

**CRISIL LIMITED
ACCOUNTS OF SUBSIDIARIES**

SR. NO.	NAME OF SUBSIDIARY	PG NO.
1	CRISIL CREDIT INFORMATION SERVICES LIMITED	1
2	CRISIL IREVNA ARGENTINA S.A	6
3	CRISIL IREVNA POLAND Sp. z.o.o	23
4	CRISIL RISK AND INFRASTRUCTURE SOLUTIONS LIMITED	40
5	IREVNA LIMITED	59
6	IREVNA LLC	77
7	PIPAL RESEARCH ANALYTICS AND INFORMATION SERVICES INDIA PRIVATE LIMITED	89

CRISIL CREDIT INFORMATION SERVICES LIMITED

CRISIL CREDIT INFORMATION SERVICES LIMITED
Balance Sheet as at December 31, 2010

	As at December 31, 2010 Rupees	As at December 31, 2009 Rupees
Sources of Funds		
Shareholders' Funds		
Share Capital	500,000	500,000
Authorised :		
50,000 Equity Shares of Rs.10 each		
Issued, Subscribed & Paid up :		
50,000 Equity Shares of Rs 10 each fully paid up		
(All the shares are held by the holding company, CRISIL Limited. The ultimate holding company is The McGraw-Hill Companies, Inc., U.S.A)		
TOTAL	500,000	500,000
Application of Funds		
Current Assets, Loans & Advances		
Bank Balance	416,474	439,001
Less :Current Liabilities & Provisions		
Current Liabilities :		
Sundry Creditors	11,030	22,472
Provisions	-	-
	11,030	22,472
Net Current Assets	405,444	416,529
Debit Balance in Profit and Loss Account	94,556	83,471
	500,000	500,000

Significant Accounting Policies and Notes to the Accounts - Schedule A

The schedules referred to above and notes to accounts form an integral part of the accounts.

As per our report attached.

For and on behalf of the Board

For Hemani & Co.
Chartered Accountants

Arun Panicker, Director

Shailesh A. Hemani
Proprietor
Membership No.: 33117
Mumbai : 24th January, 2011

Dinesh Sharma, Director

Mumbai : 24th January, 2011

CRISIL CREDIT INFORMATION SERVICES LIMITED
Profit and Loss Account for the period ended December 31, 2010

	Period ended December 31, 2010 Rupees	Year ended December 31, 2009 Rupees
Income	-	-
Expenditure		
Auditors Remuneration	11,030	11,236
Bank Charges	55	114
Registration and Listing Fees	-	2,612
Professional Fees	-	-
	11,085	13,962
Loss before Tax	(11,085)	(13,962)
Less : Provision for Taxation	-	-
Loss after Tax	(11,085)	(13,962)
Brought Forward Loss	(83,471)	(69,509)
Balance Carried to Balance Sheet	(94,556)	(83,471)
Earnings Per Share - Nominal value of Rs.10	(0.22)	(0.28)

Significant Accounting Policies and Notes to the Accounts - Schedule A

The schedules referred to above and notes to accounts form an integral part of the accounts.

As per our report attached.

For and on behalf of the Board

For Hemani & Co.
Chartered Accountants

Arun Panicker, Director

Shailesh A. Hemani
Proprietor
Membership No.: 33117

Dinesh Sharma, Director

Mumbai : 24th January, 2011

Mumbai : 24th January, 2011

CRISIL CREDIT INFORMATION SERVICES LIMITED
Cash Flow Statement for the period ended December 31, 2010

