WIPRO LIMITED AND SUBSIDIARIES

UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
PREPARED IN ACCORDANCE WITH U.S. GAAP
AS OF AND FOR THE
QUARTER AND SIX MONTHS ENDED SEPTEMEBR 30, 2006 AND 2007

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

ASSETS	NOTE		As of September 30, 2006 (unaudited)	As of September 30, 2007 (unaudited)		2007 Convenience translation into US$ (unaudited)		As of March 31, 2007
Current assets:								
Cash and cash equivalents		Rs.	4,144	20,266	$	510	Rs.	12,412
Restricted cash			-	33		1		7,238
Investments in liquid and short-term mutual funds			33,018	23,060		580		32,410
Accounts receivable, net of allowances			24,699	32,130		808		28,083
Costs and earnings in excess of billings on contracts in progress			5,439	7,800		196		5,096
Inventories			2,426	6,296		158		4,150
Deferred income taxes			220	574		14		382
Other current assets			6,297	13,797		347		11,479
Total current assets			**76,244**	**103,956**		**2,615**		**101,251**
Property, plant and equipment, net			21,195	33,626		846		26,541
Investments in affiliates	**4**		1,200	1,379		35		1,242
Investments securities			28	358		9		357
Deferred income taxes			56	162		4		49
Intangible assets, net			2,376	12,296		309		2,671
Goodwill	**3**		11,455	37,589		946		12,698
Other assets			1,528	5,591		141		1,959
Total assets		**Rs.**	**114,082**	**194,957**	$	**4,905**	**Rs.**	**146,767**
LIABILITIES AND STOCKHOLDERS' EQUITY								
Current liabilities								
Borrowings from banks		Rs.	807	24,762	$	623	Rs.	2,893
Current portion of long-term debt			90	1,301		33		328
Accounts payable			4,590	14,226		358		10,202
Accrued expenses			7,711	8,786		221		5,139
Accrued employee costs			4,885	4,611		116		5,187
Advances from customers			1,158	1,620		41		1,315
Billings in excess of costs and earnings on contracts in progress			1,054	2,485		63		1,818
Other current liabilities			5,632	14,391		362		16,623
Total current liabilities			**25,927**	**72,182**		**1,816**		**43,505**
Long-term debt, excluding current portion			106	3,141		79		560
Deferred income taxes			468	1,843		46		464
Other liabilities			461	2,290		58		770
Total liabilities			**26,962**	**79,456**		**1,999**		**45,299**
Minority interest			-	97		2		-
Stockholders' equity:								
Equity shares at Rs. 2 par value: 1,650,000,000 shares authorized; Issued and outstanding: 1,458,999,650, 1,434,563,895 and 1,459,261,169 shares as of March 31, 2007, September 30, 2006 and 2007			2,869	2,919		73		2,918
Additonal paid-in capital			17,533	25,223		635		24,508
Accumulated other comprehensive income			578	(236)		(6)		94
Retained earnings			66,141	87,498		2,201		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, September 30, 2006 and 2007			(0)	-		-		(0)
Total stockholders's equity			**87,121**	**115,404**		**2,903**		**101,468**
Total liabilities and stockholder's equity		**Rs.**	**114,082**	**194,957**	**$**	**4,905**	**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 September 30,			Six months ended September 30,		
	2006	**2007**	**2007 Convenience translation into US$**	**2006**	**2007**	**2007 Convenience translation into US$**
	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Revenues:						
Global IT Services and Products						
IT Services	Rs. 24,876	Rs. 29,482	$ 742	Rs. 47,289	Rs. 56,942	$ 1,433
BPO Services	2,303	2,803	71	4,402	5,373	135
India and AsiaPac IT Services and Products						
Services	2,077	2,901	73	3,685	5,387	136
Products	2,922	5,863	147	5,670	9,951	250
Consumer Care and Lighting	1,871	3,561	90	3,521	5,782	145
Others	1,089	2,671	67	1,883	5,678	143
Total	**35,138**	**47,281**	**1,189**	**66,450**	**89,113**	**2,242**
Cost of revenues:						
Global IT Services and Products						
IT Services	16,467	20,084	505	31,085	38,372	965
BPO Services	1,499	1,851	47	2,992	3,503	88
India and AsiaPac IT Services and Products						
Services	1,191	1,648	41	2,083	3,163	80
Products	2,643	5,227	131	5,131	8,792	221
Consumer Care and Lighting	1,243	2,067	52	2,299	3,539	89
Others	798	2,132	54	1,433	4,736	119
Total	**23,841**	**33,009**	**830**	**45,023**	**62,105**	**1,562**
Gross profit	**11,297**	**14,271**	**359**	**21,427**	**27,008**	**679**
Operating expenses:						
Selling and marketing expenses	(2,160)	(3,288)	(83)	(4,197)	(6,049)	(152)
General and administrative expenses	(1,794)	(2,655)	(67)	(3,272)	(4,715)	(119)
Research and development expenses	(71)	(157)	(4)	(128)	(330)	(8)
Amortization of intangible assets	(88)	(99)	(2)	(142)	(204)	(5)
Foreign exchange gains/(losses), net	2	58	1	(16)	(794)	(20)
Others, net	282	32	1	305	112	3
Operating income	**7,468**	**8,163**	**205**	**13,978**	**15,028**	**378**
Other income, net	471	743	19	979	1,734	44
Equity in earnings of affiliates **4**	92	84	2	157	171	4
Income before income taxes, minority interest and cumulative effect of change in accounting principle	**8,032**	**8,990**	**226**	**15,114**	**16,933**	**426**
Income taxes	(1,068)	(865)	(22)	(2,047)	(1,704)	(43)
Minority interest	-	(3)	(0)	-	(3)	(0)
Income before cumulative effect of change in accounting principle	**6,963**	**8,121**	**204**	**13,066**	**15,226**	**383**
Cumulative effect of change in accounting principle **5**	-	-	-	39	-	-
Net income	**Rs. 6,963**	**Rs. 8,121**	**$ 204**	**Rs. 13,105**	**Rs. 15,226**	**$ 383**
Earnings per equity share						
Basic						
Income before cumulative effect of change in accounting principle	4.89	5.60	0.14	9.19	10.50	0.26
Cumulative effect of change in accounting principle	-	-	-	0.03	-	-
Net income	4.89	5.60	0.14	9.22	10.50	0.26
Diluted						
Income before cumulative effect of change in accounting principle	4.83	5.57	0.14	9.08	10.45	0.26
Cumulative effect of change in accounting principle	-	-	-	0.03	-	-
Net income	4.83	5.57	0.14	9.10	10.45	0.26
Weighted average number if equity shares used in computing earnings per equity share:						
Basic	1,424,691,434	1,450,036,475		1,422,047,916	1,449,964,665	
Diluted	1,442,389,536	1,457,139,183		1,439,517,160	1,457,512,260	

