WIPRO LIMITED AND SUBSIDIARIES

UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
PREPARED IN ACCORDANCE WITH U.S. GAAP
AS OF AND FOR THE
QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2006 AND 2007

WIPRO LIMITED AND SUBSIDIARIES
UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET
(in millions, except share data)

			As of December 31,					As of March 31,
			2006	2007		2007		2007
						Convenience translation into US$		
ASSETS	NOTE		(unaudited)	(unaudited)		(unaudited)		
Current assets:								
Cash and cash equivalents		Rs.	4,752	15,999	$	406	Rs.	12,412
Restricted cash			-	509		13		7,238
Investments in liquid and short-term mutual funds			37,608	17,738		450		32,410
Accounts receivable, net of allowances			26,905	34,773		882		28,083
Costs and earnings in excess of billings on contracts in progress			5,117	8,860		225		5,096
Inventories			3,985	6,628		168		4,150
Deferred income taxes			423	369		9		382
Other current assets			6,699	18,260		463		11,479
Total current assets			**85,489**	**103,136**		**2,617**		**101,251**
Property, plant and equipment, net			24,352	35,872		910		26,541
Investments in affiliates	**4**		1,203	1,243		32		1,242
Investments securities			357	358		9		357
Deferred income taxes			53	65		2		49
Intangible assets, net			2,622	11,964		304		2,671
Goodwill	**3**		12,799	37,868		961		12,698
Other assets			1,554	2,727		69		1,959
Total assets		**Rs.**	**128,428**	**193,233**	$	**4,903**	**Rs.**	**146,767**
LIABILITIES AND STOCKHOLDERS' EQUITY								
Current liabilities								
Borrowings from banks		Rs.	2,145	22,685	$	576	Rs.	2,893
Current portion of long-term debt			229	893		23		328
Accounts payable			5,417	12,258		311		10,202
Accrued expenses			8,050	7,667		195		5,139
Accrued employee costs			5,153	4,855		123		5,187
Advances from customers			1,362	1,775		45		1,315
Billings in excess of costs and earnings on contracts in progress			1,753	3,984		101		1,818
Other current liabilities			6,048	9,337		237		16,623
Total current liabilities			**30,156**	**63,454**		**1,610**		**43,505**
Long-term debt, excluding current portion			800	3,306		84		560
Deferred income taxes			462	2,194		56		464
Other liabilities			860	2,698		68		770
Total liabilities			**32,278**	**71,652**		**1,818**		**45,299**
Minority interest			-	126		3		-
Stockholders' equity:								
Equity shares at Rs. 2 par value: 1,650,000,000 shares authorized; Issued and outstanding: 1,458,999,650, 1,439,802,322 and 1,460,529,013 shares as of March 31, 2007, December 31, 2006 and 2007			2,880	2,921		74		2,918
Additonal paid-in capital			19,194	26,089		662		24,508
Accumulated other comprehensive income			484	139		4		94
Retained earnings			73,593	92,306		2,342		73,948
Equity shares held by a controlled Trust: 7,961,760, 7,869,060 and 7,961,760 shares as of March 31, 2007, December 31, 2006 and 2007			(0)	-		-		(0)
Total stockholders's equity			**96,150**	**121,455**		**3,082**		**101,468**
Total liabilities and stockholder's equity		**Rs.**	**128,428**	**193,233**	**$**	**4,903**	**Rs.**	**146,767**

See accompanying notes to the unaudited condensed consolidated financial statements.

