

## INDEX TO CONSOLIDATED FINANCIAL STATEMENTS

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**Tata Consultancy Services Limited**  
**Consolidated Statements of Financial Position**  
As of March 31, 2012, March 31, 2011 and April 1, 2010

	As of March 31, 2012	As of March 31, 2011	As of April 1, 2010
		(In ₹ crores)	
<b>ASSETS:</b>			
<b>Current assets:</b>			
Cash and cash equivalents	1,993.64	1,553.78	1,024.99
Bank deposits	4,020.84	3,181.22	3,652.47
Trade and other receivables	11,502.34	8,194.89	5,868.56
Investments	800.62	689.58	2,560.92
Other current financial assets	1,537.85	731.31	697.09
Unbilled revenue	2,247.76	1,348.91	1,201.14
Current income tax assets	-	226.40	1.22
Other current assets	1,188.32	1,139.42	897.31
<b>Total current assets</b>	<b>23,291.37</b>	<b>17,065.51</b>	<b>15,903.70</b>
<b>Non-current assets:</b>			
Bank deposits	2,574.89	2,701.55	4.30
Investments	677.68	1,149.46	1,221.31
Other non-current financial assets	858.26	573.26	489.06
Non-current income tax assets	1,468.98	899.08	654.12
Deferred income tax assets	1,764.49	1,180.35	1,328.16
Property, plant and equipment	6,454.82	5,199.57	4,137.71
Intangible assets	173.57	190.48	120.07
Goodwill	3,323.76	3,220.60	3,164.92
Other non-current assets	617.05	451.14	189.37
<b>Total non-current assets</b>	<b>17,913.50</b>	<b>15,565.49</b>	<b>11,309.02</b>
<b>TOTAL ASSETS</b>	<b>41,204.87</b>	<b>32,631.00</b>	<b>27,212.72</b>
<b>LIABILITIES AND EQUITY:</b>			
<b>Liabilities:</b>			
<b>Current liabilities:</b>			
Trade and other payables	3,248.54	2,581.80	2,170.95
Borrowings	11.19	36.77	63.61
Mandatorily redeemable preference shares	100.00	100.00	100.00
Other current financial liabilities	875.78	828.12	535.51
Unearned and deferred revenue	823.01	772.00	702.91
Employee benefit obligations	641.45	527.35	506.55
Current income tax liabilities	469.34	398.31	405.57
Other current liabilities	749.39	553.70	503.39
<b>Total current liabilities</b>	<b>6,918.70</b>	<b>5,798.05</b>	<b>4,988.49</b>
<b>Non-current liabilities:</b>			
Borrowings	115.39	38.03	39.65
Other non-current financial liabilities	265.53	238.30	424.37
Employee benefit obligations	217.65	139.23	99.35
Deferred income tax liabilities	433.06	565.03	299.75
Other non-current liabilities	182.30	111.18	52.44
<b>Total non-current liabilities</b>	<b>1,213.93</b>	<b>1,091.77</b>	<b>915.56</b>
<b>TOTAL LIABILITIES</b>	<b>8,132.63</b>	<b>6,889.82</b>	<b>5,904.05</b>
<b>Equity:</b>			
Share capital	195.72	195.72	195.72
Share premium	1,919.89	1,919.89	1,919.89
Retained earnings	29,865.87	23,169.62	18,998.42
Accumulated other comprehensive income / (losses)	563.23	141.29	(25.78)
<b>Equity attributable to TCS Limited</b>	<b>32,544.71</b>	<b>25,426.52</b>	<b>21,088.25</b>
Non-controlling interests	527.53	314.66	220.42
<b>TOTAL EQUITY</b>	<b>33,072.24</b>	<b>25,741.18</b>	<b>21,308.67</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>41,204.87</b>	<b>32,631.00</b>	<b>27,212.72</b>

**Tata Consultancy Services Limited**  
**Consolidated Statements of Comprehensive Income**  
**For the years ended March 31, 2012 and 2011**

