

**INFOSYS TECHNOLOGIES LIMITED**

|  |                 | <i>in ₹ crore</i>     |                       |
|--|-----------------|-----------------------|-----------------------|
| <b>Condensed Balance Sheet as at</b>                         | <b>Schedule</b> | <b>March 31, 2011</b> | <b>March 31, 2010</b> |
| <b>SOURCES OF FUNDS</b>                                      |                 |                       |                       |
| <b>SHAREHOLDERS' FUNDS</b>                                   |                 |                       |                       |
| Share capital  | 1               | 287                   | 287                   |
| Reserves and surplus   | 2               | 24,214                | 21,749                |
|  |                 | 24,501                | 22,036                |
| <b>DEFERRED TAX LIABILITIES</b>                              | 5               | 176                   | 232                   |
|  |                 | <b>24,677</b>         | <b>22,268</b>         |
| <b>APPLICATION OF FUNDS</b>                                  |                 |                       |                       |
| <b>FIXED ASSETS</b>  |                 |                       |                       |
| Original cost  | 3               | 6,934                 | 6,357                 |
| Less: Accumulated depreciation and amortization              |                 | 2,878                 | 2,578                 |
| Net book value   |                 | 4,056                 | 3,779                 |
| Add: Capital work-in-progress                                |                 | 499                   | 409                   |
|  |                 | 4,555                 | 4,188                 |
| <b>INVESTMENTS</b>   | 4               | 1,325                 | 4,626                 |
| <b>DEFERRED TAX ASSETS</b>                                   | 5               | 406                   | 313                   |
| <b>CURRENT ASSETS, LOANS AND ADVANCES</b>                    |                 |                       |                       |
| Sundry debtors   | 6               | 4,212                 | 3,244                 |
| Cash and bank balances                                       | 7               | 13,665                | 9,797                 |
| Loans and advances   | 8               | 4,867                 | 3,898                 |
|  |                 | 22,744                | 16,939                |
| <b>LESS: CURRENT LIABILITIES AND PROVISIONS</b>              |                 |                       |                       |
| Current liabilities  | 9               | 1,880                 | 1,763                 |
| Provisions   | 10              | 2,473                 | 2,035                 |
| <b>NET CURRENT ASSETS</b>                                    |                 | 18,391                | 13,141                |
|  |                 | <b>24,677</b>         | <b>22,268</b>         |
| <b>SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS</b> |                 | 23                    |                       |

*Note: The schedules referred to above are an integral part of the condensed interim financial statements*

*As per our report attached  
for B S R & Co.  
Chartered Accountants  
Firm Reg No : 101248W*

Natraj Ramakrishna  
*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  
and Director*

