



3i INFOTECH LIMITED

**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE QUARTER ENDED JUNE 30, 2009**

R.G.N. Price & Co.
Simpsons' Buildings
861, Anna Salai
Chennai – 600 002.
email: price@vsnl.com

Lodha & Company
6, Karim Chambers
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Mumbai - 400 001.
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AUDITORS' REPORT

To
The Board of Directors of 3i Infotech Limited

1. We have audited the attached Consolidated Balance Sheet of 3i Infotech Limited (the 'Parent Company'), its subsidiaries, Joint Venture and Associate collectively referred to as 'the 3i Infotech Group' as at June 30, 2009, the Consolidated Profit & Loss Account and also the Consolidated Cash Flow Statement for the quarter ended on that date annexed thereto. These Financial Statements are the responsibility of the Parent Company's management and have been prepared by them on the basis of separate financial statements and other financial information regarding components. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes, examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall consolidated financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. a) The financial statements of 2 subsidiaries, whose financial statements reflects total assets of Rs.553.13 crores as at June 30, 2009 and total revenue of Rs. 161.95 crores quarter ended on June 30, 2009 respectively have been jointly audited with other auditor.

b) We have not audited the financial statements of:

30 subsidiaries included in the consolidated quarterly financial results whose consolidated financial statements reflect total assets of Rs.2121.46 crores as at June 30, 2009; as well as the total revenue for the quarter ended June 30, 2009 of Rs.225.84 crores. Other auditors whose reports have been furnished to us have audited these financial statements and other financial information, and our opinion is based solely on the report of such other auditors.
4. a) *The financial statements of a subsidiary in Cyprus and a joint venture in China, whose financial statements reflect total assets of Rs 41.82 crores as at June 30, 2009 and total revenue of Rs. 0.81 crores for the quarter ended on June 30, 2009 have not been audited. Our opinion is solely based on the management certificate provided to us.*

b) *Financials of an associate in Egypt, in which the Company has invested a sum of Rs.3.25 crores, has not been consolidated in view of the financials being under preparation. The management is of the opinion that the impact of the same on the said consolidated financials is insignificant.*

5. We report that the consolidated financial statements have been prepared by the Parent Company's management in accordance with the requirements of the Accounting Standards (AS) 21 - Consolidated Financial Statements, (AS) 23 - Accounting for Investments in Associates and AS 27 - Reporting of Interests in Joint Ventures prescribed by Companies (Accounting Standards) Rules, 2006 as amended from time to time.
6. *Subject to the matter referred to in paragraph 4 (a) & (b) above*, based on our audit and on consideration of reports of other auditors on separate financial statements and on the other financial information of the components and to the best of our information and according to the explanations given to us, we are of the opinion that the attached Consolidated Financial Statements read together with notes appearing in Schedule XIII of Significant Accounting Policies and Notes to Accounts give a true and fair view in conformity with the accounting principles generally accepted in India:
- (i) in the case of Consolidated Balance Sheet, of the state of affairs of the 3i Infotech Group as at June 30, 2009;
 - (ii) in the case of Consolidated Profit and Loss account, of the profit of the 3i Infotech Group for the quarter ended on that date; and
 - (iii) in the case of Consolidated Cash Flow Statement, of the cash flows of the 3i Infotech Group for the quarter ended on that date.

For R.G.N. Price & CO.
Chartered Accountants

For LODHA & CO.
Chartered Accountants

S. Krishnan
Partner
Membership No. 10962
Mumbai
July 28, 2009

R.P. Baradiya
Partner
Membership No. 44101
Mumbai
July 28, 2009

3i INFOTECH LIMITED
CONSOLIDATED BALANCE SHEET AS AT JUNE 30, 2009

Rs. in Crores

	Schedule	As at June 30, 2009	As at June 30, 2008	As at March 31, 2009
I. SOURCES OF FUNDS				
1. Shareholders' Funds :				
A. Share Capital	I	230.85	230.65	230.75
B. Reserves and Surplus	II	835.91	566.64	806.26
		<u>1,066.76</u>	<u>797.29</u>	<u>1,037.01</u>
2. Minority Interest				
	III	18.63	9.99	21.16
3. Loan Funds :				
A. Secured Loans	IV	1,039.40	581.09	939.37
B. Unsecured Loans	V	1,114.96	1,284.10	1,262.67
		<u>2,154.36</u>	<u>1,865.19</u>	<u>2,202.04</u>
4 Premium payable on Redemption of FCCB				
		101.00	64.12	109.45
		<u>3,340.75</u>	<u>2,736.59</u>	<u>3,369.66</u>
II. APPLICATION OF FUNDS				
1. Goodwill arising on consolidation				
		1,691.66	1,480.03	1,700.40
2. Fixed Assets :				
A. Gross Block	VI	807.13	468.92	799.73
B. Less : Depreciation		257.24	168.39	233.01
C. Net Block		549.89	300.53	566.72
D. Capital Work-in-Progress		164.17	91.60	125.65
		<u>714.06</u>	<u>392.13</u>	<u>692.37</u>
3. Investments				
	VII	9.17	6.53	3.60
4. Deferred Tax Asset (net)				
		46.43	38.12	38.61
5. Current Assets, Loans and Advances				
A. Current Assets :				
a. Inventories		6.49	8.69	11.06
b. Sundry Debtors		471.59	373.89	483.10
c. Unbilled Revenues		305.27	320.82	277.36
d. Cash and Bank Balances		156.64	283.71	319.61
		<u>939.99</u>	<u>987.11</u>	<u>1,091.13</u>
B. Loans and Advances				
		467.12	261.70	331.54
		<u>1,407.11</u>	<u>1,248.81</u>	<u>1,422.67</u>
Less: Current Liabilities and Provisions :				
A. Current Liabilities				
	IX	464.41	361.30	426.83
B. Provisions				
		63.27	67.73	61.16
		<u>527.68</u>	<u>429.03</u>	<u>487.99</u>
Net Current Assets		<u>879.43</u>	<u>819.78</u>	<u>934.68</u>
		<u>3,340.75</u>	<u>2,736.59</u>	<u>3,369.66</u>
Significant Accounting Policies and Notes to Accounts				
	XIII			

Schedules referred to above form an integral part of the financial statements

As per our attached report of even date
For Lodha & Company
Chartered Accountants

For R.G.N. Price & Co.
Chartered Accountants

For and on behalf of the Board

V Srinivasan
Managing Director & CEO

Dileep C. Choksi
Director & Chairman of
Audit Committee

R P Baradiya
Partner
Membership No : 44101

S Krishnan
Partner
Membership No. 10962

Amar Chintopanth
Executive Director and CFO

Shivanand R Shettigar
Company Secretary

Mumbai, July 28, 2009

3i INFOTECH LIMITED
CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE QUARTER ENDED JUNE 30, 2009.

Rs. in Crores

Schedule	For the quarter ended June 30, 2009	For the quarter ended June 30, 2008	For the year ended March 31, 2009
INCOME:			
Income from Operations	597.76	468.47	2,285.64
Other Income	4.38	3.15	19.06
Total Income	602.14	471.62	2,304.70
EXPENDITURE:			
Operating, Selling & other expenses	478.71	377.33	1,851.22
Total Expenditure	478.71	377.33	1,851.22
Profit before interest, depreciation and amortisation	123.43	94.29	453.48
Interest	34.19	18.04	94.95
Depreciation and amortisation	28.58	11.82	70.06
Profit Before Taxation	60.66	64.43	288.47
Provision for Taxes			
- Deferred Taxes (net)	(8.36)	2.08	4.23
- Current Taxes	12.46	8.30	38.33
- Fringe Benefit Tax	0.60	0.53	2.33
- Mat Credit Entitlement	(6.91)	(4.71)	(23.30)
- Pertaining to earlier years written off	(0.06)	0.13	0.46
Profit After Taxation & Before Exceptional items	62.93	58.10	266.42
Add : Exceptional Income (Refer Note no.2.5(a))	29.19	-	77.05
(Less) : Exceptional expenditure (Refer Note no.2.5 (b))	(1.32)	-	(51.09)
Profit After Exceptional Items	90.80	58.10	292.38
Add: Share of profit in Associate	-	-	0.25
Less: Minority Shareholders' Interest	4.05	(0.55)	10.62
Net Profit After Minority Interest	86.75	58.65	282.01
Earnings per Share			
Equity shares, par value Rs 10 each			
Before Exceptional items			
Basic (Rs.)	4.36	4.35	19.02
Diluted (Rs.)	4.33	4.19	19.02
After Exceptional items			
Basic (Rs.)	6.49	4.35	21.01
Diluted (Rs.)	6.45	4.19	21.01

Significant Accounting Policies and Notes to Accounts XIII

Schedules referred to above form an integral part of the financial statements

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For Lodha & Company
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Amar Chintopanth
Executive Director and CFO

Shivanand R Shettigar
Company Secretary

Mumbai, July 28, 2009

3i INFOTECH LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE QUARTER ENDED JUNE 30, 2009.

