,591.04	31,047.99	15,748.96	34,723.14
	- Personnel costs	986.81	731.69	1,837.14	1,289.46	2,828.78
	- Other costs	1,536.07	1,015.97	2,520.52	1,913.11	4,828.07
4	Profit before Interest & Depreciation	1,734.43	1,632.47	3,117.36	2,432.34	5,130.22
5	Interest income, net	104.52	78.58	230.71	133.06	366.65
6	Gross Profit after Interest but before Depreciation	1,838.95	1,711.05	3,348.07	2,565.40	5,496.87
7	Depreciation (See Note 3)	(108.76)	(80.68)	(211.51)	(230.21)	(442.12)
8	Profit before tax	1,730.19	1,630.37	3,136.56	2,335.19	5,054.75
9a	Tax	(687.47)	(439.10)	(1,129.13)	(664.95)	(1,493.99)
9b	Deferred Tax	70.81	15.49	111.83	43.47	126.29
9c	Fringe Benefits Tax	(33.00)	(28.50)	(58.00)	(45.30)	(85.98)
10	Net Profit after tax	1,080.53	1,178.26	2,061.26	1,668.41	3,601.07
11	Paid up Equity Share Capital (See Note 1)	337.16	337.16	337.16	337.16	337.16
12	Reserves excluding revaluation reserves	N.A.	N.A.	N.A.	N.A.	10,517.97
13	Basic and diluted earning per share ( in Rupees)	6.41	6.99	12.23	9.90	21.36
14	Aggregate of Public Shareholding					
	- Number of Shares (See Note 1)	75,559,555	15,111,911	75,559,555	15,111,911	75,559,555
	- Percentage of shareholding	44.82%	44.82%	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 15,111,911 to 75,559,555 effective the quarter ended 30 June, 2006. Further, in accordance with Accounting Standard 20, "Earnings Per Share"(EPS) issued by "The 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 (a) Operating income (Profit before tax less other income & interest income) rose by 52% to reach Rs. 2,697 million for the Six months ended 31 March, 2007 as compared to Rs. 1,774 million for the six months ended 31 March, 2006.
- 2 (b) Other income for the quarter and six months ended 31 March, 2007 includes dividend income from subsidiaries Rs 31.86 million and Rs 158.60 million respectively (Rs 402.01 million for the corresponding periods last year).
- 3 Consequent to the merger of Siemens VDO Automotive Ltd. ('SVDO') on 16 January, 2006, with effect from 1 October, 2004 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 was a net additional charge of depreciation for Rs 61.2 million in the six months ended 31 March, 2006.
- 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 pertaining to open contracts as on 30 September, 2006 in the financial results for the quarter ended 31 December, 2006.
- 5 Subsequent to the approval of Board of Directors of the Company at its meeting held on 18 January, 2007, the shareholders of the Company have approved the discontinuance of the business activities pertaining to "Enterprise Networks and Services" ('EN') which constitutes "Information and Communication" segment of the Company, by way of sale and transfer to "Siemens Enterprise Communication Private Ltd.", a 100% subsidiary of the parent company, Siemens AG, Germany, by way of postal ballot on 26 March, 2007. 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
- 6 The Board of Directors of the Company at its meeting held on 23 April, 2007, approved the purchase of 77% of the share capital of a Company in the same line of business as the "Building Technologies" division, with a right to acquire the balance 23% at a future date. At the same time the Board approved the sale and transfer of the "Building Technologies" segment of the Company to the newly acquired company, subject to the approval of the shareholders by postal ballot. The transaction is expected to be completed during the financial year 2007.
- 7 The Board of Directors of the Company at its meeting held on 23 April, 2007 approved in principle, the sale and transfer of the "Automotive" division to a 100% subsidiary of the parent company, Siemens AG, Germany.
- 8 Information on investor complaints pursuant to clause 41 of listing agreement for the quarter ended 31 March, 2007 :

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	7	7	2

- 9 Figures for the previous period have been regrouped wherever necessary to make them comparable .
- 10 The financial results for the quarters ended 31 March, 2007 and 31 March, 2006 have been subjected to a limited review by the statutory auditors of the Company.
- 11 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 23 April, 2007.

For Siemens Limited

J. Schubert  
Managing DirectorPlace : Mumbai  
Date : 23 April, 2007

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