Deepak M. Satwalekar  
*Director*

Prof. Marti G. Subrahmanyam  
*Director*

Dr. Omkar Goswami  
*Director*

Sridar A. Iyengar  
*Director*

David L. Boyles  
*Director*

Prof. Jeffrey S. Lehman  
*Director*

K.V.Kamath  
*Director*

R.Seshasayee  
*Director*

K. Dinesh  
*Director*

Bangalore  
April 15, 2011

T. V. Mohandas Pai  
*Director*

Srinath Batni  
*Director*

V. Balakrishnan  
*Chief Financial Officer*

K. Parvatheesam  
*Company Secretary*

**INFOSYS TECHNOLOGIES LIMITED**
*in ₹ crore, except per share data*

| Condensed Profit and Loss account for the                            | Schedule | Quarter ended March 31, |               | Year ended March 31, |               |
|--|----------|-------------------------|---------------|----------------------|---------------|
|  |          | 2011                    | 2010          | 2011                 | 2010          |
| Income from software services and products                           |          | 6,668                   | 5,500         | 25,385               | 21,140        |
| Software development expenses  | 11       | 3,760                   | 3,038         | 14,267               | 11,559        |
| <b>GROSS PROFIT</b>  |          | <b>2,908</b>            | <b>2,462</b>  | <b>11,118</b>        | <b>9,581</b>  |
| Selling and marketing expenses                                       | 12       | 317                     | 266           | 1,219                | 974           |
| General and administration expenses                                  | 13       | 392                     | 302           | 1,485                | 1,247         |
|  |          | 709                     | 568           | 2,704                | 2,221         |
| <b>OPERATING PROFIT BEFORE DEPRECIATION</b>                          |          | <b>2,199</b>            | <b>1,894</b>  | <b>8,414</b>         | <b>7,360</b>  |
| Depreciation   |          | 189                     | 194           | 740                  | 807           |
| <b>OPERATING PROFIT</b>  |          | <b>2,010</b>            | <b>1,700</b>  | <b>7,674</b>         | <b>6,553</b>  |
| Other income, net  | 14       | 387                     | 190           | 1,147                | 910           |
| Provision for investments  |          | -                       | (10)          | -                    | (9)           |
| <b>NET PROFIT BEFORE TAX AND EXCEPTIONAL ITEM</b>                    |          | <b>2,397</b>            | <b>1,900</b>  | <b>8,821</b>         | <b>7,472</b>  |
| Provision for taxation   | 15       | 667                     | 518           | 2,378                | 1,717         |
| <b>NET PROFIT AFTER TAX BEFORE EXCEPTIONAL ITEM</b>                  |          | <b>1,730</b>            | <b>1,382</b>  | <b>6,443</b>         | <b>5,755</b>  |
| Income on sale of investments, net of taxes                          |          | -                       | 48            | -                    | 48            |
| <b>NET PROFIT AFTER TAX AND EXCEPTIONAL ITEM</b>                     |          | <b>1,730</b>            | <b>1,430</b>  | <b>6,443</b>         | <b>5,803</b>  |
| <b>Balance Brought Forward</b>                                       |          | <b>15,842</b>           | <b>14,008</b> | <b>13,806</b>        | <b>10,305</b> |
| Balance in profit and loss account                                   |          | 17,572                  | 15,438        | 20,249               | 16,108        |
| <b>AMOUNT AVAILABLE FOR APPROPRIATION</b>                            |          | <b>17,572</b>           | <b>15,438</b> | <b>20,249</b>        | <b>16,108</b> |
| Dividend   |          |                         |               |                      |               |
| Interim dividend   |          | -                       | -             | 574                  | 573           |
| 30 <sup>th</sup> year special dividend                               |          | -                       | -             | 1,722                | -             |
| Final dividend   |          | 1,149                   | 861           | 1,149                | 861           |
| Total Dividend   |          | 1,149                   | 861           | 3,445                | 1,434         |
| Dividend tax   |          | 187                     | 143           | 568                  | 240           |
| Amount transferred to general reserve                                |          | 645                     | 580           | 645                  | 580           |
| Amount transferred to capital reserve                                |          | -                       | 48            | -                    | 48            |
| Balance in profit and loss account                                   |          | 15,591                  | 13,806        | 15,591               | 13,806        |
|  |          | <b>17,572</b>           | <b>15,438</b> | <b>20,249</b>        | <b>16,108</b> |
| <b>EARNINGS PER SHARE</b>  |          |                         |               |                      |               |
| Equity shares of par value ₹5/- each                                 |          |                         |               |                      |               |
| Before exceptional item  |          |                         |               |                      |               |
| Basic  |          | 30.15                   | 24.07         | 112.26               | 100.37        |
| Diluted  |          | 30.14                   | 24.06         | 112.22               | 100.26        |
| After exceptional item   |          |                         |               |                      |               |
| Basic  |          | 30.15                   | 24.92         | 112.26               | 101.22        |
| Diluted  |          | 30.14                   | 24.90         | 112.22               | 101.10        |
| Number of shares used in computing earnings per share <sup>(1)</sup> |          |                         |               |                      |               |
| Basic  |          | 57,41,39,565            | 57,36,75,913  | 57,40,13,650         | 57,33,09,523  |
| Diluted  |          | 57,42,25,025            | 57,41,22,644  | 57,42,01,958         | 57,39,49,631  |
| <b>SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS</b>         | 23       |                         |               |                      |               |

Note: The schedules referred to above are an integral part of the condensed interim financial statements

<sup>(1)</sup> Refer to note 23.2.7

As per our report attached

for B S R & Co.

Chartered Accountants

Firm Reg No : 101248W

Natraj Ramakrishna  
Partner  
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**INFOSYS TECHNOLOGIES LIMITED**
*in ₹ crore*

