

Outlook for IT sector remains positive; Govt's initiatives to further bolster growth

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With revenues just \$4 billion short of \$150 billion and directly employing 3.5 million people, IT industry accounts for roughly around 8% of gross domestic product (GDP). The industry which has been tirelessly re-inventing itself for the past three decades, growing from writing basic code for monolithic mainframe machines to writing code and solutions for mobile apps in your handset, further continues to evolve over the year by prioritizing on enhancing efficiency, enabling transformation and agility and partnering for digital initiatives.

The ongoing fiscal has brought a lot of optimism in the overall Indian IT-BPM Industry on account of recent announcement made by the Government on Digital India, Make in India, Skilling India, which have been creating a renewed thrust on the domestic market.

Further, the year also has witnessed hyper-growth in the technology start-up and product landscape, with the country being ranked as the 4th largest startup hub in the world with over 3100 startups in the country.

Overall, the industry has not only transformed India's image on the global platform, but also fuelled economic growth by energizing the higher education sector (especially in engineering and computer science).

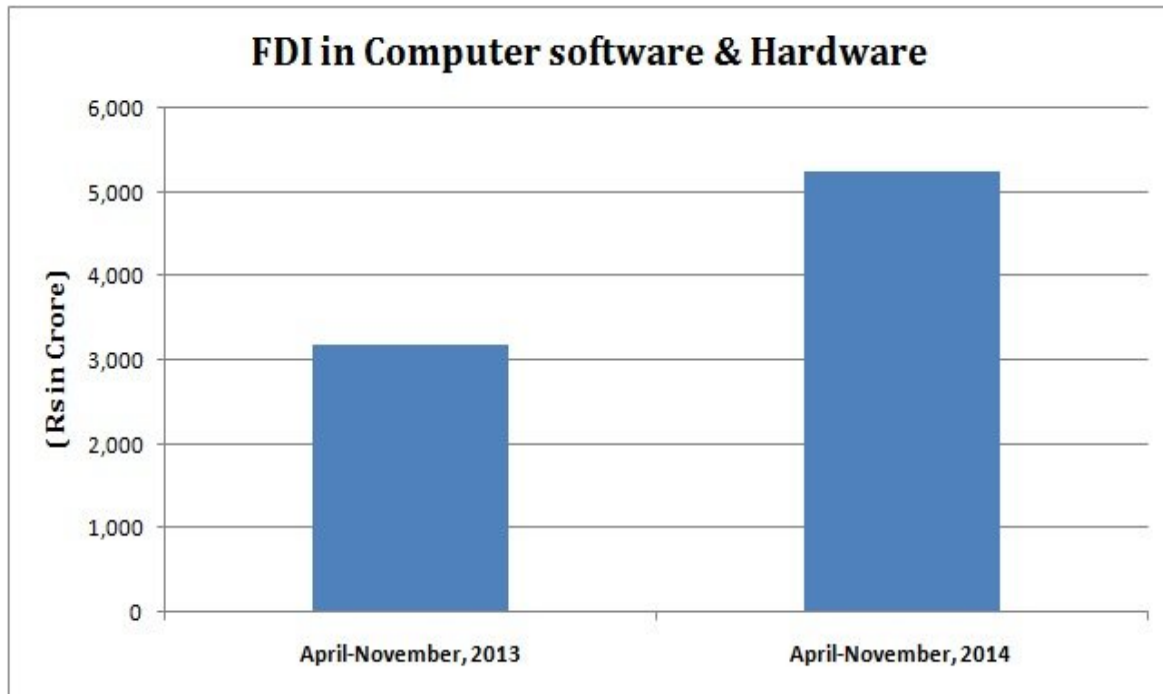
However, the Indian IT industry will have to change its game if it has to maintain its dominance in the technology field. The sector will have to depend on innovation to achieve its projected growth of \$300 billion by 2020. Creating, managing and monetizing intellectual property (IP) is expected to drive the industry in the coming decade.

Co-Relation with the Economy:

IT industry has significant co-relation with the economy. The sector, whose contribution to Indian GDP stands at 8.10%, employees about 35%-38% of total workforce and attracts around \$2.40 billion of PE/VC Investments. The Industry offsets nearly 45% of India's import bill, by contributing to 38% share in country's total exports.

