Consolidated Balance Shee	et as at		Schedule	March 31, 2006	in Rs. crore March 31, 2005
SOURCES OF FUNDS					
SHAREHOLDERS' FUNDS					
Share capital			1	138	135
Reserves and surplus			2	6,828	5,090
				6,966	5,225
MINORITY INTEREST				68	-
PREFERENCE SHARES ISS			3		94
			5	7,034	5,319
APPLICATION OF FUNDS					
IXED ASSETS			4		0.007
Original cost				2,983	2,287
Less: Accumulated deprecia Net book value	alion and amoruzation			<u> </u>	<u> </u>
Add: Capital work-in-progre	ee			571	318
Add. Capital work-in-progre	33			2,226	1,574
NVESTMENTS			5	755	1,211
DEFERRED TAX ASSETS			6	65	45
URRENT ASSETS, LOANS	AND ADVANCES		-	4 000	4 000
Sundry debtors			7	1,608	1,322
Cash and bank balances			8	3,429	1,576
Loans and advances			9	1,297	1,024
ESS: CURRENT LIABILITIE	S AND PROVISIONS			6,334	3,922
Current liabilities Provisions			10 11	934 1,412	656 777
VET CURRENT ASSETS			11	3,988	2,489
				7,034	5,319
	G POLICIES AND NOTES ON ACC	CUNTS	23		
* refer to note 23.2.16	ST OLIGIES AND NOTES ON ACC		23		
The schedules referred to ab	ove are an integral part of the cons	solidated balance sheet.			
As per our report attached					
for BSR & Co. Chartered Accountants					
Subramanian Suresh Partner Membership No. 83673	N. R. Narayana Murthy Chairman and Chief Mentor	Nandan M. Nilekani Chief Executive Officer, President and Managing		S. Gopalakrishnan Chief Operating Officer and Deputy Managing	Deepak M. Satwalekar Director
		Director		Director	
	Marti O. Ochasharanaa	Omkar Goswami		Lana Davaslar	David Diagonaliza
	Marti G. Subrahmanyam Director	Director		Larry Pressler Director	Rama Bijapurkar Director
	Claude Smadja	Sridar A. Iyengar		David L Boyles	Jeffrey Lehman
	Director	Director		Director	Director
	S. D. Shibulal	T. V. Mohandas Pai		Srinath Batni	V. Balakrishnan
Bangalore April 14, 2006	Director	Director and Chief Financial Officer		Director	Company Secretary and Senior Vice President – Finan

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Consolidated Profit and Loss Account for the			arter ended March 31,		llf year ended Aarch 31,
	Schedule	2006	2005	2006	200
ncome from software services, products and business process management		2,624	1,987	5,156	3,864
Software development and business process management expenses	12	1,422	1,041	2,749	2,033
GROSS PROFIT		1,202	946	2,407	1,831
Selling and marketing expenses	13	152	117	310	234
General and administration expenses	14	217	163	403	312
DPERATING PROFIT BEFORE INTEREST, DEPRECIATION, AMORTIZATION, MINORITY		369	280	713	546
NTEREST AND EXCEPTIONAL ITEM nterest		833	666	1,694	1,285
Depreciation and amortization		144	100	261	174
OPERATING PROFIT BEFORE TAX, MINORITY INTEREST AND EXCEPTIONAL ITEM		689	566	1,433	1,111
Other income, net Provision for investments	15	72	32	67	79
NET PROFIT BEFORE TAX, MINORITY INTEREST AND EXCEPTIONAL ITEM		761	598	1,500	1.190
Provision for taxation	16	81	85	164	179
NET PROFIT AFTER TAX AND BEFORE MINORITY INTEREST AND EXCEPTIONAL ITEM		680	513	1,336	1,011
ncome from sale of investment in Yantra Corporation (net of taxes)		<u> </u>	45		45
NET PROFIT AFTER TAX, EXCEPTIONAL ITEM AND BEFORE MINORITY INTEREST		680	558	1,336	1,056
Minority interest		7		14	
NET PROFIT AFTER TAX, EXCEPTIONAL ITEM AND MINORITY INTEREST		673	558	1,322	1,056
Balance Brought Forward		2,998	1,248	2,349	750
Less: Residual dividend paid Additional dividend tax		-	-	-	-
		2,998	1,248	2,349	750
AMOUNT AVAILABLE FOR APPROPRIATION		3,671	1,806	3,671	1,806
Dividend					
Interim Final		- 234	- 176	- 234	- 176
Silver Jubilee special dividend		827		827	
Total dividend		1,061	176	1,061	176
Dividend tax Amount transferred to general reserve		149 242	25 190	149 242	25 190
Balance in profit and loss account		2,219	1,415	2,219	1,415
		3,671	1,806	3,671	1,806
EARNINGS PER SHARE*					
Equity shares of par value Rs. 5/- each					
Before Exceptional Item Basic		24.45	19.01	48.17	37.52
Diluted		23.84	18.44	46.88	36.39
After Exceptional Item		04.45	00.00	10.17	
Basic Diluted		24.45 23.84	20.68 20.07	48.17 46.88	39.19 38.02
Number of shares used in computing earnings per share		20.04	20.07	40.00	36.02
Basic		27,51,09,907	27,00,94,432	27,44,40,691	26,94,34,08
Diluted		28,23,17,293	27,83,96,419	28,19,73,111	27,77,77,02
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS	23				

The schedules referred to above are an integral part of the consolidated profit and loss account.

