

IDHASOFT LIMITED
PART I OF THE SCHEDULE VI TO INDIAN COMPANIES ACT, 1956
BALANCE SHEET AS AT 31st MARCH, 2008

(Amount in INR)

	Sch	2007-2008	2006-2007
<u>SOURCES OF FUNDS :</u>			
Share Holders Fund	A	462,011,235	271,079,004
Reserve & Surplus	B	219,206,328	-
Unsecured Loans	C	40,843,176	1,625,284
Deferred Tax Liability		86,088	604,259
TOTAL RS.		722,146,828	273,308,546
<u>APPLICATION OF FUNDS :</u>			
Fixed Assets	D		
Gross Block		35,728,360	18,888,420
Less : Accumulated Depreciation		7,344,551	353,673
Net Block		28,383,809	18,534,747
Add : Capital Advances		-	116,542
		28,383,809	18,651,289
Investments	E	911,584,824	191,026,123
Current Assets,Loans & Advances			
Sundry Debtors	F	265,901,234	9,246,225
Cash and Bank Balances	G	21,188,674	7,695,486
Loans and Advances	H	147,439,229	46,360,357
		434,529,136	63,302,068
Less: Current Liabilities And Provisions			
Current Liabilities	I	625,469,616	5,344,622
Provisions	J	32,399,591	519,585
		657,869,207	5,864,207
Net Current Assets(Working Capital)		(223,340,071)	57,437,860
Miscellaneous Expenditure			
Preliminary Expenses (To the extent not written off)	K	5,518,266	3,139,641
TOTAL RS.		722,146,828	273,308,546

NOTES TO ACCOUNTS

As per our report even date,
for E.A.Patil & Associates
Chartered Accountants

For and on Behalf of the Board of directors of
IDHASOFT Limited

E.A.Patil
Partner
Membership No.31979
Navi Mumbai
Dated : 18th July,2008

Dr.Ramesh Subramaniam
Managing Director

Alok Pathak
Director & CEO

IDHASOFT LIMITED			
PART II OF THE SCHEDULE VI TO INDIAN COMPANIES ACT, 1956			
PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31st MARCH, 2008.			
(Amount in INR)			
	Sch	2007-2008	2006-2007
<u>INCOME</u>			
Consultancy Income		250,293,338	9,299,362
Sales & Services		199,240,977	-
Other Income		10,061,074	352,364
		459,595,389	9,651,726
<u>LESS: EXPENSES</u>			
Payroll Cost		278,674,340	5,088,801
Resale Expenses / Purchase		36,751,313	-
Administrative Expenses	L	69,354,165	6,412,748
Finance Costs	M	1,653,099	1,542
Priliminary Expenses W/Off		692,604	165,244
Profit Before Depreciation		72,469,868	(2,016,610)
Less : Depreciation	D	6,990,878	353,673
Profit Before Taxation		65,478,990	(2,370,282)
Less : Provision For Income Tax		(27,244,532)	-
Less : Provision For Fringe Benefit Tax		(510,513)	(79,090)
Less : Provision for Wealth Tax		(3,567)	
Add : Deferred Tax Asset/ (Liability)		518,171	(604,259)
Profit after tax		38,238,549	(3,053,632)
Add : Balance brought forward from previous year		(3,053,632)	-
Less : Excess Prior Period Interest on FD Reversed		(27,797)	-
Balance Transferred To Balance Sheet		35,157,120	(3,053,632)
E.P.S.		0.13	(0.03)
NOTES TO ACCOUNTS			
N			
For and on Behalf of the Board of directors of IDHASOFT Limited			
As per our report even date, for E.A.Patil & Associates Chartered Accountants			
E.A.Patil Partner Membership No.31979	Dr.Ramesh Subramaniam Managing Director	Alok Pathak Director & CEO	
Navi Mumbai Dated : 18th July,2008			

CASH FLOW STATEMENT Of Idha India
For the year ending 31st March 2008
(AS-3 [REVISED])

In Rs.