Contribution in Overall FDI:

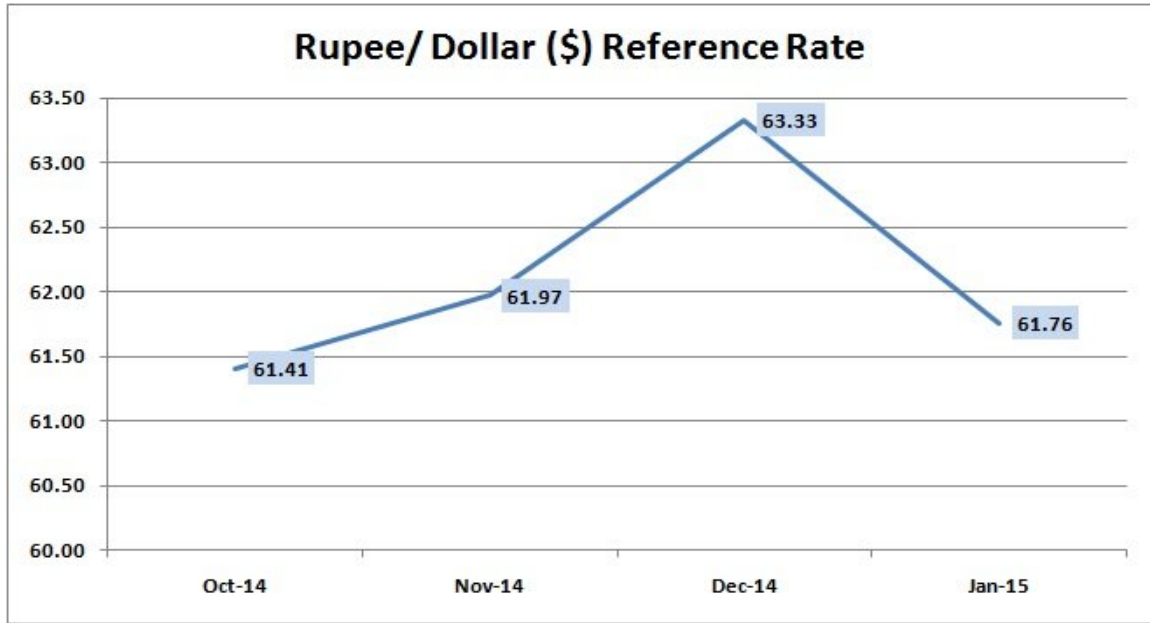
Foreign Direct Investment (FDI) in Computer Hardware and Software grew by nearly two folds at Rs 5241 crore for April-November, 2014 as compared to 3,194 crore witnessed during the same period of the previous year, the contribution to the sector in the overall FDI remained at 6%. Meanwhile, cumulative inflows of Computer Hardware and Software industry from April 2000-May 2014 stand at Rs 64,911 crore.



Interdependence on Indian Currency

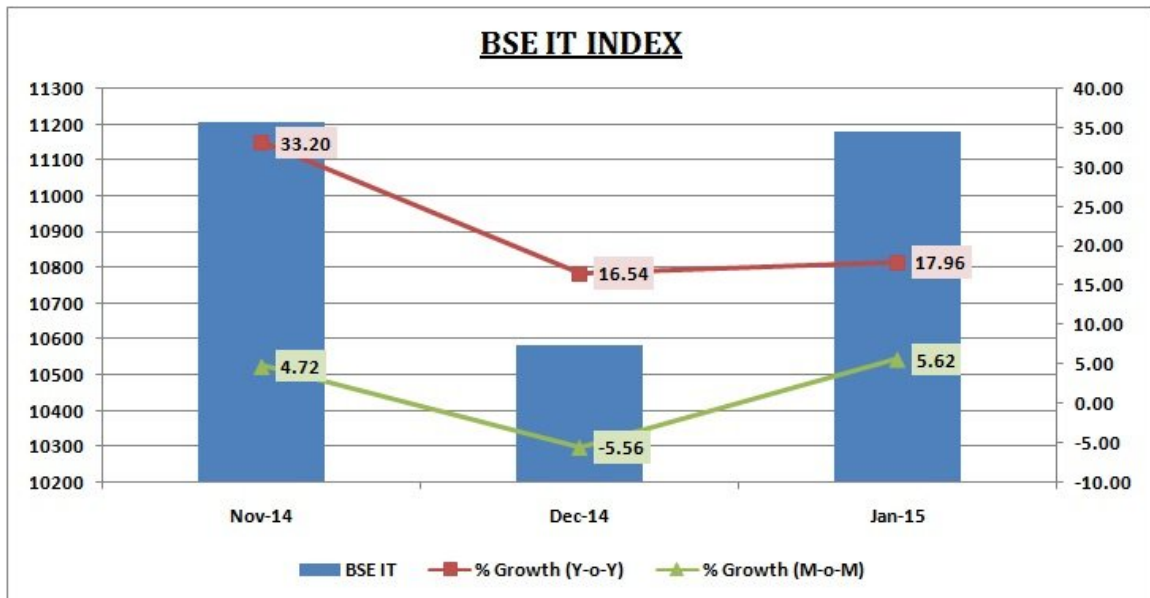
A major chunk of sector's revenue is earned in foreign currency, due to high exports, but its expenses incurred, e.g. employee salary, is in Indian rupees. Hence, rupee's momentum has significant bearing on the revenue margins of the industry. While, a weak currency might worsen the already-stressed trade deficit, it is good news for Indian software firms, most of whom derive over half of their revenue from the US. On an average, one percent point depreciation in the rupee translates into a 30-50 bps gain in operating margins for information technology (IT) companies.

