

INFOSYS TECHNOLOGIES LIMITED
in Rs. crore

Balance Sheet as at	Schedule	September 30, 2009	March 31, 2009
SOURCES OF FUNDS			
SHAREHOLDERS' FUNDS			
Share capital	1	287	286
Reserves and surplus	2	19,794	17,523
		20,081	17,809
APPLICATION OF FUNDS			
FIXED ASSETS			
Original cost	3	6,462	5,986
Less: Accumulated depreciation and amortization		2,579	2,187
Net book value		3,883	3,799
Add: Capital work-in-progress		412	615
		4,295	4,414
INVESTMENTS	4	4,152	1,005
DEFERRED TAX ASSETS, NET	5	152	102
CURRENT ASSETS, LOANS AND ADVANCES			
Sundry debtors	6	3,133	3,390
Cash and bank balances	7	8,243	9,039
Loans and advances	8	3,572	3,164
		14,948	15,593
LESS: CURRENT LIABILITIES AND PROVISIONS			
Current liabilities	9	1,809	1,507
Provisions	10	1,657	1,798
NET CURRENT ASSETS		11,482	12,288
		20,081	17,809
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS	23		

Note: 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 <i>Partner</i> Membership No. 32815	N. R. Narayana Murthy <i>Chairman and Chief Mentor</i>	S. Gopalakrishnan <i>Chief Executive Officer and Managing Director</i>	S. D. Shibulal <i>Chief Operating Officer and Director</i>	Deepak M. Satwalekar <i>Director</i>
	Prof. Marti G. Subrahmanyam <i>Director</i>	Claude Smadja <i>Director</i>	Rama Bijapurkar <i>Director</i>	Sridar A. Iyengar <i>Director</i>
	David L. Boyles <i>Director</i>	Prof. Jeffrey S. Lehman <i>Director</i>	K.V.Kamath <i>Director</i>	K. Dinesh <i>Director</i>
Bangalore October 9, 2009	T. V. Mohandas Pai <i>Director</i>	Srinath Batni <i>Director</i>	V. Balakrishnan <i>Chief Financial Officer</i>	Parvatheesam K. <i>Company Secretary</i>

INFOSYS TECHNOLOGIES LIMITED

Profit and Loss account for the	Schedule	Quarter ended September 30,		Half-year ended September 30,	
		2009	2008	2009	2008
<i>in Rs. crore, except per share data</i>					
Income from software services and products		5,201	5,066	10,305	9,582
Software development expenses	11	2,851	2,750	5,621	5,361
GROSS PROFIT		2,350	2,316	4,684	4,221
Selling and marketing expenses	12	234	256	449	472
General and administration expenses	13	317	342	663	627
		551	598	1,112	1,099
OPERATING PROFIT BEFORE DEPRECIATION		1,799	1,718	3,572	3,122
Depreciation		207	161	408	316
OPERATING PROFIT BEFORE TAX		1,592	1,557	3,164	2,806
Other income, net	14	232	77	497	208
NET PROFIT BEFORE TAX		1,824	1,634	3,661	3,014
Provision for taxation (refer to note 23.2.11)	15	386	244	759	362
NET PROFIT AFTER TAX		1,438	1,390	2,902	2,652
Balance Brought Forward		11,769	7,903	10,305	6,642
Less: Residual dividend paid		-	-	-	1
Dividend tax on the above		-	-	-	-
		11,769	7,903	10,305	6,641
AMOUNT AVAILABLE FOR APPROPRIATION		13,207	9,293	13,207	9,293
Interim dividend		573	572	573	572
Dividend tax		97	97	97	97
Amount transferred to general reserve		-	-	-	-
Balance in profit and loss account		12,537	8,624	12,537	8,624
		13,207	9,293	13,207	9,293
EARNINGS PER SHARE					
Equity shares of par value Rs. 5/- each					
Basic		25.08	24.28	50.64	46.34
Diluted		25.05	24.23	50.57	46.24
Number of shares used in computing earnings per share *					
Basic		57,31,76,778	57,24,25,798	57,30,62,804	57,23,12,623
Diluted		57,38,80,145	57,35,54,906	57,37,82,078	57,35,56,617
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS	23				

