

## Profit and Loss Account for the year ended March 31, 2007

(Amount in Rupees)

Particulars	Schedule	March 31, 2007	March 31, 2006
<b>I. Income</b>			
Operating Income	12	333,944,281	583,517,245
Other Income	13	7,400,943	24,752,839
		<b>341,345,224</b>	<b>608,270,084</b>
<b>II. Expenditure</b>			
Administration and Other Expenditure	14	87,086,545	69,010,806
Finance Charges	15	199,550,837	182,012,334
Depreciation		1,988,151	2,176,197
		<b>288,625,533</b>	<b>253,199,337</b>
<b>III. Profit Before Taxation</b>		<b>52,719,691</b>	<b>355,070,747</b>
Provision for Taxation			
- Current (relating to earlier years )		24,126,360	20,535
- Deferred		(1,704,494)	(815,376)
- Fringe Benefit Tax		1,515,910	410,778
<b>IV. Profit After Taxation</b>		<b>28,781,915</b>	<b>355,454,810</b>
Surplus brought forward from previous year		602,903,573	384,261,309
<b>V. Profit available for Appropriation</b>		<b>631,685,488</b>	<b>739,716,119</b>
Transfer (from)/to Debenture Redemption Reserve		(186,125,000)	37,500,000
Issue of Bonus Shares		-	99,312,546
<b>VI. Available Surplus carried to Balance Sheet</b>		<b>817,810,488</b>	<b>602,903,573</b>
Earnings per Share (Rs.) - Basic and Diluted		<b>0.09</b>	<b>1.34</b>
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  
Membership Number 22795  
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. Cherukupalli**  
Company Secretary

Place: Bangalore  
Date: June 30, 2007