	Period Ended Dec 31, 2010 Rupees	Year Ended Dec 31 ,2009 Rupees
A. Cash Flow from Operating Activities :		
Loss Before Tax	(11,085)	(13,962)
Adjustments for :		
Operating Profit before Working Capital changes	(11,085)	(13,962)
Movements in Working Capital		
- Increase/ (Decrease) in sundry creditors	(11,442)	11,236
Cash generated from Operations	(22,527)	(2,726)
B. Cash Flow from Investing Activities :	Nil	Nil
C. Cash Flow from Financing Activities :		
Proceeds from issuance of Share Capital	-	-
Net Increase/(decrease) in Cash and Cash Equivalents (A+B+C)	(22,527)	(2,726)
Cash and Cash Equivalents (Opening balance)	439,001	441,727
Cash and Cash Equivalents (Closing balance)	416,474	439,001
Net Increase/(decrease) in Cash and Cash Equivalents	(22,527)	(2,726)
Components of Cash and Cash Equivalents as at		
With Banks on Current Account	416,474	439,001
	416,474	439,001

Significant Accounting Policies and Notes to the Accounts - Schedule A

The schedules referred to above and notes to accounts form an integral part of the accounts.

As per our report attached.

For and on behalf of the Board

For Hemani & Co.
Chartered Accountants

Arun Panicker, Director

Shailesh A. Hemani
Proprietor
Membership No.: 33117
Mumbai : 24th January, 2011

Dinesh Sharma, Director

Mumbai : 24th January, 2011

Schedule A

Significant Accounting Policies and Notes to the Accounts - Schedule A

1 Basis of Preparation

The financial statements have been prepared to comply in all material respects in respects with the Notified accounting standard by Companies Accounting Standards Rules, 2006 and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared under the historical cost convention on an accrual basis.

2 The Company has no amounts due to any Micro / Small / Medium enterprise as defined under Section 7 (1) (a) / 7 (1) (b) or 7 (1) of Micro, Small & Medium Enterprises Development Act, 2006.

3 Information pursuant to para 3,4,4C and 4D of Schedule VI Part II is not applicable.

4 Related Party Disclosure :

Name	Relationship	Nature of Transaction	Period ended December 31, 2010 Rupees	Year ended December 31, 2009 Rupees
CRISIL Limited	Holding Company	Share Capital Outstanding	500,000	500,000

5 The company is making an application under Easy Exit Scheme introduced by Ministry of Company Affairs for having its name striked off under section 560 of the Companies' Act.

For and on behalf of the Board

Arun Panicker, Director
Mumbai : 24th January, 2011

Dinesh Sharma, Director

**CRISIL IREVNA ARGENTINA
S.A.**

CRISIL IREVNA ARGENTINA S.A

Financial Statements For the fiscal years
Ended December 31, 2010 and 2009
Fiscal Year No.4
Disclosed for comparative purposes
(Stated in Argentine Pesos)

These financial statements are the English translation of those originally issued in Spanish signed by public accountant and certified by the professional council in economics of the city of Buenos Aires.

AUDITOR'S REPORT

To the Shareholders and Directors of
CRISIL IREVNA ARGENTINA S.A.
Tax Identification No.: 30-71014209-9
Legal Address: Reconquista 1088, 9th Floor
City of Buenos Aires

I have examined the financial statements of **CRISIL IREVNA ARGENTINA S.A.** detailed in section 1 below. The preparation and issuance of said financial statements is responsibility of the Company's Board of Directors. My responsibility is to issue an opinion on such financial statements within the scope mentioned in section 2.

1. AUDITED FINANCIAL STATEMENTS

- 1.1. Balance sheet as of December 31, 2010 and 2009.
- 1.2. Income statement for the fiscal years ended December 31, 2010 and 2009.
- 1.3. Statement of changes in the shareholders' equity for the fiscal years ended December 31, 2010 and 2009.
- 1.4. Statement of cash flows for the fiscal years ended December 31, 2010 and 2009.
- 1.5. Notes 1 to 6 and exhibits I to V integral part of the financial statements as of December 31, 2010 and 2009.

2. SCOPE OF THE AUDIT

I conducted the audit in accordance with the current auditing standards approved by the Professional Council in Economics of the City of Buenos Aires. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. An audit process basically involves the application of selective proofs to obtain evidence supporting the amounts, disclosures and those relevant estimates made by the Company's Board of Directors and the revision of the compliance with the current professional accounting standards.

