TATA CONSULTANCY SERVICES LIMITED

CONDENSED CONSOLIDATED BALANCE SHEET

	SCHEDULE	As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
I. EQUITY AND LIABILITIES			
(1) **Shareholders' funds**			
(a) Share Capital	A	295.72	295.72
(b) Reserves and Surplus	B	26003.90	24209.09
		26299.62	24504.81
(2) **MINORITY INTEREST**		484.70	458.17
(3) **Non-current liabilities**			
(a) Long-term borrowings	C	38.71	37.70
(b) Deferred tax liabilities (Net)	D	135.61	109.49
(c) Other Long term liabilities	E	202.54	201.09
(d) Long-term provisions	F	122.97	121.72
		499.83	470.00
(4) **Current liabilities**			
(a) Short-term borrowings	G	0.42	31.57
(b) Trade payables		3076.63	2986.15
(c) Other current liabilities	H	1522.18	1521.36
(d) Short-term provisions	I	3701.92	2680.86
		8301.15	7219.94
TOTAL		35585.30	32652.92
II. ASSETS			
(1) **Non-current assets**			
(a) Fixed assets			
(i)Tangible assets	J	5354.01	5129.22
(ii)Intangible assets		298.56	311.76
		5652.57	5440.98
(b) Non-current investments	K	1436.87	1412.26
(c) Deferred tax assets (net)	D	195.34	160.18
(d) Long-term loans and advances	L	3074.98	2852.61
(e) Other non-current assets	M	143.88	133.71
(f) Goodwill (on Consolidation)		3247.79	3232.00
		13751.43	13231.74
(2) **Current Assets**			
(a) Current investments	N	518.11	350.41
(b) Inventories	O	22.60	22.82
(c) Unbilled revenue		1637.22	1348.85
(d) Trade receivables	P	9147.66	8194.97
(e) Cash and cash equivalents	Q	7339.26	7378.09
(f) Short-term loans and advances	R	2883.44	2010.70
(g) Other current assets	S	285.58	115.34
		21833.87	19421.18
TOTAL		35585.30	32652.92
NOTES TO ACCOUNTS	Y		

As per our report attached

For Deloitte Haskins & Sells
Chartered Accountants

P.R.Ramesh
Partner

Mumbai, July 14, 2011

For and on behalf of the Board

N. Chandrasekaran
CEO and Managing Director

S. Mahalingam
Chief Financial Officer and Executive Director

Suprakash Mukhopadhyay
Company Secretary

Mumbai, July 14, 2011

TATA CONSULTANCY SERVICES LIMITED

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT

		SCHEDULE	For the quarter ended June 30, 2011 ₹ in crores	For the quarter ended June 30, 2010 ₹ in crores
I.	**Revenue:**			
	Revenue from operations	T	10797.02	8217.28
	Other income	U	294.14	95.46
	Total Revenue		**11091.16**	**8312.74**
II.	**Expenses:**			
	Employee benefit expenses	V	4205.71	3039.05
	Operation and other expenses	W	3558.46	2768.73
	Finance costs	X	4.72	2.68
	Depreciation and amortization expense		207.93	161.53
	Total Expenses		**7976.82**	**5971.99**
III	**Profit before taxes**		**3114.34**	**2340.75**
IV	**PROVISION FOR TAXES**			
	(a) Current tax (Refer note 5 to Schedule Y)		767.69	428.70
	(b) Deferred tax expense / (benefit)		(7.03)	1.48
	(c) Fringe benefit tax		0.02	0.08
	(d) MAT credit entitlement		(86.83)	(27.46)
			673.85	**402.80**
V	**PROFIT FOR THE PERIOD BEFORE MINORITY INTEREST AND SHARE OF LOSS OF ASSOCIATE**		**2440.49**	**1937.95**
VI	Minority interest		25.73	31.58
VII	Share of loss of associate		-	0.30
VIII	**NET PROFIT FOR THE PERIOD**		**2414.76**	**1906.07**
IX	**Earnings per share - Basic and diluted (₹)**		12.32	9.71
X	NOTES TO ACCOUNTS	Y		

As per our report attached

For Deloitte Haskins & Sells
Chartered Accountants

P.R.Ramesh
Partner

Mumbai, July 14, 2011

For and on behalf of the Board

N. Chandrasekaran
CEO and Managing Director

S. Mahalingam
Chief Financial Officer and Executive Director

Suprakash Mukhopadhyay
Company Secretary

Mumbai, July 14, 2011

TATA CONSULTANCY SERVICES LIMITED

STATEMENT OF CONSOLIDATED CONDENSED CASH FLOWS

		SCHEDULE	For the quarter ended June 30, 2011 ₹ in crores	For the quarter ended June 30, 2010 ₹ in crores
1	**NET CASH FLOWS PROVIDED BY OPERATING ACTIVITIES**		**1563.94**	**1074.73**
2.	**CASH FLOWS FROM INVESTING ACTIVITIES**			
	Purchase of fixed assets		(422.96)	(306.37)
	Proceeds from sale of fixed assets		0.51	5.03
	Purchase of equity shares		-	(19.00)
	Purchase of mutual fund and other investments		(4354.53)	(19001.44)
	Inter-corporate deposits placed		(1029.80)	-
	Sale of mutual funds and other investments		4169.64	17199.16
	Inter-corporate deposits refunded		25.00	65.00
	Dividends received		1.78	5.12
	Interest received		16.33	89.70
	Fixed deposit with banks having original maturity over three months placed		(293.58)	(85.31)
	Fixed deposit with banks having original maturity over three months matured		286.45	1059.27
	Net cash used in investing activities		**(1601.16)**	**(988.84)**
3.	**CASH FLOWS FROM FINANCING ACTIVITIES**			
	Proceeds from issue of borrowings		-	9.84
	Repayment of borrowings		(31.55)	(14.18)
	Interest paid		(4.66)	(2.63)
	Net cash used in financing activities		**(36.21)**	**(6.97)**
	Net (decrease) / increase in cash and cash equivalents		**(73.43)**	**78.92**
	Cash and cash equivalents at beginning of the year		1548.59	1024.37
	Exchange difference on translation of foreign currency cash and cash equivalents		10.73	(6.13)
	Cash and cash equivalents at end of the period		**1485.89**	**1097.16**
	Deposits with original maturity over three months		5812.32	2678.51
	Restricted Cash		41.05	42.46
	Cash and Bank balance at the end of the period as per Schedule Q		**7339.26**	**3818.13**
4	NOTES TO ACCOUNTS	Y		