N. R. Narayana Murthy

Chairman and Chief Mentor

As per our report attached

for BSR & Co. Chartered Accountants

Subramanian Suresh Partner Membership No. 83673

Nandan M. Nilekani Chief Executive Officer, President and Managing Director

Marti G. Subrahmanyam Director

Omkar Goswami Director

Claude Smadja Director Sridar A. Iyengar Director

Bangalore April 14, 2006 S. D. Shibulal Director T. V. Mohandas Pai Director and Chief Financial Officer S. Gopalakrishnan Chief Operating Officer and Deputy Managing Director

Larry Pressler Director

David L Boyles Director

Srinath Batni Director Deepak M. Satwalekar Director

Rama Bijapurkar Director

Jeffrey Lehman Director

V. Balakrishnan Company Secretary and Senior Vice President – Finance

Consolidated Cash Flow Statement for the		Quarter en	ded	Half year en	in Rs. crore
		March 3		March 31	
	Schedule	2006	2005	2006	2005
CASH FLOWS FROM OPERATING ACTIVITIES					
Net profit before tax Adjustments to reconcile net profit before tax to cash provided by		761	598	1,500	1,190
operating activities					
(Profit)/ loss on sale of fixed assets		-	1	-	1
Depreciation and amortization		144	100	261	174
Interest and dividend income		(78)	(36)	(130)	(62
Provisions for investments Effect of exchange differences on translation of foreign currency cash		-	-	-	-
and cash equivalents		(5)	2	-	9
Changes in current assets and liabilities					
Sundry debtors		(214)	(284)	(274)	(396)
Loans and advances	17	(38)	(16)	(16)	(44)
Current liabilities and provisions	18	85	19	173	48
Income taxes paid	19	(296)	(101)	(389)	(185
NET CASH GENERATED BY OPERATING ACTIVITIES		359	283	1,125	735
CASH FLOWS FROM INVESTING ACTIVITIES					
Purchases of fixed assets and change in capital work-in-progress	20	(275)	(244)	(535)	(501)
Proceeds on disposal of fixed assets		1	1	1	1
Investments in securities	21	1,450	(154)	1,574	(245
Interest and dividend income		78	36	130	62
Cash flow from investing activities before exceptional items		1,254	(361)	1,170	(683)
Income from sale of investment in Yantra Corporation		-	49	-	49
Less: Tax on the above			4	<u> </u>	4
Net income from sale of investment in Yantra Corporation			45	<u> </u>	45
IET CASH USED IN INVESTING ACTIVITIES		1,254	(316)	1,170	(638)
CASH FLOWS FROM FINANCING ACTIVITIES					
Proceeds from issuance of share capital on exercise of stock options		193	140	397	316
Dividends paid during the period, including dividend tax		193	140	(202)	(151)
Dividends paid during the period, including dividend tax			<u> </u>	(202)	(131)
IET CASH USED IN FINANCING ACTIVITIES		193	140	195	165
ffect of exchange differences on translation of foreign currency cash					
ind cash equivalents		5	(1)	<u> </u>	(11)
IET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		1,811	106	2,490	251
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		2,145	1,683	1,466	1,538
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	22	3,956	1,789	3,956	1,789

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS 23

The schedules referred to above are an integral part of the consolidated cash flow statement.

As per our report attached

for BSR & Co. Chartered Accountants

Subramanian Suresh Partner Membership No. 83673	N. R. Narayana Murthy Chairman and Chief Mentor	Nandan M. Nilekani Chief Executive Officer, President and Managing Director	S. Gopalakrishnan Chief Operating Officer and Deputy Managing Director	Deepak M. Satwalekar Director
	Marti G. Subrahmanyam	Omkar Goswami	Larry Pressler	Rama Bijapurkar
	Director	<i>Director</i>	Director	<i>Director</i>
	Claude Smadja	Sridar A. Iyengar	David L Boyles	Jeffrey Lehman
	Director	Director	Director	Director
Bangalore April 14, 2006	S. D. Shibulal Director	T. V. Mohandas Pai Director and Chief Financial Officer	Srinath Batni Director	V. Balakrishnan Company Secretary and Senior Vice President – Finance

in Rs. Crore March 31, 2005 Schedules to the Consolidated Balance Sheet as at March 31, 2006 **1 SHARE CAPITAL** Authorized Equity shares, Rs. 5/- par value 30,00,00,000 (30,00,00,000) equity shares 150 150 Issued, Subscribed and Paid Up Equity shares, Rs. 5/- par value* 138 135 27,55,54,980 (27,05,70,549) equity shares fully paid up [Of the above, 25,84,92,302 (25,84,92,302) equity shares fully paid up have been issued as bonus shares by capitalization of the general reserve] 138 135 Forfeited shares amounted to Rs. 1,500/- (Rs 1,500/-) * For details of options in respect of equity shares, refer to note 23.2.7 * Refer to note 23.2.17 for details of basic and diluted shares 2 RESERVES AND SURPLUS Capital reserve 6 5 Capital reserve on consolidation 49 Share premium account - As at April 1, 900 461 Add: Receipts on exercise of employee stock options 571 439 Income Tax benefit arising from exercise of stock options 72 1,543 900 Foreign currency translation adjustment (1) 2,680 General reserve - As at April 1, 2,770 Less: Capitalized on issue of bonus shares 100 Add: Transfer from the Profit and Loss Account 242 190 3,012 2,770 Balance in Profit and Loss Account 1,415 2,219 6,828 5,090 **3 PREFERENCE SHARES ISSUED BY SUBSIDIARY** Authorized 0.0005% Cumulative convertible preference shares, Rs. 100/- par value Nil (87,50,000) preference shares 88 Issued, Subscribed and Paid Up