3. OPINION

In my opinion, the financial statements detailed in section 1 fairly present, in all material aspects, the financial position of **CRISIL IREVNA ARGENTINA S.A.** as of December 31, 2010 and 2009, the results of operations, the changes in the shareholders' equity and the cash flow for the fiscal years then ended, in accordance with the professional accounting standards in force.

4. SPECIAL INFORMATION REQUIRED BY THE PROVISIONS IN FORCE

In compliance with the legal provisions in force I inform that:

4.1. The above-mentioned financial statements result from the accounting records kept in their formal aspects in compliance with the legal rules.

4.2. As it is disclosed in the accounting records at December 31, 2010 , the accrued debts for retirement and pension contributions in favor of the *Administración Nacional de Seguridad Social* amounted to AR\$ 179,827, not payable at that date.

Buenos Aires, January 07, 2011.

Adriana Graciela Raffaelli
Public Accountant (U.C.A.)
C.P.C.E.C.A.B.A. V. 125 – F. 65

CRISIL IREVNA ARGENTINA S.A

Name of the company:	CRISIL IREVNA ARGENTINA S.A.	
Legal address:	Reconquista 1088 9th Floor, City of Buenos Aires.	
Main business of the company:	Development of services and analysis of financial information.	
Number of Registration with the Office of Corporations:	1,784,293	
Tax Identification Number:	30-71014209-9	
Date of Registration with the Public Registry of Commerce:	Of the by-laws:	May 21, 2007
	Of the amendments:	February 24, 2009
Expiration date of the by-laws:	April 26, 2106	
Parent Company:		
Name:	CRISIL LIMITED	
Legal address:	Av. Leandro N. Alem 928, 7th Floor, Office 721, City of Buenos Aires	
Main business of the company:	Services of financial analysis	
Ownership Interest:	95%	

FISCAL YEAR NUMBER 4

BEGINNING JANUARY 1, 2010

BALANCE SHEET AS OF DECEMBER 31, 2010

DISCLOSED FOR COMPARATIVE PURPOSES WITH THE PRIOR FISCAL YEAR

(In Argentine Pesos - note 1.2.)

Capital Stock (Note 4)	Subscribed	Paid-in
741,072 non edorsables, registered shares, entitled to 1 vote per share, AR\$ 1 nominal value each.	741,072	741,072
TOTAL	741,072	741,072

Signed for identification purposes See my auditor's report dated January 7, 2011 Adriana Graciela Raffaelli Public Accountant (U.C.A.) C.P.C.E.C.A.B.A. V. 125 – F. 65	Gustavo Javier Araujo Chairman
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CRISIL IREVNA ARGENTINA S.A

CRISIL IREVNA ARGENTINA S.A.
 Number of Registration with the Office of Corporations: 1,784,293
Balance sheet as of December 31, 2010 and 2009

(In Argentine Pesos - note 1.2.)

ASSETS	12/31/2010	12/31/2009	LIABILITIES	12/31/2010	12/31/2009
CURRENT ASSETS			CURRENT LIABILITIES		
Cash and Banks (Exhibit I)	511,513	517,490	Trade Accounts Payable (Exhibit I)	151,910	55,050
Trade Receivables (Exhibit I, IV and Note 3. b)	827,509	1,063,935	Payroll and Social Security Taxes (Exhibit I)	964,090	659,967
Other Receivables (Exhibit I)	615,809	280,826	Taxes Payable (Exhibit I)	37,785	126,188
Total Current Assets	1,954,831	1,862,251	Total Current Liabilities	1,153,785	841,205
NON CURRENT ASSETS			NON CURRENT LIABILITIES		
Other Receivables (Exhibit I and IV)	138,291	-	Taxes Payable (Exhibit I)	94,785	31,950
Fixed Assets (Exhibit II)	1,104,745	513,688	Total Non Current Liabilities	94,785	31,950
Total Non Current Assets	1,243,036	513,688	Total Liabilities	1,248,570	873,155
			SHAREHOLDERS' EQUITY (as per the respective statement)	1,949,297	1,502,784
Total Assets	3,197,867	2,375,939	Total Liabilities and Shareholders' Equity	3,197,867	2,375,939

The accompanying notes and exhibits are integral part of the financial statements.

