

Limited Review Report**Review Report to
The Board of Directors
HCL Technologies Limited**

1. We have reviewed the accompanying statement of unaudited financial results of HCL Technologies Limited (the 'Company') for the quarter ended December 31, 2012, being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreement, except for the disclosures regarding 'Public Shareholding' and 'Promoters and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25, Interim Financial Reporting, notified pursuant to the Companies (Accounting Standards) Rules, 2006, (as amended) and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For S.R. Batliboi & Co.****Firm registration number: 301003E**

Chartered Accountants

**per Tridibes Basu**

Partner

Membership No.: 17401

Gurgaon, India

January 17, 2013



HCL Technologies Limited
REGISTERED OFFICE: 806, SIDDHARTH, 96 NEHRU PLACE, NEW DELHI, 110 019
CORPORATE OFFICE: A-10 & 11, SECTOR 3, NOIDA, U.P., INDIA

Following are the statement of financial results of HCL Technologies Limited as a standalone entity as per Indian GAAP:

(₹ in lacs)

Particulars	Three months ended (Unaudited)			Half year ended 31 December		Previous year ended 30 June
	31 December 2012	30 September 2012	31 December 2011	2012 (Unaudited)	2011 (Unaudited)	2012 (Audited)
Revenues from operations	276,622	269,672	219,118	546,294	417,040	890,722
Total income from operations	276,622	269,672	219,118	546,294	417,040	890,722
Expenses						
Cost of materials	4,742	3,429	3,456	8,171	10,682	20,636
Employee benefits expense	109,606	111,340	99,159	220,946	192,281	392,306
Outsourcing cost	20,648	20,546	15,797	41,194	28,573	67,647
Travel and conveyance	11,861	13,084	11,509	24,945	24,121	50,461
Exchange gain	(4,301)	(165)	(4,783)	(4,466)	(10,334)	(15,620)
Depreciation and amortization expense	10,384	10,056	8,626	20,440	16,834	35,307
Other expenses	31,463	26,902	25,621	58,365	50,253	108,650
Total expenses	184,403	185,192	159,385	369,595	312,410	659,387
Profit from operations before other income, finance costs and exceptional items	92,219	84,480	59,733	176,699	104,630	231,335
Other income	3,992	4,370	2,535	8,362	7,490	14,466
Profit from ordinary activities before finance costs and exceptional items	96,211	88,850	62,268	185,061	112,120	245,801
Finance costs	1,966	2,284	2,214	4,250	4,443	9,727
Profit from ordinary activities after finance costs but before exceptional items	94,245	86,566	60,054	180,811	107,677	236,074
Exceptional items	-	-	-	-	-	-
Profit from ordinary activities before tax	94,245	86,566	60,054	180,811	107,677	236,074
Tax expenses	21,773	16,582	10,657	38,355	18,525	41,032
Net profit from ordinary activities after tax	72,472	69,984	49,397	142,456	89,152	195,042
Extraordinary items (net of tax expense ₹ Nil)	-	-	-	-	-	-
Net profit for the period	72,472	69,984	49,397	142,456	89,152	195,042
Paid up equity share capital (Par Value ₹ 2/- each)	13,891	13,881	13,815	13,891	13,815	13,866
Reserves and Surplus	785,069	732,683	585,487	785,069	585,487	646,515
Weighted average no. of shares outstanding (par value ₹ 2/- each)						
Basic	694,273,119	693,570,313	690,319,989	693,921,716	689,744,772	691,023,929
Diluted	708,070,168	706,831,262	702,362,653	707,837,743	702,087,890	703,600,258
Earnings per equity share (before extraordinary items) (of ₹ 2/- each) (not annualised)						
Basic	10.44	10.09	7.16	20.53	12.93	28.23
Diluted	10.24	9.90	7.03	20.13	12.70	27.72
Earnings per equity share (after extraordinary items) (of ₹ 2/- each) (not annualised)						
Basic	10.44	10.09	7.16	20.53	12.93	28.23
Diluted	10.24	9.90	7.03	20.13	12.70	27.72
Debt service coverage ratio (no. of times) (Refer note 2 (a) below)	N.A	N.A	N.A	5.03	5.20	9.47
Interest service coverage ratio (no. of times) (Refer note 2 (b) below)	N.A	N.A	N.A	63.44	28.40	30.97
Dividend per share (par value ₹ 2/- each) ₹						
Interim dividend	2.00	2.00	2.00	4.00	6.00	8.00
Final dividend	-	-	-	-	-	4.00
Total dividend	2.00	2.00	2.00	4.00	6.00	12.00
Particulars of shareholding						
Public shareholding						
Number of shares	263,039,151	262,508,215	247,426,740	263,039,151	247,426,740	261,760,807
Percentage of shareholding	37.87%	37.82%	35.82%	37.87%	35.82%	37.76%
Promoters and promoter group shareholding						
a) 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)	-	-	-	-	-	-
b) Non-encumbered						
- Number of shares	431,522,669	431,522,669	443,342,144	431,522,669	443,342,144	431,522,669
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%	100%	100%
- Percentage of shares (as a % of the total share capital of the company)	62.13%	62.18%	64.18%	62.13%	64.18%	62.24%