| Condensed Cash Flow statement for the year ended March 31,                                  | Schedule  | 2011                  | 2010                  |
|---|-----------|-----------------------|-----------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |           |                       |                       |
| Net profit before tax   |           | 8,821                 | 7,472                 |
| Adjustments to reconcile net profit before tax to cash provided by operating activities     |           |                       |                       |
| Depreciation  |           | 740                   | 807                   |
| Provision for Investments   |           | -                     | (9)                   |
| Interest and dividend income  |           | (1,086)               | (844)                 |
| Effect of exchange differences on translation of deferred tax liabilities                   |           | (6)                   | -                     |
| Effect of exchange differences on translation of foreign currency cash and cash equivalents |           | (5)                   | 68                    |
| Changes in current assets and liabilities   |           |                       |                       |
| Sundry debtors  |           | (968)                 | 146                   |
| Loans and advances  | 16        | (704)                 | (368)                 |
| Current liabilities and provisions  | 17        | 234                   | 236                   |
|   |           | <u>7,026</u>          | <u>7,508</u>          |
| Income taxes paid   | 18        | (2,756)               | (1,653)               |
| <b>NET CASH GENERATED BY OPERATING ACTIVITIES</b>   |           | <b><u>4,270</u></b>   | <b><u>5,855</u></b>   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>   |           |                       |                       |
| Purchase of fixed assets and change in capital work-in-progress                             | 19        | (1,152)               | (565)                 |
| Investments in subsidiaries   | 20 (a)    | (77)                  | (120)                 |
| Investment/(Disposal) of other securities   | 20 (b)    | 3,378                 | (3,497)               |
| Interest and dividend received  | 21        | 1,086                 | 831                   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES BEFORE EXCEPTIONAL ITEM</b>                         |           | <b>3,235</b>          | <b>(3,351)</b>        |
| Proceeds on sale of long term investments, net of taxes                                     |           | -                     | 53                    |
| <b>NET CASH PROVIDED BY/(USED IN) INVESTING ACTIVITIES</b>                                  |           | <b><u>3,235</u></b>   | <b><u>(3,298)</u></b> |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>   |           |                       |                       |
| Proceeds from issuance of share capital on exercise of stock options                        |           | 24                    | 88                    |
| Repayment of loan given to subsidiary   | 20 (c)    | 14                    | 5                     |
| Dividends paid including residual dividend  |           | (3,156)               | (1,346)               |
| Dividend tax paid   |           | (524)                 | (228)                 |
| <b>NET CASH USED IN FINANCING ACTIVITIES</b>  |           | <b><u>(3,642)</u></b> | <b><u>(1,481)</u></b> |
| Effect of exchange differences on translation of foreign currency cash and cash equivalents |           | 5                     | (68)                  |
| <b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>                                 |           | <b><u>3,868</u></b>   | <b><u>1,008</u></b>   |
| <b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>                             |           | <b>11,297</b>         | <b>10,289</b>         |
| <b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>                                   | <b>22</b> | <b><u>15,165</u></b>  | <b><u>11,297</u></b>  |
| <b>SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS</b>                                | <b>23</b> |                       |                       |

*Note: The schedules referred to above are an integral part of the condensed interim financial statements*

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**INFOSYS TECHNOLOGIES LIMITED**
*in ₹ crore, except as otherwise stated*
**Schedules to the Condensed Balance Sheet as at March 31,**
**2011**
**2010**
**1 SHARE CAPITAL**

|   |     |     |
|---|-----|-----|
| Authorized                                |     |     |
| Equity shares, ₹5/- par value             |     |     |
| 60,00,00,000 (60,00,00,000) equity shares | 300 | 300 |

|   |     |     |
|---|-----|-----|
| Issued, Subscribed and Paid Up                          |     |     |
| Equity shares, ₹5/- par value <sup>(1)</sup>            | 287 | 287 |
| 57,41,51,559 (57,38,25,192) equity shares fully paid up |     |     |

[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]

|            |            |
|------------|------------|
| <b>287</b> | <b>287</b> |
|------------|------------|

Forfeited shares amounted to ₹1,500/- (₹1,500/-)

<sup>(1)</sup> For details of options in respect of equity shares, refer to note 23.2.4 and also refer to note 23.2.7 for details of basic and diluted shares

**2 RESERVES AND SURPLUS**

|   |           |           |
|---|-----------|-----------|
| Capital reserve                               | 54        | 6         |
| Add: Transferred from Profit and Loss account | -         | 48        |
|   | <u>54</u> | <u>54</u> |

|   |              |              |
|---|--------------|--------------|
| Share premium account - Opening balance                   | 3,022        | 2,925        |
| Add: Receipts on exercise of employee stock options       | 24           | 87           |
| Income tax benefit arising from exercise of stock options | 11           | 10           |
|   | <u>3,057</u> | <u>3,022</u> |

|   |              |              |
|---|--------------|--------------|
| General reserve - Opening balance             | 4,867        | 4,287        |
| Add: Transferred from Profit and Loss account | 645          | 580          |
|   | <u>5,512</u> | <u>4,867</u> |

|                                    |               |               |
|------------------------------------|---------------|---------------|
| Balance in Profit and Loss account | 15,591        | 13,806        |
|                                    | <u>24,214</u> | <u>21,749</u> |

