

WIPRO LIMITED - STANDALONE
AUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2011

₹ in Million

	Particulars	Quarter ended March 31,		Year ended March 31,	
		2011	2010	2011	2010
1	Net Income from Sales/Services	71,784	61,409	263,407	231,776
2	Cost of Sales / Services				
	a) (Increase)/Decrease in stock in trade and work in progress	(791)	(365)	(316)	(1,110)
	b) Consumption of raw materials	3,613	3,243	10,857	9,892
	c) Purchase of traded goods	7,574	7,039	26,972	27,412
	b) Other expenditure	37,066	30,086	136,590	112,771
3	Gross Profit (1-2)	24,322	21,406	89,304	82,811
4	General and Administrative expenses	4,231	2,961	15,037	11,413
5	Selling and Distribution expenses	4,374	3,832	16,256	13,827
6	Depreciation	1,706	1,403	6,001	5,796
7	Operating Profit before interest (3) - (4+5+6)	14,011	13,210	52,010	51,775
8	Interest expense	314	(621)	1,360	(826)
9	Exceptional Items	-	-	-	-
10	Operating Profit after interest and Exceptional Items (7-8-9)	13,697	13,831	50,650	52,601
11	Other investment income	2,107	1,264	6,405	4,287
12	Profit from Ordinary Activities before tax (10+11)	15,804	15,095	57,055	56,888
13	Tax expense	2,428	2,728	8,618	7,908
14	Net Profit from Ordinary Activities after tax (12-13)	13,376	12,367	48,437	48,980
15	Extraordinary items (net of tax expense)	-	-	-	-
16	Net Profit for the period (14-15)	13,376	12,367	48,437	48,980
17	Paid up equity share capital (Face value Rs. 2 per share)	4,909	2,936	4,909	2,936
18	Reserves excluding Revaluation Reserves (as at balance sheet)	-	-	219,705	173,968
19	<u>EARNINGS PER SHARE (EPS)</u>				
	<i>Before extraordinary items (not annualised)</i>				
	Basic (in Rs.)	5.48	5.09	19.88	20.16
	Diluted (in Rs.)	5.46	5.06	19.78	20.03
	<i>After extraordinary items (not annualised)</i>				
	Basic (in Rs.)	5.48	5.09	19.88	20.16
	Diluted (in Rs.)	5.46	5.06	19.78	20.03
20	Public shareholding *				
	Number of shares	467,158,697	276,454,859	467,158,697	276,454,859
	Percentage of holding	19.03%	18.83%	19.03%	18.83%
21	Promoters and promoter group shareholding				
	a) Pledged/Encumbered				
	-Number of shares	Nil	Nil	Nil	Nil
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil
	-Percentage of shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil
	b) Non-encumbered				
	-Number of shares	1,945,953,763**	1,167,572,260**	1,945,953,763**	1,167,572,260**
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100%	100%	100%	100%
	-Percentage of shares (as a % of the total share capital of the company)	79.28%	79.52%	79.28%	79.52%
	Details of expenditure				
	Items exceeding 10% of total expenditure				
	Employee Cost	29,146	24,045	109,374	90,628
	Sub contracting/technical fees/third party application	6,880	5,776	26,151	19,839

* Public shareholding as defined under clause 40A of the listing agreement (excludes shares beneficially held by promoters and holders of American Depository Receipt)

** Includes 10,843,333 (March 31, 2010: 6,506,000) equity shares on which Promoter does not have beneficiary interest.

Status of redressal of Complaints received for the period January1, 2011 to March 31, 2011						
Sl no.	Nature of the complaint	Nature	Opening balance 01.01.2011	Complaints received during the quarter	Complaints disposed during the quarter	Unresolved
1	Non-Receipt of Securities	Complaint	-	9	9	-
2	Non Receipt of Annual Reports	Complaint	-	6	6	-
3	Correction / Duplicate/ Revalidation of dividend warrants	Request	-	69	69	-
4	SEBI/Stock Exchange Complaints	Complaint	-	3	3	-
5	Non Receipt of Dividend warrants	Complaint	-	199	196	3
	TOTAL		-	286	283	3

There are certain pending cases relating to disputes over title to shares in which the company has been made a party. However, these cases are not material in nature.

Statement of assets and liabilities

₹ in Million

Particulars	As of March 31,	
	2011	2010
Shareholders' funds		
(a) Share Capital	4,909	2,936
(b) Share application money pending allotment	7	18
(c) Reserves and Surplus	219,705	173,968
Loan funds	47,441	55,302
Fixed assets (including goodwill)	48,402	46,474
Investment	108,134	89,665
Deferred tax asset (net)	108	348
Current assets, loans and advances		
(a) Inventories	7,249	6,069
(b) Sundry Debtors	54,378	47,547
(c) Cash and Bank balances	52,033	56,643
(d) Loans and Advances	68,989	54,846
Less: Current Liabilities and provisions		
(a) Liabilities	50,588	47,060
(b) Provisions	16,643	22,308

Notes :

- The above audited interim financial results were approved by the Board of Directors of the Company at its meeting held on April 27, 2011.
- The audited interim financial results have been prepared from the audited condensed interim financial statements for the quarter ended March 31, 2011. The financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention on the accrual basis, except for certain financial instruments which are measured on a fair value basis. GAAP comprises Accounting Standards specified in the Companies (Accounting Standards) Rules, 2006, Accounting Standards

issued by the Institute of Chartered Accountants of India (ICAI) and other generally accepted accounting principles in India.