Reserve bank of India has done a fairly decent job in keeping the rupee momentum steady, around '61/\$' level from the month of October to January, though for the December the Indian currency depreciated to 63/\$ level, it regained ground to 61/\$ level on sustained dollar selling by state run banks on behalf of India's central bank. India's rupee capped its longest run of losses since December as global funds pared holdings of local debt amid signs the U.S. is moving closer to raising interest rates. Higher U.S. rates reduce the allure of emerging-market assets. Additionally, a sudden gust of dollar demand from importers, mainly oil refiners, after global crude oil prices fell to near \$62 a barrel weighed on the domestic unit.



BSE IT Index Performance

The information technology (IT) sector, for long considered a safe bet, continues to perform well in light of growth of cyclical stocks as economy continues to show signs of improvement. The index, which has witnessed 5.62% on M-o-M basis for January, grew by 17.96% on Y-o-Y basis. However, the index's growth has slowed down for the month of January after IT majors posted mixed set of numbers for December quarter, which is usually considered to be a weak one.



Financial Performance of IT Sector

The earnings of major information technology (IT) companies for the quarter ended December were a mixed bag. While Infosys recorded robust growth, Tata Consultancy Services (TCS), which otherwise had been reporting stellar numbers for the past few quarters, reported subdued earnings for the December quarter.

Infosys, India's second-largest IT services provider, took the markets by surprise, reporting healthy volume growth of 4.2 per cent in a seasonally weak quarter. The company's volume growth was one of the best in three years. The biggest surprise from Infosys was the fact that it maintained its full-year forecast of seven to nine per cent growth (in constant currency terms). The company beat street estimates after it reported 4.97% growth in net profit for December quarter earnings.

TCS, India's largest IT services provider, disappointed the street by reporting subdued volume growth numbers. Though volumes grew 0.4 per cent, the company's realization for the quarter rose 2.3 per cent. The company's net profit slipped marginally by 0.11% at Rs 5,327.55 crore for December quarter.

On the flip side, Wipro's Q3 earnings exceeded street's expectation in all the parameters. India's third largest outsourcer reported a consolidated net profit of Rs 2,193 crore on consolidated sales of Rs 12,085 crore for the three months ended December 31, 2014. In dollar terms, Wipro reported a growth of 1.3 per cent sequentially, beating bigger players such as Infosys (0.8 per cent quarter-on-quarter growth in dollar revenues) and TCS (flat)

However, Q3 of a fiscal is typically a seasonally weak quarter for IT sector due to furloughs, lower number of working days and passive projects related decision-making by clients, which translates into lower billed efforts moderating the sequential growth momentum.

Consolidated Performance of IT majors for Dec'14 quarter:

	Net Sales (Rs in Crore)			OPM (%)			PAT (Rs in Crore)		
	Q3FY15	Y-o-Y (%)	Q-o-Q (%)	Q3FY15	Y-o-Y (%)	Q-o-Q (%)	Q3FY15	Y-o-Y (%)	Q-o-Q (%)
TCS	24,501.14	15.06	2.87	7,691.92	4.37	3.07	5,327.55	-0.11	1.59
Infosys	12,192.00	5.7	2.77	4,481.00	8.87	1.38	3,250.00	13.04	4.97
Wipro	12,085.10	6.73	2.28	3,271.60	7.83	4.7	2,192.80	8.84	5.18