**INFOSYS TECHNOLOGIES LIMITED**

**Schedules to the Condensed Balance Sheet**

**3 FIXED ASSETS**

*in ₹ crore, except as otherwise stated*

| Particulars                           | Original cost       |                           |  |                      | Depreciation and amortization |              |                            |                      | Net book value       |                      |
|---------------------------------------|---------------------|---------------------------|--|----------------------|-------------------------------|--------------|----------------------------|----------------------|----------------------|----------------------|
|                                       | As at April 1, 2010 | Additions during the year | Deductions/ Retirement during the year | As at March 31, 2011 | As at April 1, 2010           | For the year | Deductions during the year | As at March 31, 2011 | As at March 31, 2011 | As at March 31, 2010 |
| Land : Free-hold                      | 178                 | 228                       | -                                      | 406                  | -                             | -            | -                          | -                    | 406                  | 178                  |
| Leasehold                             | 138                 | -                         | 3                                      | 135                  | -                             | -            | -                          | -                    | 135                  | 138                  |
| Buildings <sup>(1)</sup>              | 3,209               | 323                       | -                                      | 3,532                | 737                           | 227          | -                          | 964                  | 2,568                | 2,472                |
| Plant and machinery <sup>(2)</sup>    | 1,149               | 147                       | 144                                    | 1,152                | 597                           | 215          | 144                        | 668                  | 484                  | 552                  |
| Computer equipment <sup>(2)</sup>     | 1,037               | 251                       | 196                                    | 1,092                | 882                           | 186          | 196                        | 872                  | 220                  | 155                  |
| Furniture and fixtures <sup>(2)</sup> | 629                 | 69                        | 100                                    | 598                  | 347                           | 112          | 100                        | 359                  | 239                  | 282                  |
| Vehicles                              | 5                   | 2                         | -                                      | 7                    | 3                             | -            | -                          | 3                    | 4                    | 2                    |
| Intellectual property rights          | 12                  | -                         | -                                      | 12                   | 12                            | -            | -                          | 12                   | -                    | -                    |
|                                       | <b>6,357</b>        | <b>1,020</b>              | <b>443</b>                             | <b>6,934</b>         | <b>2,578</b>                  | <b>740</b>   | <b>440</b>                 | <b>2,878</b>         | <b>4,056</b>         | <b>3,779</b>         |
| Previous year                         | <b>5,986</b>        | <b>787</b>                | <b>416</b>                             | <b>6,357</b>         | <b>2,187</b>                  | <b>807</b>   | <b>416</b>                 | <b>2,578</b>         | <b>3,779</b>         |                      |

Notes:

<sup>(1)</sup> Buildings include ₹250/- being the value of 5 shares of ₹50/- each in Mittal Towers Premises Co-operative Society Limited.

<sup>(2)</sup> During the year ended March 31, 2011 and March 31, 2010, certain assets which were old and not in use having gross book value of ₹440 crore and ₹387 crore respectively (net book value nil) were retired.

Schedules to the Condensed Balance Sheet as at March 31, 2011 2010

**4 INVESTMENTS**

**Long- term investments– at cost**

**Trade (unquoted)**

|                                 |          |          |
|---------------------------------|----------|----------|
| Other investments               | 6        | 6        |
| Less: Provision for investments | 2        | 2        |
|                                 | <b>4</b> | <b>4</b> |

**Non-trade (unquoted)**

Subsidiaries

|   |              |              |
|---|--------------|--------------|
| Infosys BPO Limited <sup>(1)</sup>  |              |              |
| 3,38,22,319 (3,38,22,319) equity shares of ₹10/- each, fully paid         | 659          | 659          |
| Infosys Technologies (China) Co. Limited                                  | 107          | 65           |
| 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., USA   |              |              |
| 5,50,00,000 (5,50,00,000) common stock of USD 1.00 par value, fully paid  | 243          | 243          |
| Infosys Technologies, S. De R.L. De C.V., Mexico                          | 54           | 40           |
| Infosys Technologies Sweden AB  |              |              |
| 1,000 (1,000) equity shares of SEK 100 par value, fully paid              | -            | -            |
| Infosys Technologies DO Brasil LTDA                                       |              |              |
| 1,45,16,997 (1,07,16,997) shares of BRL 1.00 par value, fully paid        | 38           | 28           |
| Infosys Technologies (Shanghai) Company Limited                           | 11           | -            |
| Infosys Public Services, Inc  |              |              |
| 1,00,00,000 (1,00,00,000) common stock of USD 0.50 par value, fully paid  | 24           | 24           |
|   | <b>1,202</b> | <b>1,125</b> |

