

Sexual harassment lawsuit against Phaneesh Murthy and Infosys Technologies Limited settled

Bangalore, India – November 24, 2004: Mr. N. R. Narayana Murthy, Chairman and Chief Mentor of Infosys Technologies Limited (NASDAQ: INFY) today said:

“Infosys has learnt that the sexual harassment lawsuit filed by Ms. Jennifer Griffith, a former employee, against the Company and Mr. Phaneesh Murthy, a former director, has been settled by Mr. Phaneesh Murthy and Ms. Griffith, shortly before the October 29, 2004 trial date set for the lawsuit’s trial. Infosys has now learnt that the settlement agreement was recently signed by the parties to the settlement agreement – Mr. Phaneesh Murthy and Ms. Griffith.

Infosys did not contribute any money to the settlement and was not a signatory to the settlement agreement. However, Infosys has learnt from its insurers’ counsel that the settlement releases Infosys from all claims and liabilities alleged in the lawsuit.

Infosys learnt from its insurers’ counsel that the insurers contributed US\$400,000 towards the settlement and this represented 50% of the total settlement payments. The remaining 50% contribution was paid by Mr. Phaneesh Murthy, since Infosys refused to make any contributions to the settlement.

As previously stated the Company has retained all rights against Mr. Phaneesh Murthy and did not release him from any claims it may have against him.”

Mr. Narayana Murthy added “I am glad that we stood by our objective of not contributing to the settlement of this sexual harassment case involving Phaneesh Murthy.”

About Infosys Technologies Limited

Infosys is a leading global technology services firm founded in 1981. Infosys provides end-to-end business solutions that leverage technology for its clients across the entire software life cycle: consulting, design, development, re-engineering, maintenance, system integration, package evaluation and implementation. In addition, Infosys offers software products to the banking industry, as well as business process management services through its majority-owned subsidiary, Progeon. For more information, contact V. Balakrishnan at +91 (80) 2852 0440 in India or visit us on the World Wide Web at www.infosys.com.

Safe Harbor

Certain statements in this release concerning our future growth prospects are forward-looking statements, which involve a number of risks and uncertainties that could cause actual results to differ materially from those in such forward-looking statements. The risks and uncertainties relating to these statements include, but are not limited to, risks and uncertainties regarding fluctuations in earnings, our ability to manage growth, intense competition in IT services including those factors which may affect our cost advantage, wage increases in India, our ability to attract and retain highly skilled professionals, time and cost overruns on fixed-price, fixed-time frame contracts, client concentration, restrictions on immigration, industry segment concentration, our ability to manage our international operations, reduced demand for technology in our key focus areas, disruptions in telecommunication networks or system failures, our ability to successfully complete and integrate potential acquisitions, liability for damages on our service contracts, the success of the companies in which Infosys has made strategic investments, withdrawal of governmental fiscal incentives, political instability and regional conflicts, legal restrictions on raising capital or acquiring companies outside India, and unauthorized use of our intellectual property and general economic conditions affecting our industry. Additional risks that could affect our future operating results are more fully described in our United States Securities and Exchange Commission filings including our Annual Report on Form 20-F for the fiscal year ended March 31, 2004 and on Form 6-K for the quarters ended June 30, 2004 and September 30, 2004. These filings are available at www.sec.gov. Infosys may, from time to time, make additional written and oral forward-looking statements, including statements contained in the company’s filings with the Securities and Exchange Commission and our reports to shareholders. The company does not undertake to update any forward-looking statements that may be made from time to time by or on behalf of the company.