	2007-08	2006-07
<u>I. Cash flow from Operating Activities:</u>		
Net Profit before exceptional items	38,210,753	(3,053,632)
Excess prior period interest on FD	27,797	-
Depreciation/Amortisation	6,990,878	353,673
Deferred Tax	(518,171)	604,259
Provision for Tax	27,244,532	-
Foreign Fluctuation Loss	2,855,789	-
Provision for FBT	510,513	79,090
Provision for Wealth Tax	3,567	-
Preliminary Exps. W/off	692,604	165,244
Foreign Exchange Gain	(7,132,603)	-
Operating profit before working capital changes	68,885,659	(1,851,366)
Decrease in Sundry Creditors	73,039,821	4,708,882
Increase in Provisions other than taxes	4,020,358	440,496
Other Liabilities	12,928,003	635,740
	158,873,840	3,933,752
Increase in Prepaid Exps	(7,297,135)	(790,880)
Increase in Debtors	(258,354,417)	(9,246,225)
Net Cash (used in)/ from Operating Activities	(106,777,712)	(6,103,353)
<u>II. Cash flow from Investing Activities :</u>		
Purchase of Fixed Assets	(12,487,473)	(19,004,962)
Payment for Intellectual Property Rights	(4,235,926)	-
Deposit released/(given)	38,021,798	(44,711,347)
Increase In Loans & Adv	(218,764,668)	(858,130)
Payment for Investments in subsidiaries	(178,130,762)	(191,026,122)
Payment made towards preliminary Exps	(3,071,229)	(3,304,885)
Net Cash used in Investing Activities	(378,668,259)	(258,905,447)
<u>III. Cash flow from Financing Activities :</u>		
Increase in Share Application Money	86,798,616	43,930,973
Share Premium Received	181,827,900	-
Issue of Share Warrant	19,920,038	-
Issue of Equity Shares	84,213,579	227,148,030
Increase in Unsecured Loans	126,179,027	1,625,283
Net Cash from Financing Activities	498,939,160	272,704,286
Net Increase/(Decrease) in Cash and Cash Equivalents	13,493,189	7,695,486
Add: Opening Balance of Cash & Cash Equivalents	7,695,486	-
Closing Balance of Cash and Cash Equivalents	21,188,674	7,695,486

As per our report even date,
for E.A.Patil & Associates
Chartered Accountants

For and on Behalf of the Board of directors of
IDHASOFT Limited

E.A.Patil
Partner
Membership No.31979

Dr.Ramesh Subramaniam
Managing Director

Alok Pathak
Director & CEO

IDHASOFT LIMITED
SCHEDULES FORMING PART OF BALANCE SHEET & PROFIT & LOSS ACCOUNT

PARTICULARS	2007-2008	2006-2007
<u>SCHEDULE - A</u>		
<u>SHARE CAPITAL</u>		
AUTHORISED SHARE CAPITAL		
550,000,000 Shares of Rs. 1/-each (530,000,000 Equity & 20,000,000 Preference of Re 1)	550,000,000	400,000,000
ISSUED, SUBSCRIBED & PAID UP CAPITAL :		
416499609 Shares of Rs.1/- each face value <i>[310299609 shares of Re 1 each fully paid up and 106,200,000 partly paid shares of face value Re 1 each, Re. 0.01each paid up]</i> <i>(No. of shares held by directors - 106381109 and held by members - 310118500)</i>	311,361,609	227,148,030
Share Warrants <i>[Refer Schedule - N Notes to Accounts (B) 9]</i>	19,920,038	-
Share Application Money	130,729,588	43,930,974
TOTAL Rs.	462,011,235	271,079,004
<u>SCHEDULE - B</u>		
<u>RESERVES & SURPLUS</u>		
Securities Premium	181,827,900	-
Foreign Currency Translation Reserve	2,221,307	-
Profit & Loss Account	35,157,121	-
TOTAL Rs.	219,206,328	-
<u>SCHEDULE - C</u>		
<u>UNSECURED LOANS</u>		
Loan from Directors <i>[Expenses incurred on behalf of the company to be reimbursed.]</i>	873,999	1,625,284
Loan from Share Holders Antleg Cyprus	199,750	-
Loan from Related Entities	39,769,427	-
TOTAL Rs.	40,843,176	1,625,284

SCHEDULE - D**SCHEDULE D - FIXED ASSETS AS ON 31st MARCH, 2008 AS PER COMPANIES ACT,1956**

PARTICULARS	GROSS BLOCK				ACCUMULATED DEPRECIATION				NET BLOCK	
	Opening Balance	Additions	Adjustments / Deductions	Closing Balance As on March 31, 2008	Opening Balance	Depreciation for the period	Adjustments / Deductions	Closing Balance As on March 31, 2008	As on March 31, 2008	
Computer Equipments	4,133,793	8,736,324	551,200	12,318,917	135,906	3,448,526	24,253	3,560,179	8,758,738	
Furniture & Fixtures	8,612,271	2,066,353	-	10,678,624	128,122	1,969,170	-	2,097,292	8,581,332	
Office Equipment	5,081,941	2,987,200	2,066,429	6,002,712	64,823	728,645	22,975	770,494	5,232,218	
Vehicles	1,060,415	1,431,766	-	2,492,181	24,822	610,664	-	635,486	1,856,695	
Intellectual Property	-	4,235,926	-	4,235,926	-	281,100	-	281,100	3,954,826	
Total	18,888,420	19,457,569	2,617,629	35,728,360	353,673	7,038,105	47,228	7,344,550	28,383,809	
PREVIOUS YEAR	-	18,888,420	-	18,888,420	-	353,673	-	353,673	18,534,747	