As per our report attached

For Deloitte Haskins & Sells
Chartered Accountants

P.R.Ramesh
Partner

Mumbai, July 14, 2011

For and on behalf of the Board

N. Chandrasekaran
CEO and Managing Director

S. Mahalingam
Chief Financial Officer and Executive Director

Suprakash Mukhopadhyay
Company Secretary

Mumbai, July 14, 2011

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'A'		
	SHARE CAPITAL		
(a)	**Authorised**		
(i)	225,00,00,000 equity shares of ₹ 1 each *(March 31, 2011 : 225,00,00,000 equity shares of ₹ 1 each)*	225.00	225.00
(ii)	100,00,00,000 redeemable preference shares of ₹ 1 each *(March 31, 2011 : 100,00,00,000 redeemable preference shares of ₹ 1 each)*	100.00	100.00
		325.00	325.00
(b)	**Issued, Subscribed and Fully Paid up**		
(i)	195,72,20,996 equity shares of ₹ 1 each *(March 31, 2011 : 195,72,20,996 equity shares of ₹ 1 each)*	195.72	195.72
(ii)	100,00,00,000 redeemable preference shares of ₹ 1 each *(March 31, 2011 : 100,00,00,000 redeemable preference shares of ₹ 1 each)*	100.00	100.00
		295.72	295.72

TATA CONSULTANCY SERVICES LIMITED

Schedules forming part of the Condensed Consolidated Balance Sheet

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'B'		
	RESERVES AND SURPLUS		
(a)	Capital Reserve (on consolidation)	24.50	24.50
(b)	Capital Redemption Reserve	0.40	0.40
(c)	Securities Premium Account	1918.47	1918.47
(d)	General Reserve		
	(i) Opening balance	3367.17	2539.59
	(ii) Transferred from Profit and Loss Account	0.52	827.58
		3367.69	3367.17
(e)	Foreign currency translation reserve		
	(i) Opening balance	200.77	108.75
	(ii) Additions during the period (net)	43.63	92.02
		244.40	200.77
(f)	Balance in Profit and Loss Account		
	(i) Opening balance	18635.05	13604.84
	Add : Profit for the period	2414.76	9068.04
		21049.81	22672.88
	Less : Appropriations		
	(a) Interim dividends on equity shares	587.17	1174.32
	(b) Proposed final dividend on equity shares	-	1565.78
	(c) Dividend on redeemable preference shares	-	11.00
	(d) Tax on dividend	95.49	459.15
	(e) General Reserve	0.52	827.58
		20366.63	18635.05
(g)	Hedging reserve account (Refer note 7 to Schedule Y)		
	(i) Opening balance	62.73	(6.07)
	(ii) Additions during the period (net)	19.08	68.80
		81.81	62.73
		26003.90	24209.09

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'C'		
	LONG TERM BORROWINGS		
(a)	**Secured Loans**		
	Long term maturities of finance lease obligation	34.71	33.70
(b)	**Unsecured Loans**		
	Other loans & advances	4.00	4.00
		38.71	37.70

Note :
Obligations under finance lease are secured against fixed assets obtained under finance lease arrangements.

TATA CONSULTANCY SERVICES LIMITED
Schedules forming part of the Condensed Consolidated Balance Sheet

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'D'		
	DEFERRED TAX BALANCES		
(a)	Deferred tax liabilities (net)		
	(i) Foreign branch profit tax	77.85	60.15
	(ii) Depreciation and amortization	1.61	1.38
	(iii) Employee benefits	1.47	-
	(iv) Others	54.68	47.96
		135.61	109.49
(b)	Deferred tax assets (net)		
	(i) Depreciation and amortization	(11.08)	(22.45)
	(ii) Employee benefits	81.81	70.40
	(iii) Provision for doubtful debts	53.24	49.34
	(iv) Others	71.37	62.89
		195.34	160.18

TATA CONSULTANCY SERVICES LIMITED
Schedules forming part of the Condensed Consolidated Balance Sheet

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'E'		
	OTHER LONG TERM LIABILITIES		
(a)	Trade payables	148.91	158.15
(b)	Other liabilities	53.63	42.94
		202.54	201.09

Note:

	Other liabilities include fair values of foreign exchange forward and currency option contracts.	38.49	42.94

TATA CONSULTANCY SERVICES LIMITED
Schedules forming part of the Condensed Consolidated Balance Sheet

	As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
SCHEDULE 'F'		
LONG-TERM PROVISIONS		
Provision for employee benefits	122.97	121.72
	122.97	121.72

TATA CONSULTANCY SERVICES LIMITED
Schedules forming part of the Condensed Consolidated Balance Sheet

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'G'		
	SHORT TERM BORROWINGS		
(a)	**Secured Loans**		
	Loans repayable on demand		
	- From banks	-	0.46
(b)	**Unsecured Loans**		
	Loans repayable on demand		
	- From banks	0.42	31.11
		0.42	31.57

Note:
Secured loans from banks are secured against domestic book debts.

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'H'		
	OTHER CURRENT LIABILITIES		
(a)	Current maturities of long-term debt	1.25	1.25
(b)	Current maturities of finance lease obligations	4.29	4.28
(c)	Interest accrued but not due on borrowings	0.24	0.19
(d)	Income received in advance	689.75	771.94
(e)	Unpaid dividends	7.99	8.41
(f)	Equity share application monies refundable	0.03	0.03
(g)	Advance received from customers	49.80	40.61
(h)	Other payables	768.83	694.65
		1522.18	1521.36

Notes:

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	Other payables includes :		
1	Fair values of foreign exchange forward and currency option contracts	43.51	14.77
2	Statutory Liabilities	538.39	334.19

TATA CONSULTANCY SERVICES LIMITED
Schedules forming part of the Condensed Consolidated Balance Sheet

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'I'		
	SHORT TERM PROVISIONS		
(a)	Employee benefits	573.05	527.35
(b)	Others		
	(i) Proposed final dividend on equity shares	1565.78	1565.78
	(ii) Proposed dividend on redeemable preference shares	11.00	11.00
	(iii) Interim Dividend	587.17	-
	(iii) Tax on dividend	362.26	266.74
	(iv) Current income taxes (net)	594.07	301.46
	(v) Provision for warranties	0.62	0.58
	(vi) Contigencies	7.97	7.95
		3701.92	2680.86

