

NUCLEUS SOFTWARE EXPORTS LIMITED
CONSOLIDATED BALANCE SHEET AS AT 31 MARCH 2011

	<u>Schedule</u>	<u>As at 31 March 2011 (Rupees)</u>	<u>As at 31 March 2010 (Rupees)</u>
Sources of funds			
Shareholders' funds			
Share capital	1	323,840,240	323,715,240
Advance pursuant to stock option schemes		2,182,720	3,451,740
Reserves and surplus	2	<u>2,555,690,825</u>	<u>2,386,980,001</u>
		2,881,713,785	2,714,146,981
Deferred tax liability (refer note 2, schedule 16)		591,954	1,111,447
		<u>2,882,305,739</u>	<u>2,715,258,428</u>
Application of funds			
Fixed assets			
Gross block	3	1,103,242,895	1,126,414,695
Less: Accumulated depreciation		<u>632,473,401</u>	<u>584,096,885</u>
Net block		470,769,494	542,317,810
Add: Capital work in progress (including capital advances)		<u>28,164,559</u>	<u>5,199,458</u>
		498,934,053	547,517,268
Investments	4	1,260,160,157	958,980,145
Deferred tax asset (refer note 2, schedule 16)		54,193,864	31,241,899
Current assets, loans and advances			
Sundry debtors	5	323,533,411	576,829,926
Cash and bank balances	6	617,467,102	667,453,589
Loans and advances	7	371,715,930	293,467,588
Other current assets	8	<u>359,602,107</u>	<u>309,511,774</u>
		1,672,318,550	1,847,262,877
Less: Current liabilities and provisions			
Current liabilities	9	387,350,845	465,989,117
Provisions	10	<u>215,950,040</u>	<u>203,754,644</u>
		603,300,885	669,743,761
Net current assets		1,069,017,665	1,177,519,116
		<u>2,882,305,739</u>	<u>2,715,258,428</u>
Significant accounting policies and notes to the accounts	16		

The schedules referred to above form an integral part of the consolidated Balance Sheet

In terms of our report attached

For **DELOITTE HASKINS & SELLS**
Chartered Accountants

For and on behalf of the Board of Directors

JITENDRA AGARWAL
Partner

Janki Ballabh
Chairman

Vishnu R Dusad
Managing Director

P K Sanghi
Chief Financial Officer

Poonam Bhasin
Company Secretary

Place: Gurgaon
Date: 01 May 2011

Place: Noida
Date: 01 May 2011

NUCLEUS SOFTWARE EXPORTS LIMITED
SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET

	<u>As at</u> <u>31 March 2011</u> <u>(Rupees)</u>	<u>As at</u> <u>31 March 2010</u> <u>(Rupees)</u>
SCHEDULE 1:		
Share capital		
Authorised capital		
40,000,000 (40,000,000) equity shares of Rs.10 each	<u>400,000,000</u>	<u>400,000,000</u>
Issued, subscribed and paid up		
Issued		
32,385,324 (32,372,824) equity shares of Rs.10 each	<u>323,853,240</u>	<u>323,728,240</u>
Subscribed and paid up		
32,382,524 (32,370,024) equity shares of Rs.10 each, fully paid up	323,825,240	323,700,240
Add: 2,800 (2,800) forfeited equity shares pending for reissue	15,000	15,000
	<u>323,840,240</u>	<u>323,715,240</u>
SCHEDULE 2:		
Reserves and surplus		
General reserve		
Balance as at 1 April	700,368,482	654,264,361
Add: Transferred from Profit and Loss Account	45,762,230	46,104,121
	<u>746,130,712</u>	<u>700,368,482</u>
Securities premium account		
Balance as at 1 April	20,953,189	20,953,189
Add : On conversion of stock options issued to employees	787,500	-
	<u>21,740,689</u>	<u>20,953,189</u>
Capital reserve account		
Balance as at 1 April	5,487,390	2,540,030
Add: Amount forfeited against employees stock option plan	1,242,120	2,947,360
	<u>6,729,510</u>	<u>5,487,390</u>
Employee stock options		
Balance as at 1 April	8,204,228	14,340,608
Less: Reversal on forfeiture of stock options granted	1,973,593	6,136,380
	<u>6,230,635</u>	<u>8,204,228</u>
Foreign currency translation reserve		
Balance as at 1 April	35,384,951	42,171,611
Add: Addition during the period / year	18,544,945	(6,786,660)
	<u>53,929,896</u>	<u>35,384,951</u>
Hedging reserve (refer note 4, schedule16)		
Balance as at 1 April	13,723,574	(12,268,744)
Add: Movement during the period / year	2,456,363	25,992,318
	<u>16,179,937</u>	<u>13,723,574</u>
Profit and Loss Account		
	<u>1,704,749,446</u>	<u>1,602,858,187</u>
	<u>2,555,690,825</u>	<u>2,386,980,001</u>

