

MphasisS consolidated results for the quarter ended 31 July 2009

**MphasisS Year-on-Year revenue up by 42.5%, net profit up by 127.7%,
EPS increased to Rs. 10.96**

Palo Alto (USA), 19 August 2009

The MphasisS Group consolidated revenue was at Rs 1,105.6 crores in the current quarter ended 31 July 2009 as compared to Rs 776.0 crores in the same quarter last year registering a growth of 42.5%. During the same period, net profit increased by 127.7% from Rs. 100.7 crores to Rs. 229.2 crores. Operating Profit during the quarter ended 31 July 2009 was Rs. 240.6 crores, a growth of 132.8% over the same quarter last year. Operating margins improved to 21.8% during the quarter from 13.3% during the same quarter last year. EPS for the quarter was Rs. 10.96, an increase of 126.9% over the same period last year.

For the nine months ended 31 July 2009 the Group recorded revenues of Rs 3,131.7 crores, a growth of 50.4% compared to the corresponding period of last year. During the same period net profits increased by Rs 436.0 crores or 191.4% from Rs 227.7 crores to Rs 663.7 crores.

Consolidated revenues for the quarter ended 31 July 2009 grew by 5.4% compared to Rs 1,048.5 crores in the previous quarter. Operating profits grew by 6.2% improving the margins by 0.2% quarter on quarter. Net profit increased to Rs 229.2 crores for the quarter ended 31 July 2009 as against Rs 224.5 crores for the quarter ended 30 April 2009, registering a growth of 2.1%. EPS increased by 2.0% from Rs 10.74 last quarter.

"Through the quarter, we stayed on course, ensuring operational excellence and building capabilities in tune with customer requirements." said Ganesh Ayyar Chief Executive Officer, MphasisS. "Our recent agreement to acquire AIG Solution System Solutions (AIGSS), is in line with our decision to have greater depth and breadth in focused verticals such as Insurance. We will continue our drive to add greater value to our customers by leveraging on all three lines of business; Infrastructure, Applications and Business Process Outsourcing."

During the quarter ended 31 July 2009, the group added 7 clients across verticals including a leader in consumer products, a healthcare services provider and an established Telecom provider.

The Group headcount stood at 32,753 as at 31 July 2009. Cash and Bank balances including short term investments in Liquid Mutual Funds increased to Rs 649.9 crores as at 31 July 2009. Overall debtors days including unbilled revenues improved to 75 days from 77 days in the last quarter.