TATA CONSULTANCY SERVICES LIMITED

Schedules forming part of the Condensed Consolidated Balance Sheet

SCHEDULE 'J'

FIXED ASSETS

₹ in crores

Description	Gross Block as at April 1, 2011	Additions	Deletions/ Adjustments	Translation Exchange Difference	Gross Block as at June 30, 2011	Accumulated Depreciation / Amortization as at April 1, 2011	Depreciation / Amortization for the period	Deletions/ Adjustments	Translation Exchange Difference	Accumulated Depreciation / Amortisation as at June 30, 2011	Net book value as at June 30, 2011	Net book value as at March 31, 2011
(a) TANGIBLE FIXED ASSETS												
FREEHOLD LANDS	329.55	-	-	0.02	329.57	-	-	-	-	-	329.57	329.55
LEASEHOLD LANDS	97.72	-	-	-	97.72	(11.55)	(0.43)	-	-	(11.98)	85.74	86.17
FREEHOLD BUILDINGS	1721.38	111.28	-	0.08	1832.74	(290.79)	(18.16)	0.83	(0.01)	(308.13)	1524.61	1430.59
FACTORY BUILDINGS	1.51	1.26	-	-	2.77	(0.83)	(0.05)	(0.83)	-	(1.71)	1.06	0.68
LEASEHOLD BUILDINGS	91.08	2.66	(75.54)	0.41	18.61	(41.50)	(0.71)	30.68	(0.19)	(11.72)	6.89	49.58
LEASEHOLD IMPROVEMENTS	610.50	38.15	75.72	1.73	726.10	(304.02)	(20.95)	(30.68)	(0.89)	(356.54)	369.56	306.48
PLANT AND MACHINERY	32.24	0.06	-	(0.08)	32.22	(27.37)	(0.02)	-	0.06	(27.33)	4.89	4.87
COMPUTER EQUIPMENT	2440.95	156.27	(17.02)	2.69	2582.89	(1592.64)	(96.98)	16.71	(1.79)	(1674.70)	908.19	848.31
MOTOR CARS	28.06	0.09	(0.56)	0.04	27.63	(15.64)	(0.94)	0.42	(0.02)	(16.18)	11.45	12.42
OFFICE EQUIPMENT	777.19	65.38	18.07	0.72	861.36	(337.51)	(20.59)	(7.24)	(0.58)	(365.92)	495.44	439.68
ELECTRICAL INSTALLATIONS	584.53	53.35	(0.84)	1.24	638.28	(263.82)	(15.01)	0.76	(0.89)	(278.96)	359.32	320.71
FURNITURE AND FIXTURES	484.04	22.62	(18.73)	1.70	489.63	(377.75)	(20.96)	7.77	(0.88)	(391.82)	97.81	106.29
Capital Work-in-Progress												
TOTAL	7198.75	451.12	(18.90)	8.55	7639.52	(3263.42)	(194.80)	18.42	(5.19)	(3444.99)	4194.53	3935.33
Previous year	5928.50	1,418.78	(171.31)	22.78	7198.75	(2675.11)	(686.21)	112.30	(14.40)	(3263.42)	3935.33	
Capital Work-in-Progress											1159.48	1193.89
											5354.01	5129.22
(b) INTANGIBLE ASSETS												
GOODWILL ON ACQUISITION	235.56	-	-	(0.93)	234.63	(98.54)	(4.98)	-	0.48	(103.04)	131.59	137.02
ACQUIRED CONTRACT RIGHTS	181.51	-	-	(0.71)	180.80	(75.96)	(3.84)	-	0.36	(79.44)	101.36	105.55
INTELLECTUAL PROPERTY / DISTRIBUTION RIGHTS	12.92	-	-	0.01	12.93	(11.06)	(0.09)	-	-	(11.15)	1.78	1.86
SOFTWARE LICENSES	104.50	0.59	-	0.02	105.11	(94.00)	(2.59)	-	0.11	(96.48)	8.63	10.50
RIGHTS UNDER LICENSING AGREEMENT	59.00	-	-	-	59.00	(2.17)	(1.63)	-	-	(3.80)	55.20	56.83
TOTAL	593.49	0.59	-	(1.61)	592.47	(281.73)	(13.13)	-	0.95	(293.91)	298.56	311.76
Previous year	491.01	75.01	3.33	24.14	593.49	(222.36)	(49.05)	(1.35)	(8.97)	(281.73)	311.76	
Grand Total	7792.24	451.71	(18.90)	6.94	8231.99	(3545.15)	(207.93)	18.42	(4.24)	(3738.90)	**5652.57**	**5440.98**

Notes:

(i) Freehold buildings include ₹ 2.67 crores *(March 31, 2011: ₹ 2.67 crores)* being value of investment in shares of Co-operative Housing Societies and Limited Companies.

(ii) Legal formalities relating to conveyance of freehold building having net book value ₹ 0.23 crore (*March 31, 2011: ₹ 0.23 crore*) are pending completion.

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
SCHEDULE 'K'			
	NON- CURRENT INVESTMENTS		
(a)	**Fully Paid Equity Shares (Unquoted)**		
	National Power Exchange Limited	1.40	1.40
	Philippine Dealing System Holdings Corporation	4.02	4.01
	Firstech Solutions Co. Limited	0.92	0.92
	Taj Air Limited	19.00	19.00
	Yodlee, Inc.	-	-
	ALMC HF (formerly Straumur - Burdaras Investment Bank hf.)	-	-
(b)	**Fully Paid Preference Shares (Unquoted)**		
	8% cumulative redeemable preference shares of Tata AutoComp Systems Limited	5.00	5.00
(c)	**Others**		
	Investment in Bonds (Quoted)	102.59	76.98
	Investment in Bonds (Unquoted)	0.12	0.12
	Investment in Debentures (Unquoted)	1304.86	1305.87
		1437.91	1413.30
	Less: Provision for diminution in value of investments	(1.04)	(1.04)
		1436.87	1412.26

Notes:

1	Market value of quoted investments	98.94	75.93
2	Book value of quoted investments	102.59	76.98
3	Book value of unquoted investments (net of provision)	1334.28	1335.28