Rs. in Crores

	For the quarter ended June 30, 2009	For the quarter ended June 30, 2008	For the year ended March 31, 2009
A Cash Flow from Operating Activities :			
Profit before Taxation & Exceptional items	60.66	64.43	288.47
<i>Adjustments for:</i>			
Depreciation / Amortization	28.58	11.82	70.06
Foreign Exchange loss / (gain)	0.03	(1.29)	(8.31)
Loss / (Profit) on sale / discarding of fixed assets	0.27	0.00	1.04
Dividend Income	(0.04)	(0.06)	(0.29)
Interest earned	(0.54)	(0.67)	(2.00)
Interest Paid	34.19	18.04	94.95
Credit balances / excess provision written back (net)	(1.50)	-	-
Provision for doubtful debts	5.27	5.43	18.38
Share of profit in Associate	-	-	0.25
Impairment of acquired software & losses on foreclosure of contracts	-	-	15.21
Operating Profit before Working Capital Changes	126.92	97.70	477.76
<i>Adjustments for:</i>			
Trade and Other Receivables	(45.40)	(128.62)	(260.75)
Inventories	4.56	(8.69)	(11.06)
Trade Payables and Other Liabilities	76.17	125.49	364.04
	35.33	(11.82)	92.23
Cash generated from Operations	162.25	85.88	569.99
Income Taxes (including FBT (paid) / refund received)	(26.27)	(7.98)	(46.09)
Net cash from Operating Activities - A	135.98	77.90	523.90
B Cash Flow from Investing Activities :			
Acquisitions / earnout paid during the period	(97.76)	(415.46)	(572.22)
Purchase of fixed assets(including Capital Work-in-Progress & advances)	(79.28)	(172.31)	(485.98)
Sale / write off of fixed assets	(0.00)	-	14.53
Purchase of Investments / application money	(5.57)	(33.89)	(146.87)
Sale of Investments	-	31.04	147.19
Dividend received	0.04	0.06	0.29
Loans and advances (given) / received back	(0.02)	(0.22)	(0.11)
Interest received	0.54	0.67	2.00
Net cash used in Investing Activities - B	(182.05)	(590.11)	(1,041.17)

3i INFOTECH LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE QUARTER ENDED JUNE 30, 2009.

Rs. in Crores

	For the quarter ended June 30, 2009	For the quarter ended June 30, 2008	For the year ended March 31, 2009
C Cash Flow from Financing Activities :			
Proceeds from issue of Equity Share Capital	0.45	0.61	1.20
Payment towards FCCB Buy Back (including advisory, legal, Professional fee Refer note no. 2.5)	(54.55)	-	(127.03)
Proceeds from / (Repayment of) borrowings -net	31.33	550.76	753.06
Dividends paid (including taxes)	(1.81)	(1.83)	(30.39)
Interest paid	(34.90)	(16.81)	(93.28)
Net Cash from Financing Activities - C	(59.48)	532.73	503.56
Net Increase / (Decrease) in Cash and Cash Equivalents (A+B+C)	(105.55)	20.52	(13.71)
Cash and Cash Equivalents as at beginning[†]	244.76	258.47	258.47
Cash and Cash Equivalents as at end[‡]	139.21	278.99	244.76

Notes :

- The above Cash Flow Statement has been prepared under the 'Indirect Method'
- Margin money of Rs. 17.41 crores (as at June 30, 2008 - Rs. 4.72 crores and as at Mar 31, 2009 - Rs. 17.50 crores) and monies lying in escrow account of Rs.0.02 crores (as at Mar 31, 2009 - Rs. 57.35 crores) has been excluded from Cash and Cash equivalents and included in Trade and Other Receivables.
- Previous period / year's figures have been regrouped / rearranged wherever necessary to conform to the current period's presentation.

Significant Accounting Policies and Notes to Accounts (Refer Schedule No XIII)

Schedules referred to above form an integral part of the financial statements

As per our attached report of even date

For and on behalf of the Board

For Lodha & Company
Chartered Accountants

For R.G.N. Price & Co.
Chartered Accountants

V Srinivasan
Managing Director & CEO

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S Krishnan
Partner
Membership No. 10962

Amar Chintopanth
Executive Director and CFO

Shivanand R Shettigar
Company Secretary

Mumbai, July 28, 2009

SCHEDULES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

	Rs. in Crores		
	As at June 30, 2009	As at June 30, 2008	As at March 31, 2009
I Share Capital			
Authorised			
300,000,000 Equity shares of Rs. 10 each (300,000,000 equity shares as at Jun 30, 2008; as at Mar 31, 2008 - 300,000,000 of Rs. 10 each)	300.00	300.00	300.00
200,000,000 Cumulative Preference shares of Rs.5 each	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>
	400.00	400.00	400.00
Issued, Subscribed & Paid - up			
130,845,746 Equity shares of Rs. 10 each (130,653,520 equity shares as at Jun 30, 2008; (130,750,946 equity shares as at Mar 31, 2009)	130.85	130.65	130.75
200,000,000 6.35% Cumulative Preference shares of Rs.5 each	<u>100.00</u>	<u>100.00</u>	<u>100.00</u>
	230.85	230.65	230.75
II Reserves and Surplus			
a Capital Reserve (on merger)			
Balance as per last Balance Sheet	-	0.06	-
b Securities Premium Account			
Balance as per last Balance Sheet	212.95	285.17	285.17
Add : Received on allotment of equity shares under ESOS	0.35	0.50	0.99
Add/(Less) : written back/(Utilised) towards premium payable on redemption of FCCE	8.45	(27.88)	(73.21)
	<u>221.75</u>	<u>257.79</u>	<u>212.95</u>
c General Reserve			
Balance as per last Balance Sheet	25.00	16.00	16.00
Add : Transferred from Profit & Loss Account	-	-	9.00
	<u>25.00</u>	<u>16.00</u>	<u>25.00</u>
d Translation Reserve			
Adjusted against Profit and Loss Account balance	(64.04)	23.70	113.41
	<u>64.04</u>	<u>(23.70)</u>	<u>(113.41)</u>
	-	-	-
e FCCB Redemption Reserve			
Balance as per last Balance Sheet	180.49	44.84	44.84
Transferred from/ (to) Profit and Loss Account	(1.80)	52.99	135.66
	<u>178.69</u>	<u>97.83</u>	<u>180.50</u>
f Profit and Loss Account			
Profit brought forward as per last Balance Sheet	387.81	167.45	167.45
Add : Profit for the period/year	86.75	58.65	282.01
Add : FCCB Redemption Reserve written back	1.80	-	-
	<u>476.36</u>	<u>226.10</u>	<u>449.46</u>
Translation reserve adjusted	(64.04)	23.70	113.41
	412.32	249.80	562.87
Less: Appropriations			
- General Reserve	-	-	9.00
- FCCB Redemption Reserve	-	52.99	135.66
- Proposed Dividend - Equity Shares	-	-	19.61
- Residual Dividend Paid	-	-	0.02
- Proposed Dividend - Preference Shares	1.06	1.06	1.03
- Interim Dividend - Preference Shares	0.52	0.52	5.32
- Corporate Dividend Tax	0.27	0.27	4.42
	<u>1.85</u>	<u>54.84</u>	<u>175.06</u>
	410.47	194.96	387.81
	<u>835.91</u>	<u>566.64</u>	<u>806.26</u>

SCHEDULES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

	Rs. in Crores		
	As at June 30, 2009	As at June 30, 2008	As at March 31, 2009
III Minority Interest	18.63	9.99	21.16
IV Secured Loans			
Term Loans	894.93	516.77	798.82
Cash Credit	144.47	64.32	140.55
	<u>1,039.40</u>	<u>581.09</u>	<u>939.37</u>
Notes :			
1. Security and terms & conditions for Term Loans :			
a. Rs. 1.85 crores (as at Jun 30, 2008 - Rs. 1.17 crores; as at Mar 31, 2009 - Rs. 1.49 crores) loan is secured by way of hypothecation on certain Company owned vehicles.			
b. Rs. 86.43 crores (as at Jun 30, 2008 - Rs. 97.12 crores; as at Mar 31, 2009 - Rs. 95.04 crores) loan is secured/ to be secured by way of Equitable Mortgage of certain properties of the Company situated at Navi Mumbai & Mumbai.			
c. Rs. 43.86 crores (as at Jun 30, 2008 - Rs.50 crores; as at Mar 31, 2009 - Rs.50 crores) loan is secured by way of hypothecation on certain movable project assets.			
d. Rs. 68.74 crores (as at Jun 30, 2008 - Rs. 368.48 crores; as at Mar 31, 2009 - Rs. 0.11 crores) loan is secured by way of floating charge on certain book debts of Parent and two subsidiaries			
e. Rs. 374.47 crores (as at Jun 30, 2008 - Rs. Nil; as at Mar 31, 2009 - Rs.443.48 crores) is secured by way of pledge of shares of 3i Infotech Financial Software Inc, Regulus Group and also secured by guarantees of certain subsidiaries. The guarantees are secured by subordinated charge by hypothecation of material tangible and intangible fixed assets of Guarantors and mortgage of immovable properties of the Parent Company.			
f. Rs. 319.58 crores (as at Jun 30, 2008 - Rs. Nil; as at Mar 31, 2009 - Rs. 208.70 crores) is secured as subordinated charge by hypothecation of material tangible and intangible fixed assets of 3i Infotech Financial Software Inc, 3i Infotech Limited and other Guarantors and mortgage of immovable properties of the Parent.			
2. Certain non-fund facilities of Rs.32.51 crores (as at Jun 30, 2008 - Rs.15.59 crores; as at Mar 31, 2009 - Rs.36.72 crores) and Cash Credit are secured by way of floating charge on book debts.			
V Unsecured Loans			
Foreign Currency Convertible Bonds (Refer note no. 2.4)	557.76	718.14	672.78
Loans from banks	553.99	562.40	588.92
Others	3.21	3.56	0.97
	<u>1,114.96</u>	<u>1,284.10</u>	<u>1,262.67</u>

