

Nucleus Software Exports Ltd.

Consolidated Cash Flow Statement for the quarter ended 30 Sep 2011

	For the half year ended 30 September 2011	For the quarter ended 30 Sep 2011	For the quarter ended 30 June 2011	For the year ended 31 March 2011
A. Cash flow from operating activities				
Net profit before tax	227,979,519	160,152,994	67,826,525	298,651,529
<i>Adjustment for:</i>				
Depreciation	39,502,169	19,355,680	20,146,489	92,806,435
Exchange difference on translation of foreign currency accounts	(33,943,097)	(37,186,810)	3,243,713	8,191,442
Dividend received from non trade investments	(39,120,969)	(18,115,122)	(21,005,847)	(61,325,014)
Interest on fixed deposits	(18,041,593)	(6,605,628)	(11,435,965)	(25,965,711)
Profit on sale of investments	(28,101)	-	(28,101)	27,625
Amortisation of employees compensation expenses	(1,256,530)	(663,250)	(593,280)	(1,973,593)
Profit on sale of fixed assets (net)	(10,990)	(393,472)	382,482	229,281
Loss on assets discarded	-	-	-	-
Bad debts / advances written off	-	-	-	-
Advances and other current assets written off	4,499,677	-	4,499,677	8,031,279
Provision for doubtful debts / advances	16,143,758	12,924,675	3,219,083	40,236,812
Provision for diminishing in value of investment	-	-	-	-
Operating profit before working capital changes	195,723,843	129,469,067	66,254,776	358,910,086
Decrease / (increase) in debtors	(72,671,290)	(83,856,691)	11,185,401	216,331,730
Increase in loans and advances	(86,385,862)	(92,106,275)	5,720,414	2,031,354
Decrease / (increase) in other current assets	(132,517,678)	(27,175,125)	(105,342,552)	(62,912,150)
(Decrease) / increase in current liabilities	96,178,847	84,137,940	12,040,907	(62,653,603)
	327,861	10,468,916	(10,141,055)	451,707,416
Direct taxes paid	10,585,622	(14,312,892)	24,898,514	(134,348,163)
Fringe benefit tax paid	-	-	-	-
Net cash from operating activities (A)	10,913,483	(3,843,976)	14,757,459	317,359,254
B. Cash flow from investing activities				
Purchase of fixed assets/capital work in progress	(42,442,771)	(27,389,573)	(15,053,198)	(45,540,104)
Sale of fixed assets	10,990	393,472	(382,482)	592,508
Purchase of current investments	(38,178,217)	180,376,237	(218,554,454)	(5,340,842,827)
Proceeds on sale of current investments	-	(28,101)	28,101	5,039,722,690
Proceeds on sale of non trade investments	-	-	-	-
Purchase of fixed deposits	-	-	-	-
Interest on fixed deposits	18,364,097	7,162,737	11,201,360	27,825,639
Tax paid	(6,261,166)	(2,300,507)	(3,960,659)	(8,759,536)
Dividend received from non trade investments	39,120,969	18,115,122	21,005,847	61,325,014
Net cash from/ (used in) investing activities (B)	(29,386,098)	176,329,387	(205,715,485)	(265,676,616)
C. Cash flow from financing activities				
Dividend paid (including corporate dividend tax thereon)	(94,091,878)	(94,091,878)	-	(102,554,724)
Advance pursuant to employee stock option scheme	124,620	124,620	-	885,600
Net cash used in financing activities (C)	(93,967,258)	(93,967,258)	-	(101,669,124)
Net (decrease) / increase in cash and cash equivalents	(112,439,873)	78,518,152	(190,958,026)	(49,986,487)
Opening cash and cash equivalents	617,467,102	427,392,069	617,467,102	667,453,589
Effect of exchange rate change	5,953,896	5,070,904	882,992	-
Closing cash and cash equivalents *	510,981,125	510,981,125	427,392,069	617,467,102

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.