CONSOLIDATED FINANCIAL STATEMENTS OF INFOSYS TECHNOLOGIES LIMITED AND SUBSIDIARIES

0.0005% Cumulative convertible preference shares, Rs. 100/- par value nil (87,50,000) preference shares fully paid up* Premium received on issue of preference shares

* Refer to note 23.2.16

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Schedules to the Consolidated Balance Sheet

4 FIXED ASSETS

in Rs. Crores except as otherwise stated

		Original cost				Depreciation and amortization				value
	As at April 1, 2005	Additions during the year	Deletions/ Retirement during the year	As at March 31, 2006	As at April 1, 2005	For the year	Deletions/ Retirement during the year	As at March 31, 2006	As at March 31, 2006	As at March 31, 2005
		,	,			,	,		,	
Goodwill	41	-	-	41	-	-	-	-	41	41
Land: free-hold	30	4	-	34	-	-	-	-	34	30
leasehold	90	18	4	104	-	-	-	-	104	90
Buildings	731	292	1	1,022	119	61	-	180	842	612
Plant and machinery **	395	181	7	569	218	98	7	309	260	177
Computer equipment **	610	220	73	757	446	179	73	552	205	164
Furniture and fixtures **	341	120	18	443	205	96	18	283	160	136
Leasehold improvements	6	5	-	11	1	3	-	4	7	5
Vehicles	1	1	-	2	-	-	-	-	2	1
Intangible assets **				-					_	
Intellectual property rights	42	-	42	-	42	-	42	-	-	-
	2,287	841	145	2,983	1,031	437	140	1,328	1,655	1,256
Previous year	1,634	728	75	2,287	810	287	66	1,031	1,256	· · · · ·

Note: Buildings include Rs. 250/- being the value of 5 shares of Rs. 50/- each in Mittal Towers Premises Co-operative Society Limited

** Amount includes the retiral of assets which are not in active use, with original cost of Rs. 121 crore and accumulated depreciation of Rs. 121 crore.

chedules to the Consolidated Balance Sheet as at	March 31, 2006	in Rs. crore March 31, 2005
5 INVESTMENTS		
Trade (unquoted) – at cost		
Long- term investments	17	16
Less: Provision made for investments	15	14
	2	2
Non-trade (unquoted), current investments, at the lower of cost and fair value		
Liquid mutual funds	753	1,209
•	755	1.211
Aggregate amount of unquoted investments	755	1,211
6 DEFERRED TAX ASSETS		
Fixed assets	57	33
Sundry debtors	2	3
Leave provisions and others	<u> </u>	<u> </u>
7 SUNDRY DEBTORS Debts outstanding for a period exceeding six months Unsecured considered good considered doubtful Other debts Unsecured considered good* considered doubtful Less: Provision for doubtful debts	8 1,608 2 1,618 10 1,608	- 11 1,322 8 1,341 1,341 19 1,322
* Includes dues from companies where directors are interested 3 CASH AND BANK BALANCES	2	-
Cash on hand		
Balances with scheduled banks	-	-
In current accounts *	224	83
In deposit accounts in Indian Rupees	2,800	1,250
Balances with non-scheduled banks	2,000	1,200
In deposit accounts in foreign currency	-	26
In current accounts in foreign currency	405	217
	3.429	1,576
*includes balance in unclaimed dividend account	3	3

