

## Consolidated Balance Sheet as at 30 September 2007

	Schedule	As at 30 September 2007 (Rupees Crore)	As at 30 September 2006 (Rupees Crore)	As at 31 March 2007 (Rupees Crore)
<b>Sources of funds</b>				
<b>Shareholders' funds</b>				
Share capital	1	32.37	16.12	16.16
Advance pursuant to stock option schemes		0.69	0.41	0.72
Reserves and surplus	2	163.01	126.40	149.03
		<b>196.07</b>	<b>142.93</b>	<b>165.91</b>
		-	-	-
<b>Deferred tax liability</b> (refer note 2, schedule 16)		0.47	-	0.28
		-	-	-
		<b>196.54</b>	<b>142.93</b>	<b>166.19</b>
<b>Application of funds</b>				
		-	-	-
		-	-	-
<b>Fixed assets</b>				
Gross block	3	91.31	59.71	68.54
Less: Accumulated depreciation		(31.46)	(22.93)	(26.56)
Net block		59.86	36.78	41.99
Add: Capital work in progress (including capital advances)		0.36	4.25	13.08
		<b>60.21</b>	<b>41.03</b>	<b>55.07</b>
		-	-	-
<b>Investments</b>	4	<b>81.76</b>	<b>65.20</b>	<b>69.01</b>
		-	-	-
<b>Deferred tax asset</b> (refer note 2, schedule 16)		-	<b>0.00</b>	-
		-	-	-
		-	-	-
<b>Current assets, loans and advances</b>				
Sundry debtors	5	51.05	47.35	55.26
Cash and bank balances	6	35.37	10.50	26.83
Loans and advances	7	15.55	7.61	9.46
Other current assets	8	25.71	11.70	18.16
		<b>127.69</b>	<b>77.16</b>	<b>109.70</b>
<b>Less: Current liabilities and provisions</b>				
		-	-	-
		-	-	-
Current liabilities	9	(66.92)	(34.91)	(62.51)
Provisions	10	(6.20)	(5.56)	(5.08)
		<b>(73.12)</b>	<b>(40.46)</b>	<b>(67.59)</b>
		-	-	-
<b>Net current assets</b>		54.56	36.69	42.11
		-	-	-
		<b>196.54</b>	<b>142.93</b>	<b>166.19</b>
<b>Significant accounting policies and notes to the accounts</b>				
	16			

The schedules referred to above form an integral part of the consolidated financial statements.

## Nucleus Software Exports Ltd.

## Schedules forming part of the consolidated financial statements

	As at 30 September 2007 (Rupees Crore)	As at 30 September 2006 (Rupees Crore)	As at 31 March 2007 (Rupees Crore)
<b>SCHEDULE 1:</b>			
<b>Share capital</b>			
<b>Authorised capital</b>			
40,000,000 (20,000,000; 20,000,000) equity shares of Rs.10 each	<b>40.00</b>	<b>20.00</b>	<b>20.00</b>
	-	-	-
<b>Issued, subscribed and paid up</b>	-	-	-
	-	-	-
<b>Issued</b>	-	-	-
	-	-	-
32,367,424 (16,107,612; 16,163,112) equity shares of Rs.10 each	<b>32.37</b>	<b>16.11</b>	<b>16.11</b>