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'L'		
	LONG TERM LOANS & ADVANCES		
(a)	**Secured, considered good**		
	Loans & advances to employee	0.24	-
(b)	**Unsecured, Considered good**		
	(i) Capital Advances	219.38	229.49
	(ii) Security Deposits	459.20	459.24
	(iii) Loans & advances to employee	12.89	12.20
	(iv) Loans & advances to related parties	48.00	48.78
	(v) Advance tax (including refunds receivable) (net)	849.39	806.59
	(vi) MAT Credit Entitlement	1097.60	1010.77
	(vii) Fringe Benefit Tax	2.52	2.52
	(viii) Other loans & advances	385.76	283.02
(c)	**Considered doubtful**		
	Other loans & advances	0.35	0.02
	Less : Provision for doubtful loans & advances	(0.35)	(0.02)
		3074.98	2852.61

Notes:

Other Loans and advances includes:

1	Fair values of foreign exchange forward and currency option contracts.	29.19	14.53
2	Inter-corporate deposits	130.00	0.00
3	Indirect tax recoverable	52.30	36.13
4	Other amounts recoverable in cash or kind for value to be received.	144.30	178.81

TATA CONSULTANCY SERVICES LIMITED
Schedules forming part of the Condensed Consolidated Balance Sheet

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'M'		
	OTHER NON CURRENT ASSETS		
(a)	Future finance lease receivables	1.99	2.34
	Less: Unearned finance income	(0.13)	(0.18)
		1.86	2.16
(b)	Interest receivable	139.49	131.55
(c)	Other non current assets	2.53	-
		143.88	133.71

TATA CONSULTANCY SERVICES LIMITED
Schedules forming part of the Condensed Consolidated Balance Sheet

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'N'		
	CURRENT INVESTMENTS		
(a)	Investment in Mutual Funds (Unquoted)	510.77	343.24
(b)	Investment in Bonds (Quoted)	7.34	7.17
		518.11	350.41
	Notes:		
1	Market value of quoted investments	7.69	7.49
2	Book value of quoted investments	7.34	7.17
3	Book value of unquoted investments (net of provision)	510.77	343.24

TATA CONSULTANCY SERVICES LIMITED
Schedules forming part of the Condensed Consolidated Balance Sheet

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'O'		
	INVENTORIES (at lower of cost and net realisable value)		
(a)	Raw Materials, sub-assemblies and components	8.01	4.86
(b)	Finished goods and Work-in-progress	10.64	13.07
(c)	Stores and spares	3.84	4.60
(d)	Goods-in-transit	0.11	0.29
		22.60	22.82

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'P'		
	TRADE RECEIVABLES (Unsecured)		
(a)	Over six months		
	(i) Considered good	854.06	787.61
	(ii) Considered doubtful	232.55	230.01
(b)	Others		
	(i) Considered good	8293.60	7407.36
	(ii) Considered doubtful	4.71	3.69
		9384.92	8428.67
	Less: Provision for doubtful debts	(237.26)	(233.70)
		9147.66	8194.97

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'Q'		
	CASH AND CASH EQUIVALENTS		
(a)	Cash and cash equivalents		
(i)	Balances with banks		
	In current accounts	736.95	672.48
	In cash credit accounts	8.44	26.32
	In deposit accounts	4014.71	3484.69
(ii)	Cheques on hand	39.52	54.33
(iii)	Cash on hand	2.08	2.40
(iv)	Remittances in transit	3.83	7.44
(b)	Earmarked balances with banks	41.05	26.12
(c)	Bank deposits with more than 12 months maturity	2492.68	3104.31
		7339.26	7378.09

TATA CONSULTANCY SERVICES LIMITED
Schedules forming part of the Condensed Consolidated Balance Sheet

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'R'		
	SHORT TERM LOANS & ADVANCES		
(a)	**Secured , considered good**		
	Loans and advances to employee	0.45	-
(b)	**Unsecured, Considered good**		
	(i) Loans and advances to employee	72.31	187.49
	(ii) Loans and advances to related parties	129.97	158.68
	(iii) Advance tax (including refunds receivable) (net)	240.66	336.70
	(iv) MAT Credit Entitlement	17.58	20.94
	(v) Other loans and advances	2422.47	1306.89
(c)	**Doubtful**		
	(i) Loans and advances to employees	28.63	27.54
	(ii) Other loans and advances	11.45	10.96
	Less : Provision for doubtful loans and advances	(40.08)	(38.50)
		2883.44	2010.70

Notes:

Other Loans and advances includes:

1	Fair values of foreign exchange forward and currency option contracts.	163.31	99.66
2	Security Deposit	82.63	52.22
3	Inter Corporate Deposits	999.80	100.00

TATA CONSULTANCY SERVICES LIMITED

Schedules forming part of the Condensed Consolidated Balance Sheet

		As at June 30, 2011 ₹ in crores	As at March 31, 2011 ₹ in crores
	SCHEDULE 'S'		
	OTHER CURRENT ASSETS		
(a)	Interest receivable	283.99	113.63
(b)	Future finance lease receivables	1.88	2.09
	Less: Unearned finance income	(0.29)	(0.38)
		1.59	1.71
		285.58	115.34

TATA CONSULTANCY SERVICES LIMITED
Schedules forming part of the Consolidated Condensed Profit and Loss Account

		For the quarter ended June 30, 2011 ₹ in crores	For the quarter ended June 30, 2010 ₹ in crores
	SCHEDULE 'T'		
	REVENUE FROM OPERATIONS		
(a)	Information technology and consultancy services	10444.21	7967.06
(b)	Sale of equipment and software licences	352.85	250.29
	Less : Excise Duty	(0.04)	(0.07)
		10797.02	8217.28

		For the quarter ended June 30, 2011 ₹ in crores	For the quarter ended June 30, 2010 ₹ in crores
	SCHEDULE 'U'		
	OTHER INCOME (NET)		
(a)	Interest	194.64	90.06
(b)	Dividend income	1.78	5.12
(c)	Profit on redemption / sale of mutual funds and other current investments (net)	6.60	34.70
(d)	Rent	7.17	2.01
(e)	Profit / (Loss) on sale of of tangible/ intangible assets (net)	0.02	(1.13)
(f)	Exchange gain / (loss) (net)	79.56	(47.18)
(g)	Miscellaneous income	4.37	11.88
		294.14	95.46