WIPRO LIMITED AND SUBSIDIARIES
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF INCOME
(in millions, except share data)

	Three months ended December 31, 2006 (unaudited)	Three months ended December 31, 2007 (unaudited)	2007 Convenience translation into US$ (unaudited)	Nine months ended December 31, 2006 (unaudited)	Nine months ended December 31, 2007 (unaudited)	2007 Convenience translation into US$ (unaudited)
Revenues:						
Global IT Services and Products						
IT Services	Rs. 26,501	Rs. 32,975	$ 837	Rs. 73,790	Rs. 89,917	$ 2,282
BPO Services	2,372	2,998	76	6,774	8,371	212
India and AsiaPac IT Services and Products						
Services	2,223	3,220	82	5,908	8,607	218
Products	4,511	5,987	152	10,181	15,938	404
Consumer Care and Lighting	1,931	4,050	103	5,451	9,832	249
Others	2,099	3,131	79	3,982	8,809	224
Total	**39,636**	**52,361**	**1,329**	**106,086**	**141,474**	**3,590**
Cost of revenues:						
Global IT Services and Products						
IT Services	17,512	22,878	581	48,597	61,250	1,554
BPO Services	1,529	2,063	52	4,521	5,566	141
India and AsiaPac IT Services and Products						
Services	1,148	1,796	46	3,231	4,959	126
Products	4,102	5,327	135	9,233	14,119	358
Consumer Care and Lighting	1,260	2,472	63	3,559	6,011	153
Others	1,809	2,584	66	3,243	7,320	186
Total	**27,360**	**37,120**	**942**	**72,383**	**99,225**	**2,518**
Gross profit	**12,276**	**15,241**	**387**	**33,703**	**42,249**	**1,072**
Operating expenses:						
Selling and marketing expenses	(2,192)	(3,535)	(90)	(6,389)	(9,584)	(243)
General and administrative expenses	(2,068)	(2,874)	(73)	(5,340)	(7,589)	(193)
Research and development expenses	(76)	(296)	(8)	(204)	(626)	(16)
Amortization of intangible assets	(90)	(220)	(6)	(232)	(424)	(11)
Foreign exchange gains/(losses), net	(211)	169	4	(227)	(625)	(16)
Others, net	65	414	11	370	526	13
Operating income	**7,703**	**8,899**	**226**	**21,681**	**23,927**	**607**
Other income, net	705	455	12	1,683	2,189	56
Equity in earnings of affiliates	121	(14)	(0)	279	157	4
Income before income taxes, minority interest and cumulative effect of change in accounting principle	**8,529**	**9,340**	**237**	**23,643**	**26,273**	**667**
Income taxes	(1,080)	(1,074)	(27)	(3,127)	(2,778)	(70)
Minority interest	-	(5)	(0)	-	(8)	(0)
Income before cumulative effect of change in accounting principle	**7,450**	**8,261**	**210**	**20,516**	**23,487**	**596**
Cumulative effect of change in accounting principle	-	-	-	39	-	-
Net income	**Rs. 7,450**	**Rs. 8,261**	**$ 210**	**Rs. 20,555**	**Rs. 23,487**	**$ 596**
Earnings per equity share						
Basic						
Income before cumulative effect of change in accounting principle	5.21	5.69	0.14	14.40	16.20	0.41
Cumulative effect of change in accounting principle	-	-	-	0.03	-	-
Net income	5.21	5.69	0.14	14.43	16.20	0.41
Diluted						
Income before cumulative effect of change in accounting principle	5.14	5.68	0.14	14.22	16.14	0.41
Cumulative effect of change in accounting principle	-	-	-	0.03	-	-
Net income	5.14	5.68	0.14	14.25	16.14	0.41
Weighted average number if equity shares used in computing earnings per equity share:						
Basic	1,428,718,122	1,450,673,837		1,424,271,318	1,450,201,056	
Diluted	1,449,669,389	1,453,954,740		1,442,901,237	1,454,954,227	

See accompanying notes to the unaudited condensed consolidated financial statements.

