

Nucleus Software Exports Ltd.

Consolidated Cash Flow Statement for the quarter ended 30 Sep 2010

	For the six months ended 30 Sep 2010	For the quarter ended 30 September 2010
<b>A. Cash flow from operating activities</b>		
Net profit before tax	152,245,189	94,125,624
<i>Adjustment for:</i>		
Depreciation	48,403,148	23,671,830
Exchange difference on translation of foreign currency accounts	17,141,176	13,659,241
Dividend received from non trade investments	(22,953,058)	(12,209,100)
Interest on fixed deposits	(15,511,974)	(7,702,306)
Profit on sale of investments	-	6,808
Amortisation of employees compensation expenses	(1,973,593)	-
Profit on sale of fixed assets (net)	595,188	595,188
Loss on assets discarded	-	-
Bad debts / advances written off	-	-
Advances and other current assets written off	7,331,279	940,570
Provision for doubtful debts / advances	10,788,665	19,612,219
Provision for diminishing in value of investment	-	-
Operating profit before working capital changes	196,066,020	132,700,074
		-
Decrease / (increase) in debtors	151,530,102	(15,147,425)
Increase in loans and advances	9,702,320	(9,524,328)
Decrease / (increase) in other current assets	(1,970,982)	9,429,529
(Decrease) / increase in current liabilities	17,288,600	(57,255,030)
	372,616,060	60,202,820
Direct taxes paid	(74,761,062)	(34,280,513)
Fringe benefit tax paid	-	-
<b>Net cash from operating activities (A)</b>	<b>297,854,997</b>	<b>25,922,306</b>
<b>B. Cash flow from investing activities</b>		
		-
Purchase of fixed assets/capital work in progress	(12,695,348)	(9,091,241)
Sale of fixed assets	(595,188)	(595,188)
Purchase of current investments	(1,264,882,980)	571,377,338
Proceeds on sale of current investments	1,057,128,752	(684,221,315)
Proceeds on sale of non trade investments	-	-
Purchase of fixed deposits	-	-
Interest on fixed deposits	11,404,109	5,241,426
Tax paid	(2,615,372)	(89,984)
Dividend received from non trade investments	22,953,058	12,209,100
<b>Net cash from/ (used in) investing activities (B)</b>	<b>(189,302,969)</b>	<b>(105,169,864)</b>
<b>C. Cash flow from financing activities</b>		
		-
Dividend paid (including corporate dividend tax thereon)	(94,404,418)	(159,224)
Advance pursuant to employee stock option scheme	885,600	35,600
<b>Net cash used in financing activities (C)</b>	<b>(93,518,818)</b>	<b>(123,624)</b>
		-
Net (decrease) / increase in cash and cash equivalents	15,033,211	(79,371,181)
Opening cash and cash equivalents	667,453,589	-
Effect of exchange rate change	(2,176,803)	(2,270,704)
Closing cash and cash equivalents *	680,309,997	(81,641,885)

Notes:

- The above cash flow statement has been prepared in accordance with the 'Indirect method' as set out in the Accounting Standard - 3 on 'Cash Flow Statements' prescribed under Companies (Accounting Standard) Rules, 2006.
- Cash and cash equivalents consist of cash in hand, remittance in transit, balances in current accounts and fixed deposits with scheduled banks / non scheduled banks.