

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

Particulars	Sept 30, 2013	March 31, 2013
EQUITY AND LIABILITIES		
Shareholders' Funds		
Share capital	4,975.50	4,975.30
Reserves and surplus	135,274.87	129,297.15
	140,250.37	134,272.45
Share application money pending allotment	13.55	-
Non-Current Liabilities		
Long - term borrowings	-	57.81
Deferred tax liabilities (Net)	889.88	793.01
Long - term provisions	533.30	915.63
Current Liabilities		
Short -term borrowings	5,634.90	11,554.24
Trade payables	22,559.18	20,627.56
Other current liabilities	15,739.36	18,423.91
Short-term provisions	16,313.14	15,312.51
TOTAL	201,933.68	201,957.12
ASSETS		
Non-Current Assets		
Fixed assets		
- Tangible assets	32,703.88	33,722.84
- Intangible assets	1,197.41	1,368.35
- Capital work-in-progress	4,278.28	4,187.52
- Intangible assets under development	1,023.33	790.12
	39,202.90	40,068.83
Goodwill on Consolidation	7,638.12	21,247.89
Non-current investments	5,801.98	3,572.07
Deferred tax assets (Net)	612.77	599.87
Long-term loans and advances	13,005.70	12,384.79
Other non-current assets	1,575.00	-
Current Assets		
Current investments	30,498.23	26,539.01
Trade receivables	49,658.80	40,747.06
Cash and bank balance	15,475.55	20,566.10
Short-term loans and advances	5,529.70	5,390.18
Other current assets	32,934.93	30,841.32
TOTAL	201,933.68	201,957.12

Polaris Financial Technology Limited

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

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

Particulars	Half year		Quarter Ended		Year Ended	
	Sept 30, 2013	Sept 30, 2012	Sept 30, 2013	June 30, 2013	Sept 30, 2012	March 31, 2013
Revenue						
Income from software services and products	116,103.21	115,521.00	61,007.91	55,095.30	58,589.74	225,863.10
Other income	1,993.75	1,768.32	805.63	1,514.83	403.97	3,413.92
Total Revenue	118,096.96	117,289.32	61,813.54	56,610.13	58,993.71	229,277.02
Expenses						
Employee benefit expenses	87,826.25	83,273.07	45,517.43	42,308.82	41,625.79	166,311.67
Other expenses	16,352.71	16,875.51	9,398.89	7,280.53	9,323.79	33,038.23
Finance costs	80.36	137.23	41.69	38.67	61.79	249.08
Depreciation and amortization expenses	2,653.09	2,586.61	1,355.40	1,297.69	1,294.87	5,369.09
Total Expenses	106,912.41	102,872.42	56,313.41	50,925.71	52,306.24	204,968.07
Profit before extraordinary items and tax	11,184.55	14,416.90	5,500.13	5,684.42	6,687.47	24,308.95
Extraordinary Items	-	-	-	-	-	-
Profit before tax	11,184.55	14,416.90	5,500.13	5,684.42	6,687.47	24,308.95
TAX EXPENSES						
Income taxes - Current tax	2,508.47	2,641.17	1,378.88	1,129.59	1,453.12	5,573.92
- Adjustment of tax relating to earlier periods	(441.04)	-	(441.04)	-	-	-
- Deferred tax	84.04	327.81	(52.15)	136.19	(112.22)	315.96
- MAT credit entitlement	-	-	-	-	-	(579.21)
- MAT credit entitlement (Earlier years)	-	-	-	-	-	(407.00)
Profit/(Loss) for the period from Continuing Operations	9,033.08	11,447.92	4,614.44	4,418.64	5,346.57	19,405.28
Discontinuing operations						
Profit for the period from discontinuing operations including exceptional items	1,407.71	-	1,425.75	(18.04)	-	-
Tax expenses	-	-	-	-	-	-
Profit for the period from discontinuing operations after tax	1,407.71	-	1,425.75	(18.04)	-	-
Profit/(Loss) for the period / year before minority interest adjustment	10,440.79	11,447.92	6,040.19	4,400.60	5,346.57	19,405.28
Add/(Less): Share of Profit/(loss) on Associate Companies	(138.99)	-	(58.80)	(80.19)	-	452.01
Add/(Less): Minority Interest - Share of loss/(Profit)	-	(181.99)	-	-	(166.59)	223.03
Profit for the year	10,301.80	11,629.91	5,981.39	4,320.41	5,513.16	20,080.32
Net loss attributable to discontinuing operations						2,127.50
Earnings per share (In Rs.) - (equity shares par value Rs 5 each)						
Basic	10.35	11.69	6.01	4.34	5.54	20.19
Diluted	10.34	11.66	6.00	4.34	5.53	20.15
Number of shares used in computing earnings per share						
Basic	99,508,561	99,465,379	99,509,785	99,507,323	99,470,394	99,473,789
Diluted	99,648,754	99,724,221	99,651,687	99,662,808	99,734,250	99,669,953