Notes:

1.	Dividend income pertains to:		
	Dividends from other long-term investments	-	0.77
	Dividend from mutual funds	1.78	4.35
2.	Exchange gain / (loss) (net) includes : Gain / (Loss) on foreign exchange forward contracts and currency option contracts which have been designated as Cash Flow Hedges (Refer note 7 to Schedule Y).	48.20	(39.75)

TATA CONSULTANCY SERVICES LIMITED

Schedules forming part of the Consolidated Condensed Profit and Loss Account

		For the quarter ended June 30, 2011 ₹ in crores	For the quarter ended June 30, 2010 ₹ in crores
	SCHEDULE 'V'		
	EMPLOYEE BENEFIT EXPENSES		
(a)	Salaries and incentives	3688.01	2654.86
(b)	Contributions to -		
	(i) Provident fund	96.75	73.93
	(ii) Superannuation scheme	29.09	20.87
	(iii) Gratuity fund contributions	23.21	29.25
	(iv) Social security and other benefit plans for overseas employees	109.60	56.11
(c)	Staff welfare expenses	259.05	204.03
		4205.71	3039.05

TATA CONSULTANCY SERVICES LIMITED
Schedules forming part of the Consolidated Condensed Profit and Loss Account

		For the quarter ended June 30, 2011 ₹ in crores	For the quarter ended June 30, 2010 ₹ in crores
	SCHEDULE 'W'		
	OPERATION AND OTHER EXPENSES		
(a)	Overseas business expenses	1547.41	1253.74
(b)	Services rendered by business associates and others	497.09	399.37
(c)	Software, hardware and material costs	296.18	222.39
(d)	Cost of software licenses	194.39	80.38
(e)	Communication expenses	157.07	125.82
(f)	Travelling and conveyance expenses	134.97	99.95
(g)	Rent	227.21	194.80
(h)	Legal and professional fees	62.95	45.92
(i)	Repairs and maintenance	76.53	58.75
(j)	Electricity expenses	93.64	71.68
(k)	Bad Debts and advances written off	3.39	9.48
(l)	Provision for doubtful debts/ (Write back of provision)	2.94	(19.97)
(m)	Provision for doubtful advances	1.23	0.38
(n)	Recruitment and training expenses	56.74	46.37
(o)	Commission and brokerage	8.04	5.20
(p)	Printing and stationery	15.13	11.30
(q)	Insurance	8.97	6.95
(r)	Rates and taxes	25.10	15.32
(s)	Entertainment	6.70	4.90
(t)	Other expenses	142.78	136.00
		3558.46	2768.73

Notes :

1.	Overseas business expenses includes:		
	Travel expenses	90.72	78.96
	Employee allowances	1375.60	1141.51
2.	Repairs and maintenance includes:		
	Buildings	37.98	26.00
	Office and computer equipment	34.94	30.07

TATA CONSULTANCY SERVICES LIMITED

Schedules forming part of the Consolidated Condensed Profit and Loss Account

	For the quarter ended June 30, 2011 ₹ in crores	For the quarter ended June 30, 2010 ₹ in crores
SCHEDULE'X'		
FINANCE COSTS		
Interest expenses	4.72	2.68
	4.72	2.68

SCHEDULE 'Y' - NOTES TO ACCOUNTS

1) **Significant Accounting Policies**

a) Basis of Preparation

These condensed consolidated financial statements of Tata Consultancy Services Limited ("the Company")and its subsidiaries ("the Group") have been prepared in accordance with Accounting Standard 25 "Interim Financial Reporting" (AS - 25) issued pursuant to the Companies (Accounting Standards) Rules, 2006. These condensed consolidated financial statements should be read in conjunction with the annual consolidated financial statements of the Group for the year ended and as at March 31, 2011. In the opinion of the management, all adjustments which are necessary for a fair presentation have been included. The accounting policies followed in preparation of the condensed financial statements are consistent with those followed in the preparation of the annual financial statements. The results of interim periods are not necessarily indicative of the results that may be expected for any interim period or for the full year.

b) Principles of consolidation

The financial statements of the subsidiary companies used in the consolidation are drawn up to the same reporting date as of the Company.

The consolidated financial statements have been prepared on the following basis:

i) The financial statements of the Company and its subsidiary companies have been combined on a line-by-line basis by adding together like items of assets, liabilities, income and expenses. Inter-company balances and transactions and unrealised profits or losses have been fully eliminated.

ii) Interest in a jointly controlled entity is reported using proportionate consolidation.

iii) The consolidated financial statements include the share of profit / loss of associate companies, which are accounted under the 'Equity method' as per which the share of profit of the associate company has been added to the cost of investment. An associate is an enterprise in which the investor has significant influence and which is neither a subsidiary nor a joint venture.

iv) The excess of cost to the Group of its investments in subsidiary companies over its share of the equity of the subsidiary companies at the dates on which the investments in the subsidiary companies are made, is recognised as 'Goodwill' being an asset in the consolidated financial statements. Alternatively, where the share of equity in the subsidiary companies as on the date of investment is in excess of cost of investment of the Group, it is recognised as 'Capital Reserve' and shown under the head 'Reserves and Surplus', in the consolidated financial statements.

v) Minority interest in the net assets of consolidated subsidiaries consists of the amount of equity attributable to the minority shareholders at the dates on which investments are made by the Group in the subsidiary companies and further movements in their share in the equity, subsequent to the dates of investments.

vi) On disposal of a subsidiary or a jointly controlled entity, the attributable amount of goodwill is included in the determination of the profit or loss on disposal.

c) Use of estimates

The preparation of financial statements requires the management of the Group to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the year. Example of such estimates include provision for doubtful debts, employee benefits, provision for income taxes, accounting for contract costs expected to be incurred to complete software development, the useful lives of depreciable fixed assets and provisions for impairment.

d) Fixed Assets

Fixed assets are stated at cost, less accumulated depreciation / amortization. Costs include all expenses incurred to bring the assets to its present location and condition.