WIPRO LIMITED AND SUBSIDIARIES
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF STOCKHOLDERS' EQUITY AND COMPREHENSIVE INCOME
(in millions, except share data)

	Equity Shares		Additional Paid in Capital	Comprehensive Income	Accumulated Other Comprehensive Income/(loss)	Retained Earnings	Equity Shares held by a Controlled Trust		Total Stockholders' Equity
	No of shares	Amount					No of shares	Amount	
Balance as of March 31, 2007	1,458,999,650	Rs. 2,918	Rs. 24,508		Rs. 94	Rs. 73,948	(7,961,760)	Rs. (0)	Rs. 101,468
Cash dividends (unaudited)	-	-	-	-	-	(5,129)	-	-	(5,129)
Issuance of equity shares on exercise of options (unaudited)	1,529,363	3	485	-	-	-	-	-	488
Compensation cost related to employeee stock incentive plan (note 5) (unaudited)	-	-	926	-	-	-	-	-	926
Sale of long-lived assets to controlling stakeholder, net of tax (unaudited)	-	-	102	-	-	-	-	-	102
Excess Income tax benefit related to employees stock incentive plan (unaudited)	-	-	68	-	-	-	-	-	68
Compehensive Income									
Net income (unaudited)	-	-	-	23,487	-	23,487	-	-	23,487
Other comprehensive income/(loss)									
Translation adjustments (unaudited)	-	-	-	(793)	-	-	-	-	(793)
Unrealised gain on investment securities, net (net of tax effect of Rs. (16)) (unaudited)	-	-	-	(32)	-	-	-	-	(32)
Unrealised gain on cash flow hedging derivatives, net (net of tax effect of Rs. 199) (note 2) (unaudited)	-	-	-	870	-	-	-	-	870
Total other comprehensive income/(loss) (unaudited)				45	45	-	-	-	
Comprehensive income (unaudited)				23,532					
Balance as of December 31, 2007 (unaudited)	1,460,529,013	Rs. 2,921	Rs. 26,089		Rs. 139	Rs. 92,306	(7,961,760)	Rs. (0)	Rs. 121,455
Balance as of December 31,, 2007 ($) (unaudited)		$ 74	$ 662		$ 4	$ 2,342		$ (0)	$ 3,082

WIPRO LIMITED AND SUBSIDIARIES
UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS
(in millions)

	Nine Months ended December 31,		
	2006	2007	2007
	(unaudited)	(unaudited)	Convenience translation into US$ (unaudited)
Cash flows from operating activities:			
Net income	Rs. 20,555	Rs. 23,487	$ 596
Adjustments to reconcile net income to net cash provided by operating activities:			
Gain on sale of property, plant and equipment	(8)	(18)	(0)
Cumulative effect of change in accounting principle	(39)	-	-
Depreciation and amortization	3,170	4,305	109
Deferred tax charge/(benefit)	(40)	178	5
Unrealised exchange (gain) / loss	235	(2,117)	(54)
Gain on sale of investments securities	(316)	(596)	(15)
Amortization of stock compensation	962	926	23
Equity in earnings of affiliates	(279)	(233)	(6)
Changes in operating assets and liabilities:			
Accounts receivable	(4,760)	(3,986)	(101)
Costs and earnings in excess of billings on contracts in progress	(781)	(3,763)	(95)
Inventories	(769)	(1,551)	(39)
Other assets	(992)	(3,680)	(93)
Accounts payable	263	1,649	42
Accrued expenses and employee costs	910	3,411	87
Advances from customers	1,290	2,625	67
Other liabilities	2,141	(3,343)	(85)
Net cash provided by operating activities	21,541	17,293	439
Cash flows from investing activities:			
Expenditure on property, plant and equipment	(8,228)	(9,849)	(250)
Proceeds from sale of property, plant and equipment	118	238	6
Purchase of investments	(84,092)	(180,821)	(4,588)
Proceeds from sale of investments	77,083	196,271	4,980
Investments in inter-corporate deposits	-	50	1
Payment for acquisitions, net of cash acquired	(7,713)	(32,837)	(833)
Net cash used in investing activities	(22,833)	(26,948)	(684)
Cash flows from financing activities:			
Proceeds from issuance of equity shares	3,905	452	11
Proceeds from sale of long-lived assets to controlling stakeholder	-	154	4
Proceeds from issuance of equity shares by a subsidiary	-	85	2
Repayment of borrowings / long-term debt	(6,285)	(55,985)	(1,421)
Proceeds of borrowings / long-term debt	7,649	73,835	1,873
Payment of cash dividends	(8,123)	(5,399)	(137)
Excess income tax benefit related to employee stock incentive plan	65	68	2
Net cash provided by/(used in) financing activities	(2,789)	13,210	335
Net increase in cash and cash equivalents during the period	(4,080)	3,556	90
Effect of exchange rate changes on cash	(26)	31	1
Cash and cash equivalents at the beginning of the period	8,858	12,412	315
Cash and cash equivalents at the end of the period	Rs. 4,752	Rs. 15,999	$ 406
Supplementary information:			
Cash paid for interest	Rs. 84	Rs. 1,221	$ 31
Cash paid for taxes	3,236	2,834	72

