

Nucleus Software Exports Ltd.

Consolidated Balance Sheet as at 31 March 2006

	Schedule	As at 31 March 2006 (Rupees crore)	As at 31 March 2005 (Rupees crore)
Sources of funds			
Shareholders' funds			
Share capital	1	16.11	16.09
Share application money pending allotment		0.08	0.03
Reserves and surplus	2	99.41	68.15
		-	-
		115.59	84.28
Application of funds			
		-	-
Fixed assets			
		-	-
		-	-
Gross block	3	50.14	43.62
Less: Accumulated depreciation		(20.19)	(15.89)
Net block		29.95	27.73
Add: Capital work in progress (including capital advances)		3.75	0.65
		33.70	28.39
		-	-
Investments	4	61.37	48.71
		-	-
Deferred tax asset (refer note 2, schedule 16)		0.02	0.17
Current assets, loans and advances			
Sundry debtors	5	23.83	19.22
Cash and bank balances	6	30.05	26.65
Loans and advances	7	3.78	3.66
Other current assets	8	7.64	2.75
		65.30	52.27
Less: Current liabilities and provisions			
		-	-
		-	-
Current liabilities	9	(35.40)	(38.29)
Provisions	10	(9.40)	(6.98)
		(44.80)	(45.27)
		-	-
Net current assets		20.50	7.01
		-	-
		115.59	84.28
Significant accounting policies and notes to the accounts	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 31 March 2006 (Rupees crore)	As at 31 March 2005 (Rupees crore)
SCHEDULE 1:		
Share capital		
Authorised capital		
20,000,000 (20,000,000) equity shares of Rs.10 each	-	-
	20.00	20.00
Issued, subscribed and paid up		
Issued		
16,107,612 (16,093,612) equity shares of Rs.10 each, fully paid up	-	-
	16.11	16.09
Subscribed and paid up		
16,104,812 (16,090,812) equity shares of Rs.10 each	-	-
	16.10	16.09
Of the above:		
8,045,406 equity shares of Rs.10 each have been issued as bonus shares by capitalisation of securities premium account in 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 in 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 in the year ended 31 March 1995		
Add: 2,800 (2,800) forfeited equity shares pending for reissue	0.00	0.00
	-	-
	16.11	16.09
SCHEDULE 2:		
Reserves and surplus		
General reserve		
Balance as at 1 April	34.15	24.15
Add: Transferred from Profit and Loss Account	10.00	10.00
	-	-
	44.15	34.15
Securities premium account		
Balance as at 1 April	16.17	24.05
Add : On conversion of stock options issued to employees each	0.13	0.16
	-	8.05
	-	-
	16.30	16.17
Capital reserve account		
Balance as at 1 April	0.15	0.15
Add: Amount forfeited against employees stock option plan	0.00	-
	-	-
	0.15	0.15
Employee stock options		
Balance as at 1 April	0.23	0.15
Add: Options granted during the period / year	0.33	0.22
Less: Reversal on forfeiture of stock options granted	0.01	-
Less: Transferred to securities premium on exercise of stock options	0.11	0.14
	-	-
	0.44	0.23
Less: Deferred employee compensation	(0.23)	(0.11)
	-	-
	-	-

Foreign currency translation reserve

Balance as at 1 April	0.05	-
Add: Addition during the year	0.38	0.05
	0.43	0.05
	-	-
Profit and Loss Account	-	-
Balance as at 1 April	17.51	11.35
Add: Profit for the year	37.08	20.75
Less: Transfer to general reserve	10.00	10.00
Less: Final dividend	5.64	4.02
Less: Dividend tax	0.79	0.56
	38.17	17.51
	-	-
	99.41	68.15

Schedules forming part of the consolidated financial statements

	As at 31 March 2006 (Rupees crore)	As at 31 March 2005 (Rupees crore)
SCHEDULE 4:		
Investments		
Long term investments		
Equity shares - Non trade and unquoted		
10,040,000 (Nil) equity shares of Rs 10 each, fully paid up, in GMAC Financial Services India Limited	13.69	13.69
[Of the above, 80,000 (80,000) equity shares are held by nominees on behalf of the Company]	-	-
25,000 (Nil) equity shares of Rs 10 each, fully paid up, in Ujjivan Financial Services Pvt. Ltd.	0.25	-
	-	-
	13.94	13.69
Current investments		
Treasury Management - Growth	-	1.65
management Fund-Saving Plan-Growth	5.07	2.75
Growth	-	0.50
Institutional Plan -Growth	-	1.58
Scheme-Annual Plan -3- Growth	-	3.90
Institutional Plan-Growth	-	0.50
GR. 14 Plan B-Growth	-	0.45
Liquidity Fund-Daily Dividend	-	0.50
Institutional Plan-Dividend	-	1.23
management Fund-Saving Plan-Dividend	-	5.09
Institutional Plan - Growth	-	2.41
Floating Rate Fund-Daily Dividend	0.07	4.00
Cash Plus Fund-Institutional Plan-Growth	-	2.02
Plan-YFMP 11/2004-Growth	-	5.93
Plan-YFMP 07/05-Growth	1.00	0.50
Plan-YFMP 07/05-Growth	2.00	-
ICICI FMP Series 5-Institutional-Growth	2.00	-
Maturity Fund-SeriesII-Annual Paln-I-Growth	1.00	2.00