chedules to the Consolidated Balance Sheet as at	March 31, 2006	in Rs. cro March 31, 20
	March 01, 2000	
LOANS AND ADVANCES		
Unsecured, considered good		
Advances	1	-
prepaid expenses	32	3
for supply of goods and rendering of services	10	
others	14	1
	57	5
Unbilled revenues	211	14
Advance income tax	267	40
Loans and advances to employees *	20.	
housing and other loans	49	ł
salary advances	63	4
Electricity and other deposits	16	
Rental deposits	16	
Deposits with financial institution and body corporate (refer note 23.2.9)	607	
	607	28
Deposits with government authorities	-	-
Mark to Market on options/due on forward contracts	-	
Other assets	<u> </u>	1,02
Unsecured, considered doubtful	.,	.,
Loans and advances to employees	1	
	1,298	1,0
Less: Provision for doubtful loans and advances to employees	1	-
	1,297	1,0
* includes dues have discretes officiants of the second second		
 * includes dues by non-director officers of the company Maximum amounts due by non-director officers at any time during the period/ year D CURRENT LIABILITIES 	-	-
		-
Maximum amounts due by non-director officers at any time during the period/ year 0 CURRENT LIABILITIES	-	-
Maximum amounts due by non-director officers at any time during the period/ year O CURRENT LIABILITIES Sundry creditors	- 12	-
Maximum amounts due by non-director officers at any time during the period/ year O CURRENT LIABILITIES Sundry creditors capital goods	- - 12	-
Maximum amounts due by non-director officers at any time during the period/ year 0 CURRENT LIABILITIES Sundry creditors capital goods goods and services	- - 12 9	-
Maximum amounts due by non-director officers at any time during the period/ year O CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries		
Maximum amounts due by non-director officers at any time during the period/ year CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives	9 260	1
Maximum amounts due by non-director officers at any time during the period/ year D CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave	9	1
Maximum amounts due by non-director officers at any time during the period/ year 0 CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities	9 260 101	1
Maximum amounts due by non-director officers at any time during the period/ year 0 CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses	9 260 101 218	1: 1.
Maximum amounts due by non-director officers at any time during the period/ year O CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrued for expenses retention monies	9 260 101 218 13	1! - 14
Maximum amounts due by non-director officers at any time during the period/ year O CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses retention monies withholding and other taxes payable	9 260 101 218 13 89	1:
Maximum amounts due by non-director officers at any time during the period/ year 0 CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses retention monies withholding and other taxes payable for purchase of intellectual property rights	9 260 101 218 13 89 20	- - 11 1 - - - - - - - - - - - - - - -
Maximum amounts due by non-director officers at any time during the period/ year O CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses retention monies withholding and other taxes payable	9 260 101 218 13 89 20 <u>3</u>	11
Maximum amounts due by non-director officers at any time during the period/ year 0 CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses retention monies withholding and other taxes payable for purchase of intellectual property rights others	9 260 101 218 13 89 20 <u>3</u> 725	19 14 0 55
Maximum amounts due by non-director officers at any time during the period/ year D CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses retention monies withholding and other taxes payable for purchase of intellectual property rights others Advances received from clients	9 260 101 218 13 89 20 <u>3</u> 725 7	1: 1. 5:
Maximum amounts due by non-director officers at any time during the period/ year D CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses retention monies withholding and other taxes payable for purchase of intellectual property rights others Advances received from clients Unearned revenue	9 260 101 218 13 89 20 <u>3</u> 725 7 194	1: 1. 5:
Maximum amounts due by non-director officers at any time during the period/ year D CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses retention monies withholding and other taxes payable for purchase of intellectual property rights others Advances received from clients Uncaimed dividend	9 260 101 218 13 89 20 3 725 7 194 3	1
Maximum amounts due by non-director officers at any time during the period/ year D CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses retention monies withholding and other taxes payable for purchase of intellectual property rights others Advances received from clients Unearned revenue	9 260 101 218 13 89 20 <u>3</u> 725 7 194 3 5	1:
Maximum amounts due by non-director officers at any time during the period/ year O CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses retention monies withholding and other taxes payable for purchase of intellectual property rights others Advances received from clients Uncaimed dividend	9 260 101 218 13 89 20 3 725 7 194 3	11 1- 5: - -
Maximum amounts due by non-director officers at any time during the period/ year O CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses retention monies withholding and other taxes payable for purchase of intellectual property rights others Advances received from clients Uncaimed dividend Mark to Market on options/due on forward contracts	9 260 101 218 13 89 20 <u>3</u> 725 7 194 3 5	1:
Maximum amounts due by non-director officers at any time during the period/ year 0 CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses retention monies withholding and other taxes payable for purchase of intellectual property rights others Advances received from clients Uncaimed dividend	9 260 101 218 13 89 20 <u>3</u> 725 7 194 3 5	19
Maximum amounts due by non-director officers at any time during the period/ year O CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses retention monies withholding and other taxes payable for purchase of intellectual property rights others Advances received from clients Uncaimed dividend Mark to Market on options/due on forward contracts 1 PROVISIONS	9 260 101 218 13 89 20 3 725 7 7 194 3 5 934	19
Maximum amounts due by non-director officers at any time during the period/ year O CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses retention monies withholding and other taxes payable for purchase of intellectual property rights others Advances received from clients Unclaimed dividend Mark to Market on options/due on forward contracts Proposed dividend	9 260 101 218 13 89 20 3 725 7 7 194 3 5 934	15 14 14
Maximum amounts due by non-director officers at any time during the period/ year O CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses retention monies withholding and other taxes payable for purchase of intellectual property rights others Advances received from clients Unearned revenue Unclaimed dividend Mark to Market on options/due on forward contracts Proposed dividend Provision for	9 260 101 218 13 89 20 3 725 7 194 3 5 <u>934</u>	19 14 55 - - - 6: 11
Maximum amounts due by non-director officers at any time during the period/ year O CURRENT LIABILITIES Sundry creditors capital goods goods and services accrued salaries and benefits salaries bonus and incentives unavailed leave for other liabilities accrual for expenses retention monies withholding and other taxes payable for purchase of intellectual property rights others Advances received from clients Uncarned revenue Unclaimed dividend Mark to Market on options/due on forward contracts Proposed dividend Provision for tax on dividend	9 260 101 218 13 89 20 <u>3</u> 725 7 194 3 <u>5</u> 934 1,061 149	1:

* refer to note 23.2.8.