Adriana Graciela Raffaelli
 Public Accountant (U.C.A.)
 C.P.C.E.C.A.B.A. V. 125 – F. 65
 See auditor's report by separate statement

Gustavo Javier Araujo
 Chairman

CRISIL IREVNA ARGENTINA S.A

CRISIL IREVNA ARGENTINA S.A.
 Number of Registration with the Office of Corporations: 1,784,293
Income Statement
 for the fiscal years ended December 31, 2010 and 2009

(In Argentine Pesos - note 1.2.)

	31/12/2010	31/12/2009
Services rendered (note 3.c)	8,104,312	5,702,499
Cost of the services rendered (Exhibit III)	(6,474,772)	(4,514,068)
Gross income	1,629,540	1,188,431
Administrative expenses (Exhibit III)	(671,044)	(446,326)
Selling expenses (Exhibit III)	(276,719)	(197,581)
Net financial income (expense) (Exhibit I)	24,983	(13,889)
Earnings before the income tax	706,760	530,635
Income Tax (Note 2. f.)	(260,247)	(185,723)
Income for the Year	446,513	344,912

The accompanying notes and exhibits are integral part of the financial statements.

Adriana Graciela Raffaelli
 Public Accountant (U.C.A.)
 C.P.C.E.C.A.B.A. V. 125 – F. 65
 See auditor's report by separate statement

Gustavo Javier Araujo
 Chairman

CRISIL IREVNA ARGENTINA S.A.
 Number of Registration with the Office of Corporations: 1,784,293
Statement of Changes in the Shareholders' Equity
 for the fiscal years ended December 31, 2010 and 2009

(In Argentine Pesos - note 1.2.)

	Owners' Contributions		Accumulated income			Total Shareholders' Equity 12/31/2010	Total Shareholders' Equity 12/31/2009
	Capital Social (note 4)	Total	Legal Reserve	Voluntary Reserve	Retained Earnings		
Initial Balance	741,072	741,072	17,416	399,384	344,912	1,502,784	1,157,872
Reserves set up according to Minute of Ordinary Meeting No. 4 dated April 21, 2010	-	-	17,246	327,666	(344,912)	-	-
Income for the year	-	-	-	-	446,513	446,513	344,912
Balances at year-end	741,072	741,072	34,662	727,050	446,513	1,949,297	1,502,784

The accompanying notes and exhibits are integral part of the financial statements.

Adriana Graciela Raffaelli
 Public Accountant (U.C.A.)
 C.P.C.E.C.A.B.A. V. 125 – F. 65
 See auditor's report by separate statement

Gustavo Javier Araujo
 Chairman

CRISIL IREVNA ARGENTINA S.A

CRISIL IREVNA ARGENTINA S.A.
 Number of Registration with the Office of Corporations: 1,784,293
Statement of Cash Flow
 for the fiscal years ended December 31, 2010 and 2009

(In Argentine Pesos - note 1.2.)