	<u>Year ended</u> <u>March 31, 2012</u>	<u>Year ended</u> <u>March 31, 2011</u>
	(In ₹ crores, except share and per share data)	
<b>Revenue:</b>		
Information technology and consultancy services	47,360.50	36,046.35
Sale of equipment and software licenses	1,533.33	1,278.16
<b>Total revenue</b>	<b>48,893.83</b>	<b>37,324.51</b>
<b>Cost of revenue:</b>		
Cost of information technology and consultancy services	25,115.84	19,357.60
Cost of equipment and software licenses	1,340.25	1,070.45
<b>Total cost of revenue</b>	<b>26,456.09</b>	<b>20,428.05</b>
<b>Gross profit</b>	<b>22,437.74</b>	<b>16,896.46</b>
<b>Operating Expenses:</b>		
Selling, general and administrative expenses	8,920.90	6,416.62
<b>Operating income</b>	<b>13,516.84</b>	<b>10,479.84</b>
<b>Other income / (expense):</b>		
Finance and other income	823.57	499.41
Finance costs	(47.95)	(79.00)
Other (losses) / gains, net	(371.18)	112.86
<b>Other income, net</b>	<b>404.44</b>	<b>533.27</b>
<b>Income before income taxes</b>	<b>13,921.28</b>	<b>11,013.11</b>
Income tax expense	3,158.51	2,163.86
<b>Net income</b>	<b>10,762.77</b>	<b>8,849.25</b>
<b>Other comprehensive income, net of taxes</b>		
Exchange differences on translation of foreign operations	590.10	88.29
Net gains on available-for-sale financial assets	0.98	2.63
Net (losses) / gains on cash flow hedges	(156.90)	74.53
Actuarial gains on employee benefit plans	12.41	6.97
<b>Total other comprehensive income, net of taxes</b>	<b>446.59</b>	<b>172.42</b>
<b>Total comprehensive income for the period, net of tax</b>	<b>11,209.36</b>	<b>9,021.67</b>
<b>Net income attributable to:</b>		
TCS Limited	10,651.69	8,730.22
Non-controlling interests	111.08	119.03
	<b>10,762.77</b>	<b>8,849.25</b>
<b>Total comprehensive income attributable to:</b>		
TCS Limited	11,094.13	8,902.76
Non-controlling interests	115.23	118.91
	<b>11,209.36</b>	<b>9,021.67</b>
Weighted average number of shares used in computing basic and diluted earnings per share	195,72,20,996	195,72,20,996
Basic and diluted earnings per share:	₹54.42	₹44.61

**Tata Consultancy Services Limited**  
**Consolidated Statements of Changes in Equity**  
**for the years ended March 31, 2011 and 2012**

(In ₹ crores, except share data)

	Number of shares	Share capital	Share premium	Retained earnings	Other reserves	Foreign currency translation reserve	Cash flow hedging reserve	Investment revaluation reserve	Equity attributable to TCS Limited	Non- controlling interests	Total equity
<b>Balance as of April 1, 2010</b>	<b>195,72,20,996</b>	<b>195.72</b>	<b>1,919.89</b>	<b>18,998.42</b>		-	(26.43)	<b>0.65</b>	<b>21,088.25</b>	<b>220.42</b>	<b>21,308.67</b>
Net Income				8,730.22		-	-	-	8,730.22	119.03	8,849.25
Other comprehensive income				6.30		89.85	75.04	1.35	172.54	(0.12)	172.42
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,736.52</b>	<b>-</b>	<b>89.85</b>	<b>75.04</b>	<b>1.35</b>	<b>8,902.76</b>	<b>118.91</b>	<b>9,021.67</b>
Dividends (including tax on dividend of ₹ 650.14 crores)				(4,564.59)		-	-	-	(4,564.59)	(18.62)	(4,583.21)
Issue of bonus shares				-		-	-	-	-	-	-
Purchase of shares from non-controlling interests				-	(0.73)	0.83	-	-	0.10	(6.71)	(6.61)
Sale of subsidiary shares to non-controlling interests										0.66	0.66
<b>Balance as of March 31, 2011</b>	<b>195,72,20,996</b>	<b>195.72</b>	<b>1,919.89</b>	<b>23,169.62</b>	<b>-</b>	<b>90.68</b>	<b>48.61</b>	<b>2.00</b>	<b>25,426.52</b>	<b>314.66</b>	<b>25,741.18</b>
<b>Balance as of April 1, 2011</b>	<b>195,72,20,996</b>	<b>195.72</b>	<b>1,919.89</b>	<b>23,169.62</b>	<b>-</b>	<b>90.68</b>	<b>48.61</b>	<b>2.00</b>	<b>25,426.52</b>	<b>314.66</b>	<b>25,741.18</b>
Net Income				10,651.69					10,651.69	111.08	10,762.77
Other comprehensive income				12.07		581.72	(152.42)	1.07	442.44	4.15	446.59
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10,663.76</b>	<b>-</b>	<b>581.72</b>	<b>(152.42)</b>	<b>1.07</b>	<b>11,094.13</b>	<b>115.23</b>	<b>11,209.36</b>
Dividends (including tax on dividend of ₹ 539.77 crores)				(3,867.03)					(3,867.03)	(19.82)	(3,886.85)
Reclassification of non-controlling interests on extinguishment of put-call option liability				-	(100.48)	(8.43)			(108.91)	107.75	(1.16)
Sale of subsidiary shares to non-controlling interests										9.71	9.71
<b>Balance as of March 31, 2012</b>	<b>195,72,20,996</b>	<b>195.72</b>	<b>1,919.89</b>	<b>29,865.87</b>	<b>-</b>	<b>663.97</b>	<b>(103.81)</b>	<b>3.07</b>	<b>32,544.71</b>	<b>527.53</b>	<b>33,072.24</b>

