

Zensar Technologies Limited
Registered Office : Zensar Knowledge Park, Kharadi, Plot # 4 , MIDC, Off Nagar Road, Pune - 411014 , India
Unaudited Financial Results for the Quarter ended 30th June 2007

		(Rs. Lakhs)					
		Unaudited		Audited		Consolidated	
		Quarter ended		Year ended		Quarter ended	
		30.06.2007	30.06.2006	31.03.2007	30.06.2007	30.06.2006	31.03.2007
1	Net Sales / Income from Operations	7506	6680	27828	18790	13778	60586
2	Other Income	452	167	718	476	254	897
3	Total Income (1+2)	7958	6847	28546	19266	14032	61483
4	Total Expenditure						
	a) Manpower Cost	4978	3937	16735	12996	8994	39951
	b) Others	1756	1612	6605	3977	2789	12351
	Total	6734	5549	23340	16973	11783	52302
5	Interest and finance cost	42	35	125	150	43	210
6	Depreciation	385	332	1447	426	348	1526
7	Profit before taxation, prior period expenses and minority interest (3-4-5-6)	797	931	3634	1717	1858	7445
8	Prior period expenses	-	-	46	-	-	66
9	Less : Provision for taxation	22	18	102	350	366	1500
10	Less : Fringe Benefit Tax (FBT)	27	22	100	29	23	105
11	Less : Tax adjustments in respect of earlier years	-	-	-	-	-	10
12	Net Profit after tax and before minority interest (7-8-9-10-11)	748	891	3386	1338	1469	5764
13	Minority Interest	-	-	-	3	1	45
14	Net Profit after tax and minority interest (12-13)	748	891	3386	1335	1468	5719
15	Paid-up Equity Share Capital (Shares of Rs. 10 each)	2392	2351	2392	2392	2351	2392
16	Reserves excluding Revaluation Reserves			14696			21376
17	Earnings per Share (par value Rs. 10 each)						
	Basic	3.13	3.79	14.34	5.58	6.25	24.22
	Diluted	3.09	3.73	14.24	5.51	6.15	24.05

Consolidated Segment wise Revenue, Results & Capital employed for the quarter ended 30th June 2007

		Unaudited		Audited
		Quarter ended		Year ended
		30.06.2007	30.06.2006	31.03.2007
1	Segment Revenue (net of inter segment Revenue)			
	Global Outsourcing Services (GOS)	9136	8434	35779
	Innovative Technology Solutions (ITS)	2625	1524	7803
	GOS+ITS	11761	9958	43582
	Enterprise Application Services (EAS)	7029	3820	17004
	Total	18790	13778	60586
2	Segment Results Profit/(Loss) before Interest, Depreciation and Tax			
	Global Outsourcing Services (GOS)	1086	1764	7510
	Innovative Technology Solutions (ITS)	123	(470)	(1180)
	GOS+ITS	1209	1294	6330
	Enterprise Application Services (EAS)	702	701	2310
	Total	1911	1995	8640
	Less: Interest and finance cost	150	43	210
	Less: Depreciation	426	348	1526
	Add : Unallocable income net of unallocable expenditure	382	254	541
	Total Profit before Taxation, Prior period expenses, exceptional items and before minority interest	1717	1858	7445

The segment results for the quarter ended 30th June 2007, are not comparable with the previous year figures as the company has reorganised the business segment

Segment Capital Employed

Fixed assets used in the Company's business or the liabilities contracted have not been identified to each of the reportable segments, as the fixed assets and the support services are used interchangeably between segments. Accordingly, no disclosure relating to total segment assets and liabilities has been made

Notes :

- The above financial results were reviewed and recommended by the Audit Committee and taken on record by the Board of Directors at its meeting held on 16th July 2007.
- The consolidated financial results include the results of Zensar Technologies Limited's subsidiaries in USA, UK, Singapore, India, Germany, Japan and China. The Company's subsidiary Zensar Technologies Inc. in the USA acquired the business of Thought Digital LLC on the 23rd of February 2007 through a special purpose vehicle, "Zensar TD, LLC".
- The Limited Review under clause 41 of the Listing Agreement has been carried out by the Statutory Auditors. The Report does not contain anything which would have an impact on the results for the quarter ended 30th June 2007.
- During the quarter ended 30th June 2007, the Company formed a new joint venture in Japan named Zensar Advanced Technologies Limited.
- Other Income includes an amount of Rs. 173.96 Lakhs being the write back of certain provisions made in previous years pertaining to manpower costs in overseas countries
- In accordance with the revised AS-15, the liability for leave encashment as on 31st March 2007 will be computed and adjusted against the opening balance of General Reserve as on 1st April 2007. This will have no impact on the results for the quarter ended 30th June 2007. The liability for leave encashment for the quarter ended 30th June 2007 has been computed and accounted in accordance with the revised AS-15.
- The Finance Act 2007 included Fringe Benefit Tax ("FBT") on Employees Stock Option Plan. FBT liability crystallizes on the date of exercise of stock options. During the quarter ended 30th June 2007, there was no exercise of options under the two stock option plans
- The number of investor complaints received and disposed of in the current quarter are 46. There were no investor complaints pending at the beginning and at the end of the quarter.
- Figures for the previous quarter and year have been regrouped wherever necessary.

For and on behalf of the Board

Mumbai
Date: 16th July 2007

Ganesh Natarajan
Deputy Chairman & Managing Director