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 (note 8) (unaudited)	-	-	-	-	-	(1,675)	-	-	(1,675)
Issuance of equity shares on exercise of options (unaudited)	261,519	1	91	-	-	-	-	-	92
Compensation cost related to employeee stock incentive plan (note 5) (unaudited)	-	-	624	-	-	-	-	-	624
Compehensive Income									
Net income (unaudited)	-	-	-	15,226	-	15,226	-	-	15,226
Other comprehensive income/(loss)									
Translation adjustments (unaudited)	-	-	-	(777)	-	-	-	-	
Unrecgonised actuarial loss (net of tax effect of Rs. (0.06)) (unaudited)	-	-	-	5	-	-	-	-	
Unrealised gain on investment securities, net (net of tax effect of Rs. (81)) (unaudited)	-	-	-	(161)	-	-	-	-	
Unrealised gain on cash flow hedging derivatives, net (note 2) (unaudited)	-	-	-	602	-	-	-	-	
Total other comprehensive income/(loss) (unaudited)				(330)	(330)	-	-	-	(330)
Comprehensive income (unaudited)				14,896					
Balance as of September 30, 2007 (unaudited)	1,459,261,169	Rs. 2,919	Rs. 25,223		Rs. (236)	Rs. 87,499	(7,961,760)	Rs. (0)	Rs. 115,403
Balance as of September 30, 2007 ($) (unaudited)		$ 73	$ 635		$ (6)	$ 2,201		$ (0)	$ 2,903

