MPHASIS an EDS company

MphasiS Limited

Audited Financial Results

for the quarter and nine months ended 31 July 2009 prepared as per Indian GAAP

Amounts in Rupees Lakhs unless otherwise indicated

	Quarter ended		Nine months ended		Seven months ended
	31 July 2009	31 July 2008	31 July 2009	31 July 2008	31 October 2008
Revenues	**90,768**	**58,412**	**251,203**	**154,500**	**145,155**
Cost of Sales/Services	56,600	42,269	157,171	113,347	100,603
Gross Profit	**34,168**	**16,143**	**94,032**	**41,153**	**44,552**
General Administrative Expenses	4,740	2,731	13,471	7,166	6,775
Selling and Distribution Expenses	3,356	2,065	10,001	5,918	6,121
Depreciation	3,488	2,922	10,397	8,008	6,909
Provision for doubtful debts	-	21	227	41	36
Operating Profit before interest and foreign exchange gain/(loss), net	**22,584**	**8,404**	**59,936**	**20,020**	**24,711**
Foreign exchange gain/(loss), net	777	(154)	1,415	(65)	1,732
Interest income/(expense), net	(138)	288	27	533	344
Operating Profit after interest	**23,223**	**8,538**	**61,378**	**20,488**	**26,787**
Other income/(expense), net	467	3	884	6	79
Profit before tax	**23,690**	**8,541**	**62,262**	**20,494**	**26,866**
Tax expense / (credit)	1,042	326	1,588	315	415
Net Profit after tax	**22,648**	**8,215**	**60,674**	**20,179**	**26,451**
Paid-up equity share capital of Rs 10 each	20,933	20,889	20,933	20,889	20,894
Reserves excluding Revaluation Reserves	163,032	86,009	163,032	86,009	95,428
Earnings per share - Basic (Rs)	10.83	3.93	29.03	9.67	12.68
Earnings per share - Diluted (Rs)	10.77	3.91	28.87	9.58	12.61
Public share holding					
Number of Shares	82,213,761	81,765,558	82,213,761	81,765,558	81,816,898
Percentage of shareholding	39.28%	39.15%	39.28%	39.15%	39.16%
Promoters and promoter group shareholding					
Pledged/Encumbered					
Number of Shares	-	-	-	-	-
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-
Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-
Non-Encumbered					
Number of Shares	127,106,266	127,106,266	127,106,266	127,106,266	127,106,266
Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
Percentage of shares (as a % of the total share capital of the company)	60.72%	60.85%	60.72%	60.85%	60.84%

	Quarter ended		Nine months ended		Seven months ended
	31 July 2009	31 July 2008	31 July 2009	31 July 2008	31 October 2008
Segment Revenue					
Application Services	61,493	42,103	171,088	112,524	103,372
BPO Services	8,168	4,856	22,930	13,139	13,221
ITO Services	21,107	11,453	57,185	28,837	28,562
	90,768	**58,412**	**251,203**	**154,500**	**145,155**
Segment Results					
Application Services	18,986	9,593	52,791	23,468	25,051
BPO Services	2,605	1,315	7,537	4,464	5,486
ITO Services	9,290	2,514	23,858	5,809	7,518
	30,881	**13,422**	**84,186**	**33,741**	**38,055**
Interest income / (expense), net	(138)	288	27	533	344
Other unallocable expenditure, net of unallocable income	7,053	5,169	21,951	13,780	11,533
Profit before taxation	**23,690**	**8,541**	**62,262**	**20,494**	**26,866**
Capital Employed (Segment Assets - Segment Liabilities)					
Application Services	34,421	28,704	34,421	28,704	41,566
BPO Services	1,164	3,810	1,164	3,810	10,116
ITO Services	18,082	9,080	18,082	9,080	13,994
Unallocated	130,371	65,911	130,371	65,911	51,253
	184,038	**107,505**	**184,038**	**107,505**	**116,929**

Notes :

1) The above results were taken on record at the Board Meeting held on 19 August 2009.

2) Total staff costs for the quarter and nine months ended 31 July 2009 were Rs 28,675 and Rs 76,597 respectively (quarter and nine months ended 31 July 2008 were Rs 19,356 and Rs 54,909 respectively).

3) Cost of revenues for the nine months ended 31 July 2009 includes prior period expenses of Rs 1,205.

4) The Company had Nil investor complaints pending at the beginning of the quarter; received and resolved One complaint during the quarter and has Nil complaints unresolved as at the end of the quarter.

5) The Company has reached a definitive agreement on 12 August 2009 to acquire AIG Systems Solutions Pvt. Ltd., which is part of American International Group Inc, subject to requisite legal and statutory formalities.

6) The Company changed its financial year from April-March to November-October with effect from 01 November 2008 in line with the ultimate holding company's accounting year-end. Hence the financial statements for the period ended 31 October 2008 are for seven months.

Registered Office:
Bagmane Technology Park
Byrasandra, C V Raman Nagar, Bangalore 560093.

By order of the Board
MphasiS Limited

Palo Alto, U.S.A., 19 August 2009

Balu Ganesh Ayyar, *Chief Executive Officer*