

Nucleus Software Exports Ltd.

Consolidated Cash Flow Statement for the nine months ended 31 December 2008

	For the nine months ended		For the year ended
	31 December 2008	31 December 2007	31 March 2008
A. Cash flow from operating activities			
Net profit before tax	241,569,842	478,852,357	644,626,277
<i>Adjustment for:</i>			
Depreciation	101,362,875	86,094,727	118,463,957
Exchange difference on translation of foreign currency accounts	70,879,897	(22,536,203)	(2,087,636)
Dividend received from non trade investments	(14,503,773)	(13,816,188)	(21,405,254)
Interest on fixed deposits	(14,345,535)	(779,227)	(1,378,783)
Profit on sale of investments	(66,988,868)	(24,624,815)	(24,833,708)
Amortisation of employees compensation expenses	3,236,418	4,803,525	5,990,268
Profit on sale of fixed assets (net)	-	(657,591)	(907,591)
Loss on assets discarded	-	-	-
Bad debts / advances written off	-	-	-
Advances and other current assets written off	21,414,337	2,801,772	6,609,696
Provision for doubtful debts / advances	15,688,652	7,967,592	6,838,935
Operating profit before working capital changes	358,313,845	518,105,949	731,916,160
Decrease / (increase) in debtors	(158,570,029)	46,034,025	(129,881,015)
Decrease / (increase) in loans and advances	(12,246,696)	(31,085,443)	(73,086,724)
Decrease / (increase) in other current assets	(75,367,595)	(133,198,839)	(150,102,474)
(Decrease) / increase in current liabilities	113,588,626	(95,305,172)	(112,621,714)
Direct taxes paid	225,718,152	304,550,519	266,224,233
Fringe benefit tax paid	(5,330,686)	(24,659,144)	(12,286,599)
Net cash from operating activities (A)	168,076,857	269,921,687	243,967,947
B. Cash flow from investing activities			
Purchase of fixed assets/capital work in progress	(167,290,208)	(114,274,579)	(159,203,099)
Sale of fixed assets	-	2,560,333	4,350,823
Purchase of current investments	(1,475,438,817)	-	-
Proceeds on sale of current investments	2,445,611,303	(196,079,117)	(190,757,464)
Interest on fixed deposits	2,563,520	907,903	1,371,927
Tax paid	(8,328,303)	(1,867,677)	(2,067,602)
Dividend received from non trade investments	14,503,773	13,816,188	21,405,254
Net cash used in investing activities (B)	811,621,268	(294,936,949)	(324,900,161)
C. Cash flow from financing activities			
Dividend paid (including corporate dividend tax thereon)	(113,603,399)	-	(16,995,000)
Advance pursuant to employee stock option scheme	360,000	5,191,800	5,191,800
Net cash used in financing activities (C)	(113,243,399)	5,191,800	(11,803,200)
Net (decrease) / increase in cash and cash equivalents	866,454,727	(19,823,461)	(92,735,413)
Opening cash and cash equivalents	175,019,463	268,251,436	268,251,436
Effect of exchange rate change	753,568	(660,615)	(496,560)
Closing cash and cash equivalents *	1,042,227,758	247,767,360	175,019,462