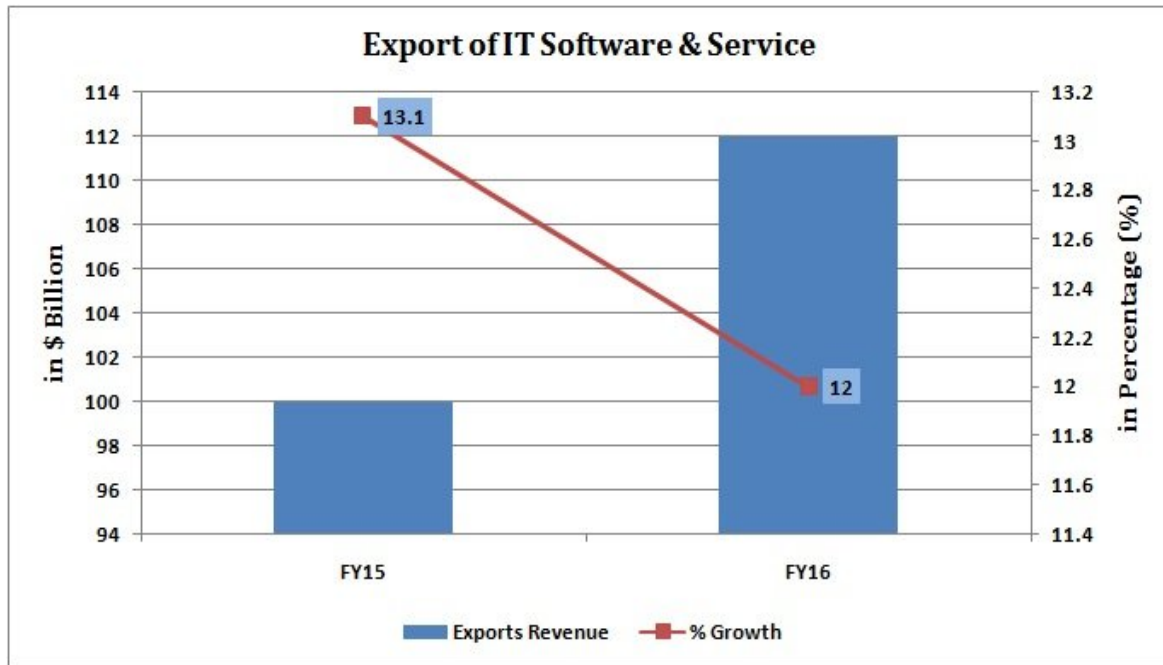
Challenges faced by the sector

Shortage of qualified engineers: A shortage of qualified engineers to tap high-end business opportunities such as mobile applications and cloud computing poses a risk to the growth prospects of India's showpiece IT outsourcing sectors in the years ahead. Hence, there is a dire need for the export-driven outsourcing industry to focus on building a large pool of skilled workforce to tap opportunities in the emerging high-end services segment.

Stumbling Exports: Software exports during FY'15 is estimated to meet its lower guidance of 13.1% at \$100 billion, with domestic revenues rising by 14% at \$48 billion, as per the figures released by National Association of Software & Service companies (Nasscom), India's IT lobby body. This domestic growth is faster than the average industry growth and is largely being driven by the booming e-Commerce segment. Stable government with a technology focused growth agenda is further boosting technology adoption in the domestic market.

Industry body has pointed that exports to USA, the largest market grew above industry average, aided by an economic revival and higher technology adoption. Meanwhile, demand from Europe remained strong during the first half of the year, but softened during the second half due to currency movements and economic challenges.

National Association of Software and Services Companies (Nasscom), however has marginally lowered its estimates for IT and back-office services exports to 12-14 per cent for the year ending March 31, 2016, as against the 13-15% estimated for 2014-15 on account of macro-economic challenges, geopolitical tensions and currency headwinds. Also, the guidance has been revised to concerns related with the economic fluctuations in Europe, China and Brazil ' regions on which a lot of hope had been pinned.



Increasing number of companies setting up in-house centers in India: For Indian software companies, which are recovering from the global economic slowdown, the next big worry that firms are facing is the threat of losing high-value projects to customers, who are incrementally setting up in-house centres in India to ensure they keep tabs on critical work involving the latest technologies.

For example, later this year, Lowe's -the second-biggest US home improvement chain with \$53 billion (Rs 3.2 lakh crore) in annual revenue will shift high-end analytics and ecommerce projects from companies, including Cognizant, Wipro and Infosys to a new centre in Bangalore. Lowe's move, which spends over \$1 billion annually on IT, reflects a growing trend of customers shifting their most important work to their own centres, leaving chores such as maintenance to Indian service providers.

High attrition rates: With attrition rates ranging between 25-40 per cent, attrition is a big challenge. Reports suggest that an average Indian call centre employee works with a company for 11 months, whereas an average UK call centre employee stays in a company for three years. Apart from a loss of skillsets, the cost of recruitment and training represent an additional expenditure for Indian IT-BPO firms.

Positives for the Sector

Government's Digital India Initiative: In a major positive for the sector, the government has committed to spend as much as Rs 1.13 trillion in the next three to five years to provide Internet connections to all citizens through an initiative called 'Digital India'. This will act as an umbrella plan to integrate and synchronize all digital initiatives including the national broadband plan and the domestic manufacturing policy.

The project will ensure that government services are available to citizens electronically and help people gain benefits from the latest information and communication technology. It also aims to ensure that all villages avail high-speed Internet at affordable rates.

The project basically aims to provide thrust to nine pillars identified as growth areas. These include broadband highways, everywhere mobile connectivity, Public Internet Access programme, e-governance, ekranti (which aims to give electronic delivery of services), information for all, electronics manufacturing, IT for jobs and early harvest programmes.

Under the Digital India programme, all central government ministries and departments will come up with their individual projects that can be delivered to public using ICT like health services, education, judicial services, etc. Government will prefer to adopt public private partnerships (PPP) wherever feasible for rolling out the programme.

'Skill India' scheme: In another positive for the sector after 'Make in India' and 'Digital India' scheme, the government is expected to come up with a revised skill development policy or the 'Skill India' scheme by March 2015. The new scheme is expected to move beyond the target of skilling 500 million youth by 2020 that was set by the UPA government.