SCHEDULES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

VI Fixed Assets

Rs. in Crores

Particulars	GROSS BLOCK				DEPRECIATION / AMORTISATION						NET BLOCK		
	As at	Adjustments	Additions	Ded / Adj	As at	Upto	Adjustments	For the	Ded / Adj	Upto	As at	As at	As at
	April 1, 2009	during the period*	during the period	during the period	June 30, 2009	Mar 31, 2009	during the period*	period	during the period	June 30, 2009	June 30, 2009	June 30, 2008	Mar 31, 2009
Intangible assets													
Goodwill	1.79	-	-	-	1.79	1.63	-	0.09	-	1.72	0.07	0.43	0.16
Software Products													
- Meant for sale	7.94	-	-	-	7.94	2.17	-	-	-	2.17	5.77	6.29	5.77
- Others	198.12	-	9.56	16.92	190.76	43.82	-	5.91	(1.58)	51.31	139.45	63.26	154.30
Business & Commercial Rights	49.66	-	-	-	49.66	23.56	-	1.05	0.06	24.55	25.11	28.62	26.10
Tangible assets													
Land - Leasehold	0.52	-	-	-	0.52	0.08	-	0.00	-	0.08	0.44	0.46	0.44
- Freehold	2.08	-	-	(0.01)	2.09	-	-	-	-	-	2.09	2.09	2.08
Buildings - Owned	1.49	-	-	-	1.49	0.27	-	0.01	-	0.28	1.21	0.55	1.22
- Leasehold	32.34	-	-	-	32.34	5.14	-	0.24	-	5.38	26.96	28.83	27.20
Leasehold Improvements	60.40	-	1.41	1.88	59.93	16.17	-	0.77	(0.87)	17.81	42.12	24.45	44.23
Plant & Machinery / Electrical Installations	29.14	-	0.25	0.89	28.50	8.79	-	0.21	(0.30)	9.30	19.20	10.79	20.35
Computers	142.73	-	11.62	8.17	146.18	88.19	-	3.47	1.82	89.84	56.34	41.20	54.54
Furniture & Fixtures	36.81	-	0.53	0.82	36.52	12.59	-	0.67	(0.06)	13.32	23.20	15.91	24.22
Office Equipment	22.50	-	0.27	0.17	22.60	7.65	-	5.63	5.12	8.16	14.44	16.80	14.85
Vehicles	10.55	-	1.09	0.16	11.48	3.26	-	0.37	0.16	3.47	8.01	12.00	7.29
Project Assets***	203.66	-	11.67	-	215.33	19.69	-	10.16	-	29.85	185.48	48.85	183.97
Total	799.73	-	36.40	29.00	807.13	233.01	-	28.58	4.35	257.24	549.89	300.53	566.72
Previous period	366.52	55.57	41.70	(5.13)	468.92	152.53	1.50	11.82	(2.54)	168.39	300.53		
Previous year	366.52	67.30	363.79	(2.12)	799.73	152.53	6.76	70.06	(3.66)	233.01	566.72		
Capital work - in - progress (including Capital Advances)#	125.65	-	203.55	165.03	164.17	-	-	-	-	-	164.17	91.60	125.65

* pertains to adjustments arising out of merger /acquisitions

1 Buildings- Leasehold include:

(i) Rs.20.85 crores (as at Jun 30, 2008 Rs. 20.85 crores;as at Mar 31, 2009 Rs. 20.85 crores), Accumulated Depreciation - Rs.2.97 crores (as at Jun 30, 2008 Rs.2.61 crores;as at Mar 31, 2009 Rs.2.88 crores) and Net Value Rs.17.89 crores (as at Jun 30, 2008 Rs.18.23 crores;as at Mar 31, 2009 Rs.17.97 crores) being lease premium paid in respect of building taken on lease for sixty years.

(ii) Rs.11.49 crores (as at Jun 30, 2008 Rs.11.49 crores; as at Mar 31, 2009 Rs.11.49 crores), Accumulated Depreciation Rs.2.41 crores (as at Jun 30, 2008 Rs.1.39 crores;as at Mar 31, 2009 Rs.2.26 crores) and Net Value Rs.9.07 crores (as at Jun 30, 2008 Rs.10.10 crores;as at Mar 31, 2009 Rs.9.23 crores) being lease premium paid in respect of building taken on lease for ninety nine years.

2** 'Project assets' includes assets purchased for contracts entered into with various state governments for e-governance projects.Certain assets are liable to be transferred to the respective Governments at various points of time as per the terms of the relevant agreements.The details whereof are as under:

(i) Computers of Rs.114.12 crores (as at Jun 30, 2008 Rs.32.32 crores;as at Mar 31, 2009 Rs. 107.25 crores), Accumulated Depreciation - Rs.16.96 crores (as at Jun 30, 2008 Rs.2.61 crores; as at Mar 31, 2009 Rs.11.61 crores) and Net Value Rs.97.16 crores (as at Jun 30, 2008 Rs.29.71 crores;as at Mar 31, 2009 Rs.95.64 crores).

(ii) Plant & Machinery / Electrical Installations of Rs.82.95 crores (as at Jun 30, 2008 Rs.15.94 crores;as at Mar 31, 2009 Rs. 78.92 crores), Accumulated Depreciation - Rs.10.44 crores (as at Jun 30, 2008 Rs.0.20 crores;as at Mar 31, 2009 Rs. 6.50 crores) and Net Value Rs.72.51 crores (as at Jun 30, 2008 Rs.15.74 crores;as at Mar 31, 2009 Rs.72.42 crores).

(iii) Furniture & Fixtures of Rs.18.26 crores (as at Jun 30, 2008 Rs.3.42 crores;as at Mar 31, 2009 Rs 17.49 crores), Accumulated Depreciation - Rs.2.45 crores (as at Jun 30, 2008 Rs. 0.02 crores;as at Mar 31, 2009 Rs.1.58 crores) and Net Value Rs.15.81 crores (as at Jun 30, 2008 Rs.3.40 crores;as at Mar 31, 2009 Rs.15.91 crores).

Interest & Finance cost capitalized during the quarter ended Jun 30, 2009 Rs.15.40 crores(quarter the quarter ended Jun 30, 2008 Rs.1.01 crores;during the year ended Mar 31, 2009 Rs.6.46 crores)

\$ Rs. 0.00 crores denotes figures less than Rs.50,000

SCHEDULES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

	Rs. in Crores		
	As at June 30, 2009	As at June 30, 2008	As at March 31, 2009
VII Investments			
Non-Trade ,Unquoted and Fully Paid-up			
Long Term Investments			
In Companies			
a. 200,000 Equity Shares of Srilankan Rs.10 each of First Capital Asset Management Co. Ltd., Sri Lanka	0.10	0.10	0.10
b. 37,500 Equity Shares of Egyptian Pounds 100 each of Nile Information Technology	3.50	3.25	3.50
c. National Savings Certificate [#]	0.00	0.00	0.00
d. 8% holding in Four Seasons Software, LLC, a 'S' corporation, Connecticut, USA Less : Provision for diminution in the value of current investments	2.10 2.10	2.10 2.10	2.10 2.10
	<u>-</u>	<u>-</u>	<u>-</u>
Current Investments			
In Mutual Fund units	5.57	3.18	-
Aggregate value Investments	<u>9.17</u>	<u>6.53</u>	<u>3.60</u>
 \$ Rs. 0.00 denotes figures less than Rs. 50000			
VIII Current Assets, Loans and Advances			
A Current Assets			
a) Inventories	6.49	8.69	11.06
b) Sundry Debtors	471.59	373.89	483.10
c) Unbilled Revenues	305.27	320.82	277.36
d) Cash and Bank Balances :			
i. Cash on hand	0.41	0.31	0.25
ii. Balances with banks:			
in current accounts *	117.42	221.29	226.09
in deposit accounts	21.38	57.39	18.42
in escrow account	0.02	-	57.35
in margin money accounts	17.41	4.72	17.50
	<u>156.23</u>	<u>283.40</u>	<u>319.36</u>
	<u>156.64</u>	<u>283.71</u>	<u>319.61</u>
	<u>939.99</u>	<u>987.11</u>	<u>1,091.13</u>
* Includes cheques on hand and remittances - in - transit	3.65	6.81	7.53
B Loans and Advances (Unsecured, Considered good)			
Loans to staff	0.32	0.41	0.30
Advance tax and tax deducted at source (net of provisions of Rs.70.01 crores; previous period RS.60.16 crores previous year Rs.64.64 crores)	46.31	30.91	32.52
MAT Credit Receivable	43.90	16.72	36.99
Deposits	75.04	60.56	72.37
Advances recoverable in cash or in kind or for value to be received	301.55	153.10	189.36
	<u>467.12</u>	<u>261.70</u>	<u>331.54</u>
	<u>1,407.11</u>	<u>1,248.81</u>	<u>1,422.67</u>