**Current investments – at the lower of cost and fair value**

**Non-trade (unquoted)**

|                          |            |              |
|--------------------------|------------|--------------|
| Liquid mutual fund units | -          | 2,317        |
| Certificates of deposit  | 119        | 1,180        |
|                          | <b>119</b> | <b>3,497</b> |

**1,325      4,626**

Aggregate amount of unquoted investments

**1,325      4,626**

<sup>(1)</sup> Investments include 6,79,250 (13,36,331) options of Infosys BPO

**5 DEFERRED TAXES**

**Deferred tax assets**

|                |            |            |
|----------------|------------|------------|
| Fixed assets   | 234        | 201        |
| Sundry debtors | 19         | 28         |
| Other assets   | 153        | 84         |
|                | <b>406</b> | <b>313</b> |

**Deferred tax liabilities**

|                   |            |            |
|-------------------|------------|------------|
| Branch profit tax | 176        | 232        |
|                   | <b>176</b> | <b>232</b> |

Schedules to the Condensed Balance Sheet as at March 31, 2011 2010

**6 SUNDRY DEBTORS<sup>(1)</sup>**

Debts outstanding for a period exceeding six months

Unsecured

    Considered doubtful

64

79

Other debts

Unsecured

    Considered good<sup>(2)</sup>

4,212

3,244

    Considered doubtful

19

21

4,295

3,344

Less: Provision for doubtful debts

83

100

**4,212**

**3,244**

<sup>(1)</sup> Includes dues from companies where directors are interested

2

11

<sup>(2)</sup> Includes dues from subsidiaries (refer to note 23.2.2)

72

56

**7 CASH AND BANK BALANCES**

Cash on hand

-

-

Balances with scheduled banks

    In current accounts <sup>(1)</sup>

197

153

    In deposit accounts

13,024

8,868

Balances with non-scheduled banks

    In current accounts

444

776

**13,665**

**9,797**

<sup>(1)</sup> Includes balance in unclaimed dividend account

3

2

| Schedules to the Condensed Balance Sheet as at March 31, | 2011 | 2010 |
|--|------|------|
|--|------|------|

**8 LOANS AND ADVANCES**

|  |                     |                     |
|--|---------------------|---------------------|
| Unsecured, considered good                                   |                     |                     |
| Loans to subsidiary ( <i>refer to note 23.2.2</i> )          | 32                  | 46                  |
| Advances   |                     |                     |
| Prepaid expenses   | 52                  | 25                  |
| For supply of goods and rendering of services                | 50                  | 5                   |
| Advance to gratuity trust and others                         | -                   | 2                   |
| Withholding and other taxes receivable                       | 516                 | 321                 |
| Others   | 10                  | 13                  |
|  | <u>660</u>          | <u>412</u>          |
| Unbilled revenues  | 1,158               | 789                 |
| Advance income taxes   | 924                 | 641                 |
| Interest accrued but not due                                 | 14                  | 14                  |
| Loans and advances to employees                              |                     |                     |
| Housing and other loans                                      | 42                  | 38                  |
| Salary advances  | 84                  | 62                  |
| Electricity and other deposits                               | 60                  | 60                  |
| Rental deposits  | 18                  | 13                  |
| Deposits with financial institutions                         | 1,844               | 1,781               |
| Mark-to-market gain on forward and options contracts         | 63                  | 88                  |
|  | <u>4,867</u>        | <u>3,898</u>        |
| Unsecured, considered doubtful                               |                     |                     |
| Loans and advances to employees                              | 3                   | 2                   |
|  | <u>4,870</u>        | <u>3,900</u>        |
| Less: Provision for doubtful loans and advances to employees | 3                   | 2                   |
|  | <u><u>4,867</u></u> | <u><u>3,898</u></u> |



