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Extract from Unaudited Condensed Consolidated Financial Statements of Tata Consultancy Services Limited in Millions of Rupees

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Unaudited Condensed Consolidated Balance Sheets
As of March 31, 2008 and June 30, 2008

	As of March 31, 2008	As of June 30, 2008
(In millions, except shares and per share data)		
ASSETS:		
Current assets:		
Cash and cash equivalents	Rs.10,352.2	Rs.12,595.0
Accounts receivable (net of allowances of Rs. 1,122.9 million and Rs.1,161.2 million, respectively)	53,902.8	59,843.5
Unbilled revenues	13,525.0	15,254.1
Inventories	424.3	373.8
Prepaid expenses and other current assets (net of allowances of Rs.194.0 million and Rs. 237.3 million, respectively)	14,965.3	15,914.7
Total current assets	93,169.6	103,981.1
Investments	26,475.1	31,417.0
Equity method investment in affiliates	27.8	31.1
Property, plant and equipment, net	30,214.1	33,331.2
Intangible assets, net	3,633.0	3,767.0
Goodwill	11,105.2	11,549.0
Other non-current assets	10,398.8	13,139.7
Total assets	Rs.175,023.6	Rs.197,216.1
LIABILITIES AND SHAREHOLDERS' EQUITY:		
Liabilities:		
Current liabilities:		
Accrued expenses and other current liabilities	Rs.33,949.1	Rs.43,620.8
Unearned and deferred revenues	7,100.7	8,662.3
Short-term debt	371.4	236.5
Total current liabilities	41,421.2	52,519.6
Long-term debt	5,726.9	6,253.1
Mandatorily redeemable preference shares with Tata Sons Limited	1,000.0	1,000.0
Other non-current liabilities	756.0	904.7
Total liabilities	48,904.1	60,677.4
Commitments and contingencies	-	-
Minority interests	2,300.0	2,320.0
Shareholders' equity:		
Equity shares: par value Re.1 per share; authorized 1,200,000,000 equity shares; issued and fully paid-up 978,610,498 equity shares	978.6	978.6
Additional paid-in-capital	24,372.3	24,372.3
Accumulated other comprehensive income	(418.3)	(2,455.5)
Retained earnings	98,886.9	111,323.3
Total shareholders' equity	123,819.5	134,218.7
Total liabilities and shareholders' equity	Rs.175,023.6	Rs.197,216.1

Unaudited Condensed Consolidated Statements of Income
For three-month periods ended June 30, 2007 and 2008

	Three-month period ended June 30, 2007	Three-month period ended June 30, 2008
(In millions, except shares and per share data)		
Revenues:		
Information technology and consultancy services	Rs.48,813.7	Rs.60,982.5
Sale of equipment and software licenses	2,758.7	3,124.5
Total revenues	51,572.4	64,107.0
Cost of revenues:		
Cost of information technology and consultancy services	26,908.1	34,390.3
Cost of equipment and software licenses	2,169.2	2,757.0
Total cost of revenues	29,077.3	37,147.3
Gross profit	22,495.1	26,959.7
Operating expenses:		
Selling, general and administrative expenses	10,841.6	12,696.3
Research and development	110.1	116.2
Total operating expenses	10,951.7	12,812.5
Operating income	11,543.4	14,147.2
Other income (expense):		
Interest income	127.2	198.1
Interest expense	(108.2)	(116.1)
Other non-operating income, net	1,953.1	250.0
Other income, net	1,972.1	332.0
Income before income taxes and minority interests	13,515.5	14,479.2
Income tax expense	1,522.9	1,946.7
Income before minority interests	11,992.6	12,532.5
Minority interests	(140.0)	(97.0)
Equity in net earnings of affiliates	2.4	1.0
Net income	Rs.11,855.0	Rs.12,436.5
Weighted average number of shares used in computing basic earnings per share:	978,610,498	978,610,498
Basic and diluted earnings per share:	Rs.12.11	Rs 12.71

Unaudited Condensed Consolidated Statements of Cash Flows
For the three-month periods ended June 30, 2007 and 2008

	Three-month period ended June 30, 2007	Three -month period ended June 30, 2008
	(In millions)	
Net cash provided by operating activities	Rs.10,673.8	Rs.10,523.3
Cash flows from investing activities:		
Purchase of subsidiary, net of cash acquired (including additional consideration)	(1,570.6)	-
Purchase of property and equipment	(2,554.9)	(4,013.5)
Purchase of available-for-sale investments	(69,888.3)	(84,411.4)
Proceeds from sale of available-for-sale investments	60,540.2	79,638.5
Proceeds from sale of property and equipment	18.6	20.1
Inter-corporate deposits (net)	-	(800.0)
Net cash used in investing activities	(13,455.0)	(9,566.3)
Cash flows from financing activities:		
Net change in short-term borrowings	(406.1)	(154.1)
Net change in long-term borrowings	-	61.9
Dividends paid to minority shareholders of a subsidiary	(69.3)	(95.3)
Net cash used in financing activities	(475.4)	(187.5)
Net change in cash	(3,256.6)	769.5
Effect of foreign exchange on cash flows	(1,013.5)	1,473.3
Cash and cash equivalents, beginning of the period	12,291.4	10,352.2
Cash and cash equivalents, end of the period	Rs.8,021.3	Rs.12,595.0
Supplementary cash flow information:		
Interest paid	Rs.71.7	Rs.62.1
Income taxes paid	Rs.1,406.7	Rs.2,325.8