

Infosys Clarifies Opinion on Taxability

Bangalore, India – February 26, 2000 – Infosys Technologies Limited (NASDAQ: INFY) today clarified that its top management is of the unanimous opinion that every industry should contribute to the country's exchequer when it reaches a critical mass. The top management at Infosys believes that the Indian software industry has reached this stage. However, this view may not necessarily be shared by the Indian software industry.

Clarifying on the conflicting reports appearing in the media, Mr. N. R. Narayana Murthy, Chairman and Chief Executive Officer, Infosys Technologies Limited, and Mr. Nandan M. Nilekani, Managing Director, President & Chief Operating Officer, said: "We are of the opinion that once a particular industry reaches a critical level of maturity, then it should pay taxes and have the same regime and benefits as other industries."

About Infosys Technologies Limited

Infosys Technologies Ltd. is a publicly held company and a world leader in providing IT consulting to Fortune 1000 and growing dot-com companies. Infosys offers services including consulting, architecture, application development (on a fixed time and fixed fee basis), e-Commerce and Internet consulting and software maintenance. The company employs more than 5,000 people worldwide and is ISO 9001 and SEI-CMM Level 5 certified.

By using a Global Delivery Model, Infosys leverages talent and infrastructure in different parts of the world to provide high quality, rapid time to market solutions. Infosys' US headquarters is located in Fremont, California; the company also maintains offices throughout the US, Europe and Asia. For more information, contact Infosys Technologies at 080-852 0261 or visit Infosys on the World Wide Web at www.itlinfosys.com.

Safe Harbor

Except for the historical information and discussions contained herein, statements included in this release may constitute "forward-looking statements". These forward-looking statements involve a number of risks, uncertainties and other factors that could cause actual results to differ materially from those that may be projected by these forward looking statements. These risks and uncertainties include, but are not limited to competition, acquisitions, attracting, recruiting and retaining highly skilled employees, technology, law and regulatory policy and managing risks associated with customer projects as well as other risks detailed in the reports filed by Infosys Technologies Limited with the Securities and Exchange Commission, U.S.A. Infosys undertakes no obligation to update forward-looking statements to reflect events or circumstances after the date thereof.