SCHEDULES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

	Rs. in Crores		
	As at June 30, 2009	As at June 30, 2008	As at March 31, 2009
IX Current Liabilities and Provisions			
A Current Liabilities			
Acceptances	16.16	-	13.45
Sundry creditors	325.39	276.49	304.03
Advances received from Customers (including unearned income)	39.66	24.99	30.93
Interest accrued but not due	1.47	1.75	2.18
Other liabilities	81.73	58.07	76.24
	<u>464.41</u>	<u>361.30</u>	<u>426.83</u>
B Provisions			
Provision for employee benefits	30.09	25.70	28.62
Provision for warranty	9.00	5.88	8.40
Provision for Contingencies	-	12.01	-
Proposed dividend (including tax thereon)	24.18	24.14	24.14
	<u>63.27</u>	<u>67.73</u>	<u>61.16</u>
	<u>527.68</u>	<u>429.03</u>	<u>487.99</u>

\$ Rs. 0.00 denotes figures less than Rs. 50000

3i INFOTECH LIMITED
SCHEDULES FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS

Rs. in Crores

	For the quarter ended June 30, 2009	For the quarter ended June 30, 2008	For the year ended March 31, 2009
X Income from Operations			
Software Products	187.64	186.87	811.23
IT / IT Enabled Services	210.79	180.39	748.17
Transaction Services	199.33	101.21	726.24
	<u>597.76</u>	<u>468.47</u>	<u>2,285.64</u>
XI Other Income			
Interest	0.54	0.67	2.00
Dividend - on current investment (Non-Trade)	0.04	0.06	0.29
Credit balances / excess provision written back (net)	1.50	-	-
Foreign Exchange gain (net)	-	1.29	8.31
Miscellaneous income	2.30	1.13	8.46
	<u>4.38</u>	<u>3.15</u>	<u>19.06</u>
XII Operating, Selling and Other Expenses			
Salary and related expenses	272.64	189.32	997.09
Recruitment and Training Expenses	0.94	2.75	10.12
Cost of third party products / outsourced services	131.93	115.88	512.66
Rent	22.62	19.97	86.91
Insurance	3.47	3.30	19.95
Travelling and conveyance	15.02	19.57	78.91
Electricity Charges	4.14	3.68	16.63
Rates and taxes	1.37	1.73	5.94
Communication expenses	5.87	5.51	24.66
Loss on sale/discarding of Fixed Assets (net)	0.27	0.00	1.04
Printing and stationery	1.04	1.24	7.21
Repairs and maintenance - building	0.77	0.56	3.07
Directors' Commission	-	-	0.70
Foreign Exchange Loss (net)	0.03	-	-
Legal and professional charges	3.39	2.49	17.01
Bank Charges and other financial charges	2.49	1.23	5.69
Selling and distribution expenses	3.25	2.61	17.46
Bad debts written off	0.80	0.70	9.02
Less: Provisions withdrawn	(0.80)	(0.70)	(9.02)
Provision for doubtful debts	5.27	5.43	18.38
Impairment of acquired software & losses on foreclosure of contracts (net of reversal of contingency provision of Rs 12.01 crores)	-	-	15.21
Miscellaneous Expenses	4.20	2.06	12.58
	<u>478.71</u>	<u>377.33</u>	<u>1,851.22</u>

3i INFOTECH LIMITED

XIII SCHEDULES FORMING PART OF CONSOLIDATED ACCOUNTS AS AT AND FOR THE QUARTER ENDED JUNE 30, 2009.

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 Overview of the Group

3i Infotech Limited ('Parent') was promoted by erstwhile ICICI limited. The Parent and its subsidiaries, associate and joint venture are collectively referred to as 'the Group'. The Group is a global information technology conglomerate headquartered in Mumbai, India. The Group undertakes sale of software products, software development and consulting services, IT enabled managed services and Transaction services.

1.2 Basis of preparation of consolidated financial statements

The consolidated financial statements are prepared and presented under historical cost convention, on the accrual basis of accounting, in accordance with the accounting principles generally accepted in India ('GAAP') and in compliance with the Accounting Standards ('AS') issued by The Companies (Accounting Standards) Rules, 2006, to the extent applicable. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard required a change in accounting policy hitherto in use.

1.3 Use of estimates

The preparation of the consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of financial statements. The recognition, measurement, classification or disclosures of an item or information in the financial statements are made relying on these estimates. Any revision to accounting estimates is recognized prospectively.

1.4 Principles of consolidation

The consolidated financial statements include the financial statements of "The Parent" and all its subsidiaries, which are more than 50% owned or controlled and have been prepared in accordance with the consolidation procedures laid down in AS 21- 'Consolidated Financial Statements'.

The consolidated financial statements have been prepared on the following basis:

- The financial statements of the Parent and the subsidiaries have been combined on a line-by-line basis by adding together the book values of like items of assets, liabilities, income and expenses after eliminating intra-group balances/transactions and resulting profits in full. Unrealized losses resulting from intra-group transactions have also been eliminated except to the extent that recoverable value of related assets is lower than their cost to the Group.
- In accordance with AS 27-"Financial Reporting of Interests in Joint Ventures", the Group has accounted for its proportionate share of interest in a joint venture by the proportionate consolidation method. The joint venture arrangement has been more fully described in Note below (ref 2.3.8).
- Associate: Investment in associate companies have been accounted under the equity method as per AS 23- "Accounting for Investments in Associates".
- The consolidated financial statements are presented, to the extent possible, in the same format as that adopted by the Parent for its standalone financial statements.
- The consolidated financial statements are prepared using uniform accounting policies across the Group.

Goodwill arising on consolidation

The excess of cost to the Parent, of its investment in subsidiaries over its portion of equity in the subsidiaries at the respective dates on which investment in subsidiaries was made, is recognized in the financial statements as goodwill and in the case where equity exceeds the cost; the same is being adjusted in the said goodwill. The Parent's portion of equity in the subsidiaries is determined on the basis of the value of assets and liabilities as per the financial statements of the subsidiaries as on the date of investment.

- Entities acquired during the period/ year has been consolidated from the respective dates of their acquisition.

1.5 Members of the Group:

3i Infotech's subsidiaries, step down subsidiaries, associate and joint venture are listed below:

SI No.	Entity	Country of incorporation	Percentage of holding	Date of acquisition/ establishment
1	3i Infotech Inc.	USA	100% held by 3i Infotech Holdings Private Limited	Jan 7, 2000
2	3i Infotech Asia Pacific Pte Ltd.	Singapore	100% held by Parent Company	Nov 8, 2000
3	3i Infotech SDN BHD	Malaysia	100% held by 3i Infotech Pte Ltd.	Sept 29, 2002
4	3i Infotech (UK) Ltd.	UK	100% held by Parent Company	April 1, 2005
5	3i Infotech (Thailand) Ltd.	Thailand	100% held by 3i Infotech Pte Ltd.	May 12, 2005
6	3i Infotech Consulting Inc.	USA	100% held by 3i Infotech Inc.	Sep 26, 2005
7	Datacons Asia Pacific SDN BHD	Malaysia	100% held by 3i Infotech Pte Ltd.	May 11, 2006
8	Delta Services (India) Pvt. Ltd.	India	100% held by Parent Company	Jun 30, 2009
9	3i Infotech Trusteeship Services Ltd.	India	100% held by Parent Company	Aug 31, 2006
10	3i Infotech (Western Europe) Holdings Ltd.	UK	100% held by 3i Infotech (UK) Limited	Oct 20, 2006
11	3i Infotech (Western Europe) Group Ltd.	UK	100% held 3i Infotech (Western Europe) Holdings Limited	Oct 20, 2006
12	Rhyme Systems Ltd.	UK	100% held by 3i Infotech (Western Europe) Group Limited	Oct 20, 2006
13	3i Infotech (Western Europe) Ltd.	UK	100% held by 3i Infotech (Western Europe) Group Limited	Oct 20, 2006
14	Stex Software Pvt. Ltd.	India	100% held by Parent Company	Nov 7, 2006
15	E-Enable Technologies Pvt. Ltd.	India	100% held by Parent Company	Nov 20, 2006
16	3i Infotech Holdings Pvt. Ltd.	Mauritius	100% held by Parent Company	Nov 20, 2006
17	3i Infotech Financial Software Inc.	USA	100% held by 3i Infotech Holdings Private Limited	Dec 18, 2006
18	3i Infotech Saudi Arabia LLC	Saudi Arabia	100% held by Parent Company	Dec 24, 2006