chedules to Consolidated Profit and Loss Account for the	Quarte	in Rs. crore Half year ended		
	Marc	:h 31,	March	
	2006	2005	2006	2005
12 SOFTWARE DEVELOPMENT AND BUSINESS PROCESS MANAGEM	ENT EXPENSES			
Salaries and bonus including overseas staff expenses	1,166	822	2,271	1,637
Contribution to provident and other funds	25	24	49	45
Staff welfare	9	6	19	14
Overseas travel expenses	87	66	165	123
Traveling and conveyance	6	3	11	5
Technical sub-contractors	52	36	92	70
Software packages				
for own use	37	34	72	66
for service delivery to clients	5	2	11	6
Communication expenses	16	16	30	29
Rent	6	4	13	8
Computer maintenance	6	4	13	8
Consumables	4	4	8	7
Provision for post-sales client support and warranties	1	18	(8)	12
Miscellaneous expenses	2	2	3	3
	1,422	1,041	2,749	2,033
Salaries and bonus including overseas staff expenses Contribution to provident and other funds	95	70 -	191 1	141 1
Contribution to provident and other funds	-	-	1	1
Staff welfare	1	-	2	-
Overseas travel expenses	22	16	40	29
Traveling and conveyance	1	1	3	5
Brand building	11	9	25	17
Commission and earnout charges	3	9	14	16
Professional charges	7	4	12	9
Rent	4	2	8	5
Marketing expenses	3	3	6	4
Telephone charges	2	1	4	3
Communication Expenses	-	-	-	-
Printing and stationery	-	1	-	1
Advertisements	1	-	1	1
Sales promotion expenses	1	-	1	1
Office maintenance	-	-		
Insurance charges	-	-	_	-
Consumables				_
	-	-	-	-
Software packages				
for own use	-	-	-	-
Computer maintenance	-	-	-	-
Rates and taxes	-	-	-	
Miscellaneous expenses	1	1	2	1
	152	117	310	234

