

SONATA SOFTWARE LIMITED

CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30TH JUNE, 2011

(Rs)

	SCHEDULE	AS AT 30.06.2011	AS AT 30.06.2010	AS AT 31.03.2011
SOURCES OF FUNDS				
Shareholder's Funds				
Share Capital		105,159,306	105,159,306	105,159,306
Reserves and Surplus		<u>4,050,208,885</u>	<u>3,655,188,981</u>	<u>3,967,154,497</u>
		4,155,368,191	3,760,348,287	4,072,313,803
Minority Interest		151,877,655	424,054,656	383,396,798
Loan Funds				
Secured Loans		556,939,845	447,511,140	307,646,720
Deferred Tax Liability		-	48,383	-
TOTAL FUNDS EMPLOYED		<u>4,864,185,690</u>	<u>4,631,962,466</u>	<u>4,763,357,321</u>
APPLICATION OF FUNDS				
Fixed Assets				
Tangible Fixed Assets		808,519,185	791,375,796	783,169,518
Intangible Fixed Assets		<u>950,880,574</u>	<u>1,028,787,681</u>	<u>951,424,618</u>
		1,759,399,759	1,820,163,477	1,734,594,136
Investments		38,654,562	258,754,244	191,841,829
Deferred Tax Asset		101,641,355	142,550,223	166,579,270
Current Assets, Loans and Advances				
Inventories		95,211,488	122,699,099	101,845,657
Sundry Debtors		2,202,077,883	2,255,412,793	2,043,731,826
Cash and Bank Balances		1,601,732,599	1,374,144,309	1,491,663,166
Other Current Assets		126,772,298	106,601,382	106,128,454
Loans and Advances		<u>1,821,742,671</u>	<u>1,698,107,660</u>	<u>1,881,597,983</u>
		5,847,536,938	5,556,965,243	5,624,967,086
Less: Current Liabilities and Provisions				
Current Liabilities		2,087,924,472	2,557,054,770	2,065,923,793
Provisions		<u>795,122,454</u>	<u>589,415,951</u>	<u>888,701,207</u>
		2,883,046,925	3,146,470,721	2,954,625,000
Net Current Assets		2,964,490,013	2,410,494,522	2,670,342,086
TOTAL FUNDS APPLIED		<u>4,864,185,690</u>	<u>4,631,962,466</u>	<u>4,763,357,320</u>

SELECTED EXPLANATORY NOTES
FORMING PART OF ACCOUNTS

1

As per our Report annexed

By Order of the Board of Directors

For N M RAIJI & Co.
Chartered Accountants

For Sonata Software Limited

Y N THAKKAR
PartnerB RAMASWAMY
Vice Chairman
& Managing Director

Mumbai: 14th July, 2011

Bangaluru: 14th July, 2011

SONATA SOFTWARE LIMITED

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE QUARTER ENDED 30TH JUNE, 2011

SCHEDULE	(Rs)		(Rs)
	QUARTER ENDED 30.06.2011	QUARTER ENDED 30.06.2010	YEAR ENDED 31.03.2011
INCOME			
Sales & Services (Net)	3,339,969,173	3,321,490,927	13,931,965,392
Other Income	55,212,491	15,426,586	177,520,059
Total Income	3,395,181,664	3,336,917,513	14,109,485,451
EXPENDITURE			
Salaries, Wages & Other staff costs	1,122,880,416	1,005,379,424	4,190,024,147
Other Operating Expenses	869,185,494	769,583,181	3,016,963,711
Purchase of traded items	1,115,056,693	1,160,863,749	5,286,130,941
Finance costs	18,196,157	16,763,524	56,872,232
Depreciation	105,166,379	96,502,299	386,908,953
(Increase)/ Decrease in Stocks	6,634,168	24,578,478	45,431,920
	3,237,119,307	3,073,670,655	12,982,331,904
Profit Before Tax	158,062,357	263,246,858	1,127,153,547
Provision for Tax	101,616,399	78,610,666	249,962,485
MAT credit		(25,058,200)	(82,804,684)
Profit After Tax before minority interest/ share or earning in associates	56,445,958	209,694,392	959,995,746
Share in earning of associates	-	-	4,039,786
Minority Interest	31,998,997	(27,362,230)	(107,939,173)
Profit After Tax after minority interest/share of earning in affiliates	88,444,955	182,332,162	856,096,359
Add: Balance of Profit brought forward	2,841,109,955	2,330,562,040	2,330,562,040
Disposable Surplus	2,929,554,911	2,512,894,202	3,186,658,399
Interim Dividend	-	-	105,159,306
Provision for Dividend Tax	-	-	34,525,377
Transfer to General Reserve	-	-	70,000,000
Balance Carried to Balance Sheet	2,929,554,909	2,512,894,202	2,871,814,410
	2,929,554,909	2,512,894,202	3,186,658,399
EPS - Basic (on Re.1 per share)	0.84	1.73	8.14
EPS - Diluted (on Re.1 per share)	0.84	1.73	8.14
EPS - Basic (Annualised)(on Re 1 per share)	3.36	6.92	8.14
EPS - Diluted (Annualised) (on Re.1 per share)	3.36	6.92	8.14