19	3i Infotech (Africa) Ltd.	Kenya	100% held by 3i Infotech (Middle East) FZ LLC	April 27, 2007
20	Black Barret Holdings Ltd.	Cyprus	51% held by 3i Infotech Holdings Private Limited	May 8, 2007
21	Professional Access Software Development Pvt. Ltd.	India	100% held by Black Barret Holdings Limited	May 8, 2007
22	Professional Access Ltd.	USA	51% held by 3i Infotech Holdings Private Ltd.	May 8, 2007
23	aok In-house BPO Services Ltd.	India	100% held by Parent Company	Jun 30, 2009
24	aok In-house Factoring Services Pvt. Ltd.	India	100% held by Parent Company	Jun 30, 2009
25	KNM Services Pvt. Ltd.	India	100% held by Parent Company	May 29, 2007
26	Lantern Systems Inc. *	USA	100% held by J&B Software (Canada) Inc.	April 3, 2009
27	3i Infotech Kazakhstan LLC.	Kazakhstan	100% held by 3i Infotech Holdings Private Limited	June 29, 2007
28	3i Infotech (Middle East) FZ LLC.	UAE	100% held by 3i Infotech Holdings Private Limited	July 1, 2007
29	ePower Inc. *	USA	100% held by J&B Software (Canada) Inc.	April 3, 2009
30	Manipal Informatics Pvt. Ltd.	India	100% held by Delta Services (I) Pvt. Ltd.	July 29, 2007
31	HCCA Business Services Pvt. Ltd.	India	100% held by Parent Company	Jun 30, 2009
32	Taxsmile.com India Pvt.Ltd	India	51% held by Parent Company	Sept 1, 2007
33	Antriksh Interactive Pvt. Ltd.	India	100% held by Taxsmile .com India Pvt. Ltd.	Sept 1, 2007
34	Access Matrix Technologies Pvt. Ltd.	India	100% held by Taxsmile .com India Pvt. Ltd.	Sept 1, 2007
35	J&B Software Inc.	USA	100% held by 3i Infotech Financial Software Inc.	Nov 1, 2007
36	J&B Software (Canada) Inc.	Canada	100% held by J&B Software Inc.	Nov 1, 2007
37	Nile Information Technology ***	Egypt	25% held by 3i Infotech (Middle East) FZ LLC	Oct 1, 2007
38	Objectsoft Group Inc. *	USA	100% held by J&B Software (Canada) Inc.	April 3, 2009
39	Objectsoft Global Services Inc.	USA	100% held by 3i Infotech (Middle East) FZ LLC	Nov 1, 2007
40	3i Infotech Consultancy Services Ltd.	India	100% held by Parent Company	Nov 13, 2007
41	Linear Financial and Management Systems Pvt. Ltd.	India	100% held by Parent Company	Dec 1, 2007
42	Exact Technical Services Ltd.	UK	100% held by 3i Infotech (Western Europe) Ltd.	Jan 29, 2008
43	3i Infotech Framework Ltd.	UK	100% held by 3i Infotech (Western Europe) Ltd.	Feb 8, 2008
44	3i Infotech (Australia) Pty. Ltd.	Australia	100% held by 3i Infotech Asia Pacific Pte Ltd.	Feb 5, 2008
45	3i Infotech Services (Bangladesh) Pvt. Ltd.	Bangladesh	100% held by Parent Company	Mar 4, 2008
46	3i Infotech Insurance & Re-insurance Brokers Ltd.	India	100% held by Parent Company	March 11, 2008
47	Locuz Enterprise Solutions Ltd.+	India	26% held by Parent Company	May 8, 2008

48	3i Infotech Consulting Services SDN BHD	Malaysia	100% held by 3i Infotech SDN BHD	May 2, 2008
49	J&B Software India Pvt. Ltd.	India	100% held by Parent Company	June 1, 2008
50	Fineng Solutions Pvt. Ltd.	India	60% held by Parent Company	June 9, 2008
51	Regulus Group LLC	USA	100% held by Regulus Holdings Inc.	June 10, 2008
52	Regulus Integrated Solutions LLC	USA	100% held by Regulus Group LLC	June 10, 2008
53	Regulus West LLC	USA	100% held by Regulus Group LLC	June 10, 2008
54	Regulus America LLC	USA	100% held by Regulus Group LLC	June 10, 2008
55	Regulus Tristate LLC	USA	100% held by Regulus Group LLC	June 10, 2008
56	3i Infotech Consumer Services Ltd.	India	100% held by Parent Company	June 26, 2008
57	Elegon Infotech Ltd. #	China	51% held by Parent Company	July 10, 2008
58	Regulus Holdings Inc.	USA	100% held by 3i Infotech Financial Software Inc.	Oct 31, 2008
59	Regulus Group II LLC	USA	100% held by Regulus Holdings Inc.	Jun 30, 2009

+ Board controlled Subsidiary Company

*** Associate

Joint Venture

* During the quarter, 3i infotech(Middle East) FZ LLC transferred its entire membership interest in Objectsoft Group Inc., ePower Inc. and Lantern Systems Inc. to J&B Software (Canada) Inc.

1.6 Revenue Recognition

Revenue from software products is recognized on delivery/installation, as per the pre determined/laid down policy across all geographies or lower, as considered appropriate by the management on the basis of facts in specific cases. Maintenance revenue in respect of products is deferred and recognized ratably over the period of the underlying maintenance agreement.

Revenue from IT services is recognized either on time and material basis or fixed price basis or based on certain measurable criteria as per relevant agreements. Revenue on time and material contracts is recognized as and when services are performed. Revenue on fixed-price contracts is recognized on the percentage of completion method. Provision for estimated losses, if any, on such uncompleted contracts are recorded in the period in which such losses become probable based on the current estimates.

Revenue from transaction services and other service contracts is recognized based on transactions processed or manpower deployed.

Revenue from supply of Hardware/Outsourced Software License/Term License/other materials is incidental to the aforesaid services recognized based on delivery/installation, as the case may be. Recovery of incidental expenses is added to respective revenue.

1.7 Unbilled and Unearned Revenue:

Revenue recognized over and above the billings on a customer is classified as "unbilled revenue" while billing over and above the revenue recognized in respect of a customer is classified as "unearned revenue".

1.8 a. Fixed Assets

Intangible: Purchased software meant for in house consumption, Goodwill and Business & Commercial Rights are capitalized at the acquisition price.

Acquired software/products meant for sale are capitalized at the acquisition price.

Costs in respect of Software development are charged to Profit & Loss account as and when incurred.

Tangible: Fixed Assets are stated at cost, which comprises of purchase consideration and other directly attributable cost of bringing an asset to its working condition for the intended use.

Advances given towards acquisition of fixed assets and the cost of assets not ready for use as at the balance sheet date are disclosed under capital work-in-progress.

b. Depreciation/Amortization:

Leasehold land, leasehold building and improvements thereon are amortized over the period of lease or the life given below whichever is lower.

Business & Commercial Rights are amortized at lower of the period the benefits arising out of these are expected to accrue and ten years, while purchased software meant for in house consumption and Goodwill arising on merger/acquired Goodwill is amortized over a period of five years.

Project Assets/acquired software are amortized at lower of the estimated life of the product /project and five years.

Depreciation on other fixed assets is provided on straight line method at the rates and in the manner prescribed in Schedule XIV to the Companies Act, 1956. In the case of some subsidiary companies, it is provided on straight line basis over the estimated useful lives of the assets given herein below:

Fixed Asset	Useful life in years
Leasehold improvements	1 – 5
Furniture, Fixtures and Equipment	3 – 8
Vehicles	3 – 8
Computers	3 – 8

1.9 Investments

Trade investments are the investments made to enhance the Company's business interest. Investments are either classified as current or long-term based on the management's intention at the time of purchase. Long-term investments are carried at cost and provision is made to recognize any decline, other than temporary, in the value of such investments.

Current investments are carried at the lower of the cost and fair value and provision is made to recognize any decline in the carrying value. Cost of overseas investment comprises the Indian Rupee value of the consideration paid for the investment.

1.10 Accounting for Taxes on Income

Provision for current income tax is made on the basis of the estimated taxable income for the year in accordance with the specific applicable laws.

MAT credit asset pertaining to the Parent and its Indian subsidiary company is recognized and carried forward only if there is a reasonable certainty of it being set off against regular tax payable within the stipulated statutory period.

Provision for Fringe Benefit Tax (FBT) is made in accordance with the Income Tax Act, 1961.

Deferred tax resulting from timing differences between book and tax profits is accounted for under the liability method, at the current rate of tax, to the extent that the timing differences are expected to crystallize. Deferred tax assets are recognized and carried forward only if there is a reasonable/virtual certainty that they will be realized and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

The deferred tax assets/liabilities and tax expenses are determined separately for the Parent and each subsidiary company, as per their applicable laws and then aggregated.

1.11 Translation of Foreign Currency Items

Transactions in foreign currency are recorded at the rate of exchange in force on the date of the transactions. Current assets, current liabilities and borrowings denominated in foreign currency are translated at the exchange rate prevalent at the date of the Balance Sheet. The resultant gain/loss are recognized in the Profit & Loss account. Overseas equity investments are recorded at the rate of exchange in force on the date of allotment/acquisition.

All the activities of the foreign operations are carried out with a significant degree of autonomy. Accordingly, as per the provisions of AS 11 "Effects of changes in foreign exchange rates", these operations have been classified as 'Non integral operations' and therefore all assets and liabilities, both monetary and non-monetary, are translated at the closing rate while the income and expenses are translated at the average rate for the period/year. The resulting exchange differences are accumulated in the Foreign Currency Translation Reserve.