2006 2005 2006 2006 2005 Statistics and borus including overseas staff expenses 47 32 90 6 Cast winders 2 2 4 - Telephone charges 25 18 45 3 Professional charges 32 17 49 3 Protessional charges 32 17 49 3 Protessional charges 32 17 49 3 Protessional charges 19 14 36 2 Overseas travel expenses 3 4 8 1 Insurance charges 7 9 13 1 Printing and stationery 3 3 6 1 Advertisements 4 4 6 1 Protessional membership and seminar participation fees 3 2 5 1 Repairs to building 2 1 3 6 1 Protesion of doubuil dous 4 6	ichedules to Consolidated Profit and Loss Account for the	Quarter March		Half year e March	
GENERAL AND ADMINISTRATION EXPENSES Salaries and bons including overses staff expenses 47 32 90 6 Staff writere - - 1 - Staff writere - - 1 - Traphone charges 22 2 4 - Staff writere - - 1 - Traveling and conveyance 19 14 36 2 Order maintenance 22 14 42 2 Traveling and conveyance 19 14 36 2 Overseas travel expenses 3 3 6 - Insurance charges 7 9 13 1 Professional membership and seminar participation fees 3 2 6 - Reparts to building 5 6 8 1 3 6 1 Professional membership and seminar participation fees 2 1 3 6 1 Protessional membership and seminar participation fees					2005
Contribution to provident and other funds 2 2 4 Telephone charges 25 18 45 3 Professional charges 32 17 69 3 Proves and fuel 19 13 36 2 Office maintenance 22 14 42 2 Traveling and conveyance 19 14 36 2 Overseas travel sepenses 3 4 8 1 Insurance charges 7 9 13 1 Traveling and classes 3 2 6 1 Advertisements 4 4 7 1 Advertisements 4 4 7 1 Protessional membership and seminar participation fees 3 3 6 1 Advertisements 4 4 7 1 3 1 Protession and end charber 2 1 3 1 1 Protesion for band machinery 2 1 </td <td>4 GENERAL AND ADMINISTRATION EXPENSES</td> <td></td> <td></td> <td></td> <td></td>	4 GENERAL AND ADMINISTRATION EXPENSES				
Contribution to provident and other funds 2 2 4 Telephone charges 25 18 45 3 Professional charges 32 17 69 3 Proves and fuel 19 13 36 2 Office maintenance 22 14 42 2 Traveling and conveyance 19 14 36 2 Overseas travel sepenses 3 4 8 1 Insurance charges 7 9 13 1 Traveling and classes 3 2 6 1 Advertisements 4 4 7 1 Advertisements 4 4 7 1 Protessional membership and seminar participation fees 3 3 6 1 Advertisements 4 4 7 1 3 1 Protession and end charber 2 1 3 1 1 Protesion for band machinery 2 1 </td <td>Salaries and bonus including overseas staff expenses</td> <td>47</td> <td>32</td> <td>90</td> <td>67</td>	Salaries and bonus including overseas staff expenses	47	32	90	67
Staff weifare - - 1 Telephone charges 32 17 69 33 Protessional charges 32 17 69 33 Office maintenance 22 14 42 22 Traveling and conveyance 19 14 36 22 Over and full 3 3 6 1 Printing and stationery 3 3 6 1 Instance charges 7 9 13 1 Takes and taxes 3 4 8 1 Donations 4 4 4 7 1 Reparts to building 5 6 8 1 Reparts to building 5 6 8 1 Reparts to building 2 1 3 6 1 Reparts to building 2 1 3 6 1 Reparts to building 2 1 4 4 7 1 Reparts to building 2 1 4 6 1 1<					4
Telephone charges 25 18 45 3 Professional charges 32 17 59 3 Prover and fuel 19 13 36 2 Office maintenance 22 14 42 2 Traveling and conveyance 19 14 36 2 Overseas travel expenses 3 4 8 7 Insurance charges 7 9 13 1 Printing and stationery 3 3 6 6 Coverseas travel expenses 3 2 6 6 Donations 4 4 8 1 Rets and taxes 3 2 5 6 Donations 4 4 6 1 Repairs to building 5 6 8 1 Repairs to building 2 1 3 2 Reversites to plant and machinery 3 3 6 1 Provision of obadia of doubful debts 4 6 - 1 1 Boods and pe					1
Professional charges 32 17 59 3 Office maintenance 22 14 42 2 Office maintenance 22 14 42 2 Traveling and conveyance 19 14 36 2 Over and stationery 3 4 8 - Insurance charges 7 9 13 11 Printing and stationery 3 3 6 - Rates and taxes 3 2 6 - Donations 4 4 8 1 Reparts to building 5 6 8 1 Reparts to building 2 1 3 2 5 Protesional networtship and seminar participation fees 3 2 5 5 Protesion of bad and doubful debts 4 6 1 1 Provision of obad and doubful debts 4 6 1 1 Provision of obad and doubful debts - - - - - Commission to non-whote time directors -	Telephone charges	25	18	45	30
Power and fuel 19 13 36 2 Office maintenance 22 14 42 2 Traveling and conveyance 19 14 36 2 Overseas travel expenses 3 4 8 3 Insurance charges 7 9 13 1 Traveling and storeny 3 3 6 1 Traveling and storeny 3 3 6 1 Traveling and storeny 3 3 6 1 Constitutions 4 4 8 1 Adventisements 3 4 5 6 Professional membership and seminar participation fees 3 2 1 3 Protestion for bad and doubful debts 2 1 3 3 6 Provision for doubful loans and advances - - - - - - - - - - - - - - - - <td< td=""><td></td><td>32</td><td>17</td><td>59</td><td>37</td></td<>		32	17	59	37
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Traveling and conveyance 19 14 36 2 Insurance charges 7 9 13 1 Insurance charges 7 9 13 1 Printing and stonery 3 3 6 1 Rates and taxes 3 2 6 1 Donations 4 4 8 1 Rent 3 4 4 7 Advertisements 4 4 7 1 Professional membership and seminar participation fees 3 2 5 5 Repairs to building 5 6 8 1 3 5 Repairs to building 2 1 3 3 6 1 1 Repairs to building 2 1 4 6 - 1 1 Repairs to building and and advances - - - - 1 1 Provision for bad and doubtful does and advances - - - - - - - - - -					26
Overses travel express 3 4 8 Insurance charges 7 9 13 1 Printing and stationery 3 3 6 1 Attess and taxes 3 4 8 1 Donations 4 4 8 1 Reter 3 4 5 1 Advertisements 4 4 7 1 Professional membership and seminar participation fees 3 2 5 1 Repairs to plained and seminar participation fees 2 1 3 6 1 Provision for doubiful and machinery 3 3 6 1 3 6 1 Provision for doubiful debts 4 6 - 1 3 1 1 Provision for doubiful debts 4 6 - 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 <td></td> <td></td> <td></td> <td></td> <td>23</td>					23
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Rates and taxes 3 2 6 Donations 4 4 8 1 Rent 3 4 5 1 Advertisements 4 4 7 1 Professional membership and seminar participation fees 3 2 5 1 Repairs to building 5 6 8 1 Repairs to plant and machinery 3 3 6 1 Postage and courier 2 1 3 6 Stocks and periodicials 2 1 3 6 Recruitment and training 2 1 4 6 - 1 4 Provision for both/ul loans and advances - <td></td> <td></td> <td></td> <td></td> <td>6</td>					6
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Advertisements 4 4 7 Professional membership ad seminar participation fees 3 2 5 Repairs to building 5 6 8 1 Repairs to building 5 6 8 1 Repairs to building 2 1 3 6 Roks and periodicals 2 1 3 6 Recruitment and training 2 1 4 6 - Provision for bad and doubtful debts 4 6 - 1 4 Provision to non-whole time directors - - - - - - Auditor's remuneration -			•		8
Professional membership and seminar participation fees 3 2 5 Prepairs to plant and machinery 3 3 6 1 Repairs to plant and machinery 3 3 6 1 Prostage and courier 2 1 3 1 Books and periodicals 2 1 3 1 Recruitment and training 2 1 4 1 Provision for doubtful debts 4 6 - 1 Provision for doubtful debts 4 6 - 1 Commission to non-whole time directors - - - - Auditor's remuneration - - - - - statutory audit fees - - - - - - others - - - - - - - - others - - - - - - - - out-of-pocket expenses - - - - - - - -					6
