

# Result Update

## Infosys Technologies Ltd.



BSE	:	INFOSYS
NSE	:	INFOSYSTCH
Bloomberg	:	INFO IS Equity
CMP	:	Rs. 2,247
Sector	:	IT Services
View	:	Neutral with positive bias

### MARKET DATA

LISTING	NSE/ BSE
MARKET CAP (Cr.)	Rs. 1,28,766
52-WEEK HIGH	Rs. 2421
52-WEEK LOW	Rs. 1040
BETA	0.68
CURRENT PE (x)	22.0
INDUSTRY PE (x)	22.64

### PRICE PERFORMANCE (%)

Time Period	Stock	Nifty 50
1 MONTH	2.09	1.44
3 MONTH	31.68	23.03
1 YEAR	79.06	42.83

### FINANCIALS

Rs Cr.	Q1 2009	Q1 2008	Growth
<b>Income</b>	<b>5585</b>	<b>5418</b>	<b>3%</b>
Total Expenditure	3652	3624	1%
<b>EBITDA</b>	<b>1933</b>	<b>1794</b>	<b>8%</b>
Depreciation	232	177	31%
<b>Operating (EBIT)</b>	<b>1701</b>	<b>1617</b>	<b>5%</b>
Other Income	236	66	258%
<b>Profit Before Tax</b>	<b>1937</b>	<b>1683</b>	<b>15%</b>
Tax Provision	397	251	58%
<b>Net Profit</b>	<b>1540</b>	<b>1432</b>	<b>8%</b>
Basic EPS	26.86	25.02	7%
<b>EBITDA Margin</b>	<b>34.61%</b>	<b>33.11%</b>	<b>1.50%</b>
<b>Operating Margin</b>	<b>30.46%</b>	<b>29.84%</b>	<b>0.61%</b>
<b>Net Profit Margin</b>	<b>26.46%</b>	<b>26.11%</b>	<b>0.34%</b>

Infosys declared its second quarter result today. The results came in line with street expectations. The sales were around 1% above the Bloomberg consensus estimate, whereas the net profit was around 2% below, which was boosted on account of higher other income.

### RESULT HIGHLIGHTS:

- § The consolidated net sales for the quarter ended September 09 grew by 3% to Rs. 5,585 cr, this was mainly on account of strong performance of its retail segment which grew by around 20%
- § In terms of geographic breakup the revenues from the America region increased whereas from the Europe decreased compared to previous year
- § Its other income grew by a whopping 258% to Rs. 236 cr
- § Company's net profit grew by 8% to a level of Rs. 1,540 cr
- § Company's operating margin grew by around 61bps to 30.46% on account of a decrease in the selling and marketing expense & a fall in general administrative expenses
- § Company's Basic EPS grew by around 7%, to Rs. 26.86/ shares
- § Company has improved its full year EPS guidance in rupee terms from 96/share to around Rs 100 per share and has also improved its dollar EPS guidance
- § Company's balance sheet haws further strengthened with cash and cash equivalents reaching US\$2.8 bn
- § Dollar Guidance:
  - FY10 revenue seen at USD 4.6-4.62 billion, YoY decline of 1.3%-1.0%.
  - FY10 EPS seen at USD 2.09-2.1 a share, YoY decline of 7.1%-6.7%
- § Rupee Guidance:
  - FY10 revenues seen at Rs 21,961 cr-Rs. 22,055 cr, growth of 1.2% to 1.7%
  - FY10 EPS seen at Rs 99.6-100, YoY decline of 4.8% to 4.4%
  - Q3 revenues seen at Rs. 5,429 crore - Rs. 5,476 crore, YoY decline of 6.2% to 5.4%
  - Q3 EPS seen at Rs. 23.35 - Rs. 23.56, YoY decline of 18.5% to 17.8%

## Kredent Brokerage Services Limited

Member: National Stock Exchange (Cash, FO & Currency)  
Bombay Stock Exchange Limited (Cash & FO)

4, Brabourne Road ; 4<sup>th</sup> Floor ; Kolkata – 700001  
Ph: +91 033 2225 3783/4/5/6/7  
Fax :+91 033 2225 3788  
[research@kredent.com](mailto:research@kredent.com)  
[www.kredent.com](http://www.kredent.com)

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