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

	Six Months ended September 30,		
	2006	2007	2007
	(unaudited)	(unaudited)	Convenience translation into US$ (unaudited)
Cash flows from operating activities:			
Net income	Rs. 13,105	Rs. 15,226	$ 383
Adjustments to reconcile net income to net cash provided by operating activities:			
Gain on sale of property, plant and equipment	(5)	(165)	(4)
Cumulative effect of change in accounting principle	(39)	-	-
Depreciation and amortization	2,044	2,646	67
Deferred tax charge/(benefit)	(52)	(56)	(1)
Unrealised exchange (gain) / loss	354	(1,128)	(28)
Gain on sale of investments securities	(175)	(550)	(14)
Amortization of stock compensation	548	624	16
Changes in operating assets and liabilities:			
Accounts receivable	(3,387)	(1,560)	(39)
Costs and earnings in excess of billings on contracts in progress	(1,103)	(2,703)	(68)
Inventories	(301)	(1,186)	(30)
Other assets	(658)	(3,107)	(78)
Accounts payable	49	3,571	90
Accrued expenses and employee costs	1,446	(1,628)	(41)
Advances from customers	596	949	24
Other liabilities	1,109	1,463	37
Net cash provided by operating activities	13,372	12,225	308
Cash flows from investing activities:			
Expenditure on property, plant and equipment	(5,082)	(6,315)	(159)
Proceeds from sale of property, plant and equipment	183	323	8
Purchase of investments	(46,959)	(99,845)	(2,512)
Proceeds from sale of investments	44,569	109,536	2,756
Investments in inter-corporate deposits	-	50	1
Payment for acquisitions, net of cash acquired	(5,345)	(26,388)	(664)
Net cash used in investing activities	(12,635)	(22,639)	(570)
Cash flows from financing activities:			
Proceeds from issuance of equity shares	2,723	92	2
Proceeds from issuance of equity shares by a subsidiary	-	55	1
Repayment of borrowings / long-term debt	125	(20,102)	(506)
Proceeds of borrowings / long-term debt	(183)	40,217	1,012
Payment of cash dividends	(8,125)	(1,945)	(49)
Net cash provided by/(used in) financing activities	(5,459)	18,317	461
Net increase in cash and cash equivalents during the period	(4,721)	7,903	199
Effect of exchange rate changes on cash	7	(16)	(0)
Cash and cash equivalents at the beginning of the period	8,858	12,412	312
Cash and cash equivalents at the end of the period	Rs. 4,144	Rs. 20,299	$ 511
Supplementary information:			
Cash paid for interest	Rs. 36	Rs. 305	$ 8
Cash paid for taxes	1,760	2,674	67

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 September 28, 2007 for cable transfers in Indian rupees, as certified for customs purposes by the Federal Reserve Bank of New York of $1= Rs. 39.75. 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 September 30, 2007, a gain of Rs. 674 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

During the six month ended September 30, 2007, the Company completed the acquisition of Unza Holdings Limited ('Unza') and Infocrossing Inc. ('Infocrossing').

Unza Holdings Limited

In July 2007, the Company acquired 100% of the equity of Unza Holdings Limited ('Unza') and subsidiaries. The Company believes that Unza is one of the largest independent manufacturer and marketer of personal care products in South East Asia. Unza has operations in over 40 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 purchase price has been preliminary allocated to the acquired assets and liabilities as follows:

Description	Fair value	
Net tangible assets	Rs.	(514)
Marketing-related intangibles……….....		7,691
Deferred tax liabilities…………………		(1,407)
Goodwill		4,484
Total	Rs.	10,254

Infocrossing Inc.

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

The Company believes that acquisition of Infocrossing broadens the data center and mainframe capabilities to uniquely position the Company in the remote infrastructure management space.

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

Description	Fair value	
Net tangible assets	Rs.	(4,488)
Customer-related intangibles……….....		2,425
Deferred tax liabilities…………………		(1,019)
Goodwill		20,722
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, September 30, 2006 and September 30, 2007, was Rs. 1,120, Rs. 1,006 and Rs. 1,279 respectively. The Company's equity in the income of Wipro GE for six months ended September 30, 2006 and 2007 was Rs. 165 and Rs. 193 respectively.

WeP Peripherals

The Company previously accounted for its 36.9% interest as of June 30, 2006 in WeP by the equity method. The carrying value of the equity investment in WeP Peripherals as of September 30, 2006 was Rs. 194. 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 Peripherals is reduced to 15% and the Company does not have the ability to exercise significant influence over the operating and financial policies of WeP Peripherals. Accordingly, the Company has subsequently accounted for the balance investment of Rs. 80 under the cost method.

WM Net Serv

The Company has accounted for its 80.1% ownership 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.

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 of compensation expense for all stock-based payment awards based on the grant-date fair value of those awards. 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. 548 and Rs. 624 respectively during the six months ended September 30, 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 in the six months ended September 30, 2007.

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:

	Note	Six Months ended September 30, 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. 47,289	Rs. 4,402	Rs. 51,692	Rs. 9,355	Rs. 3,521	Rs. 1,883	Rs. -	Rs. 66,450
Exchange rate fluctuations…………………		(38)	(5)	(43)	22	2	2	16	-
Total revenues………………………………		47,252	4,397	51,649	9,377	3,523	1,885	16	66,450
Cost of revenues……………………………		(31,085)	(2,992)	(34,077)	(7,214)	(2,299)	(1,431)	(2)	(45,023)
Selling and marketing expenses ……………		(2,478)	(14)	(2,492)	(851)	(671)	(167)	(16)	(4,197)
General and administrative expenses………		(2,104)	(446)	(2,551)	(537)	(59)	(80)	(45)	(3,272)
Research and development expenses………		(128)	-	(128)	-	-	-	-	(128)
Amortization of intangible assets……………		(99)	(2)	(102)	(7)	(33)	-	-	(142)
Exchange rate fluctuations…………………		-	-	-	-	-	-	(16)	(16)
Others, net…………………………………		265	0	265	3	15	13	8	305
Operating income of segment…………….		**Rs. 11,622**	**Rs. 942**	**Rs. 12,565**	**Rs 772**	**Rs. 476**	**Rs. 221**	**Rs. (56)**	**Rs. 13,978**
Total assets of segment………………………		Rs. 53,085	Rs. 7,340	Rs. 60,424	Rs 7,579	Rs. 3,921	Rs. 2,854	Rs. 39,304	Rs. 114,082
Closing capital employed……………………		36,249	5,963	42,212	2,708	2,545	3,496	37,163	88,124
Return on capital employed…………………		69%	23%	60%	53%	49%	-	-	33%
Accounts receivable…………………………		19,165	887	20,052	3,149	676	822	-	24,699
Cash and cash equivalents and investments in liquid and short-term mutual funds…………………………………		2,251	137	2,388	254	73	(13)	34,487	37,190
Depreciation…………………………………		1,379	314	1,693	75	49	34	6	1,857
Opening capital employed ……………		30,828	10,337	41,165	3,123	1,310	2,833	31,038	79,469
Average Capital Employed………………..		33,538	8,150	41,688	2,916	1,927	3,165	34,100	83,796

Information on reportable segments is as follows:

	Six months ended September 30, 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. 56,688	Rs. 254	Rs. 5,373	Rs. 62,315	Rs. 15,338	Rs. 5,782	Rs. 5,678	Rs. -	Rs. 89,113
Exchange rate fluctuations…………………	(372)	-	(76)	(448)	45	(12)	10	405	-
Total revenues………………………………	56,316	254	5,297	61,867	15,383	5,770	5,688	405	89,113
Cost of revenues……………………………	(38,173)	(199)	(3,503)	(41,875)	(11,955)	(3,539)	(4,736)	-	(62,105)
Selling and marketing expenses ……………	(2,785)	(13)	(76)	(2,874)	(1,529)	(1,235)	(323)	(88)	(6,049)
General and administrative expenses……….	(2,738)	(20)	(524)	(3,282)	(815)	(243)	(355)	(21)	(4,715)
Research and development expenses……….	(330)	-	-	(330)	-	-	-	-	(330)
Amortization of intangible assets………….	(123)	-	(2)	(125)	(24)	(46)	(9)	-	(204)
Exchange rate fluctuations…………………	-	-	-	-	-	-	-	(794)	(794)
Others, net…………………………………	9	-	-	9	28	19	47	9	112
Operating income of segment (1)…………	**Rs. 12,176**	**Rs 22**	**Rs. 1,192**	**Rs. 13,390**	**Rs. 1,088**	**Rs. 726**	**Rs. 312**	**Rs. (489)**	**Rs. 15,028**
Total assets of segment………………………	Rs. 69,222	Rs. 28,647	Rs. 8,413	Rs. 106,282	Rs. 16,796	Rs. 22,932	Rs. 8,868	Rs. 39,857	Rs. 194,953
Accounts receivable…………………………	20,503	941	1,346	22,790	5,989	2,164	1,187	-	32,130
Cash and cash equivalents and		-							
investments in liquid and short-term		-							
mutual funds…………………………………	18,851	987	376	20,214	1,302	914	236	20,659	43,325
Depreciation…………………………………	1,738	18	316	2,072	108	77	124	10	2,392
Capital employed closing……………………	49,361	20,812	7,014	77,187	7,508	19,105	6,363	34,323	144,484
Capital employed opening…………………	47,661	-	6,456	54,117	5,718	3,094	5,659	36,661	105,249
Average capital employed………………..	48,511	10,406	6,735	65,652	6,613	11,099	6,011	35,492	124,867
Return on capital employed…………………	50%	-	35%	41%	33%	13%	-	-	24%

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	Six months ended September 30, 2006 (unaudited)	Six months ended September 30, 2007 (unaudited)
IT Services…………………………………	Rs. 473	Rs. 520
BPO Services ……………………………...	21	28
India and AsiaPac IT Services and Products	30	46
Consumer Care and Lighting ………………	9	13
Others………………………………………	7	7
Reconciling…………………………………	8	10

(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:

	Six months ended September 30, 2006 (unaudited)	Six months ended September 30, 2007 (unaudited)
India…………………………………………	Rs. 13,021	Rs. 20,926
United States…………………………...........	34,032	40,164
Europe………………………..…………….	15,384	22,262
Rest of the world……………………………..	4,013	5,761
	Rs. 66,450	Rs. 89,113