SCHEDULE - E**INVESTMENTS**

Investment in Equity Capital of Group Companies

911,584,824

191,026,123

*[Refer Schedule - N Notes to Accounts (B) 10]***TOTAL Rs.****911,584,824****191,026,123****SCHEDULE - F****DEBTORS**

(Unsecured - Considered good)

Over six months

17,362,574

-

Other Debts

248,538,660

9,246,225

TOTAL Rs.**265,901,234****9,246,225****SCHEDULE - G****CASH AND BANK BALANCE**

Cash on Hand

156,190

22,868

Balance with scheduled banks

18,271,077

7,672,618

Balance with other banks on current account

2,761,407

-

(Held in foreign currency)

TOTAL Rs.**21,188,674****7,695,486****SCHEDULE - H****LOANS AND ADVANCES**

(unsecured, considered good unless otherwise stated)

Advance to subsidiaries

98,517,031

835,130

Advances recoverable in cash or in kind or for value to be received

23,050,260

-

Advance to Staff

363,918

23,000

TDS Receivable

22,579

-

Deposits (Considered good)

6,759,497

44,711,347

Interest Receivable

2,481,040

-

Prepaid Expenses

14,852,058

763,880

Advance Fringe Benefit Tax - F.Y. 2006-07

-

27,000

Service Tax Credit

1,392,846

-

TOTAL Rs.**147,439,229****46,360,357****SCHEDULE - I****CURRENT LIABILITIES**

Creditors for capital expenses

528,700

4,358,672

Sundry Creditors

77,220,003

350,210

Other liabilities

13,462,705

635,740

Acquisition Cost Payable

534,258,208

-

TOTAL Rs.**625,469,616****5,344,622**

SCHEDULE - J**PROVISIONS**

Professional Tax Payable	31,873	12,618
PF & ESIC Payable	22,782	-
Gratuity Payable	1,520,060	-
Provision For Expenses	275,882	-
TDS Payable	1,720,450	427,877
Provision for FBT	510,513	79,090
Vat Payable	775,284	-
Service Tax on Sales	101,037	-
Wealth Tax Payable	3,567	-
Cess Payable	236,000	-
Provision for Income Tax	27,061,729	-
Provision for Sales Tax	140,414	-
TOTAL Rs.	32,399,591	519,585

SCHEDULE - K**MISC. EXPENSES**

Pre Incorporation Expenses	222,992	282,457
Preliminary Expenses	2,495,135	2,857,184
Share Allotment Expenses	2,715,790	-
Share Transfer Fees	84,349	-
TOTAL Rs.	5,518,266	3,139,641

SCHEDULE - L**ADMINISTRATIVE EXPENSES :**

Travelling and Conveyance	14,549,571	2,059,498
Legal and Professional Fees	9,944,705	298,161
Rent	13,460,858	1,727,655
Foreign Travel Expenses	3,923,987	307,310
Repairs & Maintainance - other	1,050,017	42,192
Electricity Charges / Utilities	1,625,948	68,035
Communication Expenses	3,524,173	185,673
Auditors Remuneration (including branch auditors)	939,730	260,896
Books & Periodicals	28,819	-
Fees & Subscription	946,405	-
Postage & Courier	638,368	-
Business Promotion	461,451	115,722
Inauguration Expenses	151,020	-
Cess	236,000	-
Staff Welfare	266,199	83,138
Training & Conference Expenses	39,590	-
Foreign Exchange Loss	2,856,487	53,137

Guest House Expenses	45,068	52,215
Insurance	3,502,708	9,273
Keyman Insurance	528,000	528,000
Internet & website & Networking	2,008,298	66,853
Office Brokerage	221,500	250,000
Office Expenses	1,433,971	-
Printing & Stationery	2,845,881	68,913
Security Charges	329,872	43,446
Miscellaneous Expenses	3,795,538	192,633

TOTAL Rs.	69,354,165	6,412,748
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SCHEDULE - M

FINANCE COST

Bank Charges	1,187,594	1,542
Bank Interest	155,495	-
Interest on Loan	310,010	-

TOTAL Rs.	1,653,099	1,542
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