SELECTED EXPLANATORY NOTES

FORMING PART OF ACCOUNTS

1

As per our Report annexed

By Order of the Board of Directors

For N M RAIJI & Co.,
Chartered Accountants

For Sonata Software Limited

Y N THAKKAR
PartnerB RAMASWAMY
Vice Chairman
& Managing Director

Mumbai: 14th July, 2011

Bangaluru: 14th July, 2011

SONATA SOFTWARE LIMITED

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

(Rs)

PARTICULARS		QUARTER	QUARTER	YEAR
		ENDED	ENDED	ENDED
		30.06.2011	30.06.2010	31.03.2011
Cash flows from Operating Activities	(A)	170,312,172	479,527,491	1,141,647,316
Cash flows from Investing Activities	(B)	30,482,446	130,082,872	11,992,674
Cash flows from Financing Activities	(C)	(90,725,185)	33,455,605	(393,055,165)
Net increase/(decrease) in Cash and Cash Equivalents	(A+B+C)	<u>110,069,433</u>	<u>643,065,968</u>	<u>760,584,825</u>
Opening Cash & Cash Equivalents		1,491,663,166	731,078,341	731,078,341
Closing Cash & Cash Equivalents		1,601,732,599	1,374,144,309	1,491,663,166

As per our Report Annexed

For N M RAIJI & Co.
Chartered AccountantsY N THAKKAR
Partner

Mumbai: 14th July, 2011

By Order of the Board of Directors
For Sonata Software LimitedB RAMASWAMY
Vice Chairman
& Managing Director

Bangaluru: 14th July, 2011

SONATA SOFTWARE LIMITED

Schedule 1: Selected Explanatory notes to Consolidated Financial Statements

Significant Accounting Policies

There are no changes in the accounting policies during the quarter ended 30th June, 2011

The significant accounting policies of the company relate to fixed asset & depreciation, investments, inventories, sales & services, foreign currency transactions & retirement benefits.

1. Segment Reporting

Amount in Rs.

<i>Particulars</i>	<i>*Domestic</i>	<i>**International</i>	<i>Total</i>
Segment Revenue	1,263,634,788	2,076,334,385	3,339,969,173
	(1,349,691,004)	(1,983,368,718)	(3,333,059,722)
Segment Result	563,146	175,695,368	176,258,514
	(54,252,980)	(225,576,839)	(279,829,819)
Segment Capital Employed	990,554,620	3,721,753,415	4,712,308,035
	(784,198,749)	(3,423,660,678)	(4,207,859,427)

Previous period's figures are shown in brackets

Geographical Areas:

* Domestic= India (Products & Services)

** International= Rest of the World (Export - Software Service and Products)

2. Previous period's figures have been regrouped, wherever necessary to conform to current period's classification.

3. Significant changes in Contingent Liabilities:

Sonata Software Limited

During the quarter the company has received favorable order from Karnataka appellate tribunal for KVAT of Rs. 6,813,800

TUI Infotec GmbH

The Company has provided a letter of comfort with close security purpose to Commerzbank AG for an amount of Rs. 52,633,240 towards credit approval granted to ACCOR-RVS Accounting & Consulting GmbH

As per our Report annexed

By Order of the Board of Directors

For N M RAIJI & Co.

For Sonata Software Limited

Chartered Accountants

Y N THAKKAR

B RAMASWAMY

Partner

Vice Chairman
& Managing Director

Mumbai: 14th July, 2011

Bangaluru: 14th July, 2011