See accompanying notes to the unaudited condensed consolidated financial statements.

WIPRO LIMITED AND SUBSIDIARIES
NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
(in millions, except share data and where otherwise stated)

NOTE 1: BASIS OF PRESENTATION

The accompanying unaudited condensed consolidated financial statements of Wipro Limited ("Wipro" or the "Company") have been prepared in accordance with accounting principles generally accepted in the United States.

Interim information presented in the consolidated financial statements has been prepared by the management without audit and, in the opinion of management, includes all adjustments of a normal recurring nature that are necessary for the fair presentation of the financial position, results of operations and cash flows for the periods shown, and is in accordance with U.S. GAAP. These financial statements should be read in conjunction with the consolidated financial statements and related notes included in the Company's annual report on Form 20-F for the fiscal year ended March 31, 2007.

The accompanying unaudited condensed consolidated financial statements have been prepared in Indian rupees, the national currency of India. Solely for the convenience of the readers, the financial statements as of and for the quarter ended September 30, 2007 have been translated into United States dollars at the noon buying rate in New York City on December 31, 2007 for cable transfers in Indian rupees, as certified for customs purposes by the Federal Reserve Bank of New York of $1= Rs. 39.41. No representation is made that the Indian rupee amounts have been, could have been or could be converted into United States dollars at such a rate or any other rate.

NOTE 2: DERIVATIVE AND HEDGE ACCOUNTING

The Company is exposed to foreign currency fluctuations on foreign currency assets and forecasted cash flows denominated in foreign currency. The Company limits the effects of foreign exchange rate fluctuations by following established risk management policies including the use of derivatives. The Company enters into forward exchange and option contracts, where the counterparty is a bank. The Company considers the risks of non-performance by the counterparty as remote.

Forward contracts/options in respect of forecasted transactions, which meet the hedging criteria, are designated as cash flow hedges. Changes in the derivative fair values that are designated as effective cash flow hedges, under SFAS No. 133, Accounting for Derivative Instruments and Hedging Activities, are deferred and recorded as a component of accumulated other comprehensive income until the hedged transactions occur and are then recognized in the consolidated statements of income. The ineffective portion of a hedging derivative is immediately recognized in the consolidated statements of income.

As of December 31, 2007, a gain of Rs. 942 relating to changes in fair value of forward contracts/options, designated as hedge of forecasted transactions, is included as a component of other comprehensive income/loss within stockholders’ equity.

NOTE 3: ACQUISITIONS

Unza Holdings Limited

On July 30, 2007, the Company acquired 100% of the equity of Unza Holdings Limited (‘Unza’). Unza is an independent manufacturer and marketer of personal care products in South East Asia. Unza markets a wide portfolio of personal care and detergent brands in several countries. The consideration (including direct acquisition costs) included a cash payment of Rs. 9,273 and a deferred payment of Rs. 981.

Unza has a portfolio of strong brands catering to Asian consumers. The Company believes that this acquisition would strengthen the Company’s brand portfolio and market presence in South East Asia and provide synergy in terms of access to common vendors, formulation and brands.

The majority of marketing-related intangibles relate to brands. The Company has made a preliminary assessment to identify brands, which have an indefinite life, and those, which have finite life based on a number of factors, including the competitive environment, market share, brand history and macro economic environment of the countries in which the brands are sold.