**Schedules to the Condensed Balance Sheet as at March 31,** **2011** **2010**

**9 CURRENT LIABILITIES**

|  |              |              |
|--|--------------|--------------|
| Sundry creditors   |              |              |
| Goods and services <sup>(1)</sup>  | 85           | 96           |
| Accrued salaries and benefits  |              |              |
| Salaries   | 42           | 25           |
| Bonus and incentives   | 363          | 421          |
| For other liabilities  |              |              |
| Provision for expenses   | 537          | 375          |
| Retention monies   | 21           | 66           |
| Withholding and other taxes payable  | 292          | 235          |
| Gratuity obligation - unamortised amount relating to plan amendment              | 22           | 26           |
| Others <sup>(2)</sup>  | 8            | 8            |
|  | 1,370        | 1,252        |
| Advances received from clients   | 19           | 7            |
| Unearned revenue   | 488          | 502          |
| Unclaimed dividend   | 3            | 2            |
|  | <b>1,880</b> | <b>1,763</b> |
| <sup>(1)</sup> Includes dues to subsidiaries (refer to note 23.2.2)              | 55           | 95           |
| <sup>(2)</sup> Includes deposits received from subsidiary (refer to note 23.2.2) | 7            | 7            |

**10 PROVISIONS**

|  |              |              |
|--|--------------|--------------|
| Proposed dividend                        | 1,149        | 861          |
| Provision for                            |              |              |
| Tax on dividend                          | 187          | 143          |
| Income taxes                             | 756          | 719          |
| Unavailed leave                          | 303          | 239          |
| Post-sales client support and warranties | 78           | 73           |
|  | <b>2,473</b> | <b>2,035</b> |

**INFOSYS TECHNOLOGIES LIMITED**
*in ₹ crore, except as otherwise stated*

| Schedules to Condensed Profit and Loss account for the   | Quarter ended March 31, |              | Year ended March 31, |               |
|--|-------------------------|--------------|----------------------|---------------|
|  | 2011                    | 2010         | 2011                 | 2010          |
| <b>11 SOFTWARE DEVELOPMENT EXPENSES</b>                  |                         |              |                      |               |
| Salaries and bonus including overseas staff expenses     | 2,826                   | 2,338        | 10,635               | 8,972         |
| Contribution to provident and other funds                | 102                     | 61           | 378                  | 244           |
| Staff welfare  | 14                      | 7            | 53                   | 28            |
| Technical sub-contractors - subsidiaries                 | 369                     | 346          | 1,568                | 1,210         |
| Technical sub-contractors - others                       | 124                     | 96           | 476                  | 269           |
| Overseas travel expenses including visa                  | 136                     | 99           | 573                  | 401           |
| Software packages for own use                            | 81                      | 55           | 320                  | 309           |
| Third party items bought for service delivery to clients | 63                      | 1            | 139                  | 17            |
| Communication expenses                                   | 12                      | 10           | 39                   | 45            |
| Computer maintenance                                     | 14                      | 6            | 33                   | 22            |
| Consumables  | 3                       | 6            | 23                   | 22            |
| Rent   | 7                       | 5            | 25                   | 22            |
| Provision for post-sales client support and warranties   | 9                       | 8            | 5                    | (2)           |
|  | <b>3,760</b>            | <b>3,038</b> | <b>14,267</b>        | <b>11,559</b> |
| <b>12 SELLING AND MARKETING EXPENSES</b>                 |                         |              |                      |               |
| Salaries and bonus including overseas staff expenses     | 249                     | 206          | 969                  | 753           |
| Contribution to provident and other funds                | 2                       | 1            | 7                    | 4             |
| Staff welfare  | -                       | 1            | 2                    | 2             |
| Overseas travel expenses                                 | 26                      | 25           | 100                  | 82            |
| Traveling and conveyance                                 | 1                       | 1            | 4                    | 3             |
| Commission charges                                       | 5                       | 3            | 12                   | 16            |
| Brand building   | 19                      | 14           | 70                   | 55            |
| Professional charges                                     | 3                       | 5            | 13                   | 22            |
| Rent   | 3                       | 3            | 12                   | 12            |
| Marketing expenses                                       | 4                       | 3            | 14                   | 11            |
| Telephone charges  | 4                       | 3            | 14                   | 11            |
| Printing and Stationery                                  | -                       | -            | 1                    | 1             |
| Communication expenses                                   | 1                       | -            | 1                    | 1             |
| Sales Promotion expenses                                 | -                       | 1            | -                    | 1             |
|  | <b>317</b>              | <b>266</b>   | <b>1,219</b>         | <b>974</b>    |