<b>Subscribed and paid up</b>	-	-	-
32,364,624 (16,104,812; 16,160,312) equity shares of Rs.10 each, fully paid up	32.36	16.12	16.16
Of the above:	-	-	-
16,182,312 equity shares of Rs.10 each have been issued as bonus shares by capitalisation of securities premium account during the half year ended 30 September 2007	-	-	-
8,045,406 equity shares of Rs.10 each have been issued as bonus shares by capitalisation of securities premium account during the year ended 31 March 2005	-	-	-
2,637,050 equity shares of Rs.10 each have been issued as bonus shares by capitalisation of general reserve and securities premium account during the year ended 31 March 2002	-	-	-
1,452,270 equity shares of Rs.10 each have been issued as bonus shares by capitalisation of general reserve during the year ended 31 March 1995	-	-	-
Add: 2,800 (2,800; 2,800) forfeited equity shares pending for reissue	0.00	0.00	0.00
	-	-	-
	<b>32.37</b>	<b>16.12</b>	<b>16.16</b>
<b>SCHEDULE 2:</b>	-	-	-
<b>Reserves and surplus</b>	-	-	-
<b>General reserve</b>	-	-	-
Balance as at 1 April	53.01	44.15	44.15
Add: Transferred from Profit and Loss Account	-	-	10.00
Less:- Gratuity and leave encashment transitional liability (refer note 7, schedule 16)	-	1.00	1.14
	-	-	-
	<b>53.01</b>	<b>43.15</b>	<b>53.01</b>
<b>Securities premium account</b>	-	-	-
Balance as at 1 April	17.32	16.30	16.30
Add: Share premium received	0.49	-	-
Add : On conversion of stock options issued to employees each	0.38	0.10	1.02
	16.18	-	-
	-	-	-
	2.01	16.40	17.32
	-	-	-
<b>Capital reserve account</b>	-	-	-
Balance as at 1 April	0.16	0.15	0.15
Add: Amount forfeited against employees stock option plan	0.01	-	0.01
	-	-	-
	<b>0.17</b>	<b>0.15</b>	<b>0.16</b>
<b>Employee stock options</b>	-	-	-
Balance as at 1 April	1.92	0.44	0.44
Add: Options granted during the year	-	0.79	1.99
Less: Reversal on forfeiture of stock options granted	-	0.02	0.18
Less: Transferred to securities premium on exercise of stock options	0.38	0.09	0.33
	-	-	-
	1.54	1.13	1.92
	-	-	-
Less: Deferred employee compensation	(0.86)	(0.64)	(1.20)
	-	-	-
	<b>0.68</b>	<b>0.48</b>	<b>0.72</b>
<b>Foreign currency translation reserve</b>	-	-	-
Balance as at 1 April	0.43	0.43	0.43
Add: Addition during the year	(0.36)	0.50	0.51
	<b>0.07</b>	<b>0.94</b>	<b>0.94</b>
<b>Profit and Loss Account</b>	-	-	-
Balance as at 1 April	76.88	38.03	38.17
Add: Profit for the year	30.20	27.26	55.15

Less: Transferred to general reserve	-	-	10.00
Less: Final dividend	-	-	-
Less: Interim dividend	-	-	5.64
Less: Dividend tax	-	-	0.79
	<b>107.08</b>	<b>65.29</b>	<b>76.88</b>
	-	-	-
	-	-	-
	<b>163.01</b>	<b>126.40</b>	<b>149.03</b>

**Schedules forming part of the consolidated financial statements**

	<b>As at 30 September 2007 (Rupees Crore)</b>	<b>As at 30 September 2006 (Rupees Crore)</b>	<b>As at 31 March 2007 (Rupees Crore)</b>
<b>SCHEDULE 4:</b>			
<b>Investments</b>			
<b>Long term investments</b>			
<b>Equity shares - Non trade and unquoted</b>			
10,040,000 (10,040,000) equity shares of Rs 10 each, fully paid up, in GMAC Financial Services India Limited	13.69	13.69	13.69
[Of the above, 80,000 (80,000) equity shares are held by nominees on behalf of the Company]	-	-	-
25,000 (25,000) equity shares of Rs 10 each, fully paid up, in Ujjivan Financial Services Private Limited	0.25	0.25	0.25
	-	-	-
	<b>13.94</b>	<b>13.94</b>	<b>13.94</b>
	-	-	-
<b>Current investments</b>	-	-	-
<b>Investments in bonds and mutual funds - Non trade and unquoted</b>	-	-	-
Maturity Plan-YFMP 09/05-Growth	-	2.00	-
Maturity Plan-YFMP 06/06-Growth	-	0.50	0.50
Prudential ICICI FMP Series 5-Institutional-Growth	-	2.00	2.00
Prudential FMP Series 34-One Year Plan B Institutional Growth	2.50	-	2.50
Lynch Liquidity Fund- Growth	-	2.00	-
Liquid Fund Institutional-Growth	-	0.50	-
Cash Plan Institutional-Growth	-	1.99	-
ICICI Institutional Liquid Plan-Growth	-	2.00	-
Cash Manager-Institutional Plan-Growth	-	1.00	-
Fund Series-13 Months (Oct 05)-Growth	-	0.75	-
Fixed Maturity-16th Plan A-Growth	-	0.80	0.80
Fixed Maturity-20th Plan -Growth	-	0.90	0.90
Fund-Dividend	-	7.32	-
Cash Plus-Institutional Premium-Growth	-	5.00	2.57
FMP-14 Months-Cumulative	-	2.00	2.00
Amro FTP Series 2 Thirteen Month Plan-Growth	-	1.00	1.00
AMRO FTSP5 14 Mths Plan Inst Growth	2.50	-	2.50
Fixed Term Plan-Ser-8-Yly Plan A-Inst.Growth	2.50	-	-
Fixed term Series-4-Growth	-	1.00	1.00
Fixed term Series-9-Growth	-	2.00	2.00
Fixed Term Series-27 Inst. Growth	1.50	-	1.50
Term Series-28 Inst. Growth	1.00	-	-
Pnb Fixed Maturity Plan-385 Days-Series I Institutional-Growth	-	1.00	1.00
Pnb Fixed Maturity Plan-(FMP-37) 385 Days-Series IV-Mar 07	2.50	-	2.50