* Refer to note 23.2.19

Notes: 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 <i>Partner</i> Membership No. 32815	N. R. Narayana Murthy <i>Chairman</i> <i>and Chief Mentor</i>	S. Gopalakrishnan <i>Chief Executive Officer</i> <i>and Managing Director</i>	S. D. Shibulal <i>Chief Operating Officer</i> <i>and Director</i>	Deepak M. Satwalekar <i>Director</i>
	Prof. Marti G. Subrahmanyam <i>Director</i>	Claude Smadja <i>Director</i>	Rama Bijapurkar <i>Director</i>	Sridar A. Iyengar <i>Director</i>
	David L. Boyles <i>Director</i>	Prof. Jeffrey S. Lehman <i>Director</i>	K.V.Kamath <i>Director</i>	K. Dinesh <i>Director</i>
Bangalore October 9, 2009	T. V. Mohandas Pai <i>Director</i>	Srinath Batni <i>Director</i>	V. Balakrishnan <i>Chief Financial Officer</i>	Parvatheesam K. <i>Company Secretary</i>

Cash Flow statement for the	Schedule	Half-year ended September 30,	
		2009	2008
CASH FLOWS FROM OPERATING ACTIVITIES			
Net profit before tax		3,661	3,014
Adjustments to reconcile net profit before tax to cash provided by operating activities			
(Profit)/ loss on sale of fixed assets		-	-
Depreciation		408	316
Interest and dividend income		(437)	(368)
Effect of exchange differences on translation of foreign currency cash and cash equivalents		-	52
Changes in current assets and liabilities			
Sundry debtors		257	(200)
Loans and advances	16	(115)	(458)
Current liabilities and provisions	17	334	496
		4,108	2,852
Income taxes paid	18	(764)	(291)
NET CASH GENERATED BY OPERATING ACTIVITIES		3,344	2,561
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of fixed assets and change in capital work-in-progress	19	(289)	(600)
Investments in subsidiaries		(75)	(22)
Investments in other securities	20	(3,072)	-
Interest and dividend received	21	409	515
NET CASH USED IN INVESTING ACTIVITIES		(3,027)	(107)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issuance of share capital on exercise of stock options		40	38
Dividends paid including residual dividend		(772)	(1,559)
Dividend tax paid		(131)	(265)
NET CASH USED IN FINANCING ACTIVITIES		(863)	(1,786)
Effect of exchange differences on translation of foreign currency		-	(52)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		(546)	616
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		10,289	7,689
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	22	9,743	8,305
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS	23		

Note: 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

Natrajan Ramkrishna
Partner
Membership No. 32815

N. R. Narayana Murthy
Chairman
and Chief Mentor

S. Gopalakrishnan
Chief Executive Officer
and Managing Director

S. D. Shibulal
Chief Operating Officer
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Deepak M. Satwalekar
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Director

K. Dinesh
Director

Bangalore
October 9, 2009

T. V. Mohandas Pai
Director

Srinath Batni
Director

V. Balakrishnan
Chief Financial Officer

Parvatheesam K.
Company Secretary

INFOSYS TECHNOLOGIES LIMITED*in Rs. crore, except as otherwise stated***Schedules to the Balance Sheet as at****September 30, 2009****March 31, 2009****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*

57,33,11,693 (57,28,30,043) equity shares fully paid up

287

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]

287286

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

** For details of options in respect of equity shares, refer to note 23.2.10**Also refer to note 23.2.19 for details of basic and diluted shares***2 RESERVES AND SURPLUS**

Capital reserve

6

6

Share premium account - Opening balance

2,925

2,851

Add: Receipts on exercise of employee stock options

39

64

Income tax benefit arising from exercise of stock options

-

10

2,9642,925

General reserve - Opening balance

4,287

3,705

Add: Transferred from Profit and Loss account

-

582

4,2874,287

Balance in Profit and Loss account

12,537

10,305

19,79417,523

INFOSYS TECHNOLOGIES LIMITED

Schedules to the Balance Sheet

3 FIXED ASSETS

in Rs. crore except as otherwise stated

Description	Original cost				Depreciation and amortization				Net book value	
	As at April 1, 2009	Additions during the period	Deductions/Retirement during the period	As at September 30, 2009	As at April 1, 2009	For the period	Deductions during the period	As at September 30, 2009	As at September 30, 2009	As at March 31, 2009
Land : Free-hold	172	-	-	172	-	-	-	-	172	172
Leasehold	101	42	-	143	-	-	-	-	143	101
Buildings*	2,863	207	-	3,070	532	99	-	631	2,439	2,331
Plant and machinery *	1,100	125	-	1,225	487	120	-	607	618	613
Computer equipment *	1,076	59	16	1,119	833	120	16	937	182	243
Furniture and fixtures *	658	59	-	717	321	69	-	390	327	337
Vehicles	4	-	-	4	2	-	-	2	2	2
Intangible Asset	12	-	-	12	12	-	-	12	-	-
	5,986	492	16	6,462	2,187	408	16	2,579	3,883	3,799
Previous year	4,508	1,822	344	5,986	1,837	694	344	2,187	3,799	