The revised policy will also endeavor to establish the international equivalent of Indian framework on skill development with the European framework. This will facilitate mobility of workforce and is a huge positive for IT sector which is yet vastly depended on its talented pool of people for successful implementation of IT projects.

Budget FY15-16

To leverage the global competency of the information and communication technologies (ICT) and ensure a sustained growth plan, the Indian IT industry has urged the government to facilitate a favorable business ecosystem for entrepreneurs and small, medium and large enterprises

Industry Body' NASSCOM's has presented detailed budget wish-list to government

- 1) The representative body Nasscom favoured a joint government-industry effort for an early adoption and migration to digital economy and leveraging its strength for digital transformation.
- 2) It has expressed urgent need for enabling policies and speedy implementation to realize the Digital India vision
- 3) It hopes the government to address regulatory and tax challenges for startups and SMEs, difficulties in access to funds for low-asset-based firms and ambiguous software product taxation and implementation issues
- 4) NASSCOM hopes budget to extend provisions on deduction for employment and skill development under section 80JJAA of the Income Tax Act, research and development credits, include provisions like offsetting manpower training cost and deferred tax credits for startups
- 5) It wants the government to encourage taxation and wants digital transactions to be at par with the physical world in order to facilitate adoption and migration to technology-enabled platforms
- 6) The industry body wants budget to extend incentives to the industry for adoption and implementation of IT tools for efficiency enhancement, ensuring sustainability and global competitiveness.

Outlook

The outlook for IT industry, which continues to be major driver of the country's GDP, with 55% share of global sourcing market, remains to be positive and promising on account of recent announcements by the Government on 'Digital India', 'Make in India', 'Skilling India', which have created a renewed thrust for the domestic market. According to NASSCOM, the high momentum sustained by the Indian IT-BPM industry is a result of its low-cost manpower, a large and employable talent pool, customer-centric business outcomes, global delivery network, competitive infrastructure in emerging potential locations and maturity.

However, the industry also is facing host of issues such as high attrition rates, stumbling exports, shortage of quality and employable talent, rising costs in the major IT hubs among other things. Unfortunately, there is no straight jacket solution or a magic pill to resolve these issues and one of the solutions lies in government level engagements to build more partnership with the Indian IT industry. The sector would have to invest in nurturing talent so that here is stickiness and preparedness for the chosen career. Some efforts from industry associations like NASSCOM in

facilitating the industry-academia connect will go a long way in improving the employability of new talent.

Overall, there is an urgent need for IT innovation in systems, processes, outsourcing, infrastructure risk management, customer support and security. The rapidly changing nature of global business, external operating environments, manufacturing, wholesale, retailing, logistics, supply chain management, velocity of change in consumer and competitor behaviour, shifts in patterns of work, virtual teams, virtual working, collaboration tools and partnership are the key mechanisms that will accelerate innovation, change and business growth of IT sector.

Companies Financial Data In Industry

Company Name	CMP	MCAP (Rs Crore)	BOOK VALUE	DIV. YEILD %	TTM EPS	TTM PE
Oracle Financial Services Software Ltd.	3267.00	27640.38	545.35	0.00	134.27	24.33
Infosys Ltd.	2270.70	260783.61	430.71	1.39	112.55	20.17
Tata Consultancy Services Ltd.	2695.05	527886.98	247.00	1.19	104.29	25.84
Tech Mahindra Ltd.	2781.20	66754.78	447.56	0.72	96.87	28.71
HCL Technologies Ltd.	1968.25	138297.18	240.16	0.51	95.95	20.51
Sasken Communication Technologies Ltd.	209.30	446.65	213.84	15.29	82.63	2.53
Persistent Systems Ltd.	1754.60	7018.40	330.47	0.68	61.51	28.53
Mindtree Ltd.	1444.40	12094.68	236.89	0.87	60.43	23.90
Accelya Kale Solutions Ltd.	942.40	1406.65	79.36	5.20	55.26	17.05
Rolta India Ltd.	150.05	2420.74	158.88	1.50	50.68	2.96
Zensar Technologies Ltd.	724.90	3187.17	177.97	1.38	42.04	17.24
Wipro Ltd.	649.20	160284.48	144.49	1.23	34.04	19.07
Tata Elxsi Ltd.	1045.75	3256.28	97.87	0.86	31.07	33.66
NIIT Technologies Ltd.	395.20	2412.49	176.63	2.28	29.25	13.51
RS Software (India) Ltd.	218.00	559.79	80.65	1.38	25.49	8.55
Infinite Computer Solutions (India) Ltd.	217.90	875.01	133.81	1.84	25.36	8.59
Mastek Ltd.	442.50	993.10	181.47	1.02	24.77	17.87
Mphasis Ltd.	390.50	8205.99	204.52	1.79	24.14	16.18
Cyient Ltd.	552.65	6205.54	138.96	0.90	22.49	24.57
ASM Technologies Ltd.	147.70	73.85	96.82	1.90	19.91	7.42
SQS India BFSI Ltd.	616.00	649.59	106.54	1.46	17.83	34.55
Financial Technologies (India) Ltd.	181.10	834.48	613.29	4.42	17.26	10.49
ABM Knowledgeware Ltd.	139.00	139.02	83.78	1.44	17.08	8.14
Helios & Matheson Information Technology Ltd.	62.85	166.00	120.69	7.96	16.89	3.72
Elnet Technologies Ltd.	68.40	27.36	120.11	2.05	16.59	4.12
Nucleus Software Exports Ltd.	189.50	613.67	121.24	3.17	15.73	12.05
Aurionpro Solutions Ltd.	260.30	477.60	179.45	0.77	12.42	20.97

