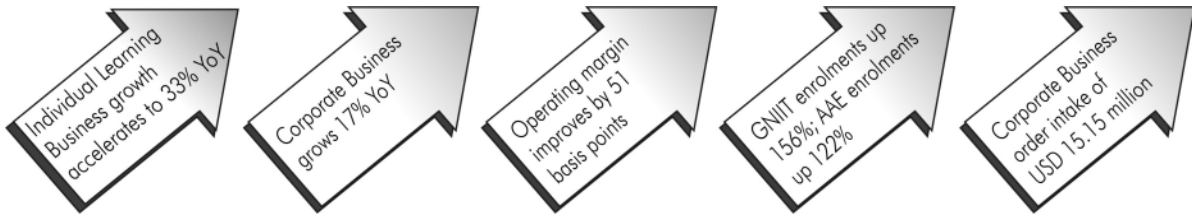


NIIT



NIIT Limited

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Unaudited Financial Results for the Quarter Ended 30th June 2006

(Rs. Lacs)

Particulars	Quarter Ended 30th June, 2006* (Limited Review)	Corresponding Quarter Ended 30th June, 2005 (Limited Review)	Previous Year Ended 31st March, 2006 (Audited)
(1)	(2)	(3)	(4)
1. Income from Operations	8,003	7,473	33,777
2. Other Income			
- Interest	108	46	204
- Others	269	666	712
3. Total Expenditure	7,171	6,991	28,821
a) (Increase)/Decrease in stock	(119)	(24)	(144)
b) Personnel Cost	2,376	1,920	8,978
c) Development, Production & Execution	2,194	2,996	11,713
d) Others	2,720	2,099	8,274
4. Interest Expenses	168	138	558
5. Depreciation	710	569	2,376
6. Profit before Taxes	331	487	2,938
7. Provision for Taxation/ Deferred Tax	(51)	72	239
- Current Tax	43	35	200
- Deferred Tax Charge/ (Benefit)	-	-	(200)
- Fringe Benefit Tax	38	37	189
- Provision/ (Write back) of tax relating to earlier years	(132)	-	50
8. Net Profit	382	415	2,699
9. Paid up Equity Share Capital (Face Value of Rs. 10 each)	1,932	1,932	1,932
10. Reserves			26,751
11. Earnings per share (Rs.) - (not to be annualised)			
- Basic	1.98	2.15	13.97
- Diluted	1.96	2.05	13.88
12. Aggregate of Non-Promoter Shareholding			
- Number of Shares			12,731,961
- Percentage of Shareholding			65.88%

*Notes :-

- The implementation of Accounting Standard 15 (Revised 2005) Employees Benefits has resulted in an additional liability towards compensated absences up to March 31, 2006 amounting to Rs. 671 Lacs, which has been adjusted against opening reserves as on April 01, 2006 and the same stands adjusted to Rs. 26,080 Lacs. Its implementation has also resulted in increased personnel cost of Rs. 3.69 Lacs for the current quarter with a corresponding reduction in profit before tax.
- During the quarter, the Company has granted further loan of Rs. 1,165 Lacs to NIIT Education Society, a society registered under the Societies Registration Act, XXI of 1860 with Registrar of Societies, Government of NCT of Delhi.
- Development, Production and Execution expenses include course execution charges for the quarter ended June 30, 2006 amounting to Rs. 756 Lacs (Previous quarter and year, Rs.1,188 Lacs and Rs. 4,554 Lacs respectively). Other expenses includes advertisement expenses amounting to Rs. 931 Lacs for the current quarter (Previous quarter and year, Rs.708 Lacs and Rs. 2,218 Lacs respectively)
- During the quarter, the Company has acquired 5,600,000 non-convertible cumulative redeemable preference shares of par value of Rs. 10 each in the capital of Hole-in-the-Wall Education Limited, a subsidiary of the Company, for a total consideration of Rs. 100/-, from International Finance Corporation (IFC), USA.
- During the previous year the Company had issued 2.5%, 1,000 Foreign Currency Convertible Bonds of USD 10,000 each amounting to Rs. 4,379 Lacs, convertible into equity shares of the Company within 5 years from the date of issue of such bonds at a price of Rs. 200 per share. These bonds have not been restated at the closing exchange rate as at the respective period ends as these are most likely to be converted into equity shares.
- The company has approved an additional investment in NIIT USA, Inc. of USD 5.50 Million, loan of USD 2 Million and corporate guarantee to secure borrowings of USD 35 Million in the context of an international acquisition by its step down subsidiary.
- Other income includes Rs. 118 Lacs on sale of an immovable property during the quarter.
- Deferred tax assets has been recognised only to the extent of deferred tax liabilities on account of prudence.
- The sub businesses are fully aligned to global learning business of the company and the same are being viewed by the management as a single primary segment, i.e. learning business segment.
- The Company had applied for delisting from Kolkata Stock Exchange on September 10, 2004. The approval for delisting is still awaited.
- At the beginning of the quarter ended June 30, 2006, 1 complaint was pending for resolution, which was resolved during the quarter. 8 complaints were received during the quarter, out of which 7 were disposed off and 1 complaint was pending for resolution which was subsequently resolved.
- The figures of the previous quarter/ year, to the extent feasible, have been regrouped/ reclassified to conform to the current quarter's classification.
- The above results have been approved and taken on record by the Board of Directors of the Company at its meeting held on July 27, 2006.

By order of the Board
For NIIT Limited
Sd/-
Vijay K. Thadani
Whole-time Director

Place : New Delhi
Date : July 27, 2006