1.12 Accounting of Employee Benefits

Employee Benefits in India

a) Gratuity

(i) Parent

The Parent provides for gratuity, a defined benefit retirement plan covering eligible employees. Liability under the gratuity plan is determined on actuarial valuation done by Life Insurance Corporation of India (LIC) at the beginning of the year, based upon which, the Company contributes all the ascertained liabilities to the Scheme with LIC. The Parent also provides for additional liability over the amount contributed to LIC based on actuarial valuation, done by an independent valuer using the Projected Unit Credit Method.

ii) Subsidiaries

Liability for Gratuity for employees is provided on the basis of the actuarial valuation at the year end.

b) Superannuation

Certain employees in India are also participants in a defined superannuation contribution plan. The Parent contributes to the scheme with Life Insurance Corporation of India on a monthly basis. The Parent has no further obligations to the plan beyond its monthly contributions.

c) Provident fund

(i) Parent

Eligible employees receive benefits from a provident fund, which is a defined contribution plan. In case of Trust, aggregate contribution along with interest thereon is paid at retirement, death, incapacitation or termination of employment. Both the employee and the Parent make a monthly contribution to the Provident Fund Trust/Government administered trust equal to a specified percentage of the covered employee's salary.

The interest rate payable by the trust to the beneficiaries every year is being notified by the Government. The Parent has an obligation to make good the shortfall, if any, between the return from investments of the trust and the notified interest rate. Such shortfall is charged to Profit & Loss account in the year it is determined.

(ii) Subsidiaries

Contribution is made to the state administered fund as a percentage of the covered employees' salary.

d) Liability for leave encashment/entitlement for employees is provided on the basis of the actuarial valuation at the period/year end.

e) All actuarial gains/losses are charged to revenue in the period/year these arise.

Employee Benefits in the Foreign Branch

In respect of employees in foreign branches, necessary provision has been made based on the applicable laws. Gratuity/leave encashment for employees in the foreign branches is provided on the basis of the actuarial valuation at the year end.

All actuarial gains/losses are charged to revenue in the period/year these arise.

Employee Benefits in Foreign Subsidiary Companies/Joint Venture

In respect of employees in Foreign Subsidiary Companies, contributions to defined contribution pension plans are recognized as an expense in the Profit & Loss account as incurred.

Liability for leave encashment is provided on the basis of actual eligibility at the period/year end.

1.13 Provisions, Contingent Liabilities and Contingent Assets

- i. Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources
- ii. Disclosures for a contingent liability is made, without a provision in books, when there is an obligation that may, but probably will not, require outflow of resources.
- iii. Contingent Assets are neither recognized nor disclosed in the financial statements.

1.14 Borrowing Costs

Borrowing costs directly attributable to acquisition, construction and production of qualifying assets are capitalized as a part of the cost of such asset up to the date of completion. Other borrowing costs are charged to the Profit & Loss account.

1.15 Impairment of Assets

In accordance with AS 28 on 'Impairment of Assets', where there is an indication of impairment of the Group's assets related to cash generating units, the carrying amounts of such assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of such assets is estimated as the higher of its net selling price and its value in use. An impairment loss is recognized in the Profit & Loss account whenever the carrying amount of such assets exceeds its recoverable amount. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, then such loss is reversed and the asset is restated to the extent of the carrying value of the asset that would have been determined (net of amortization/depreciation) had no impairment loss been recognized.

1.16 a) Securities Issue Expenses

Securities issue expenses, Issue expenses including expenses incurred on increase in authorized share capital and premium payable on securities are adjusted against Securities Premium Account.

b) Premium payable on FCCB

Premium payable on redemption of FCCB is amortized proportionately till the date of redemption and is adjusted against the balance in Securities Premium account.

1.17 Lease

Where the Company has substantially acquired all risks and rewards of ownership of the assets, leases are classified as financial lease. Such assets are capitalized at the inception of the lease, at the lower of fair value or present value of minimum lease payment and liability is created for an equivalent amount. Each lease rental paid is allocated between liability and interest cost so as to obtain constant periodic rate of interest on the outstanding liability for each year.

Where significant portion of risks and reward of ownership of assets acquired under lease are retained by lessor, leases are classified as Operating lease. Equalized lease rentals for such leases are charged to Profit & Loss account.

1.18 Earnings Per Share

In determining the earnings per share, the Company considers the net profit after tax and post tax effect of any extra-ordinary/exceptional item is shown separately. The number of shares considered in computing basic earnings per share is the weighted average number of shares outstanding during the year. The number of shares considered for computing diluted earnings per share comprises the weighted average number of shares used for deriving the basic earnings per share and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares which includes potential FCCB conversions. The number of shares and potentially dilutive equity shares are adjusted for any stock splits and bonus shares issues.

1.19 Inventories

Inventories consist of postage, paper, envelopes, hardware and supplies, and are stated at cost (computed on first in first out or weighted average basis as the case may be) or net realizable value, whichever is lower.

2. NOTES TO ACCOUNTS

2.1 Figures for the previous period/year have been re-grouped/re-arranged, wherever considered necessary, to conform to current period/year's presentation. The current period/year's figures are not comparable with those of the previous period/year to the extent of acquisitions made by the Group during the current year and those made during the previous year.

2.2 Capital commitments and contingent liabilities

	Rs. in Crores		
	As at Jun 30, 2009	As at Jun 30, 2008	As at March 31, 2009
Capital Commitments*			
Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances)	55.45	30.36	127.14
Contingent Liabilities			
Outstanding guarantees **	557.68	402.99	495.42
- Premium on redemption of FCCB (Refer Note No. 2.4)	125.92	208.99	165.21
Estimated amount of claims against the Group not acknowledged as debts in respect of :			
-Disputed demands for Income Taxes	2.76	2.59	2.76
-Disputed Sales Tax matter	2.93	-	-
- Customer claims	27.55	15.81	19.27
- Others***	1.04	1.18	0.74

* Including commitments pertaining to acquisitions, except where amount is not ascertainable as mentioned in note no.2.3.

** Includes Rs.413.47 crores to be secured by way of equitable mortgage of certain properties of the Company subject to prior charges created in favour of term lenders (as at June 30, 2008 – Rs. 364. 22crores, as at March 31, 2009 - Rs. 443.48 crores).

***Includes expenses of legal cases relating to Registrar & Transfer Services, which are reimbursable by the Principal to the extent of Rs. 0.59 crores (as at June 30, 2008 – Rs. 0.40 crores, as at March 31, 2009 - Rs.0.34 crores).

2.3.1 Effective April 2009, the Parent Company acquired balance 49% of paid up capital of

- a) aok In-house BPO Services Limited, New Delhi, for a consideration of Rs 15.67 crores.
- b) aok In-house Factoring Services Pvt. Limited, New Delhi, for a consideration of Rs 2.41 crores.
- c) Delta Services (India) Pvt Ltd, Mumbai, (DSIPL) for a consideration of Rs 14.75 crores.
- d) HCCA Business Services Private Ltd., Mumbai, for a consideration of Rs 13.50 crores.

Excess of consideration over the value of the net worth is shown as goodwill arising on consolidation.

- 2.3.2** In April 2008, the Parent Company entered into a share purchase agreement with the owners of Locuz Enterprise Solutions Ltd., Hyderabad, to acquire the 260,000 shares (representing 26.00% of the paid up equity capital of Locuz Enterprise Solutions Ltd.) for a consideration of Rs.6.93 crores along with a commitment to acquire the balance of the paid up capital at a future date for additional consideration payable on achieving certain measurable criteria such as future revenue/profitability etc., as per the agreement.

Excess of consideration over the value of the net worth of Locuz is shown as goodwill arising on consolidation.

- 2.3.3** In May 2008, the Parent Company entered into a share purchase agreement with the owners of FinEng Solutions Private Limited, Mumbai to acquire the 60,165 shares (representing 51.00% of the paid up equity capital of FinEng Solutions Private Limited) for a consideration of Rs 17.73 crores. In June 2009, the Parent Company has acquired additional 9% of the paid up capital of FinEng Solutions Private Limited for a consideration of Rs 3.67 crores, along with a commitment to acquire the balance of the paid up capital at a future date for additional consideration payable on achieving certain measurable criteria such as future revenue/profitability etc., as per the agreement.

Excess of consideration over the value of the net worth of FinEng is shown as goodwill arising on consolidation.

- 2.3.4** In June, 2009, Regulus Holding, Inc., paid a consideration of USD 9.25 million (approximately equivalent to INR 44.99 crores). for J.P. Morgan Treasury Services' National Retail Lockbox Business. The Company is in process of completing the necessary formalities for the closure of the said transaction.

- 2.3.5** In September 2007, the Company entered into a share purchase agreement with the owners of Taxsmile.com India Pvt. Ltd., Mumbai, to acquire the 1,040,000 shares (representing 26% of the paid up equity capital of Taxsmile.com India Pvt. Ltd., Mumbai) for a consideration of Rs 2.08 crores. In May 2009, the Company acquired additional 25% of the paid up capital for a consideration of Rs 2.00 crores along with a commitment to acquire the balance of the paid up capital at a future date for additional consideration payable on achieving certain measurable criteria such as future revenue/profitability etc., as per the agreement.

- 2.3.6** The assets and liabilities of Objectsoft Global Inc., is transferred to Objectsoft Group Inc., effective May 2008. The Company is in the process of completing the legal formalities for the aforesaid transfer.