Polaris Financial Technology Limited
Consolidated cash flow statement for the period ended Sept 30, 2013

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

Particulars	Sept 30, 2013	March 31, 2013
Cash flows from operating activities		
Profit before tax from continuing operations	11,184.55	24,308.95
Profit before tax from discontinuing operations	1,407.71	-
Adjustments for:		
Depreciation and amortisation	2,653.09	5,369.09
Interest income	(743.04)	(549.54)
Dividend income	(715.69)	(1,001.19)
Unrealised exchange (gain) / loss	148.51	949.02
Exchange difference on translation of foreign operations	15,258.06	1,090.86
(Profit) / Loss on sale of fixed assets	(17.31)	(1,117.55)
(Profit) / Loss on sale of Investments	(8.32)	(593.90)
Provision for doubtful debts	238.22	145.47
Bad debts written off	-	678.09
Interest expenses	80.36	249.08
Share of loss/(profit) on associate companies	-	-
Changes in assets and liabilities		
Decrease / (Increase) in trade receivable	(8,860.78)	(4,220.70)
Decrease / (Increase) in loans and advances and other assets	(2,592.12)	(4,364.78)
Increase / (Decrease) in liabilities and provisions	(1,464.57)	735.31
Net Taxes paid	(2,665.94)	(6,512.21)
Net cash from operating activities	13,902.73	15,166.00
Cash flows from Investing activities		
Purchase of fixed assets, changes in capital work in progress and capital	(1,997.83)	(5,605.29)
Proceeds from sale of fixed assets	603.87	1,330.21
Acquisition of subsidiaries & Investment in Associates	-	(5.04)
(Purchase) / Divestment proceeds of other long term investments	6,401.95	-
Net decrease/(Increase) in in non-trade investments	(12,721.74)	(11,036.63)
Investment in long-term term deposits	(1,575.00)	1,500.00
Interest received	743.04	549.54
Dividend received	715.69	1,001.19
Net cash used in investing activities	(7,830.02)	(12,266.02)
Cash flows from financing activities		
Proceeds from share capital issued on exercise of stock options	0.20	3.10
Proceeds from share premium on exercise of stock options	3.42	35.77
Proceeds / (Repayment) of loans	(5,672.04)	589.00
Interest paid	(80.36)	(249.08)
Dividends paid during the year	(4,948.47)	(2,984.15)
Dividend tax paid during the year	(845.58)	(484.11)
Net cash (used in) / from financing activities	(11,542.83)	(3,089.47)
Exchange differences on translation of foreign currency cash and cash equivalents	379.57	6.97
Net increase / (decrease) in cash and equivalents during the year	(5,090.55)	(182.52)
Cash balance of subsidiaries on acquisitions	-	5.04
Cash and cash equivalents at the beginning of the year	20,566.10	20,743.58
Cash and cash equivalents at the end of the year	15,475.55	20,566.10
Components of Cash and cash equivalents		
(Refer Note - 19 cash and bank balance)		
Cash on hand	11.64	37.63
Balance with banks		
- On current account	9,937.57	12,034.35
- On deposit account *	5,420.82	8,415.60
- On unpaid dividend account **	105.52	78.52
	15,475.55	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.