

INFOSYS TECHNOLOGIES LIMITED
in Rs. crore

Balance Sheet as at	Schedule	March 31, 2009	March 31, 2008
SOURCES OF FUNDS			
SHAREHOLDERS' FUNDS			
Share capital	1	286	286
Reserves and surplus	2	17,523	13,204
		<u>17,809</u>	<u>13,490</u>
APPLICATION OF FUNDS			
FIXED ASSETS			
Original cost	3	5,986	4,508
Less: Accumulated depreciation		2,187	1,837
Net book value		3,799	2,671
Add: Capital work-in-progress		615	1,260
		<u>4,414</u>	<u>3,931</u>
INVESTMENTS	4	1,005	964
DEFERRED TAX ASSETS, NET	5	102	99
CURRENT ASSETS, LOANS AND ADVANCES			
Sundry debtors	6	3,390	3,093
Cash and bank balances	7	9,039	6,429
Loans and advances	8	3,164	2,705
		<u>15,593</u>	<u>12,227</u>
LESS: CURRENT LIABILITIES AND PROVISIONS			
Current liabilities	9	1,507	1,334
Provisions	10	1,798	2,397
NET CURRENT ASSETS		<u>12,288</u>	<u>8,496</u>
		<u>17,809</u>	<u>13,490</u>
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS	23		

The schedules referred to above are an integral part of the balance sheet.

As per our report attached
for B S R & Co.
Chartered Accountants

Natrajan Ramkrishna
Partner
Membership No. 32815

N. R. Narayana Murthy
Chairman
and Chief Mentor

Nandan M. Nilekani
Co-Chairman

S. Gopalakrishnan
Chief Executive Officer
and Managing Director

S. D. Shibulal
Chief Operating Officer

Deepak M. Satwalekar
Director

Marti G. Subrahmanyam
Director

Omkar Goswami
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Rama Bijapurkar
Director

Claude Smadja
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Sridar A. Iyengar
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K. Dinesh
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T. V. Mohandas Pai
Director

Srinath Batni
Director

V. Balakrishnan
Chief Financial Officer

Bangalore
April 15, 2009

Parvatheesam K.
Company Secretary

INFOSYS TECHNOLOGIES LIMITED
in Rs. crore, except per share data

Profit and Loss Account for the	Schedule	Quarter ended		Year ended	
		2009	2008	2009	2008
		March 31,		March 31,	
Income from software services and products		5,253	4,235	20,264	15,648
Software development expenses	11	2,869	2,372	11,145	8,876
GROSS PROFIT		2,384	1,863	9,119	6,772
Selling and marketing expenses	12	221	189	933	730
General and administration expenses	13	335	289	1,280	1,079
		556	478	2,213	1,809
OPERATING PROFIT BEFORE DEPRECIATION		1,828	1,385	6,906	4,963
Depreciation and amortisation		209	142	694	546
OPERATING PROFIT BEFORE TAX		1,619	1,243	6,212	4,417
Other income, net	14	248	133	502	683
NET PROFIT BEFORE TAX		1,867	1,376	6,714	5,100
Provision for taxation (refer to note 23.2.12)	15	298	194	895	630
NET PROFIT AFTER TAX		1,569	1,182	5,819	4,470
Balance Brought Forward		10,222	7,731	6,642	4,844
Less: Residual dividend paid		-	-	1	-
Dividend tax on the above		-	-	-	-
		10,222	7,731	6,641	4,844
AMOUNT AVAILABLE FOR APPROPRIATION		11,791	8,913	12,460	9,314
Dividend					
Interim		-	-	572	343
Final		773	415	773	415
Special dividend		-	1,144	-	1,144
Total dividend		773	1,559	1,345	1,902
Dividend tax		131	265	228	323
Amount transferred to general reserve		582	447	582	447
Balance in profit and loss account		10,305	6,642	10,305	6,642
		11,791	8,913	12,460	9,314
EARNINGS PER SHARE *					
Equity shares of par value Rs. 5/- each					
Basic		27.38	20.66	101.65	78.24
Diluted		27.35	20.60	101.48	77.98
Number of shares used in computing earnings per share					
Basic		57,27,46,241	57,18,27,067	57,24,90,211	57,13,98,340
Diluted		57,33,87,566	57,33,04,655	57,34,63,181	57,33,06,887

SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS 23

* Refer to note 23.2.20

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

As per our report attached

for B S R & Co.

