

The Learning Internet, Inc. (DBA: Learning.com)
Balance Sheet as at 31st March 2010

(Amount in USD)

Particular	Schedule	As at 31st March 2010	As at 31st March 2009
Sources of funds			
Shareholders' funds			
Share capital	1	32,343,539	31,626,058
Reserves and surplus	2	(13,828,528)	(13,315,325)
Loan funds			
Secured loans	3	1,500,000	-
Unsecured loans	4	-	-
		20,015,011	18,310,733
Application of funds			
Fixed assets	5		
Gross Block		15,320,312	4,850,182
Less: Accumulated depreciation/amortisation		3,386,235	1,702,890
Net block		11,934,077	3,147,292
Capital work in progress		-	-
		11,934,077	3,147,292
Investments	6	-	-
Deferred tax assets (net)		716,900	898,000
Current assets, loans and advances	7		
Inventories		-	-
Sundry debtors		91,526	74,780
Cash and bank balances		13,407,673	18,950,173
Loans and advances		1,991,152	1,114,390
Other current assets		791,607	128,998
		16,281,958	20,268,341
Less : Current liabilities and provisions	8		
Liabilities		6,761,870	5,577,138
Provisions		2,156,054	425,764
		8,917,923	6,002,901
Net current assets		7,364,034	14,265,440
Miscellaneous Expenditure [to the extent not written off or adjusted]	9	-	-
		20,015,011	18,310,732

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The Learning Internet, Inc. (DBA: Learning.com)
Profit and Loss Account for the year ended 31st March 2010

(Amount in USD)

Particular	Schedule	Year Ended 31st March 2010	For the period of 17 May 2008 to 31 March 2009
Income			
Sales & Service income	10	15,234,802	11,610,785
Other income	11	692,748	434,768
		15,927,550	12,045,553
Expenditure			
Cost of goods sold	12	-	-
Personnel expenses	13	6,276,247	4,454,695
Administration and other expenses	14	6,395,781	5,306,333
Finance charges	15	4,038	-
Depreciation/amortisation	5	1,756,830	178,958
Miscellaneous Expenditure written off			
		14,432,896	9,939,986
Profit before tax		1,494,654	2,105,567
Provision for income tax			
- Current tax		96,467	52,847
- Deferred tax		181,100	(38,500)
- any other tax			
Profit after tax and before prior period items		1,217,087	2,091,220
Extraordinary item			
Prior period Items		-	-
Profit after tax & prior period items		1,217,087	2,091,220
Add: Balance brought forward from previous year		(13,315,325)	(13,892,718)
Amount available for appropriations		(12,098,238)	(11,801,498)
Appropriations			
Proposed dividend		1,730,290	1,513,827
Tax on proposed dividend		-	-
General Reserve		-	-
Balance carried to balance sheet		(13,828,528)	(13,315,325)

The Learning Internet, Inc. (DBA: Learning.com)
Cash Flow for the period from 1st April 2009 to 31st March 2010

(Amount in USD)

Particulars	For the year ended 31st March 2010	For the year ended 31st March 2009*
Cash flows from operating activities		
Net profit before taxation as per Profit and Loss Account	1,494,654	2,105,567
Add:		
Depreciation	1,756,830	178,958
Unrealised foreign exchange effects	-	-
Adjusted for:		
ESOP Compensation	-	
Trade & other receivables	(16,746)	1,371,689
Loans & Advances	(1,539,370)	(524,945)
Trade & Other Payables	1,161,969	(548,621)
Cash from operations	2,857,337	2,582,648
Taxes Paid	(69,804)	(102,847)
Net cash from operating activities	2,787,533	2,479,801
Cash flows from investing activities		
Purchase of fixed assets	(10,547,514)	(2,205,057)
Sale of investment		-
Net cash used in investing activities	(10,547,514)	(2,205,057)
Cash flows from financing activities		
Proceeds from issue of equity shares	717,481	73,850
Proceeds from Share application money	-	-
Proceeds/ (Repayment) of long-term borrowings	1,500,000	-
Dividend Payouts	-	(1,088,063)
Net cash from financing activities	2,217,481	(1,014,213)
Net increase in cash and cash equivalents	(5,542,500)	(739,469)
Opening cash and cash equivalents	18,950,171	19,689,640
Exchange difference on translation of foreign currency cash and cash equivalents		
Closing cash and cash equivalents	13,407,671	18,950,171