NUCLEUS SOFTWARE EXPORTS LIMITED
SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET

Schedule 3:

Fixed assets

(Rupees)

	Gross block			As at 31 March 2011	Accumulated depreciation			Net block		
	As at 1 April 2010	Additions	Deductions / adjustments		As at 1 April 2010	Depreciation for the year	Deductions / adjustments	As at 31 March 2011	As at 31 March 2011	As at 31 March 2010
Tangible assets										
Freehold land	3,360,720	-	-	3,360,720	-	-	-	-	3,360,720	3,360,720
Leasehold land	187,842,361	-	-	187,842,361	8,067,995	2,001,440	-	10,069,435	177,772,926	179,774,366
Leasehold improvement	12,539,955	218,328	-	12,758,283	9,107,036	2,414,280	-	11,521,316	1,236,967	3,432,919
Buildings	242,275,991	1,152,955	-	243,428,946	35,396,513	8,018,149	-	43,414,662	200,014,284	206,879,478
Plant and machinery (including Office equipment)	169,398,819	2,020,898	2,009,854	169,409,863	117,519,941	22,011,605	2,200,282	137,331,264	32,078,599	51,878,878
Computers	290,515,624	8,306,407	1,963,515	296,858,516	231,527,769	35,633,165	2,512,332	264,648,602	32,209,914	58,987,855
Vehicles	17,180,641	1,330,749	1,758,661	16,752,729	11,076,810	2,555,309	1,758,660	11,873,459	4,879,270	6,103,831
Furniture and fixtures	53,955,770	766,036	9,957,389	44,764,417	44,410,715	4,518,905	10,003,066	38,926,554	5,837,863	9,545,055
				-				-		
Intangible assets										
Software	149,344,814	7,260,851	28,538,605	128,067,060	126,990,106	15,653,582	27,955,579	114,688,109	13,378,951	22,354,708
Current year	1,126,414,695	21,056,224	44,228,024	1,103,242,895	584,096,885	92,806,435	44,429,919	632,473,401	470,769,494	542,317,810
Previous year	1,120,218,666	18,528,492	12,332,463	1,126,414,695	481,171,475	113,346,204	10,420,794	584,096,885	542,317,810	-

NUCLEUS SOFTWARE EXPORTS LIMITED
SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET

SCHEDULE 4:

Investments

Long term investments

Equity shares - Trade and unquoted

25,000 (25,000) equity shares of Rs 100 each, fully paid up, in Ujjivan Financial Services Private Limited	2,500,000	2,500,000
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Current investments