Chartered Accountants

Natrajan Ramkrishna
Partner
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Bangalore
April 15, 2009

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INFOSYS TECHNOLOGIES LIMITED
in Rs. crore

Cash Flow Statement for the	Schedule	Year ended March 31,	
		2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES			
Net profit before tax		6,714	5,100
Adjustments to reconcile net profit before tax to cash provided by operating activities			
(Profit)/ loss on sale of fixed assets		-	-
Depreciation and amortisation		694	546
Interest and dividend income		(838)	(654)
Effect of exchange differences on translation of foreign currency cash and cash equivalents		(73)	(18)
Changes in current assets and liabilities			
Sundry debtors		(297)	(801)
Loans and advances	16	(512)	(186)
Current liabilities and provisions	17	304	312
Income taxes paid	18	(840)	(483)
NET CASH GENERATED BY OPERATING ACTIVITIES		5,152	3,816
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of fixed assets and change in capital work-in-progress	19	(1,177)	(1,370)
Investments in subsidiaries		(41)	(127)
Investments in securities	20	-	-
Interest and dividend received	21	1,023	519
NET CASH USED IN INVESTING ACTIVITIES		(195)	(978)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issuance of share capital on exercise of stock options		64	58
Dividends paid during the period including residual dividend		(2,132)	(714)
Dividend tax paid during the period		(362)	(121)
NET CASH USED IN FINANCING ACTIVITIES		(2,430)	(777)
Effect of exchange differences on translation of foreign currency cash and cash equivalents		73	18
NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS		2,600	2,079
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		7,689	5,610
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	22	10,289	7,689
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS	23		

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

As per our report attached
for B S R & Co.
Chartered Accountants

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Bangalore
April 15, 2009

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Company Secretary

INFOSYS TECHNOLOGIES LIMITED
in Rs. crore, except as otherwise stated
Schedules to the Balance Sheet as at
March 31, 2009
March 31, 2008
1 SHARE CAPITAL

Authorized

Equity shares, Rs. 5/- par value

60,00,00,000 (60,00,00,000) equity shares

300
300

Issued, Subscribed and Paid Up

Equity shares, Rs. 5/- par value*

57,28,30,043 (57,19,95,758) equity shares fully paid up

286

286

[Of the above, 53,53,35,478 (53,53,35,478) equity shares, fully paid up have been issued as bonus shares by capitalization of the General reserve]

286
286

Forfeited shares amounted to Rs. 1,500/- (Rs. 1,500/-)

* For details of options in respect of equity shares, refer to note 23.2.11

* Also refer to note 23.2.20 for details of basic and diluted shares

2 RESERVES AND SURPLUS

Capital reserve

6
6

Share premium account - Opening balance

2,851

2,768

Add: Receipts on exercise of employee stock options

64

58

Income tax benefit arising from exercise of stock options

10

25

2,925
2,851

General reserve - Opening balance

3,705

3,258

Add: Transferred from Profit and Loss Account

582

447

4,287
3,705

Balance in Profit and Loss Account

10,305

6,642

17,523
13,204

Schedules to the Balance Sheet

3 FIXED ASSETS

	Original cost				Depreciation and amortization				Net book value	
	As at April 1, 2008	Additions for the year	Deductions/ Retirement during the year	As at March 31, 2009	As at April 1, 2008	For the year	Deductions/ Retirement during the year	As at March 31, 2009	As at March 31, 2009	As at March 31, 2008
Land : free-hold	131	41	-	172	-	-	-	-	172	131
leasehold	98	3	-	101	-	-	-	-	101	98
Buildings*	1,953	910	-	2,863	377	155	-	532	2,331	1,576
Plant and machinery *#	823	370	93	1,100	397	183	93	487	613	426
Computer equipment *#	961	273	158	1,076	760	231	158	833	243	201
Furniture and fixtures *#	539	212	93	658	302	112	93	321	337	237
Vehicles	3	1	-	4	1	1	-	2	2	2
Intangible Asset	-	12	-	12	-	12	-	12	-	-
	4,508	1,822	344	5,986	1,837	694	344	2,187	3,799	2,671
Previous year	3,889	1,067	448	4,508	1,739	546	448	1,837	2,671	