The purchase price has been preliminary allocated to the acquired assets and liabilities as follows:

Description	Fair value	
Tangible assets......................................	Rs.	4,204
Liabilities		(4,718)
Marketing-related intangibles……….....		7,691
Deferred tax liabilities…………………		(1,407)
Goodwill		4,484
Total	Rs.	10,254

Infocrossing Inc.

On September 20, 2007, the Company acquired Infocrossing Inc. and subsidiaries (‘Infocrossing’). The acquisition was conducted by means of a tender offer for all the outstanding shares of Infocrossing. Infocrossing is a U.S.-based IT infrastructure management, enterprise application and business process outsourcing services provider. The total consideration (including direct acquisition costs) amounted to Rs. 17,640.

The Company believes that acquisition of Infocrossing broadens the data center and mainframe capabilities and strengthens its competitive positioning in the remote infrastructure management sector.

As of the date of acquisition, Infocrossing had net operating losses, which are available for carry- forward and set-off against taxable profits in the future. The Company believes that it is more likely than not that approximately US$ 72 of net operating losses will be available for carry-forward and set-off against the taxable income of Infocrossing in the future. Accordingly, in the preliminary purchase price allocation, the Company has recorded deferred tax assets of US$ 30 representing the tax benefits that can be availed.

In addition, pursuant to the terms of indenture agreement, the convertible debt of Infocrossing has been cancelled. Liabilities assumed upon acquisition include Rs. 4,278 payable to the holders of convertible debt. Further, pursuant to the terms of the stock option plan, all the outstanding stock options of Infocrossing have been cancelled. Liabilities assumed upon acquisition include Rs. 823 payable to the stock option holders.

The purchase price has been preliminary allocated to the acquired assets and liabilities as follows:

Description	Fair value	
Net tangible assets	Rs.	4,800
Liabilities		(10,501)
Customer-related intangibles……….....		2,425
Deferred tax liabilities, net……………		(214)
Goodwill		21,130
Total	Rs.	17,640

For the above acquisitions the purchase consideration has been allocated on a preliminary basis based on management’s estimate. The Company is in the process of making a final determination of the carrying value of the assets and liabilities, which may result in changes in the carrying value of the net assets recorded.

NOTE 4: INVESTMENTS IN AFFILIATES

Wipro GE Medical Systems (“Wipro GE”)

The Company has accounted for its 49% interest in Wipro GE by the equity method. The carrying value of the investment in Wipro GE as of March 31, 2007, December 31, 2006 and December 31, 2007, was Rs. 1,120, Rs. 1,071 and Rs. 1,243 respectively. The Company’s equity in the income of Wipro GE for nine months ended December 31, 2006 and 2007 was Rs. 279 and Rs. 157 respectively.

WeP Peripherals

The Company previously accounted for its 36.9% interest in WeP by the equity method. In December 2006, the Company sold a portion of its interest in WeP Peripherals. Subsequent to this sale, the Company’s ownership interest in WeP is reduced to 15% and the Company does not have the ability to exercise significant influence over the operating and financial policies of WeP. Accordingly, the Company has subsequently accounted for the balance investment of Rs. 80 under the cost method.

WM Net Serv

The Company previously accounted for its 80.1% interest in WM NetServ by the equity method as the minority shareholder in the investee has substantive participative rights as specified in EITF Issue No. 96-16, Investor's Accounting for an Investee When the Investor Has a Majority of the Voting Interest but the Minority Shareholder or Shareholders Have Certain Approval or Veto Rights.

The carrying value of the equity investment in WM NetServ as of March 31, 2007 and September 30, 2007 was Rs. 122 and Rs. 100. The Company's equity in the loss of WM NetServ for six months ended September 30, 2007 was Rs. 22.

In October 12, 2007, the Company purchased the minority interest of 19.9% in WM NetServ for a cash consideration of Rs. 13. Subsequent to the acquisition, the financial statements of WM NetServ are consolidated.

