

Polaris Financial Technology Limited
Consolidated Balance Sheet as at June 30, 2013
(All amounts are in Rupees in lakhs unless otherwise stated)

Particulars	June 30, 2013	March 31, 2013
EQUITY AND LIABILITIES		
Shareholders' Funds		
Share capital	4,975.47	4,975.30
Reserves and surplus	132,624.70	129,297.15
	137,600.17	134,272.45
Share application money pending allotment	0.36	-
Non-Current Liabilities		
Long - term borrowings	16.27	57.81
Deferred tax liabilities (Net)	937.81	793.01
Long - term provisions	637.27	915.63
Current Liabilities		
Short -term borrowings	12,618.58	11,554.24
Trade payables	21,695.76	20,627.56
Other current liabilities	18,494.39	18,423.91
Short-term provisions	20,163.47	15,312.51
TOTAL	212,164.08	201,957.12
ASSETS		
Non-Current Assets		
Fixed assets		
- Tangible assets	33,557.67	33,722.84
- Intangible assets	1,357.67	1,368.35
- Capital work-in-progress	4,298.38	4,187.52
- Intangible assets under development	960.19	790.12
	40,173.91	40,068.83
Goodwill on Consolidation	22,794.33	21,247.89
Non-current investments	4,667.77	3,572.07
Deferred tax assets (Net)	603.05	599.87
Long-term loans and advances	12,009.01	12,384.79
Other non-current assets	1,575.00	-
Current Assets		
Current investments	27,255.20	26,539.01
Trade receivables	39,611.71	40,747.06
Cash and bank balance	25,240.25	20,566.10
Short-term loans and advances	5,692.23	5,390.18
Other current assets	32,541.62	30,841.32
TOTAL	212,164.08	201,957.12

Polaris Financial Technology Limited

Consolidated Statement of Profit and Loss for the period ended June 30, 2013

(All amounts are in Rupees in lakhs unless otherwise stated)

Particulars	Quarter Ended			Year Ended
	June 30, 2013	March 31, 2013	June 30, 2012	March 31, 2013
Revenue				
Income from software services and products	56,796.65	54,283.96	56,931.26	225,863.10
Other income	1,502.78	902.32	2,162.48	3,413.92
Total Revenue	58,299.43	55,186.28	59,093.74	229,277.02
Expenses				
Employee benefit expenses	43,431.05	41,515.43	41,647.28	166,311.67
Other expenses	7,755.58	7,297.45	8,349.85	33,038.22
Finance costs	61.37	57.94	75.44	249.08
Depreciation and amortization expenses	1,385.08	1,390.46	1,291.74	5,369.09
Total Expenses	52,633.08	50,261.28	51,364.31	204,968.06
Profit before tax	5,666.35	4,925.00	7,729.43	24,308.96
TAX EXPENSES				
Income taxes - Current tax	1,129.59	1,744.65	1,188.05	5,573.92
- Deferred tax	136.19	234.79	440.03	315.96
- MAT credit entitlement	-	(579.21)	-	(579.21)
- MAT credit entitlement (Earlier years)	-	(407.00)	-	(407.00)
Profit before Minority interest adjustment and share of profit/(loss) from Associates	4,400.57	3,931.77	6,101.35	19,405.29
Add/(Less): Share of Profit/(loss) on Associate Companies	(80.19)	452.01	-	452.01
Add/(Less): Minority Interest - Share of loss/(Profit)	-	-	15.40	223.03
Profit for the period	4,320.38	4,383.78	6,116.75	20,080.33
Net loss attributable to discontinuing operations	18.04	49.91	424.93	2,127.50
Earnings per share (In Rs.) - (equity shares par value Rs 5 each)				
Basic	4.34	4.41	6.15	20.19
Diluted	4.33	4.40	6.13	20.15
Number of shares used in computing earnings per share				
Basic	99,507,323	99,491,143	99,460,311	99,473,789
Diluted	99,662,808	99,689,586	99,795,726	99,669,953

Polaris Financial Technology Limited
Consolidated cash flow statement for the period ended June 30, 2013
(All amounts are in Rupees in lakhs unless otherwise stated)

Particulars	June 30, 2013	March 31, 2013
Cash flows from operating activities		
Profit before taxation	5,666.35	24,308.95
Adjustments for:		
Depreciation and amortisation	1,385.08	5,369.09
Interest income	(155.93)	(549.54)
Dividend income	(421.31)	(1,001.19)
Unrealised exchange (gain) / loss	(712.94)	949.02
Exchange difference on translation of foreign operations	1,950.03	1,090.86
(Profit) / Loss on sale of fixed assets	(9.54)	(1,117.55)
(Profit) / Loss on sale of Investments	(88.45)	(593.90)
Provision for doubtful debts	118.22	145.47
Bad debts written off	-	678.09
Interest expenses	61.37	249.08
Changes in assets and liabilities		
Decrease / (Increase) in trade receivable	2,505.05	(4,220.70)
Decrease / (Increase) in loans and advances and other assets	(1,861.10)	(4,364.78)
Increase / (Decrease) in liabilities and provisions	761.60	735.31
Net Taxes paid	(598.64)	(6,512.21)
Net cash from operating activities	8,599.79	15,166.00
Cash flows from Investing activities		
Purchase of fixed assets, changes in capital work in progress and capital advance	(1,278.45)	(5,605.29)
Proceeds from sale of fixed assets	57.96	1,330.21
Acquisition of subsidiaries & Investment in Associates	-	(5.04)
Net decrease/(Increase) in in non-trade investments	(1,803.63)	(11,036.63)
Investment in long-term term deposits	(1,575.00)	1,500.00
Interest received	155.93	549.54
Dividend received	421.31	1,001.19
Net cash used in investing activities	(4,021.88)	(12,266.02)
Cash flows from financing activities		
Proceeds from share capital issued on exercise of stock options	0.17	3.10
Proceeds from share premium on exercise of stock options	2.29	35.77
Proceeds / (Repayment) of loans	44.81	589.00
Interest paid	(61.37)	(249.08)
Dividends paid during the period	1.96	(2,984.15)
Dividend tax paid during the period	-	(484.11)
Net cash (used in) / from financing activities	(12.14)	(3,089.47)
Exchange differences on translation of foreign currency cash and cash equivalents	108.38	6.97
Net increase / (decrease) in cash and equivalents during the year/period	4,674.15	(182.52)
Cash balance of subsidiaries on acquisitions	-	5.04
Cash and cash equivalents at the beginning of the year/period	20,566.10	20,743.58
Cash and cash equivalents at the end of the period	25,240.25	20,566.10
Components of Cash and cash equivalents		
Cash on hand	39.80	37.63
Balance with banks		
- On current account	13,373.14	12,034.35
- On deposit account *	11,746.83	8,415.60
- On unpaid dividend account **	80.48	78.52
	25,240.25	20,566.10

* The balance on deposit accounts as of March 31, 2013 includes Rs. 1,500 lakhs which has been pledged as a security by the company for availing non-fund based facilities .

** The balance in unpaid dividend account was Rs 80.48 lakhs (March 31, 2012: Rs 78.52 lakhs) which are not available for use by the Company as they represent corresponding unpaid dividend liabilities.