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

* Includes certain assets provided on operating lease to Infosys BPO, a subsidiary. Please refer to note 23.2.6 for details

During the year ended March 31, 2009 and March 31, 2008, certain assets which were old and not in use having a gross book value of Rs.344 crore and Rs.448 Crore respectively (net book value Nil) were retired

INFOSYS TECHNOLOGIES LIMITED
in Rs. crore

Schedules to the Balance Sheet as at	March 31, 2009	March 31, 2008
4 INVESTMENTS*		
Trade (unquoted) – at cost		
Long- term investments		
Other investments	11	11
Less: Provision for investments	11	11
	<u>-</u>	<u>-</u>
Non-trade (unquoted)		
Long- term investments– at cost		
Subsidiaries		
Infosys BPO Limited**		
3,38,22,319 (3,38,22,319) equity shares of Rs. 10/- each, fully paid	659	659
Infosys Technologies (China) Co. Limited	65	46
Infosys Technologies (Australia) Pty Limited		
1,01,08,869 (1,01,08,869) equity shares of A\$ 0.11 par value, fully paid	66	66
Infosys Consulting, Inc., USA		
4,50,00,000 (4,00,00,000) common stock of US \$1.00 par value, fully paid	193	171
Infosys Technologies, S. De R.L. De C.V., Mexico	22	22
	<u>1,005</u>	<u>964</u>
Aggregate amount of unquoted investments	<u>1,005</u>	<u>964</u>
<i>* Refer to note 23.2.16 for details of investments</i>		
<i>** Investments include 16,04,867 (17,37,092) options of Infosys BPO</i>		
5 DEFERRED TAX ASSETS / (LIABILITIES)		
Fixed assets	118	85
Sundry debtors	8	7
Other assets	13	7
Less: Deferred Tax Liability for branch profit tax	(37)	-
	<u>102</u>	<u>99</u>
6 SUNDRY DEBTORS*		
Debts outstanding for a period exceeding six months		
Unsecured		
considered doubtful	39	20
Other debts		
Unsecured		
considered good**	3,390	3,093
considered doubtful	66	20
	<u>3,495</u>	<u>3,133</u>
Less: Provision for doubtful debts	105	40
	<u>3,390</u>	<u>3,093</u>
<i>* Includes dues from companies where directors are interested</i>		
<i>** Includes dues from subsidiaries (refer to note 23.2.7)</i>		
7 CASH AND BANK BALANCES		
Cash on hand	-	-
Balances with scheduled banks in Indian Rupees**		
In current accounts *	101	243
In deposit accounts	8,234	5,772
Balances with non-scheduled banks in foreign currencies **		
In current accounts	704	414
	<u>9,039</u>	<u>6,429</u>
<i>*Includes balance in unclaimed dividend account (refer to note 23.2.25a)</i>	2	2
<i>**Refer to note 23.2.13 for details of balances in scheduled and non-scheduled banks</i>		

INFOSYS TECHNOLOGIES LIMITED
in Rs. crore
Schedules to the Balance Sheet as at
March 31, 2009
March 31, 2008
8 LOANS AND ADVANCES

Unsecured, considered good		
Loans to subsidiary (refer to note 23.2.7)	51	32
Advances		
prepaid expenses	27	27
for supply of goods and rendering of services	6	10
advance to gratuity fund trust	-	12
interest accrued but not due	1	186
withholding and other taxes receivable	149	13
others	4	7
	<u>238</u>	<u>287</u>
Unbilled revenues	738	472
Advance income taxes	268	215
MAT credit entitlement (refer to note 23.2.12)	262	169
Loans and advances to employees		
housing and other loans	43	42
salary advances	62	64
Electricity and other deposits	37	24
Rental deposits	13	11
Deposits with financial institution and body corporate (refer to note 23.2.14)	1,503	1,421
	<u>3,164</u>	<u>2,705</u>
Unsecured, considered doubtful		
Loans and advances to employees	2	1
	<u>3,166</u>	<u>2,706</u>
Less: Provision for doubtful loans and advances to employees	2	1
	<u><u>3,164</u></u>	<u><u>2,705</u></u>