Info Edge (India) Ltd.	808.00	9713.47	135.06	0.31	12.08	66.86
Geometric Ltd.	141.80	913.59	61.55	1.41	11.77	12.04
Polaris Consulting & Services Ltd.	142.20	1420.65	71.25	4.40	11.44	12.43
Hexaware Technologies Ltd.	268.65	8084.31	34.47	3.52	10.58	25.39
Blue Star Infotech Ltd.	214.50	231.66	98.55	1.86	10.22	20.99
Sonata Software Ltd.	151.40	1592.11	36.19	2.48	9.97	15.18
KPIT Technologies Ltd.	201.00	3952.91	51.26	0.55	7.28	27.61
Saven Technologies Ltd.	12.95	14.09	19.50	0.00	6.52	1.99
Vakrangee Ltd.	129.25	6507.51	18.05	0.19	6.28	20.58
Datamatics Global Services Ltd.	76.75	452.44	69.23	1.63	6.02	12.75
R Systems International Ltd.	78.15	996.09	13.74	1.22	5.89	13.28
Saksoft Ltd.	168.90	174.98	56.66	1.48	5.57	30.33
Mindteck (India) Ltd.	63.10	158.15	65.51	1.58	4.89	12.90
Cura Technologies Ltd.	14.00	13.38	78.47	0.00	3.93	3.56
Axiscades Engineering Technologies Ltd.	273.00	939.63	25.31	0.00	3.91	69.79
Jeevan Scientific Technology Ltd.	21.50	12.99	5.55	0.00	3.70	5.81
Odyssey Technologies Ltd.	81.45	72.20	9.81	0.00	3.67	22.18
Cybertech Systems & Software Ltd.	35.65	95.53	28.36	2.81	3.45	10.32
Intense Technologies Ltd.	57.80	111.44	29.29	0.00	2.88	20.09
Atishay Infotech Ltd.	25.00	21.96	20.09	2.40	2.62	9.54
Onward Technologies Ltd.	47.30	68.85	29.67	0.00	2.62	18.09
Ram Info Ltd.	35.30	22.17	11.58	0.00	2.53	13.94
Vedavaag Systems Ltd.	12.00	11.73	31.28	0.00	2.21	5.42
CG-VAK Software & Exports Ltd.	32.95	16.67	16.80	1.52	2.13	15.47
Tera Software Ltd.	37.95	47.48	56.19	2.11	1.94	19.59
Sankhya Infotech Ltd.	15.95	17.94	63.69	0.00	1.91	8.34
Cigniti Technologies Ltd.	450.00	1113.26	81.67	0.00	1.70	264.31
Dynacons Systems & Solutions Ltd.	12.30	7.29	28.74	0.00	1.54	8.01
WEP Solutions Ltd.	13.60	31.28	12.55	3.68	1.42	9.60
Panoramic Universal Ltd.	11.83	91.97	19.04	4.23	1.42	8.36
Kellton Tech Solutions Ltd.	48.55	202.64	9.34	0.00	1.12	43.49
Birla Shloka Edutech Ltd.	3.06	6.41	49.60	0.00	0.96	3.19
Ace Software Exports Ltd.	13.54	6.34	32.99	0.00	0.92	14.67
Danlaw Technologies India Ltd.	22.50	8.37	61.95	0.00	0.90	25.06
GSS Infotech Ltd.	28.45	48.19	174.65	0.00	0.76	37.44
Cambridge Technology Enterprises Ltd.	13.65	26.80	7.31	0.00	0.62	21.86
VJIL Consulting Ltd.	8.28	6.51	-4.71	0.00	0.60	13.84
Trigyn Technologies Ltd.	40.80	120.04	55.58	0.00	0.60	68.40
PFL Infotech Ltd.	681.50	509.63	10.72	0.00	0.56	0.00
Mahaveer Infoway Ltd.	7.18	3.96	13.77	0.00	0.55	13.05
Ramco Systems Ltd.	606.75	1479.90	104.36	0.00	0.52	0.00
Aqua Pumps Infra Ventures Ltd.	27.95	42.28	21.30	0.00	0.46	60.58
Eco Recycling Ltd.	51.85	90.96	17.50	0.00	0.44	117.67
Palred Technologies Ltd.	16.90	65.97	22.62	171.60	0.43	38.85

