

INFOSYS TECHNOLOGIES LIMITED

		<i>in ₹ crore</i>	
Condensed Balance Sheet as at	Schedule	March 31, 2011	March 31, 2010
SOURCES OF FUNDS			
SHAREHOLDERS' FUNDS			
Share capital	1	287	287
Reserves and surplus	2	24,214	21,749
		24,501	22,036
DEFERRED TAX LIABILITIES	5	176	232
		24,677	22,268
APPLICATION OF FUNDS			
FIXED ASSETS			
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
INVESTMENTS	4	1,325	4,626
DEFERRED TAX ASSETS	5	406	313
CURRENT ASSETS, LOANS AND ADVANCES			
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
LESS: CURRENT LIABILITIES AND PROVISIONS			
Current liabilities	9	1,880	1,763
Provisions	10	2,473	2,035
NET CURRENT ASSETS		18,391	13,141
		24,677	22,268
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS	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
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Deepak M. Satwalekar
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R.Seshasayee
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K. Dinesh
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Bangalore
April 15, 2011

T. V. Mohandas Pai
Director

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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
GROSS PROFIT		2,908	2,462	11,118	9,581
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
OPERATING PROFIT BEFORE DEPRECIATION		2,199	1,894	8,414	7,360
Depreciation		189	194	740	807
OPERATING PROFIT		2,010	1,700	7,674	6,553
Other income, net	14	387	190	1,147	910
Provision for investments		-	(10)	-	(9)
NET PROFIT BEFORE TAX AND EXCEPTIONAL ITEM		2,397	1,900	8,821	7,472
Provision for taxation	15	667	518	2,378	1,717
NET PROFIT AFTER TAX BEFORE EXCEPTIONAL ITEM		1,730	1,382	6,443	5,755
Income on sale of investments, net of taxes		-	48	-	48
NET PROFIT AFTER TAX AND EXCEPTIONAL ITEM		1,730	1,430	6,443	5,803
Balance Brought Forward		15,842	14,008	13,806	10,305
Balance in profit and loss account		17,572	15,438	20,249	16,108
AMOUNT AVAILABLE FOR APPROPRIATION		17,572	15,438	20,249	16,108
Dividend					
Interim dividend		-	-	574	573
30 th 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
		17,572	15,438	20,249	16,108
EARNINGS PER SHARE					
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 ⁽¹⁾					
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
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS	23				

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

⁽¹⁾ Refer to note 23.2.7

As per our report attached

for B S R & Co.

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Condensed Cash Flow statement for the year ended March 31,	Schedule	2011	2010
CASH FLOWS FROM OPERATING ACTIVITIES			
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
		7,026	7,508
Income taxes paid	18	(2,756)	(1,653)
NET CASH GENERATED BY OPERATING ACTIVITIES		4,270	5,855
CASH FLOWS FROM INVESTING ACTIVITIES			
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
CASH FLOWS FROM INVESTING ACTIVITIES BEFORE EXCEPTIONAL ITEM		3,235	(3,351)
Proceeds on sale of long term investments, net of taxes		-	53
NET CASH PROVIDED BY/(USED IN) INVESTING ACTIVITIES		3,235	(3,298)
CASH FLOWS FROM FINANCING ACTIVITIES			
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)
NET CASH USED IN FINANCING ACTIVITIES		(3,642)	(1,481)
Effect of exchange differences on translation of foreign currency cash and cash equivalents		5	(68)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		3,868	1,008
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD		11,297	10,289
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	22	15,165	11,297
SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS	23		

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 ⁽¹⁾	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]

287	287
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Forfeited shares amounted to ₹1,500/- (₹1,500/-)