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*

INFOSYS TECHNOLOGIES LIMITED
in Rs. crore, except as otherwise stated
Schedules to the Balance Sheet as at
September 30, 2009
March 31, 2009
4 INVESTMENTS*
Long- term investments– at cost
Trade (unquoted)

Other investments	11	11
Less: Provision for investments	11	11
	<u>-</u>	<u>-</u>

Non-trade (unquoted)
Subsidiaries
Infosys BPO Limited**

3,38,22,319 (3,38,22,319) equity shares of Rs. 10/- each, fully paid	659	659
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Infosys Technologies (China) Co. Limited	65	65
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Infosys Technologies (Australia) Pty Limited		
1,01,08,869 (1,01,08,869) equity shares of AUD 0.11 par value, fully paid	66	66

Infosys Consulting, Inc.		
5,50,00,000 (4,50,00,000) common stock of USD 1.00 par value, fully paid	243	193

Infosys Technologies, S. De R.L. De C.V.		
10,99,99,990 (5,99,99,990) shares of MXN 1.00 par value, fully paid	40	22

Infosys Technologies Sweden AB		
1,000 equity shares of SEK 100 par value, fully paid	-	-

Infosys Technologies DO Brasil LTDA		
27,07,500 shares of BRL 1.00 par value, fully paid	7	-
	<u>1,080</u>	<u>1,005</u>

Current investments – at the lower of cost and fair value
Non-trade (unquoted)

Liquid mutual fund units	3,072	-
	<u>4,152</u>	<u>1,005</u>
Aggregate amount of unquoted investments	<u>4,152</u>	<u>1,005</u>

* Refer to note 23.2.15 for details of investments

** Investments include 15,81,767 (16,04,867) options of Infosys BPO

5 DEFERRED TAX ASSETS / (LIABILITIES)

Fixed assets	160	118
Sundry debtors	16	8
Other assets	13	13
Less: Deferred tax liability for branch profit tax	(37)	(37)
	<u>152</u>	<u>102</u>

INFOSYS TECHNOLOGIES LIMITED
in Rs. crore, except as otherwise stated
Schedules to the Balance Sheet as at
September 30, 2009
March 31, 2009
6 SUNDRY DEBTORS*

Debts outstanding for a period exceeding six months

Unsecured

Considered doubtful

79

39

Other debts

Unsecured

Considered good**

3,133

3,390

Considered doubtful

71

66

 3,283

 3,495

Less: Provision for doubtful debts

150

105

3,133

3,390
** Includes dues from companies where directors are interested*

7

8

*** Includes dues from subsidiaries (refer to note 23.2.7)*

34

5

7 CASH AND BANK BALANCES

Cash on hand

-

-

Balances with scheduled banks **

In current accounts *

181

101

In deposit accounts

7,807

8,234

Balances with non-scheduled banks **

In current accounts

255

704

8,243

9,039
**Includes balance in unclaimed dividend account (refer to note 23.2.23.a)*

3

2

***Refer to note 23.2.12 for details of balances with scheduled and non-scheduled banks*

INFOSYS TECHNOLOGIES LIMITED
in Rs. crore, except as otherwise stated

Schedules to the Balance Sheet as at	September 30, 2009	March 31, 2009
8 LOANS AND ADVANCES		
Unsecured, considered good		
Loans to subsidiary (<i>refer to note 23.2.7</i>)	49	51
Advances		
Prepaid expenses	30	27
For supply of goods and rendering of services	7	6
Advance to gratuity trust	-	-
Withholding and other taxes receivable	225	149
Others	6	4
	<u>317</u>	<u>237</u>
Unbilled revenues	756	738
Advance income taxes	275	268
MAT credit entitlement (<i>refer to note 23.2.11</i>)	272	262
Interest accrued but not due	29	1
Loans and advances to employees		
Housing and other loans	39	43
Salary advances	59	62
Electricity and other deposits	34	37
Rental deposits	12	13
Deposits with financial institutions (<i>refer to note 23.2.13</i>)	1,757	1,503
Mark-to-market gain on forward and options contracts	22	-
	<u>3,572</u>	<u>3,164</u>
Unsecured, considered doubtful		
Loans and advances to employees	2	2
	<u>3,574</u>	<u>3,166</u>
Less: Provision for doubtful loans and advances to employees	2	2
	<u><u>3,572</u></u>	<u><u>3,164</u></u>