NOTE 5: STOCK BASED COMPENSATION

Effective April 1, 2006, the Company adopted SFAS No. 123 (revised 2004), Share-Based Payment, (SFAS No. 123 (R)), which requires the measurement and recognition of compensation expense for all stock-based payment awards based on the grant-date fair value of those awards and recognition on straight line basis over the requisite service period. The Company includes a forfeitures estimate in the amount of compensation expense being recognized. The Company adopted SFAS No. 123(R) using the modified prospective application method. Under this approach, the Company has recognized compensation expense for share-based payment awards granted prior to, but not yet vested as of April 1, 2006, based on the grant date fair value under Black-Scholes model estimated in accordance with the provisions of SFAS No. 123.

SFAS No. 123(R) requires that deferred stock-based compensation previously recorded under APB Opinion No. 25 and outstanding on the date of adoption be eliminated against additional paid-in capital. Accordingly, the deferred compensation balance of Rs. 2,202 was eliminated against additional paid-in capital on April 1, 2006.

Under APB Opinion No. 25, the Company had a policy of recognizing the effect of forfeitures only as they occurred. Accordingly, as required by SFAS No. 123 (R), on April 1, 2006, the Company estimated the number of outstanding instruments, which are not expected to vest and recognized a gain of Rs. 39 representing the reversal of compensation cost for such instruments previously recognized in statement of income as cumulative effect of changes in accounting principle.

The Company recorded stock compensation expense of Rs. 962 and Rs. 926 respectively during the nine months ended December 31, 2006 and 2007.

NOTE 6: INCOME TAXES

The Company had received tax demands from the Indian income tax authorities for the financial years ended March 31, 2001, 2002, 2003 and 2004 aggregating to Rs. 11,127 Million (including interest of Rs. 1,503 Million). The tax demand was primarily on account of denial of deduction claimed by the Company under Section 10A of the Income Tax Act 1961, in respect of profits earned by its undertakings in Software Technology Park at Bangalore. The Company had appealed against these demands. In March 2006, the first appellate authority vacated the tax demands for the years ended March 31, 2001 and 2002. The income tax authorities have filed an appeal against the above order.

In March 2007 and July 2007, the first Income tax appellate authority upheld the deductions claimed by the Company under Section 10A of the Act, which vacates a substantial portion of the demand for the year ended March 31, 2003 and 2004.

Considering the facts and nature of disallowance and the order of the appellate authority upholding the claims of the Company for earlier years, the Company believes that the final outcome of the above disputes should be in favour of the Company and there should not be any material impact on the financial statements.

The range of loss relating to these contingencies is between zero and the amount of the demand raised.

NOTE 7: IMPLEMENTATION OF FIN 48

Effective April 1, 2007, the Company adopted Financial Accounting Standards Board Interpretation 48, Accounting for Uncertainty in Income Taxes – An Interpretation of Statement of Financial Accounting Standards No. 109 (FIN 48). FIN 48 requires that a position taken or expected to be taken in a tax return be recognized in the financial statements when it is more likely than not (i.e., a likelihood of more than fifty percent) that the position would be sustained upon examination by tax authorities. A recognized tax position is then measured at the largest amount of benefit that is greater than fifty percent likely of being realized upon ultimate settlement. Upon adoption, the Company determined that the provisions of FIN 48 did not have a material effect on prior financial statements and therefore no change was required to the opening balance of retained earnings.

FIN 48 also requires that changes in judgment that result in subsequent recognition, derecognition or change in a measurement of a tax position taken in a prior annual period (including any related interest and penalties) be recognized as a discrete item in the period in which the change occurs. This change will not impact the manner in which the Company recorded income taxes on an annual basis and did not significantly impact its recorded income tax provision.

It is the Company's policy to include any penalties and interest related to income taxes as a component of other income, net.

NOTE 8: SEGMENT INFORMATION

The Company is currently organized by segments, including Global IT Services and Products (comprising of IT Services and BPO Services segments), India and AsiaPac IT Services and Products, Consumer Care and Lighting and 'Others'.