FMP 13M March 2006(1)- Institutional Plan-Growth	-	-	1.00	1.00
FMP 13M June 2006(1)- Institutional Plan-Growth	-	-	1.00	1.00
FMP 13M July 2006(1)- Institutional Plan-Growth	-	-	1.25	1.25
367D April 2007 (5)-Wholesale Plan Growth	-	1.09	-	-
Liquid Fund-Growth	-	-	4.00	4.00
Prudential ICICI Super Institutional Plan-Growth	-	-	5.00	5.00
Liquid- Institutional Plus Plan -Growth	-	-	2.00	2.00
Horizon QFMP Series V-Dividend	-	-	-	1.50
Fixed Horizon Fund III-Annual Plan Series I-Institutional Growth Plan	-	1.50	-	1.50
Fixed Horizon Fund III-Annual Plan Series IV-Institutional Growth Plan	-	1.50	-	1.50
FMP 13M Series 2 Institutional-Growth	-	2.50	-	2.50
Kotak FMP Series 26-Growth	-	1.25	1.25	1.25
Fixed Term Fund Series 24-Institutional Plan-Growth Option	-	2.50	-	2.50
Term Fund Series 33-Institutional Growth	-	2.00	-	-
FTP Series 3 -Quarterly Plan A -Dividend	-	-	1.00	-
Plan Institutional-Dividend	-	-	1.00	5.78
maturity plan halfyearly series HFMP/1206/I Dividend plan-Reinvestment	-	-	-	1.53
Fund- Institutional Daily Dividend	-	6.64	-	-
Chartered Fixed Maturity Plan - Yearly Series 11-Plan B- Growth	-	0.75	-	-
Lynch Fixed Term Plan Series 1P-Institutional -Dividend	-	2.50	-	-
4,000,000 (Nil; Nil) units of face value of Rs 10 each of Templeton Fixed Horizon Fund Series II-Plan B-Institutional -Growth	-	4.00	-	-
Flexible Short Term Plan Ser. C -Qly Div-Ren	-	1.50	-	-
Maturity Plan Quarterly Series QFMP 0907/1-Inst. Dividend Plan-Re-	-	2.00	-	-
Quarterly Interval Fund-Series III-Institutional Dividend Plan	-	2.00	-	-
Interval Fund-Quarterly Plan-Series I-Institutional Dividend Plan	-	2.00	-	-
Paribas Interval Fund Qty-Plan-A-Inst Div	-	1.50	-	-
Lynch Fixed Term Plan Series 3D-Institutional -Growth	-	1.00	-	-
Plus Fund-Institutional Plan -Daily Dividend Option	-	5.03	-	-
2,500,000 (Nil; Nil) units of face value of Rs 10 each of Lotus India	-	2.50	-	-
Series-90 Days -15-(Sep 07)-Dividend	-	1.50	-	-
Maturity Fund-XXVI Dividend	-	1.50	-	-
Lotus liquid plus	-	4.79	-	-
Reliance liquid plus	-	3.76	-	-
		<b>67.82</b>	<b>51.26</b>	<b>55.07</b>
		<b>81.76</b>	<b>65.20</b>	<b>69.01</b>

**Notes:**

1. Net asset value (NAV) of current investments Rs. 570,440,447 (Rs 487,926,419) as at 31 March 2007.

2. Refer note 6, schedule 16 for details of investments purchased and sold during the year ended 31 March 2007.

**Schedules forming part of the consolidated financial statements**

	As at 30 September 2007 (Rupees Crore)	As at 30 September 2006 (Rupees Crore)	As at 31 March 2007 (Rupees Crore)
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**SCHEDULE 5:**

**Sundry debtors**

(Unsecured)

Debts outstanding for a period exceeding six months

- Considered good	4.48	0.53	1.33
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- Considered doubtful	1.29	2.23	1.21
	5.77	2.77	2.54
	-	-	-
Less: Provision for doubtful debts	(1.29)	(2.23)	(1.21)
	4.48	0.53	1.33
	-	-	-
Other debts (considered good)	46.57	46.82	53.94
	-	-	-
	<b>51.05</b>	<b>47.35</b>	<b>55.26</b>