INFOSYS TECHNOLOGIES LIMITED
in Rs. crore, except as otherwise stated
Schedules to the Balance Sheet as at
September 30, 2009
March 31, 2009
9 CURRENT LIABILITIES

Sundry creditors		
Goods and services *	49	35
Accrued salaries and benefits		
Salaries	26	38
Bonus and incentives	376	345
For other liabilities		
Provision for expenses	448	381
Retention monies	72	53
Withholding and other taxes payable	286	206
Mark-to-market loss on forward and options contracts	-	98
Gratuity obligation - unamortised amount relating to plan amendment	27	29
Others	10	3
	<u>1,294</u>	<u>1,188</u>
Advances received from clients	5	5
Unearned revenue	507	312
Unclaimed dividend	3	2
	<u>1,809</u>	<u>1,507</u>
<i>*Includes dues to subsidiaries (refer to note 23.2.7)</i>	49	21

10 PROVISIONS

Proposed dividend	573	773
Provision for		
Tax on dividend	97	131
Income taxes *	637	575
Unavailed leave	257	244
Post-sales client support and warranties**	93	75
	<u>1,657</u>	<u>1,798</u>

** Refer to note 23.2.11*
*** Refer to note 23.2.20*

INFOSYS TECHNOLOGIES LIMITED
in Rs. crore, except as otherwise stated

Schedules to Profit and Loss account for the	Quarter ended		Half-year ended	
	September 30,		September 30,	
	2009	2008	2009	2008

11 SOFTWARE DEVELOPMENT EXPENSES

Salaries and bonus including overseas staff expenses	2,194	2,081	4,343	4,054
Overseas group health insurance	31	26	66	73
Contribution to provident and other funds	64	51	123	97
Staff welfare	5	22	12	32
Technical sub-contractors - subsidiaries	293	225	534	435
Technical sub-contractors - others	56	90	111	158
Overseas travel expenses	76	109	153	203
Visa charges and others	14	18	33	77
Software packages				
For own use	65	80	154	142
For service delivery to clients	5	6	16	22
Communication expenses	13	16	26	29
Computer maintenance	6	7	11	12
Consumables	6	6	11	11
Rent	5	6	12	13
Provision for post-sales client support and warranties	18	7	16	3
	2,851	2,750	5,621	5,361

12 SELLING AND MARKETING EXPENSES

Salaries and bonus including overseas staff expenses	179	171	350	315
Overseas group health insurance	1	-	2	2
Contribution to provident and other funds	1	-	2	1
Staff welfare	1	2	1	3
Overseas travel expenses	17	27	32	56
Visa charges and others	1	-	1	1
Traveling and conveyance	-	1	1	2
Commission charges	4	5	6	11
Brand building	18	29	30	43
Professional charges	4	7	8	13
Rent	3	4	6	7
Marketing expenses	2	4	4	8
Telephone charges	2	5	5	7
Communication expenses	1	-	1	1
Printing and stationery	-	1	-	1
Advertisements	-	-	-	-
Sales promotion expenses	-	-	-	1
	234	256	449	472

INFOSYS TECHNOLOGIES LIMITED
in Rs. crore, except as otherwise stated

Schedules to Profit and Loss account for the	Quarter ended		Half-year ended	
	September 30,		September 30,	
	2009	2008	2009	2008
13 GENERAL AND ADMINISTRATION EXPENSES				
Salaries and bonus including overseas staff expenses	82	68	161	129
Overseas group health insurance	-	-	-	-
Contribution to provident and other funds	5	3	9	6
Professional charges	45	64	109	109
Telephone charges	29	37	57	68
Power and fuel	31	33	62	64
Traveling and conveyance	12	23	25	43
Overseas travel expenses	2	5	4	9
Visa charges and others	-	1	-	1
Office maintenance	38	34	71	67
Guest house maintenance*	1	-	2	1
Insurance charges	5	4	12	9
Printing and stationery	2	3	5	5
Donations	3	7	23	12
Rent	7	6	14	10
Advertisements	1	2	1	3
Repairs to building	8	7	17	12
Repairs to plant and machinery	7	5	14	9
Rates and taxes	7	8	13	16
Professional membership and seminar participation fees	2	1	4	3
Postage and courier	2	3	5	5
Books and periodicals	-	-	1	1
Provision for bad and doubtful debts	26	25	45	38
Provision for doubtful loans and advances	-	-	-	-
Commission to non-whole time directors	1	2	3	3
Freight charges	-	-	-	-
Bank charges and commission	1	1	1	1
Research grants	-	-	5	2
Auditor's remuneration				
Statutory audit fees	-	-	-	-
Certification charges	-	-	-	-
Others	-	-	-	-
Out of pocket expenses	-	-	-	-
Miscellaneous expenses	-	-	-	1
	317	342	663	627