Investments in bonds and mutual funds - Non trade and unquoted

Nil (843,889) units of face value of Rs. 100 each of ICICI Prudential Flexible Income Plan - Premium - (D)	-	89,228,309
5,000,000 (Nil) units of HDFC FMP 370D March 2011 (4) - Growth - Series - XVI	50,000,000	-
6,434,615 (Nil) units of HDFC Liquid Fund Premium Plan-Dividend-Daily Reinvest	78,887,094	-
2,526,200 (Nil) units of ICICI Prudential Interval Fund II Quarterly Interval Plan A-Institutional Dividend	25,262,000	-
695,723 (Nil) units of ICICI Prudential Liquid- Super Institutional Plan-Div-Daily	69,587,478	-
2,486,226 (Nil) units of TATA Fixed Income Portfolio Fund Scheme C2 Inst Half-Yearly	25,000,000	-
Nil (6,446,666) units of face value of Rs. 10 each of Birla Sun Life Savings Fund-Inst-(D)	-	64,510,501
1,500,000 (Nil) units of Tata Fixed Maturity Plan Series 28 Scheme A Dividend	15,000,000	-
Nil (7,718,375) units of face value of Rs. 10 each of Fortis Money Plus Plan-Inst-(D)	-	77,207,676
Nil (5,958,385) units of face value of Rs. 10 each of HDFC Cash Management Fund-Treasury Advantage Plan-Wholesale-(D)	-	59,771,541
86,329 (Nil) units of Axis Liquid Fund- Institutional-Daily Dividend-Reinvestment	86,331,943	-
Nil (7,898,841) units of face value of Rs. 10 each of JP Morgan India Treasury Fund-Super Inst-(D)	-	79,058,710
Nil (4,475,934) units of face value of Rs. 10 each of Reliance Medium Term Fund - (D)	-	76,518,328
5,000,000 (Nil) units of Axis Fixed Term Plan - Series 13 (370 days) - Growth Plan	50,000,000	
Nil (20,231) units of face value of Rs. 1000 each of Reliance Money Manager Fund-Inst-(D)	-	20,253,632
5,105,720 (Nil) units of UTI- Fixed Income Interval Fund - Half Yearly Interval Plan-Series I - Institutional Dividend Plan -Reinvestment	51,057,350	-
Nil (9,954,857) units of face value of Rs. 10 each of LICMF Savings Plus Fund-(D)	-	99,548,567
32,174 UTI Liquid Cash Plan Institutional - Daily Income Plan - Re-Investment	32,799,307	-
Nil (9,899,960) units of face value of Rs. 10 each of Kotak Flexi Debt Scheme - Inst. (D)	-	99,469,852
5,000,000 (Nil) units of SBI Debt Fund Series-90 Days-42-Dividend	50,000,000	-
Nil (7,335,658) units of face value of Rs. 10 each of JM Money Manager Fund Super Plus Plan-(D)	-	73,395,456
4,000,000 (Nil) DSP BlackRock FMP-3M-Series 28-Dividend-Payout	40,000,000	-
10,975 (Nil) units of DSP BlackRock Money Manager Fund - Regular - Daily Dividend	11,000,000	
Nil (47,849) units of face value of Rs 1000 each of UTI Treasury Advantage Fund-Inst-(D)	-	47,859,307
Nil (4,497,335) units of face value of Rs 10 each of S252 SBNPP Ultra ST Fund Super-Inst-(D)	-	45,139,750
Nil (1,999,606) units of face value of Rs 10 each of TFLD TATA Floater Fund (D)	-	20,067,250
4,150,000 (Nil) units of SBI Debt Fund Series-90 Days-38-Dividend	41,500,000	-
Nil (47,295) units of face value of Rs. 100 each of ICICI Flexible Income Plan Premium -(D)	-	5,000,765
Nil (5,397,483) units of face value of Rs. 10 each of LICMF Income Plus Fund- (D)	-	53,974,829
Nil (4,545,267) units of face value of Rs. 10 each of LICMF Savings Plus Fund- (D)	-	45,452,672
5,000,000 (Nil) units of SBI Debt Fund Series-180 Days-14-Dividend	50,000,000	-
5,761,098 (Nil) units of Birla Sun Life Cash Plus-Inst. Prem. -Daily Dividend-Reinvestment	57,723,320	-
700,000 (Nil) units of IDFC FMP Half Yearly-Series-12-Dividend	7,000,000	-
5,750,000 (Nil) units of SBI Debt Fund Series-180 Days-15-Dividend	57,500,000	-
6,000,000 (Nil) units of Birla SunLife Short Term FMP-Series 4 Dividend - Payout	60,000,000	-

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2,165,001 (Nil) units of Birla Sun Life Short Term FMP - Series 6 Dividend - Payout	21,650,011	-
4,999,980 (Nil) units of Kotak FMP 6M Series 11 - Dividend	49,999,800	-
3,722,102 (Nil) units of Kotak Liquid (Institutional Premium) - Daily Dividend	45,514,242	-
3,499,055 (Nil) units of Kotak Quarterly Interval Plan Series 10-Dividend	35,000,000	-
2,218,899 (Nil) units of JM High Liquidity Fund-Super Institutional Plan -Daily Dividend	22,225,603	-
5,000,000 (Nil) units of Kotak Quarterly Interval Plan Series 5-Dividend	50,000,000	-
3,142,228 (Nil) units of Reliance Fixed Horizon Fund - XVIII - Series 1 - Dividend Plan	31,422,280	-
6,000,000 (Nil) units of DSP BlackRock FMP-3M-Series 29-Dividend-Payout	60,000,000	-
3,987,614 (Nil) units of DSP BlackRock FMP-3M-Series 33-Dividend-Payout	39,876,141	-
2,700,000 (Nil) units of Reliance Fixed Horizon Fund - XVIII - Series 7 - Dividend Plan	27,000,000	-
120,354 (Previous year Nil) units of face value of Rs. 100 each of ICICI Prudential Liquid Super Institutional Plan -Daily Dividend Option	12,038,254	-
4,182 (Previous year Nil) units of face value of Rs. 1000 each of UTI Liquid Fund Cash Plan- Daily Dividend Option	4,262,334	-
	1,257,637,157	956,457,145
Investments in Government securities *		
- National savings certificates	23,000	23,000
	1,260,160,157	958,980,145

Notes:

* provided as security to government authorities

1. Net asset value (NAV) of current investments Rs. 1,262,905,944 (Rs. 956,457,145) as at 31 March, 2011

2. Refer note 7, schedule 16 for details of investments purchased and sold during the year ended 31 March, 2011

SCHEDULE 5:

Sundry debtors

(Unsecured)

Debts outstanding for a period exceeding six months

- Considered good

- Considered doubtful

Less: Provision for doubtful debts

Other debts (considered good)

	30,424,365	122,392,969
	53,470,916	16,946,831
	83,895,281	139,339,800
	(53,470,916)	(16,946,831)
	30,424,365	122,392,969
	293,109,046	454,436,957
	323,533,411	576,829,926

NUCLEUS SOFTWARE EXPORTS LIMITED
SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET

SCHEDULE 6:

Cash and bank balances (refer note 6, schedule 16)

Cash in hand	8,068	162,242
Cheques in hand	-	8,121,930
Balances with scheduled banks:		
- in current accounts	79,289,156	101,665,923
- in fixed deposit accounts**	403,708,774	386,770,013
Balance with non scheduled bank: *		
- in current account		
Citibank-U.K.	1,011,098	79,827
Citibank-UAE	1,265,987	926,456
Citibank-Singapore	72,624,240	42,826,097
Citibank-Korea	9,747,651	13,402,091
Citibank-Philippines	509,222	1,280,369
PNC Bank-USA	8,907,730	6,700,374
Bank of Tokyo Mitsubishi -Japan	6,226,743	5,860,080
Shinsei Bank - Japan	11,045,785	4,368,051
Citibank -Japan	20,491,893	93,574,154
Citibank -Singapore	701,417	810,893
Citibank -Netherlands	1,929,338	905,089
	617,467,102	667,453,589

*Maximum amount outstanding during the year

- in current accounts		
Citibank-U.K.	1,502,934	2,148,871
Citibank-UAE	4,185,887	4,508,639
Citibank-Singapore	164,261,936	175,082,127
Citibank-Korea	15,884,270	23,863,462
Citibank-Philippines	1,856,859	1,513,351
PNC Bank-USA	20,849,128	11,971,661
Bank of Tokyo Mitsubishi -Japan	29,299,450	155,838,223
Shinsei Bank - Japan	39,014,220	49,552,493
Citibank -Japan	116,078,347	99,264,082
Citibank -Hong Kong	-	14,024
ANZ Bank - Australia	-	517,800
Citibank -Singapore	680,042	826,546
Citibank -Netherlands	1,842,975	6,877,379
- in fixed deposit accounts		
ANZ Bank - Australia		

*include fixed deposits amounting to Rs. 7,608,764 (Rs.5,570,013) under lien with bank on account of guarantees issued on behalf of the Company.

SCHEDULE 7:

**Loans and advances
(Unsecured, considered good)**

Advances recoverable in cash or in kind or for value to be received	46,596,950	43,646,954
Security deposits	26,774,149	28,644,688
Mark to Market on Options/Forward contracts (refer note 3, schedule16)	15,791,193	12,861,347
Advance income tax [net of provision Rs. 149,261,649 (Rs. 153,651,259)]	132,382,114	85,017,325
Advance fringe benefit tax [net of provision Rs. 24,915,859 (Rs. 24,915,859)]	2,732,275	2,732,275
MAT credit entitlement (refer note 8, schedule16)	120,149,849	87,353,354
Prepaid expenses	27,289,400	33,211,646
	371,715,930	293,467,588

NUCLEUS SOFTWARE EXPORTS LIMITED
SCHEDULES FORMING PART OF THE CONSOLIDATED BALANCE SHEET

SCHEDULE 8:

Other current assets

Service income accrued but not due [net of provision of Rs. 20,154,645 (Rs. 18,763,212)]*	347,107,173	295,156,911
Interest accrued but not due	12,494,934	14,354,863
	<u>359,602,107</u>	<u>309,511,774</u>

SCHEDULE 9:

Current liabilities

Sundry creditors*	255,869,873	318,112,186
Advances from customers	83,136,713	114,705,126
Unclaimed dividend	1,771,309	1,467,148
Other liabilities	41,215,453	27,802,380
Book overdraft	5,357,497	3,902,277
	<u>387,350,845</u>	<u>465,989,117</u>

* The Company has no amounts payable to micro, small and medium enterprises as defined in section 7(1) of the Micro, Small and Medium Enterprises Development Act, 2006, to the extent such parties have been identified from the available information.

SCHEDULE 10:

Provisions

Gratuity	80,156,025	62,565,402
Leave encashment	41,702,544	46,823,339
Proposed dividend	80,956,310	80,925,060
Corporate dividend tax	13,135,161	13,440,843
	<u>215,950,040</u>	<u>203,754,644</u>