#### SCHEDULE 6:

##### Cash and bank balances

Cash in hand [including cheques in hand Rs. 708,663 (Rs. 1,989,242)]	0.02	0.19	0.12
Balances with scheduled banks:	-	-	-
- in current accounts	27.21	9.03	12.75
- in fixed deposit accounts	0.91	0.97	1.00
Balance with non scheduled bank**:	-	-	-
- in current account	-	-	-
Citibank-U.K.	-	-	0.08
Citibank-Singapore	-	-	0.51
Korea Exchange Bank	-	-	0.10
PNC Bank-USA	-	-	2.95
Bank of Tokyo Mitsubishi -Japan	-	-	7.00
Shinsei Bank - Japan	-	-	0.66
Citibank -Hong Kong	-	-	0.00
ANZ Bank - Australia	-	-	0.04
Citibank -Singapore	-	-	0.33
Citibank -Netherlands	-	-	0.46
- in fixed deposit accounts	-	-	-
ANZ Bank - Australia	-	-	0.00
Remittance in transit	7.22	0.32	0.84
	-	-	-
	<b>35.37</b>	<b>10.50</b>	<b>26.83</b>

\*Maximum amount outstanding during the year

- in current accounts	-	-	-
Citibank-U.K.	-	-	0.11
Citibank-Singapore	-	-	10.78
Korea Exchange Bank	-	-	0.25
PNC Bank-USA	-	-	6.03
Bank of Tokyo Mitsubishi -Japan	-	-	24.21
Shinsei Bank - Japan	-	-	7.68
Citibank -Hong Kong	-	-	0.01
ANZ Bank - Australia	-	-	0.32
Citibank -Netherlands	-	-	0.56
- in fixed deposit accounts	-	-	-
ANZ Bank - Australia	-	-	0.00

\*\*include fixed deposits amounting to Rs. 9,954,311 (Rs. 9,149,266) under lien with bank on account of guarantees issued on behalf of the Company

#### SCHEDULE 7:

##### Loans and advances

Advances recoverable in cash or in kind or for value to be received	5.93	3.09	3.63
Security deposits	2.82	1.72	2.60
Advance income tax [net of provision Rs 33,872,189 (Nil)]	0.89	-	0.59
Advance fringe benefit tax [net of provision Rs 11,995,604 (Rs Nil; Rs Nil)]	-	-	-
MAT credit entitlement (refer note 8, schedule 16)	2.49	-	-
Prepaid expenses	3.43	2.79	2.64
	-	-	-
	<b>15.55</b>	<b>7.61</b>	<b>9.46</b>

#### SCHEDULE 8:

-	-	-
-	-	-
-	-	-

<b>Other current assets</b>	-	-	-
	-	-	-
Service income accrued but not due	25.62	11.59	18.04
Interest accrued but not due	0.09	0.10	0.11
	-	-	-
	25.71	11.70	18.16

**Schedules forming part of the consolidated financial statements**

	<b>As at 30 September 2007 (Rupees Crore)</b>	<b>As at 30 September 2006 (Rupees Crore)</b>	<b>As at 31 March 2007 (Rupees Crore)</b>
<b>SCHEDULE 9:</b>			
<b>Current liabilities</b>			
Sundry creditors*	29.41	13.45	18.99
Withholding tax	1.85	1.72	1.45
Advances from customers	23.58	16.08	37.93
Unclaimed dividend	0.11	0.07	0.34
Other liabilities	5.32	3.59	3.80
Book overdraft	6.66	-	-
	-	-	-
	<b>66.92</b>	<b>34.91</b>	<b>62.51</b>

\* There are no amounts payable to small scale industrial undertakings as defined under section 3(j) of the Industries (Development and Regulation) Act, 1951.

**SCHEDULE 10:**

**Provisions**

Gratuity	2.67	2.01	2.15
Leave encashment	3.51	3.19	2.92
Taxation [Net of advance tax Rs Nil (Rs 33,740,974)]	-	0.20	-
Fringe benefit tax [Net of advance fringe benefit tax Rs 10,325,604 (Rs 4,101,391)]	0.02	0.16	0.01
Dividend	-	-	-
Corporate dividend tax	-	-	-
	-	-	-
	<b>6.20</b>	<b>5.56</b>	<b>5.08</b>