Liquidity Fund-Daily Growth	4.00	-
Institutional Income Fund-Saving-Growth	3.20	-
Fund-Treasury Plan-Institutional -Growth	2.00	-
Fund-Institutional-Growth	3.10	-
Fund Institutional-Growth	1.50	-
Plan Institutional-Growth	2.99	-
Institutional Liquid Plan-Growth	2.00	-
Manager-Institutional Plan-Growth	1.00	-
Series-13 Months (Oct 05)-Growth	0.75	-
Maturity-16th Plan A-Growth	0.80	-
Maturity-20th Plan -Growth	0.90	-
Fund-Dividend	5.62	-
Institutional Premium-Growth	2.43	-
Months-Cumulative	2.00	-
Series 2 Thirteen Month Plan-Growth	1.00	-
Series-4-Growth	1.00	-
Fixed Maturity Plan-385 Days-Series I Institutional-Growth	1.00	-
March 2006(1)- Institutional Plan-Growth	1.00	-
	-	-
	47.43	35.02
	-	-
	61.37	48.71

Notes:

1. Net asset value (NAV) of current investments Rs. 487,926,419 (Rs 355,639,033) as at 31 March 2006.
2. Refer note 6, schedule 16 for details of investments purchased and sold during the year ended 31 March 2006.

Schedules forming part of the consolidated financial statements

	As at 31 March 2006 (Rupees crore)	As at 31 March 2005 (Rupees crore)
SCHEDULE 5:		
Sundry debtors		
(Unsecured)		
Debts outstanding for a period exceeding six months		
- Considered good	0.66	0.60
- Considered doubtful	1.89	2.00
	<u>2.55</u>	<u>2.59</u>
	-	-
Less: Provision for doubtful debts	(1.89)	(2.00)
	<u>0.66</u>	<u>0.60</u>
	-	-
Other debts (considered good)	23.17	18.62
	<u>-</u>	<u>-</u>
	23.83	19.22

SCHEDULE 6:

Cash and bank balances

Cash in hand [including cheques in hand Rs 1,989,242 (Rs 3,267,878)]	0.24	0.39
Balances with scheduled banks:	-	-
- in current accounts	2.58	3.77
- in fixed deposit accounts	18.46	12.74
Balance with non scheduled bank*:	-	-
- in current account	-	-
Citibank-U.K.	0.07	0.02
Citibank-Singapore	3.01	2.93
PNC Bank-USA	0.92	0.41

Bank of Tokyo Mitsubishi -Japan	0.79	0.46
Shinsei Bank - Japan	2.55	1.09
Citibank -Hong Kong	0.01	0.02
ANZ Bank - Australia	0.23	0.38
Citibank -Singapore	0.27	0.26
Citibank -Netherlands	0.51	-
- in fixed deposit accounts	-	-
ANZ Bank - Australia	0.00	0.00
Remittance in transit	0.40	4.17
	-	-
	30.05	26.65

*Maximum amount outstanding during the year

- in current accounts		
Citibank-U.K	0.11	0.25
Citibank-Singapore	18.46	16.09
Korea Exchange Bank	0.11	-
PNC Bank-USA	1.01	1.75
Bank of Tokyo Mitsubishi -Japan	2.30	1.99
Shinsei Bank - Japan	7.43	6.79
Citibank -Hong Kong	0.02	0.03
ANZ Bank - Australia	0.37	0.44
Citibank -Netherlands	0.54	-
- in fixed deposit accounts	-	-
ANZ Bank - Australia	0.00	0.03

SCHEDULE 7:

Loans and advances

Advances recoverable in cash or in kind or for value to be received	1.57	1.41
Security deposits	1.20	1.29
Prepaid expenses	1.01	0.96
	-	-
	3.78	3.66

SCHEDULE 8:

Other current assets

Service income accrued but not due	7.32	2.39
Interest accrued but not due	0.32	0.36
	-	-
	7.64	2.75

Schedules forming part of the consolidated financial statements

	As at 31 March 2006 (Rupees crore)	As at 31 March 2005 (Rupees crore)
SCHEDULE 9:		
Current liabilities		
Sundry creditors*	11.24	7.94
Withholding tax	0.80	0.98
Advances from customers	20.93	27.73
Unclaimed dividend	0.07	0.05
Other liabilities	2.21	1.31
Book overdraft	0.14	0.28
	-	-
	35.40	38.29

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

SCHEDULE 10:

Provisions

	-	-
Gratuity	1.19	0.86
Leave encashment	0.97	0.79

Taxation [Net of advance tax Rs 33,740,974 (Rs 19,131,991)]	0.80	0.74
Fringe benefit tax	0.02	-
Dividend	5.64	4.02
Dividend tax	0.79	0.56
	-	-
	9.40	6.98