**INFOSYS TECHNOLOGIES LIMITED**
*in ₹ crore, except as otherwise stated*

| Schedules to Condensed Profit and Loss account for the | Quarter ended March 31, |            | Year ended March 31, |              |
|--|-------------------------|------------|----------------------|--------------|
|  | 2011                    | 2010       | 2011                 | 2010         |
| <b>13 GENERAL AND ADMINISTRATION EXPENSES</b>          |                         |            |                      |              |
| Salaries and bonus including overseas staff expenses   | 100                     | 85         | 390                  | 330          |
| Contribution to provident and other funds              | 7                       | 4          | 25                   | 17           |
| Professional charges                                   | 89                      | 67         | 286                  | 220          |
| Telephone charges                                      | 33                      | 26         | 116                  | 106          |
| Power and fuel   | 35                      | 31         | 142                  | 122          |
| Traveling and conveyance                               | 23                      | 18         | 79                   | 58           |
| Overseas travel expenses                               | 4                       | 2          | 15                   | 10           |
| Office maintenance expenses                            | 58                      | 32         | 188                  | 136          |
| Insurance charges                                      | 7                       | 6          | 24                   | 23           |
| Printing and stationery                                | 2                       | 2          | 10                   | 8            |
| Donations  | -                       | 9          | 1                    | 43           |
| Rent   | 8                       | 7          | 31                   | 28           |
| Advertisements   | 1                       | 1          | 6                    | 3            |
| Repairs to building                                    | 13                      | 8          | 44                   | 33           |
| Repairs to plant and machinery                         | 10                      | 9          | 33                   | 31           |
| Rates and taxes  | 18                      | 7          | 48                   | 26           |
| Professional membership and seminar participation fees | 3                       | 3          | 10                   | 8            |
| Postage and courier                                    | 3                       | 2          | 9                    | 8            |
| Books and periodicals                                  | 1                       | -          | 3                    | 3            |
| Bank charges and commission                            | -                       | 1          | 1                    | 2            |
| Auditor's remuneration                                 |                         |            |                      |              |
| Statutory audit fees                                   | -                       | -          | 1                    | 1            |
| Provision for bad and doubtful debts and advances      | (24)                    | (25)       | 3                    | (1)          |
| Commission to non-whole time directors                 | 1                       | 2          | 5                    | 6            |
| Freight charges  | -                       | -          | 1                    | 1            |
| Research grants  | -                       | 5          | 14                   | 25           |
|  | <b>392</b>              | <b>302</b> | <b>1,485</b>         | <b>1,247</b> |

**INFOSYS TECHNOLOGIES LIMITED**
*in ₹ crore, except as otherwise stated*

| Schedules to Condensed Profit and Loss account for the                           | Quarter ended March 31, |            | Year ended March 31, |            |
|--|-------------------------|------------|----------------------|------------|
|  | 2011                    | 2010       | 2011                 | 2010       |
| <b>14 OTHER INCOME, NET</b>  |                         |            |                      |            |
| Interest received on deposits with banks and others <sup>(1)</sup>               | 346                     | 187        | 1,068                | 743        |
| Dividend received on investment in liquid mutual fund units (non-trade unquoted) | -                       | 29         | 18                   | 101        |
| Miscellaneous income, net  | 5                       | 5          | 22                   | 27         |
| Gains / (losses) on foreign currency, net  | 36                      | (31)       | 39                   | 39         |
|  | <u>387</u>              | <u>190</u> | <u>1,147</u>         | <u>910</u> |
| <sup>(1)</sup> includes tax deducted at source                                   | 31                      | 16         | 91                   | 95         |

**15 PROVISION FOR TAXATION**

|                               |            |            |              |              |
|-------------------------------|------------|------------|--------------|--------------|
| Income taxes                  | 724        | 623        | 2,521        | 1,984        |
| MAT credit entitlement        | -          | (278)      | -            | (288)        |
| Deferred taxes <sup>(1)</sup> | (57)       | 173        | (143)        | 21           |
|                               | <u>667</u> | <u>518</u> | <u>2,378</u> | <u>1,717</u> |

<sup>(1)</sup> Excludes translation difference of ₹6 crore on deferred tax liabilities

Schedules to Condensed Cash Flow statements for the year ended March 31,

2011

2010

**16 CHANGE IN LOANS AND ADVANCES**

|   |              |              |
|---|--------------|--------------|
| As per the balance sheet  | 4,867        | 3,898        |
| Less: Gratuity obligation - unamortised amount relating to plan amendment                 | 22           | 26           |
| Deposits with financial institutions included in cash and cash equivalents <sup>(1)</sup> | 1,500        | 1,500        |
| Interest accrued but not due  | 14           | 14           |
| Loan to subsidiary  | 32           | 46           |
| Advance income taxes  | 924          | 641          |
|   | <b>2,375</b> | <b>1,671</b> |
| Less: Opening balance considered  | 1,671        | 1,303        |
|   | <b>704</b>   | <b>368</b>   |