- 2.3.7** The Board of directors of the Company have approved the Amalgamation of KNM Services Private Limited (KNM), Stex Software Private Limited (Stex), E-Enable Technologies Private Limited (E-Enable) and J&B Software India Private Limited (J&B) with the Company. In this regard, the Company has received the in principle approval from both the Stock Exchanges. The Company is in process of filing a joint petition with KNM, Stex and E-Enable before the Bombay High Court and a single petition for J & B in Madras High Court.

2.3.8 a) In May 2008, 3i Infotech Ltd. and Yucheng Technologies Limited, China entered into a joint venture contract for the establishment of Joint Venture Company in China. In pursuance to this, a Joint Venture Company, Elegon Infotech Limited was set up in China in August 2008.

The contractual arrangement between the venturers indicate joint control in significant financial and operating decisions in the ordinary course of business regardless of the equity interests.

The aggregate amounts of the assets, liabilities, income and expenses related to Group's share in Elegon Infotech are as under:

Rs.in Crores			
	As at June 30, 2009	As at June 30, 2008	As at March 31, 2009
Assets	20.83	NIL	22.27
Liabilities	22.58	NIL	21.68

Rs. in Crores			
	For the quarter ended June 30, 2009	For the quarter ended June 30, 2008	For the year ended March 31, 2009
Income	0.41	NIL	0.50
Expense	2.19	NIL	4.71

	As at June 30, 2009	As at June 30, 2008	As at Mar 31, 2009
Contingent Liability	NIL	NIL	NIL
Capital Commitments	NIL	NIL	NIL

b) Income for the quarter ended includes Rs. Nil crores (for the quarter ended June 30, 2008 Rs.Nil, for the year ended March 31,2009 Rs.18.27 crores) arising out of transfer of Intellectual Property Rights and marketing rights in certain products to the Joint Venture which is recoverable as per the Joint Venture Agreement including inter alia Sale of the Products by the said Joint Venture.

c) In June 2009, the Parent Company has entered into an agreement the Joint Venture partner to acquire their share and convert the Joint Venture into 100% subsidiary

2.4 Foreign Currency Convertible Bonds (FCCB):

The Parent Company has issued Foreign Currency Convertible Bonds (FCCB) at different points of time, the details of such FCCB issues are summarized as follows:

	First Issue	Second Issue	Third Issue	Fourth Issue
Issue currency	USD	EURO	EURO	USD
Issue size	50 million	15 million	30 million	100 million
Issue date	Mar 16, 2006	Oct 16, 2006	Apr 2, 2007	Jul 26, 2007
Maturity date	Mar 17, 2011	Oct 17, 2011	Apr 3, 2012	Jul 27, 2012
Coupon rate	Zero coupon	1.50%	Zero coupon	Zero coupon
Conversion price–post bonus	Rs. 115.00	Rs. 95.00	Rs. 154.32	Rs. 165.94
Fixed exchange rate of conversion	Rs. 44.35	Rs. 58.28	Rs. 57.60	Rs. 40.81
Early redemption option *	Yes	Yes	Yes	Yes

Conversions as at – Jun 30, 2009	29.80 million	15.00 million	NIL	NIL
Jun 30, 2008	29.80 million	15.00 million	NIL	NIL
Mar 31, 2009	29.80 million	15.00 million	NIL	NIL
Bought back as at – Jun 30, 2009	NIL	NIL	10.00 million	33.63 million
Jun 30, 2008	NIL	NIL	NIL	NIL
Mar 31, 2009	NIL	NIL	4.00 million	25.13 million
Contingent premium payable - (Rs. in crores) As at Jun 30, 2009	21.65	NIL	30.05	74.22
as at Jun 30, 2008	19.56	NIL	51.36	138.07
as at Mar 31, 2009	19.92	NIL	41.83	103.46

* Subject to certain criteria as per offer document.

2.5

a) During the quarter, the Parent Company has bought back and cancelled FCCBs (out of the third and the fourth issues) of face value of EUR 6,000,000 and USD 8,500,000 equivalent to Rs. 82.42 crores (for the year ending March 31, 2009, EURO 4,000,000 and USD 25,133,000 equivalent to Rs. 152.99 crores) at a discount resulting in reduction of liability by Rs 29.19 crores (for the year ending March 31, 2009, Rs. 77.05 crores). The same has been shown as exceptional income in the Profit & Loss account.

b) The Parent Company has incurred an amount of Rs. 1.32 crores towards professional fees (for the year ending March 31, 2009 Rs.51.09 crores towards the advisory fees, legal & other professional fees and other expenses for various financial re-structuring assignments including fee and other expenses) in respect of the aforesaid buyback. The same has been shown as exceptional expenditure in the Profit & Loss account.

2.6 Goodwill arising on consolidation:

	Rs. in Crores		
	As at June 30, 2009	As at June 30, 2008	As at March 31, 2009
Opening balance	1700.40	1,003.10	1,003.10
Add: Additions during the year	46.19	427.13	540.45
Add:(Less) Translation Reserve	(54.93)	49.80	156.85
Closing balance	1691.66	1480.03	1700.40

2.7 a) In the opinion of the Board, the investments, current assets, loans and advances are realizable at a value, which is at least equal to the amount at which these are stated, in the ordinary course of business and provision for all known and determined liabilities are adequate and not in excess of the amount stated.

(b) The accounts of certain Sundry Debtors, Creditors, Loans and Advances are however, subject to confirmations/reconciliations and consequent adjustments, if any. The management does not expect any material difference affecting the current year's financial statements on such reconciliation/adjustments.

2.8 Leases:

a. Operating Lease:

(i) The Company has acquired certain Land and Building under a lease arrangement for a period of sixty years at a premium of Rs.0.50 crores starting from December 4, 2000 for Land and Rs.15.62 crores starting from March 13, 2000 and Rs.5.05 crores from March 1, 2003 for building and the same is being amortized over the lease period. All other lease arrangements in respect of properties are renewable/cancelable at the Company's and/or lessors' option as mutually agreed. The future lease rental payment that the Company is committed to make is:

	Rs. in Crores		
	As at June 30, 2009	As at June 30, 2008	As at March 31, 2009
Within one year	103.97	98.31	102.30
Later than one year and not later than five years	163.40	164.63	132.82
Later than five years	4.06	-	-

ii) The Group avails from time to time non-cancelable long-term leases for computers, furniture & fixtures and office equipments. The total of future minimum lease payments that the Group is committed to make is:

	Rs. in Crores		
	As at June 30, 2009	As at June 30, 2008	As at March 31, 2009
Within one year	23.94	17.61	25.74
Later than one year and not later than five years	37.82	31.58	43.97
Later than five years	-	-	-

b. Financial Lease

There were no material financial leases entered into by the Group.

2.9 Deferred Taxation:

The break – up of net deferred tax liability/(asset) for the Group is as under:

	Rs. in Crores		
Deferred Tax Asset:	As at June 30, 2009	Current Period (Charge)/Credit#	As at March 31, 2009*
Unabsorbed losses /depreciation	64.56	15.86	49.21
Expenses allowable on payment and others	24.39	(8.55)	33.29
	88.95	7.31	82.50
Deferred Tax Liability:			
Fixed Assets (Depreciation / Amortization)	42.52	1.06	43.89
Net Deferred Tax (Liability) / Asset	46.43	8.36	38.61

Exclude exchange gain/loss in respect of foreign subsidiaries.

*Includes deferred tax balance in respect of companies acquired during the year.

2.10 Earnings Per Share:

The earnings per share have been computed in accordance with the 'AS 20 – Earnings per share'.

The numerators and denominators used to calculate Basic and Diluted Earnings Per Share:

		For the quarter ended June 30, 2009	For the quarter ended June 30, 2008	For the year ended March 31, 2009
Profit as per accounts (Rs. in crores) (Including profit from Associate)		62.93	58.10	266.67
Minority shareholder's Interest (Rs. in crores)		(4.05)	0.55	(10.62)
Net profit after minority interest (Rs. in crores)		58.88	58.65	256.05
Less: Dividend on preference shares paid (incl. corporate taxes)		(0.61)	(0.61)	(6.21)
Less: Dividend on preference shares accrued but not declared (incl. Corporate taxes)		(1.24)	(1.24)	(1.22)
Profit attributable to Equity Shareholders (Rs. in crores)	A	57.03	56.80	248.62
Add: Profit due to Exceptional items (after considering Provision for contingency) (Rs. In crores)		27.87	-	25.96
Profit attributable to Equity Shareholders after exceptional items (Rs. In crores)	B	84.90	56.80	274.58
Weighted average number of Equity Shares outstanding (Nos.)	C	130,771,806	130,592,227	130,696,488
Add: Effect of dilutive issues of options		932,701	5,033,255	-
Diluted weighted average number of Equity Shares outstanding (Nos.)	D	135,625,482	135,625,482	130,696,488
Nominal value of Equity Shares (Rs.)		10	10	10
Before exceptional items Basic Earnings Per Share (Rs.)	A/C	4.36	4.35	19.02
Diluted Earnings Per Share (Rs.)	A/D	4.33	4.19	19.02
After exceptional items Basic Earnings Per Share (Rs.)	B/C	6.49	4.35	21.01
Diluted Earnings Per Share (Rs.)	B/D	6.45	4.19	21.01

2.11 Employee Stock Option Plan:

The Company's Employees Stock Option Plan provides for issue of equity option up to 25% of the paid-up Equity Capital to eligible employees. The scheme covers the managing director, whole time directors and the employees of the subsidiaries, the erstwhile holding Company and subsidiaries of the erstwhile holding Company, apart from the employees of the Company. The options vest in a phased manner over three years with 20%, 30% and 50% of the grants vesting at the end of each year from the date of grant and the same can be exercised within ten years from the date of the grant by paying cash at a price determined on the date of grant.

