

**Educomp Learning Private Limited**  
**Balance Sheet as at 31st March 2010**

(All Amounts in Rupees)

Particulars	Schedules	As at 31st March 2010	As at 31st March 2009
<b>Sources of funds</b>			
<b>Shareholders' funds</b>			
Share Capital	1	1,050,000	1,050,000
Reserves and Surplus	2	79,298,715	71,753,447
		80,348,715	72,803,447
<b>Loan funds</b>			
Secured loans	3	-	2,344,209
		-	1,389,846
<b>Deferred tax liability (net)</b> (refer note A(10), B(5) on Schedule 12)		-	1,389,846
		<b>80,348,715</b>	<b>76,537,502</b>
<b>Application of funds</b>			
<b>Fixed Assets</b>			
Gross block	4	68,369,857	53,543,400
Less: Accumulated depreciation/ Amortisation		35,888,524	29,370,863
Net block		32,481,333	24,172,537
Capital work-in-progress		-	-
Net block		32,481,333	24,172,537
<b>Current Assets, Loans and Advances (A)</b>			
Inventories (representing WIP)	5	23,203,428	17,457,182
Sundry Debtors		11,341,832	52,562,468
Cash and Bank Balances		8,261,498	3,149,620
Loans & Advances		8,672,760	5,389,853
		51,479,518	78,559,123
<b>Less : Current liabilities and provisions (B)</b>			
Current liabilities	6	1,760,838	24,235,549
Provisions		2,319,691	1,958,609
<b>Net Current Assets (A)-(B)</b>		47,398,989	52,364,965
<b>Deferred tax assets (net)</b> (refer note A(10), B(5) on Schedule 12)		468,393	
		<b>80,348,715</b>	<b>76,537,502</b>

**Educomp Learning Private Limited**  
**Profit and Loss Account for the year ended 31st March 2010**

Particulars	Schedules	Year ended 31 March 2010	Year ended 31st March 2009
<b>Income</b>			
Sales and Service income	7	61,909,776	61,902,207
Other income	8	916,135	310,827
Work-in-progress		23,203,428	17,457,182
		<b>86,029,339</b>	<b>79,670,216</b>
<b>Expenditure</b>			
Work-in-progress		17,457,182	2,915,758
Personnel expenses	9	33,564,036	34,771,436
Administration and other expenses	10	16,746,783	8,891,148
Finance charges	11	60,576	499,839
Depreciation/Amortisation		6,517,660	4,876,631
		<b>74,346,237</b>	<b>51,954,812</b>
<b>Profit Before Tax</b>		<b>11,683,102</b>	<b>27,715,404</b>
Provision for income tax			
- Current		4,886,564	8,918,681
- Deferred		(1,858,239)	925,521
- Fringe Benefit Tax		75,128	50,382
{including earlier year Rs. 0.75 lacs (Previous year Rs. 0.01 lacs)}			
<b>Profit after tax and before prior period items</b>		<b>8,579,649</b>	<b>17,820,820</b>
Prior period items (net)		1,034,381	-
<b>Balance carried forward to the balance sheet</b>		<b>7,545,268</b>	<b>17,820,820</b>

**Earnings per share**

Basic and diluted	71.86	169.72
(refer note B(6) on Schedule 12)		

**Educomp Learning Private Limited**  
**Cash Flow Statement for the year ended 31st March 2010**

(All Amounts in Rupees)

<b>Cash flows from operating activities</b>	<b>As at 31st March 2010</b>	<b>As at 31st March 2009</b>
<b>Net profit before taxation, and extraordinary item</b>	10,648,721	27,715,404
Adjustments for:		
Depreciation/Amortization	6,517,660	4,876,631
Provisions for Gratuity & Leave Encashment	616,241	708,654
Preliminary Expense W/off	-	7,570
Provision for bad & doubtful debts	2,500,000	-
Interest expense	60,576	499,839
<b>Operating profit before working capital changes</b>	<b>20,343,198</b>	<b>33,808,098</b>
(Increase) / Decrease in sundry debtors	38,720,636	(215,156)
(Increase) / Decrease in inventory (WIP)	(5,746,246)	2,915,758
(Increase) / Decrease in Loans & Advances	(1,717,189)	(25,849,822)
Increase / (Decrease) in Provisions	(255,159)	8,592,896
Increase / (Decrease) in Current Liabilities	(22,474,711)	(1,069,486)
<b>Cash generated from operations</b>	<b>28,870,529</b>	<b>18,182,288</b>
Net prior period adjustments		-
Tax (Paid) / Refund	(6,527,410)	(7,021,545)
Cash flow before extraordinary item	22,343,119	11,160,743
<b>Net cash from operating activities</b>	<b>22,343,119</b>	<b>11,160,743</b>
Purchase of fixed assets	(14,826,457)	(7,177,526)
Purchase of investments	-	-
Redumption of Investments	-	-
Dividend received	-	-
<b>Net cash from investing activities</b>	<b>(14,826,457)</b>	<b>(7,177,526)</b>
Proceeds from issuance of share capital		
(Repayment) / Proceeds of long-term borrowings	(2,344,209)	(3,436,635)
Interest paid	(60,576)	(499,839)
<b>Net cash used in financing activities</b>	<b>(2,404,785)</b>	<b>(3,936,474)</b>
<b>Net increase in cash and cash equivalents</b>	<b>5,111,878</b>	<b>46,743</b>
Cash and cash equivalents at beginning of period	3,149,620	3,102,877
Cash and cash equivalents at end of period	8,261,498	3,149,620