

**Profit and Loss Account for the year ended March 31, 2006**

(Amount in Rupees)

Particulars	Schedule Reference	March 31, 2006	March 31, 2005
<b>I. Income</b>			
Operating Income	12	574,386,510	445,977,969
Other Income	13	38,484,637	117,206,725
		<b>612,871,147</b>	<b>563,184,694</b>
<b>II. Expenditure</b>			
Administration and Other Expenditure	14	73,611,869	54,263,109
Finance Charges	15	182,012,334	254,393,586
Depreciation		2,176,197	2,545,998
Amortisation of Miscellaneous Expenditure (net)		-	9,691,666
		<b>257,800,400</b>	<b>320,894,359</b>
<b>III. Profit Before Taxation</b>		<b>355,070,747</b>	<b>242,290,335</b>
Provision for Taxation			
- Current (relating to earlier years)		20,535	(134,700)
- Deferred		(815,376)	(1,382,892)
- Fringe Benefit Tax		410,778	-
		<b>355,454,810</b>	<b>243,807,927</b>
<b>IV. Profit After Taxation</b>		<b>384,261,309</b>	<b>712,960,722</b>
Surplus brought forward from previous year			
<b>V. Profit available for Appropriation</b>		<b>739,716,119</b>	<b>956,768,649</b>
Preference Dividend		-	15,483,801
Tax on Dividend		-	2,023,539
Debenture Redemption Reserve		37,500,000	370,000,000
Capital Redemption Reserve		-	185,000,000
Issue of Bonus Shares		99,312,546	-
<b>VI. Available Surplus carried to Balance Sheet</b>		<b>602,903,573</b>	<b>384,261,309</b>
Earnings per Share (Rs.) - Basic and Diluted		1.34	0.86
Statement on Significant Accounting Policies and Notes to the Accounts	16		

The Schedules referred to above form an integral part of the Profit and Loss Account.

This is the Profit and Loss Account referred to in our report of even date.

**For and on behalf of the Board of Directors**

Sd/-  
**P. Rama Krishna**  
 Partner  
 For and on behalf of  
**Price Waterhouse**  
 Chartered Accountants

Sd/-  
**G.M.Rao**  
 Chairman &  
 Managing Director

Sd/-  
**G B S Raju**  
 Group Director &  
 Group CFO

Sd/-  
**A.S.Chelukupalli**  
 Company Secretary

Place : Hyderabad  
 Date : May 13, 2006

Place : Bangalore  
 Date : May 13, 2006