**Tata Consultancy Services Limited**  
**Consolidated Statements of Cash Flows**  
**For the years ended March 31, 2012 and 2011**

	<b>Year ended</b> <b>March 31, 2012</b>	<b>Year ended</b> <b>March 31, 2011</b>
	<b>(In ₹ crores)</b>	
<b>Cash flows from operating activities:</b>		
Net income	10,762.77	8,849.25
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortisation	903.54	718.49
Loss / (gain) on sale of property, plant and equipment	0.35	1.82
Income tax expense	3,158.51	2,163.86
Equity in net earnings of affiliates	-	
Gain on sale of available-for-sale investments	(31.76)	(83.52)
Effective interest on investment in debentures	(45.54)	(51.98)
Non cash interest on put call option liability	-	37.66
Impairment of goodwill	21.18	0.70
Provision for diminution in value of investments	0.08	0.96
Refund of purchase consideration	-	(27.33)
Allowances for doubtful trade receivables and advances	-	-
Discount on acquisition	-	(34.21)
Bad debts, provision for trade receivable and advances, net	24.87	(72.90)
<b>Net change in:</b>		
Trade receivables	(2,713.00)	(2,166.39)
Unbilled revenue	(776.30)	(124.13)
Other financial assets (current and non current)	(459.92)	(155.32)
Inventories	5.18	(5.03)
Other assets (current and non current)	(160.88)	(406.10)
Trade and other payables	280.25	316.62
Unearned and deferred revenue	5.31	54.50
Provisions	-	-
Other liabilities (current and non current)	369.44	73.84
Other financial liabilities (current and non current)	139.97	79.52
<b>Cash generated from operations</b>	<b>11,484.05</b>	<b>9,170.31</b>
Taxes paid	(4,079.82)	(2,268.40)
<b>Net cash provided by operating activities</b>	<b>7,404.23</b>	<b>6,901.91</b>

**Tata Consultancy Services Limited**  
**Consolidated Statements of Cash Flows**  
**For the years ended March 31, 2012 and 2011**

	<u>Year ended</u> <u>March 31, 2012</u>	<u>Year ended</u> <u>March 31, 2011</u>
	(In ₹ crores)	
<b>Cash flows from investing activities:</b>		
Purchase of bank deposits	(4,314.28)	(6,189.28)
Purchase of inter-corporate deposits	(1,676.21)	(286.00)
Purchase of commercial papers	-	(146.02)
Purchase of available-for-sale financial assets	(16,942.83)	(49,669.14)
Purchase of debentures issued by Tata Sons Limited and its subsidiary	-	(79.86)
Purchase of property, plant and equipment	(1,998.24)	(1,702.85)
Purchase of intangible assets	(12.03)	(75.38)
Purchase of subsidiaries and business, net of cash acquired (including additional consideration and purchase price adjustment)	-	64.02
Advance towards investments	(0.20)	-
Proceeds from bank deposits	3,605.78	3,972.55
Proceeds from sale of available-for-sale financial assets	17,385.57	51,829.11
Proceeds from sale of property, plant and equipment	19.66	18.11
Proceeds from inter-corporate deposits	992.80	326.00
Proceeds from commercial papers	-	150.00
<b>Net cash used in investing activities</b>	<b><u>(2,939.98)</u></b>	<b><u>(1,788.74)</u></b>
<b>Cash flows from financing activities:</b>		
Short term borrowings (net)	(32.90)	(30.36)
Proceeds from issue of long term borrowings	-	10.29
Repayment of long term borrowings	(1.25)	(4.27)
Sale of subsidiary shares to non-controlling interests	9.71	0.66
Dividends paid by subsidiaries to non-controlling interests including dividend tax thereon	(19.27)	(18.62)
Dividends paid including dividend tax	(3,867.03)	(4,564.59)
Repayment of put-call option liability to non-controlling interests	(228.00)	(6.61)
<b>Net cash used in financing activities</b>	<b><u>(4,138.74)</u></b>	<b><u>(4,613.50)</u></b>
Net change in cash	325.51	499.67
Effect of foreign exchange on cash	114.35	29.12
Cash and cash equivalents, beginning of the period	1,553.78	1,024.99
<b>Cash and cash equivalents, end of the period</b>	<b><u>1,993.64</u></b>	<b><u>1,553.78</u></b>
<b>Supplementary cash flow information:</b>		
Interest paid	33.53	39.29
Income taxes paid	426.69	400.05
Dividend Received	6.41	16.63