Fixed assets exclude computers and other assets individually costing ₹ 50,000 or less which are not capitalised except when they are part of a larger capital investment programme.

e) Depreciation / Amortization

Depreciation / amortisation other than on freehold land and capital work-in-progress is charged so as to write-off the cost of the assets, on the following basis:

Leasehold Land and Buildings	Straight-Line	Lease period
Freehold Buildings	Written down value	5%
	Straight-Line	1.63% - 2.5%
Factory Buildings	Straight-Line	10%
Leasehold Improvements	Straight-Line	Lease period
Plant and Machinery	Straight-Line	33.33%
Computer Equipment	Straight-Line	16% - 50%
Motor Cars	Written down value	25.89% - 29.89%
	Straight-Line	19.80% - 33.33%
Office Equipment	Written down value	13.91%
	Straight-Line	10% - 20%
Electrical Installations	Written down value	13.91%
	Straight-Line	18% - 20%
Furniture and Fixtures	Straight-Line	10% - 100%
Goodwill	Straight-Line	5 - 12 years
Acquired Contract Rights	Straight-Line	12 years
Intellectual Property / Distribution Rights	Straight-Line	24 - 60 months
Software Licenses	Straight-Line	License Period
	Straight-Line	20% - 50%
Rights under Licensing Agreement	Straight-Line	License Period

Fixed assets purchased for specific projects are depreciated over the period of the project.

f) Leases

Where the Group, as a lessor, leases assets under finance leases such amounts are recognised as receivables at an amount equal to the net investment in the lease and the finance income is based on a constant rate of return on the outstanding net investment.

Assets leased by the Group in its capacity as lessee, where the Group has substantially all the risks and rewards of ownership are classified as finance lease. Such leases are capitalised at the inception of the lease at lower of the fair value or the present value of the minimum lease payments and a liability is created for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability for each year.

Lease arrangements where, the risks and rewards incidental to ownership of an asset substantially vests with the lessor, are recognised as operating lease. Lease rentals under operating lease are recognised in the profit and loss account on a straight-line basis.

g) Impairment

At each balance sheet date, the management reviews the carrying amounts of its assets included in each cash generating unit to determine whether there is any indication that those assets were impaired. If any such indication exists, the recoverable amount of the assets is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from the continuing use of the asset and from its disposal are discounted to their present value using a pre-tax discount rate that reflects the current market assessments of time value of money and risks specific to the asset.

Reversal of impairment loss is recognised immediately as income in the profit and loss account.

For the purpose of impairment testing, goodwill is allocated to each of the Group's cash-generating units expected to benefit from the synergies of the acquisition. Cash-generating units to which goodwill has been allocated are tested for impairment annually, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash-generating unit is less than the carrying amount of the unit, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata on the basis of the carrying amount of each asset in the unit. Reversal of impairment loss on goodwill because of a change in estimates is not permitted.

h) Investments

Long-term investments are stated at cost, less provision for other than temporary diminution in value. Current investments comprising investments in mutual funds are stated at the lower of cost and fair value, determined on a portfolio basis.

i) Employee benefits

i) Post-employment benefit plans

Contributions to defined contribution retirement benefit schemes are recognised as an expense when employees have rendered services entitling them to contributions.

For defined benefit schemes, the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuations being carried out at each balance sheet date. Actuarial gains and losses are recognised in full in the profit and loss account for the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested, and otherwise is amortised on a straight-line basis over the average period until the benefits become vested.

The retirement benefit obligation recognised in the balance sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, and as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to the present value of available refunds and reductions in future contributions to the scheme.

ii) Other employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognised during the period when the employee renders the service. These benefits include compensated absences such as paid annual leave, overseas social security contributions and performance incentives.

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as an actuarially determined liability at the present value of the defined benefit obligation at the balance sheet date.

j) Revenue recognition

Revenues from contracts priced on a time and material basis are recognised when services are rendered and related costs are incurred.

Revenues from turnkey contracts, which are generally time bound fixed price contracts, are recognised over the life of the contract using the proportionate completion method, with contract costs determining the degree of completion. Foreseeable losses on such contracts are recognised when probable.

Revenues from the sale of equipment are recognised upon delivery, which is when title passes to the customer.

Revenues from sale of software licenses are recognised upon delivery where there is no customisation required. In case of customisation the same is recognised over the life of the contract using the proportionate completion method.

Revenues from maintenance contracts are recognised pro-rata over the period of the contract.

Revenues from Business Process Outsourcing (BPO) services are recognised on time and material, fixed price and unit priced contracts. Revenue on time and material and unit priced contracts is recognised as the related services are rendered. Revenue from fixed price contracts is recognised as per the proportionate completion method with contract cost determining the degree of completion.

Dividends are recorded when the right to receive payment is established. Interest income is recognised on time proportion basis taking into account the amount outstanding and the rate applicable.

k) Research and Development

Expenditure on research and development activities is recognised as an expense in the period in which it is incurred. Development costs of marketable computer software are capitalised when a product's technological feasibility has been established until the time the product is available for general release to customers. In most instances, the Group's products are released soon after technological feasibility has been established. Therefore, costs incurred subsequent to achievement of technological feasibility are usually not significant, and generally most software development costs have been expensed.

Fixed assets utilised for research and development are capitalised and depreciated in accordance with the depreciation rates set out in paragraph 1(e).

l) Taxation

Current income tax expense comprises taxes on income from operations in India and in foreign jurisdictions. Income tax payable in India is determined in accordance with the provisions of the Income Tax Act, 1961. Tax expense relating to overseas operations is determined in accordance with tax laws applicable in countries where such operations are domiciled.

Minimum alternative tax (MAT) paid in accordance to the tax laws, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an asset if there is convincing evidence that the Group will pay normal income tax after the tax holiday period. Accordingly, MAT is recognised as an asset in the balance sheet when it is probable that the future economic benefit associated with it will flow to the Group and the asset can be measured reliably.

Deferred tax expense or benefit is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

In the event of unabsorbed depreciation and carry forward of losses, deferred tax assets are recognised only to the extent that there is virtual certainty that sufficient future taxable income will be available to realise such assets. In other situations, deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realise these assets.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance tax paid and income tax provision arising in the same tax jurisdiction and the Group intends to settle the asset and liability on a net basis.