	12/31/2010	12/31/2009
Cash Variations		
Cash at the beginning of the year	517,490	985,568
Cash at year-end	511,513	517,490
Net cash (decrease)	(5,977)	(468,078)
Causes of cash variation		
Operating activities		
Ordinary income for the year	446,513	344,912
Adjustment to obtain the net cash flow arising from operating activities		
Fixed assets depreciation	303,788	217,578
Income Tax	260,247	185,723
Changes in operating assets and liabilities		
Decrease (Increase) in trade receivables	236,426	(1,063,935)
(Increase) Decrease in other receivables	(473,274)	64,221
Increase (Decrease) in trade accounts payable	96,860	(43,461)
Increase in payroll and social security taxes	304,123	83,762
Decrease in taxes payable	(285,815)	(138,435)
Net cash flow generated by (used in) operating activities	888,868	(349,635)
Investment Activities		
Payments for purchases of fixed assets	(894,845)	(118,443)
Net cash flow used in investment activities	(894,845)	(118,443)
Net cash (decrease)	(5,977)	(468,078)

The accompanying notes and exhibits are integral part of the financial statements.

Adriana Graciela Raffaelli
 Public Accountant (U.C.A.)
 C.P.C.E.C.A.B.A. V. 125 – F. 65
 See auditor's report by separate statement

Gustavo Javier Araujo
 Chairman

CRISIL IREVNA ARGENTINA S.A

EXHIBIT I

CRISIL IREVNA ARGENTINA S.A.
 Number of Registration with the Office of Corporations: 1,784,293
Breakdown of main items
 for the fiscal years ended December 31, 2010 and 2009

(In Argentine Pesos - note 1.2.)

	12/31/2010	12/31/2009
Cash and banks		
Cash in Argentine pesos	14,855	7,261
Banks in Argentine pesos	496,658	510,229
Total	511,513	517,490
Trade receivables		
Trade receivables (Exhibit IV and Note 3. b)	827,509	1,063,935
Total	827,509	1,063,935
Other receivables		
Current		
Directors' fees prepayments	4,471	4,262
Provision of board of directors' fees	(4,471)	(4,262)
VAT credit balance	556,804	278,826
Income Tax Prepayments	184,129	-
Tax on bank credits	3,298	-
Income Tax (Note 2. f.)	(141,318)	-
Insurance to be accrued	5,209	-
Other receivables	7,687	2,000
Total	615,809	280,826
Non Current		
Security deposits (Exhibit IV)	138,291	-
Total	138,291	-
Trade accounts payable		
Suppliers	28,850	16,964
Provision for expenses	123,060	38,086
Total	151,910	55,050
Payroll and social security taxes		
Social Security Taxes	179,827	98,894
Provision for bonus and social security taxes	593,775	462,435
Provision for vacations	190,488	98,638
Total	964,090	659,967
Taxes payable		
Current		
Turnover tax payable	27,567	18,141
Turnover tax withholding/collection-at-source	(3,370)	(3,414)
Turnover tax credit balance	(850)	(60)
Income Tax	-	189,476
Income tax prepayment	-	(88,782)
Tax on bank credits	-	(1,733)
Income tax withholding to be deposited	14,438	12,560
Total	37,785	126,188
Non Current		
Deferred liabilities	94,785	31,950
Total	94,785	31,950

Adriana Graciela Raffaelli
 Public Accountant (U.C.A.)
 C.P.C.E.C.A.B.A. V. 125 – F. 65
 See auditor's report by separate statement

Gustavo Javier Araujo
 Chairman

	12/31/2010	12/31/2009
Financial income (expense)		
Generated by Assets		
Interest - Income	8,044	10,663
Exchange Difference Loss (Gain)	16,949	(24,286)
Generated by Liabilities		
Interest - Expense	(10)	(266)
Total - Expense	24,983	(13,889)

Adriana Graciela Raffaelli
 Public Accountant (U.C.A.)
 C.P.C.E.C.A.B.A. V. 125 – F. 65
 See auditor's report by separate statement

Gustavo Javier Araujo
 Chairman

CRISIL IREVNA ARGENTINA S.A

EXHIBIT II

CRISIL IREVNA ARGENTINA S.A.
 Number of Registration with the Office of Corporations: 1,784,293
Fixed assets
 for the fiscal years ended December 31, 2010 and 2009

(In Argentine Pesos - note 1.2.)