Repairs to building 5 6 8 1 Repairs to plant and machinery 3 3 6 3 Postage and courier 2 1 3 3 Books and periodicals 2 1 3 3 Recruitment and training 2 1 3 3 Provision for bad and doubtil debts 4 6 - 1 Provision to non-whole time directors - - - - Auditor's remuneration - - - - - statutory audit fees - - - - - - - out-of-pocket expenses -			•		3
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Recruitment and training 2 1 4 Provision for doubtful leans and advances - - 1 Provision for doubtful leans and advances - - - - Commission to non-whole time directors - - - - - Auditor's remuneration - - - - - - - statutory audit fees -					
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Provision for doubtful loans and advances - </td <td></td> <td></td> <td>•</td> <td>4</td> <td>1</td>			•	4	1
Commission to non-whole time directors -		4	6	-	12
Audior's remuneration -		-	-	-	-
statutory audit fees -		-	-	-	-
certification charges -			-	-	-
others - <td></td> <td>-</td> <td>-</td> <td>-</td> <td>-</td>		-	-	-	-
out-of-pocket expenses - - - - - Bank charges and commission - - 1 1 - Freight charges - - 1 1 1 Research grants - 1 1 1 - Software packages - - 1 1 - for own use - - 1 1 - Miscellaneous expenses - - - 1 - 6 OTHER INCOME - - 1 - - Interest received on deposits with banks and others* 61 24 88 4 Dividend received on investment in liquid mutual funds (non-trade unquoted) 17 12 42 2 Miscellaneous income, net (refer to note 23.2.10) 5 1 6 - 1 Exchange differences - 72 32 67 7 - *Tax deducted at source - 8 - 1 1 1 PROVISION FOR TAXATION - 8 <		-	-	-	-
Bank charges and commission - - 1 Freight charges - - - - Research grants - 1 1 - Software packages - - 1 1 Miscellaneous expenses - - 1 1 Miscellaneous expenses - - 1 1 OTHER INCOME - - 1 1 Interest received on deposits with banks and others* 61 24 88 4 Dividend received on investment in liquid mutual funds (non-trade unquoted) 17 12 42 2 Miscellaneous income, net (refer to note 23.2.10) 5 1 6 6 6 Exchange differences - 11 (5) (69) 1 6 *Tax deducted at source - 8 - 1 1 PROVISION FOR TAXATION - 8 - 1 Income taxes* 91 90 172 18 04101 (5) (6) (6) (6) 05<		-	-	-	-
Freight charges -	out-of-pocket expenses	-	-	-	-
Research grants - 1 1 Software packages - - 1 for own use - - 1 Miscellaneous expenses - - 1 217 163 403 31 6 OTHER INCOME - - 1 Interest received on deposits with banks and others* 61 24 88 4 Dividend received on investment in liquid mutual funds (non-trade unquoted) 17 12 42 2 Miscellaneous income, net (refer to note 23.2.10) 5 1 6 1 1 Exchange differences - 11 1		-	-	1	1
Software packages for own use - 1 Miscellaneous expenses - 1 217 163 403 31 5 OTHER INCOME - - 163 403 31 6 OTHER INCOME - 61 24 88 4 Interest received on deposits with banks and others* 61 24 88 4 Dividend received on investment in liquid mutual funds (non-trade unquoted) 17 12 42 2 Miscellaneous income, net (refer to note 23.2.10) 5 1 6 6 Exchange differences (111) (5) (69) 1 *Tax deducted at source - 8 - 1 PROVISION FOR TAXATION - 8 - 1 Income taxes* 91 90 172 18 Deferred taxes (10) (5) (6) (6)	Freight charges	-	-	-	-
for own use-1Miscellaneous expenses 3 2 5 217163403316 OTHER INCOMEInterest received on deposits with banks and others*6124884Dividend received on investment in liquid mutual funds (non-trade unquoted)1712422Miscellaneous income, net (refer to note 23.2.10)5166Exchange differences(11)(5)(69)1*Tax deducted at source-8-16 PROVISION FOR TAXATION919017218Deferred taxes*919017218(10)(5)(6)(6)(11)818516417	Research grants	-	1	1	1
Miscellaneous expenses 3 2 5 217 163 403 31 6 OTHER INCOME Interest received on deposits with banks and others* 61 24 88 4 Dividend received on investment in liquid mutual funds (non-trade unquoted) 17 12 42 2 Miscellaneous income, net (refer to note 23.2.10) 5 1 6 6 Exchange differences (11) (5) (69) 1 *Tax deducted at source - 8 - 1 PROVISION FOR TAXATION 91 90 172 18 Income taxes* 91 90 172 18 0eferred taxes 31 85 164 17	Software packages				
217 163 403 31 6 OTHER INCOME Interest received on deposits with banks and others* 61 24 88 4 Dividend received on investment in liquid mutual funds (non-trade unquoted) 17 12 42 2 Miscellaneous income, net (refer to note 23.2.10) 5 1 6 6 Exchange differences (11) (5) (69) 1 *Tax deducted at source - 8 - 1 PROVISION FOR TAXATION 91 90 172 18 Income taxes* 91 90 172 18 0eferred taxes 91 90 172 18	for own use	-	-	1	1
5 OTHER INCOME Interest received on deposits with banks and others* 61 24 88 4 Dividend received on investment in liquid mutual funds (non-trade unquoted) 17 12 42 2 Miscellaneous income, net (refer to note 23.2.10) 5 1 6 6 Exchange differences (11) (5) (69) 1 *Tax deducted at source - 8 - 1 PROVISION FOR TAXATION 91 90 172 18 Deferred taxes* 91 90 172 18 0 81 85 164 17	Miscellaneous expenses				4
Interest received on deposits with banks and others* 61 24 88 4 Dividend received on investment in liquid mutual funds (non-trade unquoted) 17 12 42 2 Miscellaneous income, net (refer to note 23.2.10) 5 1 6 6 Exchange differences (11) (5) (69) 1 *Tax deducted at source - 8 - 1 PROVISION FOR TAXATION 91 90 172 18 Income taxes* 91 90 172 18 0eferred taxes (10) (5) (8) (10)		217	163	403	312
Dividend received on investment in liquid mutual funds (non-trade unquoted) 17 12 42 2 Miscellaneous income, net (refer to note 23.2.10) 5 1 6 6 Exchange differences (11) (5) (69) 1 *Tax deducted at source - 8 - 1 PROVISION FOR TAXATION - 8 - 1 Income taxes* 91 90 172 18 Deferred taxes (10) (5) (8) (10) 81 85 164 17	5 OTHER INCOME				
Dividend received on investment in liquid mutual funds (non-trade unquoted) 17 12 42 2 Miscellaneous income, net (refer to note 23.2.10) 5 1 6 6 Exchange differences (11) (5) (69) 1 *Tax deducted at source - 8 - 1 PROVISION FOR TAXATION - 8 - 1 Income taxes* 91 90 172 18 Deferred taxes (10) (5) (8) (10) 81 85 164 17	Interest received on deposits with banks and others*	61	24	88	41
Miscellaneous income, net (refer to note 23.2.10) 5 1 6 Exchange differences (11) (5) (69) 1 *Tax deducted at source - 8 - 1 * Tax deducted at source - 8 - 1 BROVISION FOR TAXATION - 8 - 1 Income taxes* 91 90 172 18 0eferred taxes (10) (5) (8) (8) 81 85 164 17					21
Exchange differences (11) (5) (69) 1 *Tax deducted at source - 32 67 7 *Tax deducted at source - 8 - 1 PROVISION FOR TAXATION - 8 - 1 Income taxes* 91 90 172 18 Deferred taxes (10) (5) (8) (0) 81 85 164 17					1
72 32 67 7 *Tax deducted at source - 8 - 1 * Tax deducted at source - 8 - 1 * PROVISION FOR TAXATION - 91 90 172 18 Income taxes* 91 90 172 18 Deferred taxes (10) (5) (8) (0) 81 85 164 17					16
Tax deducted at source - 8 - 1 5 PROVISION FOR TAXATION Income taxes Deferred taxes					79
PROVISION FOR TAXATION Income taxes* 91 90 172 18 Deferred taxes (10) (5) (8) (0) 81 85 164 17	*Tex deducted at course			<u> </u>	10
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Deferred taxes (10) (5) (8) ((81 85 164 17	8 PROVISION FOR TAXATION				
Deferred taxes (10) (5) (8) ((81 85 164 17		01	00	470	
<u> </u>					
	Deferred taxes				(5
* refer to note 23.2.8.		81	85	164	179

