

Zensar Technologies Limited											
Registered Office : Zensar Knowledge Park, Kharadi, Plot # 4 , MIDC, Off Nagar Road, Pune - 411014 , India											
Unaudited Financial Results for the Quarter and Half Year ended 30th September 2007											
(Rs. Lakhs)											
		Unaudited				Audited	Consolidated				
		Quarter ended		Half year ended		Year ended	Unaudited		Unaudited		Audited
		30.09.2007	30.09.2006	30.09.2007	30.09.2006	31.03.2007	30.09.2007	30.09.2006	30.09.2007	30.09.2006	31.03.2007
1	Net Sales / Income from Operations	8358	7045	15864	13725	27828	19184	14872	37973	28650	60586
2	Other Income	429	76	881	156	718	475	245	951	348	897
3	Total Income (1+2)	8787	7121	16745	13881	28546	19659	15117	38924	28998	61483
4	Total Expenditure										
	a) Manpower Cost	4957	4291	9935	8197	16735	13783	9905	26779	18899	39951
	b) Others	2077	1918	3833	3474	6605	3395	3113	7372	5751	12351
	Total	7034	6209	13768	11671	23340	17178	13018	34151	24650	52302
5	Interest and finance cost	29	34	71	69	125	222	43	372	86	210
6	Depreciation	409	368	794	700	1447	455	385	881	733	1526
7	Profit before taxation, prior period expenses and minority interest (3-4-5-6)	1315	510	2112	1441	3634	1804	1671	3520	3529	7445
8	Prior period expenses	-	46	-	46	46	-	46	-	46	66
9	Less : Provision for taxation	158	-	180	18	102	377	397	728	763	1500
10	Less : Fringe Benefit Tax (FBT)	27	21	54	43	100	29	21	59	44	105
11	Less : Tax adjustments in respect of earlier years	(3)	-	(3)	-	-	(2)	-	(2)	-	10
12	Net Profit after tax and before minority interest (7-8-9-10-11)	1133	443	1881	1334	3386	1400	1207	2735	2676	5764
13	Minority Interest	-	-	-	-	-	(15)	(2)	(11)	(1)	45
14	Net Profit after tax and minority interest (12-13)	1133	443	1881	1334	3386	1415	1209	2746	2677	5719
15	Paid-up Equity Share Capital (Shares of Rs. 10 each)	2395	2364	2395	2364	2392	2395	2364	2395	2364	2392
16	Reserves excluding Revaluation Reserves					14696					21376
17	Earnings per Share (par value Rs. 10 each)										
	Basic	4.73	1.88	7.86	5.67	14.34	5.91	5.13	11.47	11.38	24.22
	Diluted	4.72	1.86	7.83	5.59	14.24	5.89	5.07	11.44	11.23	24.05
18	Aggregate of Non Promoter Shareholding										
	a) Number of Shares			11872148	9814953	10090830			11872148	9814953	10090830
	b) Percentage			50%	42%	42%			50%	42%	42%

Consolidated Segment wise Revenue, Results & Capital employed for the quarter and Half year ended 30th September 2007

		Unaudited				Audited
		Quarter ended		Half year ended		Year ended
		30.09.2007	30.09.2006	30.09.2007	30.09.2006	31.03.2007
1	Segment Revenue (net of inter segment Revenue)					
	Global Outsourcing Services (GOS)	9294	8873	18429	17307	35779
	Innovative Technology Solutions (ITS)	3214	1845	5839	3369	7803
	GOS+ITS	12508	10718	24268	20676	43582
	Enterprise Application Services (EAS)	6676	4154	13705	7974	17004
	Total	19184	14872	37973	28650	60586
2	Segment Results Profit/(Loss) before Interest, Depreciation and Tax					
	Global Outsourcing Services (GOS)	1427	1995	2514	3759	7510
	Innovative Technology Solutions (ITS)	233	(498)	355	(968)	(1180)
	GOS+ITS	1660	1497	2869	2791	6330
	Enterprise Application Services (EAS)	363	508	1065	1209	2310
	Total	2023	2005	3934	4000	8640
	Less: Interest and finance cost	222	43	372	86	210
	Less: Depreciation	455	385	881	733	1526
	Add : Unallocable income net of unallocable expenditure	458	94	839	348	541
	Total Profit before Taxation, Prior period expenses, exceptional items and before minority interest	1804	1671	3520	3529	7445

The segment results for the quarter and half year ended 30th September 2007 are not comparable with the previous year figures as the Company has reorganised the business segments.

Segment Capital Employed

Fixed assets used in the Company's business or 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 22nd October, 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 consolidated results include the results of Zensar Thought Digital.
- 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 September 2007.
- During the quarter ended 30th September 2007 the Company undertook a review of the commercial terms of its business with its overseas subsidiaries and made certain revisions in the terms with effect from 1st April 2007. This has had a favorable impact of an amount of Rs. 234 lakhs on profit before tax of which Rs.113 lakhs pertains to the earlier quarter. However, this has not had any impact on the consolidated result.
- 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 and half year ended 30th September 2007. The liability for leave encashment for the quarter and half year ended 30th September 2007 has been computed and accounted in accordance with the revised AS-15.
- Pursuant to the changes in the Indian Income Tax Act, the Company has calculated its Minimum Alternate Tax ("MAT") liability at Rs 226.38 Lakhs for the half year ended 30th September 2007. This has not resulted in additional tax expense as MAT can be set off against the future tax liability.
- The number of investor complaints received and disposed of in the current quarter are 56. 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: 22nd October 2007

Ganesh Natarajan
Deputy Chairman & Managing Director