The Chairman of the Company has been identified as the Chief Operating Decision Maker ("CODM") as defined by SFAS No. 131, Disclosure about Segments of an Enterprise and Related Information. The Chairman of the Company evaluates the segments based on their revenue growth, operating income and return on capital employed.

Operating segments with similar economic characteristics and complying with other aggregation criteria specified in SFAS No. 131 have been combined to form the Company's reportable segments. Consequently, IT Services and BPO services qualify as reportable segments under the Global IT Services and Products business.

The IT Services segment provides research and development services for hardware and software design to technology and telecommunication companies, software application development services to corporate enterprises. The BPO services segment provides Business Process Outsourcing services to large global corporations.

As discussed in Note 3 on acquisitions, the company acquired Infocrossing during the quarter ended September 30, 2007. The operations of Infocrossing, a component of IT Services and Products, are currently being reviewed by the CODM separately and have accordingly been reported separately as 'Acquisitions'.

The India and AsiaPac IT Services and Products segment focuses primarily on addressing the IT and electronic commerce requirements of companies in India, MiddleEast and AsiaPacific region.

The Consumer Care and Lighting segment manufactures, distributes and sells soaps, toiletries, lighting products and hydrogenated cooking oils for the Indian and Asian market.

‘Others’ consist of business segments that do not meet the requirements individually for a reportable segment as defined in SFAS No. 131. Corporate activities such as treasury, legal and accounting, which do not qualify as operating segments under SFAS No. 131 have been considered as reconciling items.

Segment data for previous periods has been reclassified on a comparable basis.

Information on reportable segments is as follows:

		Nine Months ended December 31, 2006 (unaudited)							
		Global IT Services and Products							
	Note	IT Services	BPO Services	Total	India and AsiaPac IT Services and Products	Consumer Care and Lighting	Others	Reconciling Items	Entity Total
Revenues……………………………………		Rs. 73,790	Rs. 6,774	Rs. 80,564	Rs. 16,089	Rs. 5,451	Rs. 3,982	Rs. -	Rs. 106,086
Exchange rate fluctuations…………………		(220)	(21)	(241)	2	3	9	227.14	-
Total revenues………………………………		73,570	6,752.92	80,323	16,090.6	5,454.41	3,991.02	227	106,086
Cost of revenues……………………………		(48,597)	(4,521)	(53,117)	(12,464)	(3,559)	(3,243)	-	(72,383)
Selling and marketing expenses …………….		(3,564)	(66)	(3,629)	(1,422)	(1,036)	(276)	(25)	(6,389)
General and administrative expenses……….		(3,377)	(694)	(4,071)	(884)	(94)	(206)	(85)	(5,340)
Research and development expenses……….		(204)	-	(204)	-	-	-	-	(204)
Amortization of intangible assets…………….		(163)	(4)	(167)	(18)	(44)	(3)	-	(232)
Exchange rate fluctuations……………………………………		-	-	-	-	-	-	(227)	(227)
Others, net…………………………………		263	0	264	10	20	53	24	370
Operating income of segment…………….		**Rs. 17,929**	**Rs. 1,468.70**	**Rs. 19,398**	**Rs 1,311.81**	**Rs. 741.19**	**Rs. 315.53**	**Rs. (85.48)**	**Rs. 21,681**
Total assets of segment………………………		Rs. 58,369	Rs. 7,410	Rs. 65,779	Rs 10,198	Rs. 4,075	Rs. 6,462	Rs. 41,913	Rs. 128,428
Closing capital employed……………………		40,673	6,048	46,721	4,620	2,628	3,387	41,965	99,322
Return on capital employed…………………		67%	24%	59%	45%	50%	0%	0%	32%
Accounts receivable…………………………		19,852	1,057	20,909	4,214	719	1,063	-	26,904
Cash and cash equivalents and investments in liquid and short-term mutual funds…………………………………		4,511	57	4,568	261	67	45	37,419	42,360
Depreciation…………………………………		2,114	467	2,581	123	77	71	11	2,863
Opening capital employed ……………..		30,828	10,337	41,165	3,123	1,310	2,833	31,038	79,469
Average Capital Employed………………..		35,750	8,193	43,943	3,872	1,969	3,110	36,502	89,395