Method used for accounting for the share based payment plan:

The Company has elected to use the intrinsic value method to account for the compensation cost of stock options to employees of the Company. Intrinsic value is the amount by which the quoted market price of the underlying share as on the date of grant exceeds the exercise price of the option.

Summary of the options outstanding under the Employees Stock Option Plan (ESOP):

	As at June 30, 2009		As at June 30, 2008		As at March 31, 2009	
	Options	Weighted average exercise price (Rs.)	Options	Weighted average exercise price (Rs.)	Options	Weighted average exercise price (Rs.)
Options outstanding beginning of the period/year	26,337,126	105.35	24,051,354	104.20	24,051,354	104.20
Granted during the period/year	180,000	58.00	5,000,000	116.00	5,000,000	116.00
Bonus issue during the period/year	-	-	-	-	-	-
Exercised during the period/year	(94,800)	47.07	(118,335)	51.88	(215,761)	56.02
Forfeited/lapsed during the period/year	(455,252)	111.49	(492,869)	119.29	(2,498,467)	119.88
Options outstanding end of period/year*	25,967,074	105.13	28,440,150	106.23	26,337,126	105.35
Vested options pending exercise	16,826,074	86.37	11,707,362	75.87	11,710,899	81.10

*Includes 3,737,000 options granted to managing director/whole time directors and non-executive directors (for the quarter ended June 30, 2008 3,637,000 options and for the year ended March 31, 2009 3,587,000 options).

Weighted average market price of the shares with respect to stock options exercised during the period ended June 30, 2009 is Rs. 59.38 (for the quarter ended June 30, 2008 Rs.117.16 and for the year ended March 31, 2009 Rs.75.68).

The following summarizes information about stock options outstanding:

As of June 30, 2009

Range of Exercise Price	Number of Shares arising out of options	Weighted average remaining life (years)	Weighted average Exercise Price (Rs.)
Rs 37 to Rs 50	5,221,964	5	48.88
Rs 57 to Rs 150	20,745,110	8	118.79

As of June 30, 2008

Range of Exercise Price	Number of Shares arising out of options	Weighted average remaining life (years)	Weighted average Exercise Price (Rs.)
Rs 37 to Rs 50	5,614,640	7	48.84
Rs 57 to Rs 150	22,825,510	9	120.35

As at March 31, 2009

Range of Exercise Price	Number of shares arising out of options	Weighted average remaining life (years)	Weighted average exercise price (Rs.)
Rs 37 to Rs 50	5,344,466	6	48.85
Rs 57 to Rs 150	20,992,660	8	119.74

Fair Value methodology for the option

The fair value of options used to compute net income and earnings per equity share have been estimated on the dates of each grant within the range of Rs. 3.37 to Rs. 61.15 using the Black - Scholes pricing model. The Company estimated the volatility based on the historical share prices. The various assumptions considered in the pricing model for the options granted under ESOP are:

	As at June 30, 2009	As at June 30, 2008	As at March 31, 2009
Dividend yield	2.59%	1.72%	1.72%
Expected volatility	10% - 15.5%	10% - 20.40%	10% - 27.50%
Risk-free interest rate	6.32% - 8.25%	6.32% - 8.25%	6.32% - 8.25%
Expected life of Option	3 - 10 yrs	3 - 10 yrs	3 - 10 yrs

Impact of Fair value method on Net profit and EPS

Had the compensation cost for the Company's Stock Option Plan outstanding been determined based on the fair value approach, the Company's net profit income and earnings per share would have been, as indicated below:

	Rs. in Crores		
	For the quarter ended June 30, 2009	For the quarter ended June 30, 2008	For the year ended March 31, 2009
Profit attributable to Equity Shareholders	57.03	56.80	248.62
Add: Stock-based employee compensation expense included in net income	-	-	-
Less: Stock based compensation expense determined under fair value based method	1.95	1.74	8.03
Net Profit :	55.08	55.06	241.09
Basic earning per share (as reported)	4.36	4.35	19.02
Basic earning per share (under fair value method)	4.21	4.22	18.41
Diluted earning per share (as reported)	4.33	4.19	19.02
Diluted earning per share (under fair value method)	4.18	4.06	18.41

2.12 Related Party Transactions:

Directors/Key Management Personnel: Mr. V Srinivasan (Managing Director & Chief Executive Officer), Mr. Amar Chintopanth (Executive Director & CFO), Mr. Anirudh Prabhakaran (Executive Director & President – South Asia).

Joint Venture – Elegon Infotech Ltd, China

The following transactions were carried out with the related parties in the ordinary course of business during the year:

	Rs. in Crores		
	For the quarter ended June 30, 2009	For the quarter ended June 30, 2008	For the year Ended March 31, 2009
Joint Venture - Elegon Infotech Ltd.			
Purchase of Services	0.40	-	-
Transfer of IPR	-	-	18.30
Directors, Key Management Personnel and their relatives:			
Remuneration/fees	2.64	-	7.42
Expenses	0.25	-	0.65

	Rs. in Crores		
	Outstanding balance as at June 30, 2009	Outstanding balance as at June 30, 2008	Outstanding balance as at March 31, 2009
Joint Venture – Elegon Infotech Ltd.			
Receivables	19.06	-	20.11

Related party as identified by the management and relied upon by the auditors.

No balances in respect of the related parties have been provided for/written back/ written off except as stated above.

2.13 Disclosures pursuant to AS 17 – Segment Reporting:

- a) IT Service, Software Products and Transaction Service businesses have been considered as primary segments. The Profit & Loss account of the reportable segments is set out here below:

	Rs. in Crores		
	For the quarter ended June 30, 2009	For the quarter ended June 30, 2008	For the year ended March 31, 2009
b) Segment Revenues:			
Software Products	187.64	186.87	811.23
IT / IT Enabled Services	210.79	180.39	748.17
Transaction Services	199.33	101.21	726.24
Total Revenues	597.76	468.47	2285.64
c) Segment Results (Gross Profit):			
Software Products	92.07	99.15	439.12
IT / IT Enabled Services	91.03	67.88	270.89
Transaction Services	54.77	29.17	209.85
Total Segment Results	237.87	196.20	919.86
Unallocable expenses:			
Selling and Other expenses	118.82	105.06	485.44
Interest	34.19	18.04	94.95
Depreciation & Amortization	28.58	11.82	70.06
Operating Profit	56.28	61.28	269.41
Other Income	4.38	3.15	19.06
Profit Before Taxation	60.66	64.43	288.47
Less / (Add) Taxes	(2.27)	6.33	22.05
Profit After Taxation	62.93	58.10	266.42
Add : Exceptional items	27.87	-	25.96
Profit After Taxation & After Exceptional items	-	-	292.38
Add : Share of Profit in Associate	-	-	0.25
Less : Minority Shareholders' Interest	4.05	(0.55)	10.62
Net Profit after Minority Interest and exceptional items	86.75	58.65	282.01

Note: The segment operating profit is arrived at before allocating certain expenses to segments and such unallocable expenses are separately disclosed as 'Selling and Other expenses'.

- d) Considering the nature of the Group's business, the assets and liabilities cannot be identified to any specific business segment.

- e) Disclosure of details of Secondary segments, being geographies, is as under:

Revenues	Rs. in Crores		
	For the quarter ended June 30, 2009	For the quarter ended June 30, 2008	For the year ended March 31, 2009
- South Asia	151.72	158.51	639.74
- Unites States of America	318.90	189.40	1157.82
- Middle East, Africa, Russia and CIS	68.49	51.39	236.90
-APAC	25.27	26.86	103.93
- Western Europe	37.76	45.46	166.31
Total Revenues	602.14	471.62	2304.70

2.14 Residual Dividend represents dividend on shares issued (entitled to previous period dividend) between the date of proposed dividend and record date.

Residual dividend of Rs.Nil (inclusive of tax) (for the quarter ended June 30, 2008 Rs.Nil, for the year ended March 31, 2009 Rs.0.02 crores), is appropriated out of Profit & Loss account

2.15 Provision for Warranty and Contingencies:

	Rs. in Crores
	Warranty
Balance as at April 1, 2009	8.40
Provisions made during the year	0.90
Provision written back during the period	0.30
Balance as at June 30, 2009	9.00

2.16 Amount of exchange difference (net) debited to Profit & Loss account during the quarter ended June 30, 2009 is Rs.0.03 crores (for the quarter ended June 30, 2008 credited Rs.1.29 crores and for the year ended March 31, 2009 credited is Rs.8.31 crores).

Signatures to Schedules "I" to "XIII"

For and on behalf of the Board

V. Srinivasan
Managing Director & CEO

Dileep C. Choksi
Director & Chairman of Audit Committee

Amar Chintopanth
Executive Director & CFO

Shivanand R. Shettigar
Company Secretary

Mumbai, July 28, 2009