The condensed interim financial statements have been prepared in accordance with the recognition, measurement and disclosure provisions of AS 25, Interim Financial Reporting issued pursuant to the Companies (Accounting Standards) Rules, 2006 and by the ICAI. The accounting policies followed in preparation of the condensed interim financial statements are consistent with those followed in the preparation of the annual financial statements as of and for the year ended March 31, 2010. Further, there has been no change in the accounting policies during the quarter ended March 31, 2011.

3. The total revenues represent the aggregate revenue and includes foreign exchange gains/ (losses), net.
4. The Company has adopted AS 30, Financial Instruments – Recognition and Measurement and the limited revisions to other accounting standards except to the extent the provisions of AS 30 are in conflict with particular sections of other accounting standards; AS 4, Contingencies and Events Occurring after Balance sheet date, to the extent it deals with contingencies, AS 11(revised 2003), The Effects of Changes in Foreign Exchange Rates, to the extent it deals with the ‘forward exchange contracts’ and AS 13 Accounting for Investments, except to the extent it relates to accounting for investment properties.

Accordingly, the Company continues to comply with the guidance under these accounting standards; AS 4- relating to Contingencies, AS 11- relating to Forward Contracts and AS 13- relating to Investments.

The Company has designated USD 262 Million (March 31, 2010: USD 262 Million) and Euro 40 Million (March 31, 2010: Euro 40 Million) of derivative contracts as hedges of its net investments in non- integral foreign operations. The Company has also designated a yen-denominated foreign currency borrowing amounting to JPY 16.5 Billion (March 31, 2010: JPY 18 Billion), along with a floating for floating Cross-Currency Interest Rate Swap (CCIRS), as a hedging instrument to hedge its net investment in a non-integral foreign operation. Further, the Company has also designated yen-denominated foreign currency borrowing amounting to JPY 8 Billion (March 31, 2010: JPY 8 Billion) along with floating for fixed CCIRS as cash flow hedge of the yen- denominated borrowing and also as a hedge of net investment in a non-integral foreign operation. As equity investments in non integral foreign subsidiaries/operations are stated at historical cost, in these standalone condensed interim financial statements, the changes in fair value of forward contracts, the yen-denominated foreign currency borrowing and the related CCIRS amounting to gain/ (loss) of ₹67 Million and ₹326 Million for the quarter and the year ended March 31, 2011, respectively has been recorded in the profit and loss account (quarter and the year ended March 31, 2010: ₹884 Million and ₹4,378 Million respectively)

5. As of March 31, 2011 the Company has recognised losses of ₹1,676 Million (March 31, 2010: ₹5,099 Million) relating to derivative financial instruments that are designated as effective cash flow hedges in the shareholders’ fund.

The following table presents the aggregate contracted principal amounts of the Company’s derivative contracts outstanding as at:

(In Million)

Particulars	As at March 31, 2011	As at March 31, 2010
Designated derivative instruments		
<i>Sell</i>	\$901.3	\$1,518
	£21.0	£31
	¥3026.2	¥4,578
	AUD 4.0	AUD 7
	CHF 6.0	-
	€ 2.0	-
Non Designated Derivative Instruments		
<i>Cross currency swaps</i>	¥31511.0	¥33,014
<i>Sell</i>	\$788.0	\$307

	£40.0	£38
	AUD 13.0	-
	€88.0	€69
Buy	\$616.8	\$492

6. Employees covered under Stock Option Plans and Restricted Stock Unit (RSU) Option Plans are granted an option to purchase shares of the Company at the respective exercise prices, subject to requirements of vesting conditions. These options generally vest over a period of five years from the date of grant. Upon vesting, the employees can acquire one equity share for every option. The maximum contractual term for aforementioned stock option plans is generally 10 years.

The stock compensation cost is computed under the intrinsic value method and amortised on a straight line basis over the total vesting period. The Company has granted Nil and 6,661,180 options under RSU Options Plan during the quarter and year ended March 31, 2011 respectively, (for the quarter and the year ended March 31, 2010: Nil and 142,100 options, respectively). For the quarter and year ended March 31, 2011, the Company has recorded stock compensation expense of ₹325 Million and ₹1,310 Million, respectively (quarter and the year ended March 31, 2010: ₹243 Million, and ₹1,224 Million, respectively)

7. Earnings per share and number of shares outstanding for the quarter and year ended March 31, 2010, have been adjusted for the two equity shares for every three equity shares stock dividend approved by the shareholders on June 4, 2010.
8. Segment information has been disclosed in the consolidated financial results for the quarter and the year ended March 31, 2011.
9. The Board of Directors recommended a final dividend of ₹4 per share (200% on an equity share of par value of ₹2 each) for the year ended March 31, 2011. The payment is subject to the approval of the shareholders in the ensuing Annual General Meeting of the Company.
10. Pursuant to the scheme of amalgamation approved by the Honourable High Courts of Karnataka and Bombay, Wipro Yardley Consumer Care Private Limited has been merged with the Company with retrospective effect from April 1, 2010, the Appointed date. The amalgamation has been accounted as 'amalgamation in the nature of merger' in accordance with the terms of the Order. The excess of purchase consideration over the net assets of the undertaking amounting to ₹0.08 Million has been adjusted against capital reserve of the Company. The merger order was received subsequent to March 31, 2011 but prior to the issuance of the condensed interim financial statement, therefore the financial results of the above undertaking for the period April 1, 2010 to March 31, 2011 have been included in the quarter ended March 31, 2011 of the Company. The revenues and profits of the undertaking for the period April 1, 2010 to March 31, 2011 included in the quarter ended March 31, 2011 aggregate to ₹449 Million and ₹9 Million, respectively.
11. Corresponding figures for previous periods presented have been regrouped, where necessary, to conform to the current period's classification.

Place: Bangalore

Date: April 27, 2011

By order of the board,

Azim H Premji
Chairman