**For non training purposes*

INFOSYS TECHNOLOGIES LIMITED
in Rs. crore, except as otherwise stated

Schedules to Profit and Loss account for the	Quarter ended		Half-year ended	
	September 30,		September 30,	
	2009	2008	2009	2008

14 OTHER INCOME, NET

Interest received on deposits with banks and others*	187	182	405	368
Dividend received on investment in liquid mutual funds (non-trade unquoted)	22	-	32	-
Miscellaneous income, net**	7	5	12	10
Gains / (losses) on foreign currency, net	16	(110)	48	(170)
	<u>232</u>	<u>77</u>	<u>497</u>	<u>208</u>
<i>*includes tax deducted at source</i>	15	65	63	75

***refer to note 23.2.6 and note 23.2.14*

15 PROVISION FOR TAXATION

Income taxes*	438	314	819	495
MAT credit entitlement	(10)	(60)	(10)	(117)
Deferred taxes	(42)	(10)	(50)	(16)
	<u>386</u>	<u>244</u>	<u>759</u>	<u>362</u>

**Refer to note 23.2.11*

INFOSYS TECHNOLOGIES LIMITED
in Rs. crore, except as otherwise stated
Schedules to Cash Flow statements for the
**Half-year ended
September 30,
2009 2008**
16 CHANGE IN LOANS AND ADVANCES

As per the balance sheet*	3,572	2,806
Less: Gratuity obligation - unamortised amount relating to plan amendment**	27	31
Deposits with financial institutions included in cash and cash equivalents***	1,500	1,000
Interest accrued but not due	29	39
MAT credit entitlement	272	286
Advance income taxes	275	150
	1,469	1,300
Less: Opening balance considered	1,354	842
	115	458

* includes loans to subsidiary and net of gratuity transitional liability

** refer to Note 23.2.21

*** Excludes restricted deposits held with LIC of Rs. 257 crore (Rs.211 crore) for funding leave liability

17 CHANGE IN CURRENT LIABILITIES AND PROVISIONS

As per the balance sheet	3,466	3,210
Less: Unclaimed dividend	3	3
Gratuity obligation - unamortised amount relating to plan amendment	27	31
Provision for dividend	573	572
Provision for dividend tax	97	97
Provision for income taxes	637	520
	2,129	1,987
Less: Opening balance considered	1,795	1,491
	334	496

18 INCOME TAXES PAID

Charge as per the profit and loss account	759	362
Add/(Less): Increase/(Decrease) in advance income taxes	7	(65)
Increase/(Decrease) in deferred taxes	50	16
Increase/(Decrease) in MAT credit entitlement	10	117
(Increase)/Decrease in income tax provision	(62)	(139)
	764	291

Schedules to Cash Flow statements for the

Half-year ended
September 30,
2009 2008

19 PURCHASE OF FIXED ASSETS AND CHANGE IN CAPITAL WORK-IN-PROGRESS

As per the balance sheet	492	587
Less: Opening capital work-in-progress	615	1,260
Add: Closing capital work-in-progress	412	1,273
	289	600

20 INVESTMENTS IN SECURITIES *

As per the balance sheet	4,152	986
Less: Investment in subsidiaries	75	22
Opening balance considered	1,005	964
	3,072	-

* Refer to note 23.2.15 for investment and redemptions

21 INTEREST AND DIVIDEND RECEIVED

Interest and dividend income as per profit and loss account	437	368
Add: Opening interest accrued but not due	1	186
Less: Closing interest accrued but not due	29	39
	409	515

22 CASH AND CASH EQUIVALENTS AT THE END

As per the balance sheet	8,243	7,305
Add: Deposits with financial institution and body corporate (excluding interest accrued and not due)*	1,500	1,000
	9,743	8,305

* Excludes restricted deposits held with LIC of Rs. 257 crore (Rs.211 crore) for funding leave liability (refer to note 23.2.23b)