The Group offsets deferred tax assets and deferred tax liabilities if it has a legally enforceable right and these relate to taxes on income levied by the same governing taxation laws.

m) Foreign currency transactions

Income and expense in foreign currencies are converted at exchange rates prevailing on the date of the transaction. Foreign currency monetary assets and liabilities other than net investments in non-integral foreign operations are translated at the exchange rate prevailing on the balance sheet date. Exchange difference arising on a monetary item that, in substance, forms part of an enterprise's net investments in a non-integral foreign operation are accumulated in a foreign currency translation reserve.

Premium or discount on forward exchange contracts and currency option contracts are amortised and recognised in the profit and loss account over the period of the contract. Forward exchange contracts and currency option contracts outstanding at the balance sheet date, other than designated cash flow hedges, are stated at fair values and any gains or losses are recognised in the profit and loss account.

For the purpose of consolidation, income and expenses are translated at average rates and the assets and liabilities are stated at closing rate. The net impact of such change is accumulated under foreign currency translation reserve.

n) Derivative instruments and hedge accounting

The Group uses foreign currency forward contracts and currency options to hedge its risks associated with foreign currency fluctuations relating to certain firm commitments and forecasted transactions. The Group designates these hedging instruments as cash flow hedges applying the recognition and measurement principles set out in the Indian Accounting Standard 39 "Financial Instruments: Recognition and Measurement" (Ind AS 39).

The use of hedging instruments is governed by the policies of the Company and its subsidiaries which are approved by its respective Board of Directors, which provide written principles on the use of such financial derivatives consistent with the risk management strategy of the Company and its subsidiaries.

Hedging instruments are initially measured at fair value, and are remeasured at subsequent reporting dates. Changes in the fair value of these derivatives that are designated and effective as hedges of future cash flows are recognised directly in shareholders' funds and the ineffective portion is recognised immediately in the profit and loss account.

Changes in the fair value of derivative financial instruments that do not qualify for hedge accounting are recognised in profit and loss account as they arise.

Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated, or exercised, or no longer qualifies for hedge accounting. At that time for forecasted transactions, any cumulative gain or loss on the hedging instrument recognised in shareholders' funds is retained there until the forecasted transaction occurs. If a hedged transaction is no longer expected to occur, the net cumulative gain or loss recognised in shareholders' funds is transferred to the profit and loss account for the period.

o) <u>Inventories</u>

Raw materials, sub-assemblies and components are carried at the lower of cost and net realisable value. Cost is determined on a weighted average basis. Purchased goods in transit are carried at cost. Work-in-progress is carried at the lower of cost and net realisable value. Stores and spare parts are carried at cost, less provision for obsolescence. Finished goods produced or purchased by the Group are carried at the lower of cost and net realisable value. Cost includes direct material and labour cost and a proportion of manufacturing overheads.

p) <u>Government Grants</u>

Government grants are recognised when there is reasonable assurance that the Group will comply with the conditions attached to them and the grants will be received.

Government grants whose primary condition is that the Group should purchase, construct or otherwise acquire capital assets are presented by deducting them from the carrying value of the assets. The grant is recognised as income over the life of a depreciable asset by way of a reduced depreciation charge.

Other government grants are recognised as income over the periods necessary to match them with the costs for which they are intended to compensate, on a systematic basis.

q) <u>Provisions, Contingent Liabilities and Contingent Assets</u>

A provision is recognised when the Group has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements. A contingent asset is neither recognised nor disclosed in the financial statements.

r) <u>Cash and cash equivalents</u>

The Group considers all highly liquid financial instruments, which are readily convertible into cash and have original maturities of three months or less from the date of purchase, to be cash equivalents.

2) The Company has given undertakings to (a) Bank of China Co. Limited, not to transfer its controlling interest in TCS Financial Solutions Australia Pty Limited, a wholly owned subsidiary of TCS FNS Pty Limited and (b) the Government of Maharashtra not to divest its shareholding in MahaOnline Limited except to an affiliate.

3) Unbilled revenue as at June 30, 2011, amounting to ₹ 1637.22 crores *(March 31, 2011 :₹ 1348.85 crores)* primarily comprises of the revenue recognised in relation to efforts incurred on turnkey contracts priced on a fixed time, fixed price basis.

4) **Segment Reporting**

The Group has identified business segments (industry practice) as its primary segment and geographic segments as its secondary segment.

Business segments are primarily financial services comprising customers providing banking, finance and insurance services, manufacturing companies, companies in retail and consumer packaged goods industries, companies in telecommunication, media and entertainment and others such as energy, resources and utilities, Hi-Tech industry practice, life science and healthcare, s-Governance, travel, transportation and hospitality, products, etc.

Revenues and expenses directly attributable to segments are reported under each reportable segment. Expenses which are not directly identifiable to each reporting segment have been allocated on the basis of associated revenues of the segment and manpower efforts. All other expenses which are not attributable or allocable to segments have been disclosed as unallocable expenses.

Assets and liabilities that are directly attributable or allocable to segments are disclosed under each reportable segment. All other assets and liabilities are disclosed as unallocable. Fixed assets that are used interchangeably among segments are not allocated to primary and secondary segments.

Geographical revenues are allocated based on the location of the customer. Geographic segments of the Group are Americas (including Canada and South American countries), Europe, India and Others.

Quarter ended June 30, 2011

Particulars	**Business Segments**					(₹ crores)
	Banking, Financial Services and Insurance	**Manufacturing**	**Retail and Consumer Packaged Goods**	**Telecom**	**Others**	**Total**
Revenue	**4676.88**	**818.45**	**1256.88**	**1498.62**	**2546.19**	**10797.02**
	3671.54	*611.69*	*899.48*	*1198.34*	*1836.23*	*8217.28*
Segment result	**1367.00**	**193.74**	**323.02**	**464.90**	**656.55**	**3005.21**
	1134.44	*169.33*	*220.09*	*394.21*	*460.16*	*2378.23*
Unallocable expenses (net)						**185.01**
						132.94
Operating income						**2820.20**
						2245.29
Other income (net)						**294.14**
						95.46
Profit before taxes						**3114.34**
						2340.75
Tax expense						**673.85**
						402.80
Profit before Minority Interest and share of loss of associate						**2440.49**
						1937.95
Minority Interest						**25.73**
						31.58
Share of loss of associate						**0.00**
						0.30
Net profit for the period						**2414.76**
						1906.07

Particulars	Business Segments					(₹ crores)
	Banking, Financial Services and Insurance	**Manufacturing**	**Retail and Consumer Packaged Goods**	**Telecom**	**Others**	**Total**
As at June 30, 2011						
Segment Assets	**8104.96**	**902.54**	**1122.34**	**2140.80**	**4451.32**	**16721.96**
Unallocable assets						**18863.34**
Total Assets						**35585.30**
Segment Liabilities	**685.23**	**79.16**	**72.92**	**221.39**	**623.32**	**1682.02**
Unallocable Liabilities						**7118.96**
Total Liabilities						**8800.98**

5) Current tax is net of the effect of additional provision (net) of ₹ 4.22 crores for the quarter ended June 30, 2011 *(June 30, 2010 : ₹ 25.60 crores)* in domestic and certain overseas jurisdictions relating to earlier years.