⁽¹⁾ 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 ⁽¹⁾	3,209	323	-	3,532	737	227	-	964	2,568	2,472
Plant and machinery ⁽²⁾	1,149	147	144	1,152	597	215	144	668	484	552
Computer equipment ⁽²⁾	1,037	251	196	1,092	882	186	196	872	220	155
Furniture and fixtures ⁽²⁾	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	-	-
	6,357	1,020	443	6,934	2,578	740	440	2,878	4,056	3,779
Previous year	5,986	787	416	6,357	2,187	807	416	2,578	3,779	

Notes:

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

⁽²⁾ 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
	4	4

Non-trade (unquoted)

Subsidiaries

Infosys BPO Limited ⁽¹⁾		
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
	1,202	1,125

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
	119	3,497

1,325 4,626

Aggregate amount of unquoted investments

1,325 4,626

⁽¹⁾ 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
	406	313

Deferred tax liabilities

Branch profit tax	176	232
	176	232

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

6 SUNDRY DEBTORS⁽¹⁾

Debts outstanding for a period exceeding six months

Unsecured

 Considered doubtful

64

79

Other debts

Unsecured

 Considered good⁽²⁾

4,212

3,244

 Considered doubtful

19

21

4,295

3,344

Less: Provision for doubtful debts

83

100

4,212

3,244

⁽¹⁾ Includes dues from companies where directors are interested

2

11

⁽²⁾ 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 ⁽¹⁾

197

153

 In deposit accounts

13,024

8,868

Balances with non-scheduled banks

 In current accounts

444

776

13,665

9,797

⁽¹⁾ Includes balance in unclaimed dividend account

3

2

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

Sundry creditors		
Goods and services ⁽¹⁾	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 ⁽²⁾	8	8
	<u>1,370</u>	<u>1,252</u>
Advances received from clients	19	7
Unearned revenue	488	502
Unclaimed dividend	3	2
	<u>1,880</u>	<u>1,763</u>
⁽¹⁾ Includes dues to subsidiaries (refer to note 23.2.2)	55	95
⁽²⁾ 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
	<u>2,473</u>	<u>2,035</u>

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
11 SOFTWARE DEVELOPMENT EXPENSES				
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)
	3,760	3,038	14,267	11,559
12 SELLING AND MARKETING EXPENSES				
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
	317	266	1,219	974

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
13 GENERAL AND ADMINISTRATION EXPENSES				
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
	392	302	1,485	1,247

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
14 OTHER INCOME, NET				
Interest received on deposits with banks and others ⁽¹⁾	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>
⁽¹⁾ 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 ⁽¹⁾	(57)	173	(143)	21
	<u>667</u>	<u>518</u>	<u>2,378</u>	<u>1,717</u>

⁽¹⁾ 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 ⁽¹⁾	1,500	1,500
Interest accrued but not due	14	14
Loan to subsidiary	32	46
Advance income taxes	924	641
	2,375	1,671
Less: Opening balance considered	1,671	1,303
	704	368

⁽¹⁾ 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
	2,215	1,981
Less: Opening balance considered	1,981	1,745
	234	236

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 ⁽¹⁾	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)
	2,756	1,653

⁽¹⁾ 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 ⁽¹⁾	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
	1,152	565

⁽¹⁾ 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 ⁽¹⁾

As per the balance sheet	1,202	1,125
Less: Opening balance considered	1,125	1,005
	77	120

⁽¹⁾ Refer to note 23.2.5 for investment made in subsidiaries

20 (b) INVESTMENT/(DISPOSAL) OF SECURITIES ⁽¹⁾

Opening balance considered	3,497	-
Less: Closing as per the balance sheet	119	(3,497)
	3,378	3,497

⁽¹⁾ Refer to note 23.2.5 for investment and redemptions

20 (c) REPAYMENT OF SUBSIDIARY LOAN

Opening balance	46	51
Less: Closing balance ⁽¹⁾	32	46
	14	5

⁽¹⁾ 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
	1,086	831

22 CASH AND CASH EQUIVALENTS AT THE END

As per the balance sheet	13,665	9,797
Add: Deposits with financial institutions ⁽¹⁾	1,500	1,500
	15,165	11,297

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