9 CURRENT LIABILITIES

Sundry creditors		
goods and services *	35	36
accrued salaries and benefits		
salaries	38	46
bonus and incentives	345	329
for other liabilities		
provision for expenses	381	239
retention monies	53	52
withholding and other taxes payable	206	206
Mark to Market loss on forward and options contracts	98	116
Gratuity obligation - unamortised amount relating to plan amendment	29	33
Others	3	3
	<u>1,188</u>	<u>1,060</u>
Advances received from clients	5	4
Unearned revenue	312	268
Unclaimed dividend	2	2
	<u>1,507</u>	<u>1,334</u>
<i>*Includes dues to subsidiaries (refer to note 23.2.7)</i>	21	7

10 PROVISIONS

Proposed dividend	773	1,559
Provision for		
tax on dividend	131	265
income taxes *	575	381
unavailed leave	244	149
post-sales client support and warranties**	75	43
	<u>1,798</u>	<u>2,397</u>

** Refer to note 23.2.12*
*** Refer to note 23.2.21*

INFOSYS TECHNOLOGIES LIMITED
in Rs. Crore
Schedules to Profit and Loss Account for the

	Quarter ended March 31,		Year ended March 31,	
	2009	2008	2009	2008
11 SOFTWARE DEVELOPMENT EXPENSES				
Salaries and bonus including overseas staff expenses	2,254	1,818	8,583	6,805
Overseas group health insurance	34	35	140	42
Contribution to provident and other funds	52	45	212	170
Staff welfare	9	14	60	49
Technical sub-contractors - subsidiaries	218	198	861	773
Technical sub-contractors - others	71	35	305	202
Overseas travel expenses	87	77	390	298
Visa charges and others	15	29	116	133
Software packages				
for own use	66	59	274	213
for service delivery to clients	14	3	41	25
Communication expenses	15	15	56	55
Computer maintenance	5	9	23	24
Consumables	5	3	20	18
Rent	6	6	25	23
Provision for post-sales client support and warranties	18	26	39	46
	<u>2,869</u>	<u>2,372</u>	<u>11,145</u>	<u>8,876</u>
12 SELLING AND MARKETING EXPENSES				
Salaries and bonus including overseas staff expenses	178	136	675	503
Overseas group health insurance	1	1	5	1
Contribution to provident and other funds	-	1	2	2
Staff welfare	-	1	4	3
Overseas travel expenses	14	20	90	83
Visa charges and others	-	1	2	3
Traveling and conveyance	1	1	3	3
Commission and earnout charges	5	4	21	14
Brand building	7	14	62	55
Professional charges	4	1	21	18
Rent	3	3	13	12
Marketing expenses	2	2	15	15
Telephone charges	4	2	14	8
Communication expenses	1	1	2	2
Printing and stationery	-	-	1	1
Advertisements	1	-	2	4
Sales promotion expenses	-	1	1	3
	<u>221</u>	<u>189</u>	<u>933</u>	<u>730</u>

INFOSYS TECHNOLOGIES LIMITED
in Rs. Crore
Schedules to Profit and Loss Account for the

	Quarter ended March 31,		Year ended March 31,	
	2009	2008	2009	2008
13 GENERAL AND ADMINISTRATION EXPENSES				
Salaries and bonus including overseas staff expenses	78	61	275	223
Overseas group health insurance	-	-	-	(2)
Contribution to provident and other funds	3	3	13	12
Professional charges	47	52	207	167
Telephone charges	33	30	139	117
Power and fuel	28	27	125	106
Traveling and conveyance	14	23	79	92
Overseas travel expenses	3	4	13	14
Visa charges and others	1	1	3	1
Office maintenance	38	34	138	120
Guest house maintenance*	2	-	5	2
Insurance charges	5	5	18	20
Printing and stationery	1	3	9	13
Donations	2	5	21	20
Rent	7	4	22	15
Advertisements	1	1	4	6
Repairs to building	9	8	31	22
Repairs to plant and machinery	5	5	21	18
Rates and taxes	8	8	29	34
Professional membership and seminar participation fees	2	2	9	9
Postage and courier	2	2	8	9
Books and periodicals	1	1	3	4
Provision for bad and doubtful debts	22	6	74	42
Provision for doubtful loans and advances	1	-	1	-
Commission to non-whole time directors	2	1	6	4
Freight charges	-	-	1	1
Bank charges and commission	1	-	2	1
Research grants	16	1	19	5
Auditor's remuneration				
statutory audit fees	1	1	1	1
certification charges	-	-	-	-
others	-	-	-	-
out of pocket expenses	-	-	-	-
Miscellaneous expenses	2	1	4	3
	<u>335</u>	<u>289</u>	<u>1,280</u>	<u>1,079</u>
<i>*For non training purposes</i>				
14 OTHER INCOME, NET				
Interest received on deposits with banks and others*	250	174	836	650
Dividend received on Investment in liquid mutual funds (non-trade unquoted)	2	-	2	4
Miscellaneous income, net**	5	6	36	24
Gains / (losses) on foreign currency	(9)	(47)	(372)	5
	<u>248</u>	<u>133</u>	<u>502</u>	<u>683</u>
<i>*includes tax deducted at source</i>	50	20	179	86
<i>**refer to note 23.2.6, note 23.2.15 and note 23.2.24</i>				
15 PROVISION FOR TAXATION				
Income taxes*	265	308	991	819
MAT credit entitlement	18	(112)	(93)	(169)
Deferred taxes	15	(2)	(3)	(20)
	<u>298</u>	<u>194</u>	<u>895</u>	<u>630</u>
<i>*Refer to note 23.2.12</i>				