6) **Contingent Liabilities**

(₹ crores)

Particulars	**As at June 30, 2011**	*As at March 31, 2011*
Claims against the Group not acknowledged as debt	**79.58**	*82.83*
Income Taxes (See note (i) below)	**859.50**	*842.04*
Indirect Taxes	**144.88**	*144.68*
Guarantees given by the Group (See note (ii) below)	**2205.81**	*2259.48*
Unexpired Letters of Credit	**4.93**	*1.57*
Other Contingencies	**2.76**	*0.94*

Notes:

i) TCS e-Serve Limited has a contingent liability of ₹ 236.41 crores *(March 31, 2011 : ₹ 236.41 crores)* in respect of Income Tax matters in dispute. TCS e-Serve Limited has net advance taxes aggregating to ₹ 185.13 crores against disputed amounts for the various assessment years. The Company is entitled to an indemnification from the seller, of the above referred contingent claims on TCS e-Serve Limited, and would be required to refund to the seller, amounts equal to the monies received by TCS e-Serve Limited, on all such claims, as an adjustment to the purchase price consideration.

ii) The Group has provided guarantees aggregating to ₹ 1970.75 crores (GBP 275.60 million) *(March 31, 2011 : ₹ 1978.41 crores) (GBP 275.60 million)* to third parties on behalf of its subsidiary Diligenta Limited. The Group does not expect any outflow of resources in respect of the above.

iii) The Group has examined the social security and tax aspects of contracts with legal entities which provide services to an overseas subsidiary and, based on legal opinion, concludes that the subsidiary is in compliance with the related statutory requirements.

7) **Derivative Financial Instruments**

The Company and its subsidiaries, in accordance with its risk management policies and procedures, enter into foreign currency forward contracts and currency option contracts to manage its exposure in foreign exchange rates. The counter party is generally a bank. These contracts are for a period between one day and eight years.

The Group has following outstanding derivative instruments as at June 30, 2011:

i) The following are outstanding foreign exchange forward contracts, which have been designated as Cash Flow Hedges, as at:

	June 30, 2011			*March 31, 2011*		
Foreign Currency	**No. of Contracts**	**Notional amount of Forward contracts (million)**	**Fair Value (₹ crores)**	*No. of Contracts*	*Notional amount of Forward contracts (million)*	*Fair Value (₹ crores)*
			Gain / (Loss)			*Gain/(Loss)*
U.S.Dollar	**64**	**310.84**	**46.79**	*52*	*207.82*	*34.70*
Sterling Pound	**44**	**20.27**	**4.30**	*38*	*27.70*	*1.71*
Australian Dollar	**21**	**10.50**	**(3.44)**	*19*	*9.50*	*(2.27)*

ii) The following are outstanding Currency Option contracts, which have been designated as Cash Flow Hedges, as at:

	June 30, 2011			*March 31, 2011*		
Foreign Currency	**No. of Contracts**	**Notional amount of Currency Option contracts (million)**	**Fair Value (₹ crores)**	*No. of Contracts*	*Notional amount of Currency Option contracts (million)*	*Fair Value (₹ crores)*
			Gain / (Loss)			*Gain/(Loss)*
U.S.Dollar	**82**	**1501.44**	**11.72**	*58*	*349.38*	*(16.79)*
Sterling Pound	**3**	**30.00**	**5.61**	*9*	*54.00*	*8.64*
Australian Dollar	**3**	**21.00**	**0.09**			
Euro	**21**	**120.00**	**1.88**	*21*	*149.00*	*1.06*

Net gain on derivative instruments of ₹ 122.68 crores recognised in Hedging Reserve as of June 30, 2011, is expected to be reclassified to the profit and loss account by June 30, 2012.

The movement in Hedging Reserve during the quarter ended June 30, 2011, for derivatives designated as Cash Flow Hedges is as follows:

	Period ended June 30, 2011	*Period ended March 31, 2011*
		(₹ crores)
Balance at the beginning of the year	**62.73**	*(6.07)*
Profit transferred to profit and loss account on occurrence of forecasted hedge transaction	**(22.97)**	*(57.38)*
Net changes in the fair value of effective portion of outstanding cash flow derivatives	**42.56**	*125.61*
Net derivative gains related to a discontinued cash flow hedge	**-**	*0.12*
Amount transferred to minority interests during the period	**(0.51)**	*0.45*
Balance at the end of the period	**81.81**	*62.73*

In addition to the above Cash Flow Hedges, the Group has outstanding foreign exchange forward contracts and currency option contracts with notional amount aggregating ₹ 6531.26 crores *(March 31, 2011: ₹ 4649.67 crores)* whose fair value showed a gain of ₹ 43.59 crores *(March 31, 2011 : gain of ₹ 29.44 crores)* as at June 30, 2011. Although these contracts are effective as hedges from an economic perspective, they do not qualify for hedge accounting and accordingly these are accounted as derivative instruments at fair value with changes in fair value recorded in the profit and loss account. Exchange gain of ₹ 41.47 crores *(June 30, 2010 : exchange loss of ₹ 64.85 crores)* on foreign exchange forward contracts and currency option contracts for the three-months period ended June 30, 2011 have been recognised in the profit and loss account.

8) The Board of Directors declared an interim dividend of ₹ 3 per equity share in their meeting held on July 14, 2011.

9) Figures pertaining to the subsidiary companies have been reclassified wherever necessary to bring them in line with the Group financial statements.

10) These financial statements have been prepared in the format prescribed by the Revised Schedule VI to the Companies Act 1956. Previous period figures have been recast / restated to confirm to the classification of the current period.

11) *Previous periods' figures are in italics.*