B2B Software Technologies Ltd.	10.45	12.11	4.07	0.00	0.42	24.86
Take Solutions Ltd.	138.00	1689.12	26.09	0.72	0.40	342.48
Nihar Info Global Ltd.	12.22	12.71	10.19	0.00	0.35	34.45
Ajel Ltd.	3.52	4.10	10.55	0.00	0.33	10.79
Citizen Infoline Ltd.	4.59	2.48	11.65	0.00	0.31	14.92
Cybermate Infotek Ltd.	0.64	4.64	15.51	0.00	0.24	2.62
ObjectOne Information Systems Ltd.	11.40	11.98	12.49	0.00	0.21	53.26
Twinstar Industries Ltd.	1.25	2.81	10.22	0.00	0.15	8.18
Valuemart Info Technologies Ltd.	0.52	3.28	4.34	0.00	0.14	3.59
Parle Software Ltd.	15.00	21.00	14.07	0.00	0.13	112.90
CNI Research Ltd.	10.12	105.25	1.98	0.00	0.09	118.66
Megasoft Ltd.	5.32	23.55	39.31	0.00	0.08	69.27
Indo Pacific Projects Ltd.	0.65	6.53	3.40	0.00	0.07	8.75
Svam Softwares Ltd.	0.63	1.06	11.57	0.00	0.07	9.42
Indian Infotech & Software Ltd.	0.61	61.21	2.49	0.00	0.04	15.77
Goldstone Technologies Ltd.	5.81	10.91	32.66	0.00	0.03	191.45
PS IT Infrastructure & Services Ltd.	86.75	4663.68	1.05	0.00	0.02	0.00
IKF Technologies Ltd.	0.86	37.03	3.33	0.00	0.02	38.86
T Spiritual World Ltd.	0.85	1.70	13.11	0.00	0.02	38.64
Pine Animation Ltd.	38.35	1062.30	0.94	0.00	0.02	0.00
Virgo Global Media Ltd.	1.46	1.53	0.29	0.00	0.02	73.03
Info-Drive Software Ltd.	0.84	37.88	2.22	0.00	0.02	43.79
USG Tech Solutions Ltd.	3.41	13.44	10.02	0.00	0.02	216.78
Sterling International Enterprises Ltd.	6.14	166.64	35.86	0.00	0.01	712.14
Integrated Hitech Ltd.	3.70	3.70	10.78	0.00	0.01	528.81
Kashyap Tele-Medicines Ltd.	0.65	3.10	0.45	0.00	0.00	155.10
Venus Universal Ltd.	0.29	1.46	1.69	0.00	0.00	104.05
BLS Infotech Ltd.	0.23	10.07	0.95	0.00	0.00	0.00
Shreejal Info Hubs Ltd.	4.19	31.43	0.92	0.00	0.00	0.00
E.Com Infotech (India) Ltd.	16.10	8.09	10.10	0.00	0.00	0.00
Cressanda Solutions Ltd.	10.55	320.27	0.97	0.00	-0.01	0.00
Lee & Nee Softwares (Exports) Ltd.	2.91	16.23	9.55	0.00	-0.01	0.00
FCS Software Solutions Ltd.	0.31	55.79	3.33	0.00	-0.01	0.00
Hit Kit Global Solutions Ltd.	0.31	1.15	2.64	0.00	-0.01	0.00
Luminaire Technologies Ltd.	1.51	44.38	0.87	0.00	-0.01	0.00
Indo-City Infotech Ltd.	3.69	3.84	12.82	0.00	-0.01	0.00
BITS Ltd.	0.18	2.01	3.23	0.00	-0.02	0.00
Avance Technologies Ltd.	0.24	47.57	1.63	0.00	-0.02	0.00
Astro Bio Systems Ltd.	0.95	1.64	7.36	0.00	-0.03	0.00
Advent Computer Services Ltd.	3.11	5.06	9.47	0.00	-0.03	0.00
Sanmit Infra Ltd.	5.23	5.18	6.59	0.00	-0.03	0.00
CTIL Ltd.	1.59	4.89	15.10	0.00	-0.05	0.00
Goplee Infotech Ltd.	1.07	1.12	8.72	0.00	-0.09	0.00
Seshachal Technologies Ltd.	2.92	2.03	0.88	0.00	-0.10	0.00