<sup>(1)</sup> Excludes restricted deposits held with LIC of ₹344 crore ( ₹281 crore) for funding leave liability

**17 CHANGE IN CURRENT LIABILITIES AND PROVISIONS**

|   |              |              |
|---|--------------|--------------|
| As per the balance sheet  | 4,353        | 3,798        |
| Less: Unclaimed dividend  | 3            | 2            |
| Retention monies  | 21           | 66           |
| Gratuity obligation - unamortised amount relating to plan amendment | 22           | 26           |
| Provisions separately considered in Cash Flow statement             |              |              |
| Income taxes  | 756          | 719          |
| Proposed dividend   | 1,149        | 861          |
| Tax on dividend   | 187          | 143          |
|   | <b>2,215</b> | <b>1,981</b> |
| Less: Opening balance considered                                    | 1,981        | 1,745        |
|   | <b>234</b>   | <b>236</b>   |

**18 INCOME TAXES PAID**

|   |              |              |
|---|--------------|--------------|
| Charge as per the profit and loss account                 | 2,378        | 1,717        |
| Add/(Less) : Increase/(Decrease) in advance income taxes  | 283          | 373          |
| Increase/(Decrease) in deferred taxes <sup>(1)</sup>      | 143          | (21)         |
| Increase/(Decrease) in MAT credit entitlement             | -            | (262)        |
| Income tax benefit arising from exercise of stock options | (11)         | (10)         |
| (Increase)/Decrease in income tax provision               | (37)         | (144)        |
|   | <b>2,756</b> | <b>1,653</b> |

<sup>(1)</sup> Excludes translation difference of ₹6 crore on deferred tax liabilities

Schedules to Condensed Cash Flow statements for the year ended March 31, **2011** **2010**

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

|   |              |            |
|---|--------------|------------|
| As per the balance sheet <sup>(1)</sup> | 1,017        | 787        |
| Less: Opening capital work-in-progress  | 409          | 615        |
| Add: Closing capital work-in-progress   | 499          | 409        |
| Add: Opening retention monies           | 66           | 50         |
| Less: Closing retention monies          | 21           | 66         |
|   | <b>1,152</b> | <b>565</b> |

<sup>(1)</sup> Net of ₹3 crore movement in land from leasehold to free-hold upon acquisition for the year ended March 31, 2011

**20 (a) INVESTMENTS IN SUBSIDIARIES <sup>(1)</sup>**

|                                  |           |            |
|----------------------------------|-----------|------------|
| As per the balance sheet         | 1,202     | 1,125      |
| Less: Opening balance considered | 1,125     | 1,005      |
|                                  | <b>77</b> | <b>120</b> |

<sup>(1)</sup> Refer to note 23.2.5 for investment made in subsidiaries

**20 (b) INVESTMENT/(DISPOSAL) OF SECURITIES <sup>(1)</sup>**

|  |              |              |
|--|--------------|--------------|
| Opening balance considered             | 3,497        | -            |
| Less: Closing as per the balance sheet | 119          | (3,497)      |
|  | <b>3,378</b> | <b>3,497</b> |

<sup>(1)</sup> Refer to note 23.2.5 for investment and redemptions

**20 (c) REPAYMENT OF SUBSIDIARY LOAN**

|                                      |           |          |
|--------------------------------------|-----------|----------|
| Opening balance                      | 46        | 51       |
| Less: Closing balance <sup>(1)</sup> | 32        | 46       |
|                                      | <b>14</b> | <b>5</b> |

<sup>(1)</sup> Net of exchange rate fluctuation of Nil and ₹5 crore as at March 31, 2011 and March 31, 2010 respectively

**21 INTEREST AND DIVIDEND RECEIVED**

|  |              |            |
|--|--------------|------------|
| Interest and dividend income as per profit and loss account                              | 1,086        | 844        |
| Add: Opening interest accrued but not due  | 14           | 1          |
| Less: Closing interest accrued but not due on certificates of deposits and bank deposits | 14           | 14         |
|  | <b>1,086</b> | <b>831</b> |

**22 CASH AND CASH EQUIVALENTS AT THE END**

|  |               |               |
|--|---------------|---------------|
| As per the balance sheet                                 | 13,665        | 9,797         |
| Add: Deposits with financial institutions <sup>(1)</sup> | 1,500         | 1,500         |
|  | <b>15,165</b> | <b>11,297</b> |

<sup>(1)</sup> Excludes restricted deposits held with LIC of ₹344 crore ( ₹281 crore) for funding leave liability