Schedules to Cash Flow Statements for the

Year ended
March 31,

	2009	2008
16 CHANGE IN LOANS AND ADVANCES		
As per the balance sheet*	3,164	2,705
Add: Gratuity obligation - unamortised amount relating to plan amendment (refer to Note 23.2.22)	(29)	(33)
Less: Deposits with financial institutions included in cash and cash equivalents**	(1,250)	(1,260)
Interest accrued but not due	(1)	(186)
MAT credit entitlement	(262)	(169)
Advance income taxes separately considered	(268)	(215)
	1,354	842
Less: Opening balance considered	(842)	(656)
	<u>512</u>	<u>186</u>
* includes loans to subsidiary and net of gratuity transitional liability		
** Excludes restricted deposits held with LIC of Rs. 253 crore (Rs.161 crore) for funding leave liability		
17 CHANGE IN CURRENT LIABILITIES AND PROVISIONS		
As per the balance sheet	3,305	3,731
Add/ (Less): Unclaimed dividend	(2)	(2)
Gratuity obligation - unamortised amount relating to plan amendment	(29)	(33)
Provisions separately considered in the cash flow statement		
Income taxes	(575)	(381)
Dividends	(773)	(1,559)
Dividend Taxes	(131)	(265)
	1,795	1,491
Less: Opening balance considered	(1,491)	(1,179)
	<u>304</u>	<u>312</u>
18 INCOME TAXES PAID		
Charge as per the profit and loss account	895	630
Add/(Less): Increase/(Decrease) in advance income taxes	53	(137)
Increase/(Decrease) in deferred taxes	3	20
Increase/(Decrease) in MAT credit entitlement	93	169
Income tax benefit arising from exercise of stock options	(10)	(25)
(Increase)/Decrease in income tax provision	(194)	(174)
	<u>840</u>	<u>483</u>
19 PURCHASE OF FIXED ASSETS AND CHANGE IN CAPITAL WORK-IN-PROGRESS		
As per the balance sheet	1,822	1,067
Less: Opening Capital work-in-progress	(1,260)	(957)
Add: Closing Capital work-in-progress	615	1,260
	<u>1,177</u>	<u>1,370</u>
20 INVESTMENTS IN SECURITIES *		
As per the balance sheet	1,005	964
Less: Investment in subsidiaries	(41)	(125)
Opening balance considered	(964)	(839)
	<u>-</u>	<u>-</u>
* Refer to note 23.2.16 for investment and redemptions		
21 INTEREST AND DIVIDEND RECEIVED		
Interest accrued but not due opening balance	186	51
Add: Interest and dividend income	838	654
Less: Interest accrued but not due closing balance	(1)	(186)
	<u>1,023</u>	<u>519</u>
22 CASH AND CASH EQUIVALENTS AT THE END		
As per the balance sheet	9,039	6,429
Add: Deposits with financial institutions (excluding interest accrued but not due)**	1,250	1,260
	<u>10,289</u>	<u>7,689</u>
** Excludes restricted deposits held with LIC of Rs. 253 crore (Rs.161 crore) for funding leave liability (refer to note 23.2.25b)		