Information on reportable segments is as follows:

	Nine months ended December 31, 2007 (unaudited)								
	Global IT Services and Products				**India and AsiaPac IT Services and Products**	**Consumer Care and Lighting**	**Others**	**Reconciling Items**	**Entity Total**
	IT Services	**Acquisitions**	**BPO Services**	**Total**					
Revenues……………………………………	Rs. 87,235	Rs. 2,682	Rs. 8,371	Rs. 98,288	Rs. 24,545	Rs. 9,832	Rs. 8,809	Rs. -	Rs. 141,474
Exchange rate fluctuations…………………	(261)	1	(24)	(284)	59	(17)	6	236	-
Total revenues………………………………	86,974	2,682	8,347	98,004	24,604	9,815	8,815	236	141,474
Cost of revenues……………………………	(59,051)	(2,199)	(5,566)	(66,816)	(19,078)	(6,011)	(7,320)	-	(99,225)
Selling and marketing expenses ……………	(4,227)	(120)	(120)	(4,467)	(2,518)	(2,034)	(459)	(107)	(9,584)
General and administrative expenses……….	(4,240)	(286)	(824)	(5,350)	(1,171)	(488)	(550)	(30)	(7,589)
Research and development expenses……….	(626)	-	-	(626)	-	-	-	-	(626)
Amortization of intangible assets………….	(175)	(96)	(3)	(274)	(35)	(88)	(27)	-	(424)
Exchange rate fluctuations…………………	(1)	1	-	-	-	-	-	(625)	(625)
Others, net…………………………………	362	-	-	362	42	33	76	13	526
Operating income of segment (1)…………	**Rs. 19,016**	**Rs (19)**	**Rs. 1,834**	**Rs. 20,833**	**Rs. 1,844**	**Rs. 1,227**	**Rs. 534**	**Rs. (513)**	**Rs. 23,927**
Total assets of segment……………………	Rs. 71,295	Rs. 28,044	Rs. 8,696	Rs. 108,035	Rs. 18,323	Rs. 22,901	Rs. 16,015	Rs. 27,528	Rs. 193,233
Accounts receivable………………………	22,048	754	1,373	24,175	7,208	2,180	1,209	-	34,773
Cash and cash equivalents and		-							
investments in liquid and short-term		-							
mutual funds………………………………	15,473	628	445	16,546	513	844	193	15,640	33,737
Depreciation………………………………	2,646	180	473	3,299	164	135	191	15	3,801
Capital employed closing…………………	55,759	19,516	7,164	82,439	9,553	18,926	6,562	30,517	148,032
Capital employed opening…………………	47,661	-	6,456	54,117	5,718	3,094	5,659	36,662	105,249
Average capital employed………………..	51,710	9,758	6,810	68,278	7,635	11,010	6,110	33,589	126,641
Return on capital employed…………………	49%	-	36%	41%	32%	15%	-	-	25%

Information on reportable segments is as follows:

(1) Operating income of segments is after amortization of stock compensation expense arising from the grant of options:

Segments	Nine months ended December 31, 2006		2007	
	(unaudited)		(unaudited)	
IT Services…………………………………	Rs.	773	Rs.	775
BPO Services ……………………………...		35		33
India and AsiaPac IT Services and Products		52		71
Consumer Care and Lighting ………………		15		28
Others………………………………………		9		8
Reconciling…………………………………		13		11

(2) Return on capital employed is computed based on the average of the capital employed at the beginning and at the end of the period.

The Company has four geographic segments: India, United States, Europe and Rest of the world. Revenues from the geographic segments based on domicile of the customer are as follows:

	Nine months ended December 31, 2006		2007	
	(unaudited)		(unaudited)	
India…………………………………………	Rs.	21,353	Rs.	33,090
United States…………………………..........		53,214		63,480
Europe……………………….…………….		25,094		34,704
Rest of the world…………………………..		6,425		10,200
	Rs.	106,086	Rs.	141,474