S Kumars Online Ltd.	3.00	8.59	-3.24	0.00	-0.17	0.00
Archana Software Ltd.	1.52	0.92	4.15	0.00	-0.19	0.00
Usha Martin Education & Solutions Ltd.	3.48	9.19	7.70	0.00	-0.21	0.00
Quest Softech (India) Ltd.	5.90	5.90	4.54	0.00	-0.24	0.00
HOV Services Ltd.	162.40	203.23	68.20	0.00	-0.26	0.00
Virinchi Technologies Ltd.	28.25	50.81	50.33	0.00	-0.29	0.00
Centerac Technologies Ltd.	2.00	2.21	1.25	0.00	-0.30	0.00
Tutis Technologies Ltd.	3.21	5.38	22.23	0.00	-0.30	0.00
Commex Technology Ltd.	1.57	24.35	8.19	8.92	-0.36	0.00
VCU Data Management Ltd.	30.55	47.35	16.82	0.00	-0.37	0.00
Firstobject Technologies Ltd.	8.00	8.32	34.79	0.00	-0.60	0.00
Allied Digital Services Ltd.	22.65	104.61	147.88	0.00	-0.61	0.00
SMS Techsoft (India) Ltd.	0.08	2.80	0.29	0.00	-0.69	0.00
Accel Frontline Ltd.	74.90	222.92	40.05	0.00	-0.69	0.00
Secure Earth Technologies Ltd.	2.74	19.76	9.34	0.00	-0.71	0.00
Genesys International Corporation Ltd.	58.30	177.51	62.51	0.21	-0.76	0.00
Aurum Soft Systems Ltd.	1.94	12.63	4.20	0.00	-0.82	0.00
STG Lifecare Ltd.	2.60	3.86	5.88	0.00	-0.92	0.00
Lycos Internet Ltd.	32.80	1562.10	12.72	0.00	-0.93	0.00
Aftek Ltd.	5.95	65.56	38.91	0.00	-0.95	0.00
Tanla Solutions Ltd.	17.45	177.08	60.70	0.00	-0.96	0.00
Popular Estate Management Ltd.	11.57	16.20	19.67	0.00	-1.01	0.00
Ontrack Systems Ltd.	2.26	4.37	13.86	0.00	-1.28	0.00
Melstar Information Technologies Ltd.	5.85	8.36	5.86	0.00	-1.29	0.00
Quintegra Solutions Ltd.	1.10	2.95	-45.17	0.00	-1.44	0.00
Bharatiya Global Infomedia Ltd.	3.28	5.20	54.21	0.00	-1.53	0.00
Ranklin Solutions Ltd.	2.09	2.52	25.59	23.92	-1.70	0.00
Asit C Mehta Financial Services Ltd.	52.50	26.00	17.22	0.00	-1.77	0.00
Zen Technologies Ltd.	61.00	470.68	10.74	0.16	-2.49	0.00
Dion Global Solutions Ltd.	87.00	280.38	74.08	0.00	-2.77	0.00
Prism Informatics Ltd.	14.05	35.04	18.86	0.00	-2.99	0.00
Subex Ltd.	10.31	186.94	14.47	0.00	-3.17	0.00
IZMO Ltd.	27.20	32.91	135.17	0.00	-3.71	0.00
8K Miles Software Services Ltd.	707.00	724.26	22.21	0.00	-4.00	0.00
Onmobile Global Ltd.	84.65	973.29	68.73	1.77	-4.31	0.00
Kernex Microsystems (India) Ltd.	51.55	64.44	98.97	0.00	-4.69	0.00
Encore Software Ltd.	7.30	4.72	-40.42	0.00	-4.96	0.00
Prithvi Information Solutions Ltd.	1.11	3.84	118.57	0.00	-5.86	0.00
Visu International Ltd.	0.65	2.49	0.32	0.00	-6.48	0.00
Accentia Technologies Ltd.	2.71	6.06	82.28	0.00	-8.81	0.00
Cranes Software International Ltd.	3.53	41.57	-7.55	0.00	-9.57	0.00
Starcom Information Technology Ltd.	301.10	150.57	1.00	0.00	-12.06	0.00



Sector Outlook - IT

3I Infotech Ltd.	7.95	472.90	-1.60	0.00	-13.08	0.00
Bartronics India Ltd.	12.61	42.94	70.56	0.00	-17.24	0.00
Acropetal Technologies Ltd.	3.19	12.41	46.37	0.00	-27.97	0.00
Core Education & Technologies Ltd.	10.12	115.86	72.66	0.00	-46.86	0.00
Net 4 India Ltd.	3.84	7.70	-46.12	0.00	-58.95	0.00
HealthFore Technologies Ltd.	29.05	23.62	-459.11	0.00	-64.39	0.00
Omnitech Infosolutions Ltd.	8.01	12.02	54.24	0.00	-100.71	0.00
Zylog Systems Ltd.	6.02	35.51	9.66	0.00	-114.78	0.00
ICSA (India) Ltd.	3.98	19.16	-165.45	0.00	-116.58	0.00
Glodyne Technoserve Ltd.	2.70	12.19	-64.60	0.00	-150.34	0.00
Intellect Design Arena Ltd.	113.20	1132.55	3.14	0.00		

Sorted with TTM EPS (High to Low)

Source – Ace Equity

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