chedules to Consolidated Cashflow Statements for the	Quarter e		Half year	
	March 2006	31, 2005	March 2006	n 31, 2005
7 CHANGE IN LOANS AND ADVANCES				
As per the Balance Sheet	1,297	1,024	1,297	1,024
Less: Deposits with financial institutions and body corporate,				
included in cash and cash equivalents	(527)	(213)	(527)	(213)
Advance income taxes separately considered	(267)	(404)	<u>(267)</u> 503	(404)
Less: Opening balance considered	503 (465)	407 (391)	(487)	(363
	38	<u>16</u>	16	44
8 CHANGE IN CURRENT LIABILITIES AND PROVISIONS				
As per the Balance Sheet	2,346	1,433	2,346	1,433
Add/ (Less): Provisions separately considered in the cash flow statement			,	,
Income taxes	(190)	(546)	(190)	(546)
Dividends	(1,061)	(176)	(1,061)	(176)
Dividend tax	(149)	(25)	(149)	(25)
Lease Or enirs heleses annidered	946	686	946	686
Less: Opening balance considered	(861) 85	<u>(667)</u> <u>19</u>	<u>(773)</u> 173	(638) 48
9 INCOME TAXES PAID				
Charge as per the Profit and Loss Account	81	85	164	179
Add: Increase in advance income taxes	(312)	64	(226)	128
Increase / (Decrease) in deferred taxes	8	1	13	-
Less: (Increase) / Decrease in income tax provision	519	(49)	438	(122)
-	296	101	389	185
0 PURCHASE OF FIXED ASSETS AND CHANGE IN CAPITAL WORK-IN-PROGRESS				
As per the schedule 4 to Balance Sheet*	151	140	362	437
Less: Opening Capital work-in-progress	(447)	(214)	(398)	(254)
Add: Closing Capital work-in-progress	571	318	571	318
* Excludes Rs 4 crore, a non-cash item conversion of Leasehold land to Freehold land	275	244	535	501
1 INVESTMENTS IN SECURITIES *				
As par the Palance Sheet	766	1 011	755	1 011
As per the Balance Sheet Add: Provisions made on investments	755	1,211	755	1,211
	755	1.211	755	1.211
Less: Opening balance considered	(2,205)	(1,057)	(2,329)	(966)
* refer to note 23.2.11 for details of investments and redemptions	<u>(1,450)</u>	<u> 154 </u>	(1,574)	245
22 CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD				
As per the Balance Sheet	3,429	1,576	3,429	1,576
Add: Deposits with financial institutions, included herein	527	213	527	213
	3.956	1.789	3.956	1.789