Notes :

- The financial results for the quarter ended 31 December 2012 were approved by the Audit Committee and have been approved and taken on record by the Board of Directors at its meeting held on 17 January 2013.
- Ratios have been computed as under:-
 (a) Debt Service Coverage Ratio = (Profit from Ordinary Activities before tax + Interest on Long-term Loans) / (Interest on Long-term Loans + Repayment of Long-term Loans)
 (b) Interest Service Coverage Ratio = (Profit from Ordinary Activities before tax + Interest on Long-term Loans) / Interest on Long-term Loans
- During the quarter and half year ended 31 December 2012, Tax expenses include ₹ 7,035 Lacs written off on re-estimation of usable MAT credit.
- During the quarter ended 31 December 2012, the Board of Directors has declared an interim dividend of ₹ 2/- per share (100% on par value of ₹ 2/- per share), amounting to ₹ 13,891 Lacs, which takes total dividend declared during the six month ended 31 December 2012 to ₹ 27,772 Lacs.
- Investor complaints:-**

Particulars	Quarter ended 31 December 2012
Pending at the beginning of the quarter	Nil
Received during the quarter	11
Resolved during the quarter	11
Remaining unresolved at the end of the quarter	Nil

6 Statement of assets and liabilities

(₹ in Lacs)		
Particulars	As at current half year end 31 December 2012	As at previous year end 30 June 2012
A Equity and Liabilities		
1 Shareholders funds		
(a) Share capital	13,891	13,866
(b) Reserves and surplus	785,069	646,515
Sub- total- Shareholders funds	798,960	660,381
2 Share application money pending allotment	279	277
3 Non- current liabilities		
(a) Long-term borrowings	52,970	52,565
(b) Other long-term liabilities	27,037	34,963
(c) Long-term provisions	13,696	16,318
Sub- total- Non-current liabilities	93,703	103,846
4 Current liabilities		
(a) Short-term borrowings	17,100	17,322
(b) Trade payables	30,190	38,032
(c) Other current liabilities	162,822	188,384
(d) Short-term provisions	59,158	79,461
Sub- total- Current liabilities	269,270	323,199
Total- Equity and Liabilities	1,162,212	1,087,703
B Assest		
1 Non-current assets		
(a) Fixed assets	220,986	216,326
(b) Non-current investments	307,132	293,367
(c) Deferred tax assets (net)	19,084	23,715
(d) Long-term loans and advances	101,406	62,167
(e) Other non-current assets	11,112	24,257
Sub- total- Non-current assets	659,720	619,832
2 Current assets		
(a) Current investments	27,840	36,428
(b) Inventories	6,954	9,999
(c) Trade receivables	178,626	199,242
(d) Cash and bank balances	142,755	104,120
(e) Short-term loans and advances	45,494	42,871
(f) Other current assets	100,823	75,211
Sub- total- Current assets	502,492	467,871
Total- Assets	1,162,212	1,087,703



7 Segment Information:-

(₹ in Lacs)

	Three months ended (Unaudited)			Half year ended 31 December		Previous year ended 30 June
	31 December 2012	30 September 2012	31 December 2011	2012 (Unaudited)	2011 (Unaudited)	2012 (Audited)
Segment Revenues						
Software services	196,520	193,352	171,901	389,872	327,262	679,342
Business process outsourcing services	16,307	16,428	13,593	32,735	26,304	57,555
Infrastructure services	63,795	59,892	33,624	123,687	63,474	153,825
Total	276,622	269,672	219,118	546,294	417,040	890,722
Less : Inter-segment revenue	-	-	-	-	-	-
Net revenue from operations	276,622	269,672	219,118	546,294	417,040	890,722
Segment Results						
Software services	65,112	63,377	48,554	128,489	86,751	186,023
Business process outsourcing services	3,765	3,995	2,275	7,760	4,789	12,549
Infrastructure services	24,260	21,705	8,815	45,965	12,783	36,376
Total	93,137	89,077	59,644	182,214	104,323	234,948
Less :						
Finance cost	1,965	2,284	2,214	4,249	4,443	9,727
Other un-allocable expenditure / (income), net	(3,073)	227	(2,624)	(2,846)	(7,797)	(10,853)
Net profit before tax	94,245	86,566	60,054	180,811	107,677	236,074
Segment capital employed						
Software services	201,356	243,617	215,245	201,356	215,245	222,776
Business process outsourcing services	15,263	20,567	21,130	15,263	21,130	16,347
Infrastructure services	68,007	74,093	70,871	68,007	70,871	56,543
Segment total capital employed	284,626	338,277	307,246	284,626	307,246	295,666
Other un-allocated assets	514,613	408,499	292,322	514,613	292,322	364,992
Total	799,239	746,776	599,568	799,239	599,568	660,658

8 The figures of previous periods/year have been re-grouped and re-classified, wherever necessary, to conform to current periods/year classification.

By the order of the Board of Directors
for HCL Technologies Limited

Shiv Nadar
Chairman and Chief Strategy Officer

Vineet Nayar
Vice Chairman and Joint Managing Director

Noida (UP), India
17 January 2013

Anant Gupta
President and Chief Executive Officer

Anil Chanana
Chief Financial Officer

The Board has also taken on record the unaudited consolidated results of HCL Technologies Limited and its subsidiaries for the quarter ended December 31, 2012 prepared as per US GAAP. A summary of the financial statements is as follows:-

(in million \$)

Particulars	Quarter ended December 31		Six months ended December 31	
	2012	2011	2012	2011
Revenues	1,154.3	1,021.9	2,268.1	2,024.0
Cost of revenues (exclusive of depreciation and amortization)	740.8	684.6	1,462.3	1,371.3
Gross profit	413.5	337.3	805.8	652.7
Selling, general and administrative expenses	152.9	148.2	298.1	292.4
EBITDA	260.6	189.0	507.7	360.3
Depreciation and amortization	31.7	27.2	62.6	55.4
Other income (expenses), net	2.8	(13.0)	(1.8)	(11.8)
Provision for income taxes	54.3	37.2	104.0	74.5
Net income attributable to noncontrolling interest	(0.0)	(0.0)	(0.0)	(0.1)
Net income attributable to HCL Technologies Limited shareholders	177.5	111.6	339.3	218.6
Earnings per equity share (in US \$)				
Basic	0.26	0.16	0.49	0.32
Diluted	0.25	0.16	0.48	0.31

Note:

Above results exclude non-cash Employee Stock Option charge of USD 4.1 Million (net of tax USD 3.7 Million), (previous period USD 4.2 Million (net of tax USD 3.8 Million)) for the quarter ended December'12 and USD 8.1 Million (net of tax USD 7.5 Million), (previous period USD 8.2 Million (net of tax USD 7.6 Million)) for the six months ended December'12, computed under the fair value method as required by FASB ASC 718.