Concept	Value at the beginning of the year	Additions	Value at year-end	Depreciation			Accumulated at year-end	Net Book Value
				Accumulated at the beginning of the year	For the year			
					Rate %	Amount		
Furniture and fixture	89,337	244,875	334,212	12,910	10.00%	16,789	29,699	304,513
Installations	94,266	-	94,266	18,909	10.00%	9,427	28,336	65,930
Hardware	586,381	362,106	948,487	239,157	33.33%	237,794	476,951	471,536
Telephone Equipment	26,857	49,260	76,117	12,177	33.33%	14,201	26,378	49,739
Safety Equipment	29,227	9,805	39,032	29,227	33.33%	1,316	30,543	8,489
Office Improvements	-	228,799	228,799	-	33.33%	24,261	24,261	204,538
Total as of 12/31/2010	826,068	894,845	1,720,913	312,380	-	303,788	616,168	1,104,745
Total as of 12/31/2009	707,625	118,443	826,068	94,802	-	217,578	312,380	513,688

Adriana Graciela Raffaelli
 Public Accountant (U.C.A.)
 C.P.C.E.C.A.B.A. V. 125 – F. 65
 See auditor's report by separate statement

Gustavo Javier Araujo
 Chairman

CRISIL IREVNA ARGENTINA S.A

EXHIBIT III

CRISIL IREVNA ARGENTINA S.A.
 Number of Registration with the Office of Corporations: 1,784,293
Information required under section 64 subsection b) of Law No. 19,550
 for the fiscal years ended December 31, 2010 and 2009

(In Argentine Pesos - note 1.2.)

Items	Total	Cost of Services Rendered	Selling Expenses	Administrative Expenses
Salaries	4,011,568	3,931,421	-	80,147
Social security taxes	924,447	905,361	-	19,086
Fringe benefits	87,006	82,656	-	4,350
Rentals, maintenance expenses and services	817,018	735,316	-	81,702
Representation expenses	4,891	-	4,891	-
Office maintenance and expenses	72,455	65,209	-	7,246
Printing and stationary	14,400	-	-	14,400
Administrative expenses	6,699	6,699	-	-
Fees and payments for services	413,336	227,688	-	185,648
Board of directors' fees	4,471	-	-	4,471
Depreciation	303,788	273,409	-	30,379
Bank charges	14,749	-	-	14,749
Travelling expenses	44,283	39,855	-	4,428
Telephones, communications and mailing	115,717	104,145	-	11,572
Insurances	10,930	9,837	-	1,093
Events	18,440	-	-	18,440
Training	93,176	93,176	-	-
Turnover tax	271,828	-	271,828	-
Other taxes and contributions	193,333	-	-	193,333
Total as of 12/31/2010	7,422,535	6,474,772	276,719	671,044
Total as of 12/31/2009	5,157,975	4,514,068	197,581	446,326

Adriana Graciela Raffaelli
 Public Accountant (U.C.A.)
 C.P.C.E.C.A.B.A. V. 125 – F. 65
 See auditor's report by separate statement

Gustavo Javier Araujo
 Chairman

CRISIL IREVNA ARGENTINA S.A

EXHIBIT IV

CRISIL IREVNA ARGENTINA S.A.
 Number of Registration with the Office of Corporations: 1,784,293
Foreign Exchange
 for the fiscal years ended December 31, 2010 and 2009

(In Argentine Pesos - note 1.2.)

Item	Amount	Type	Exchange Rate AR\$	Amount in Argentine Pesos 12/31/2010
CURRENT ASSETS				
Trade receivables				
Related parties	210,241	US\$	3.936	827,509
Total trade receivables				827,509
NON CURRENT ASSETS				
Other receivables				
Security deposit	35,135	US\$	3.936	138,291
Total other receivables				138,291
Total as of 12/31/2010				965,800
Total as of 12/31/2009				1,063,935

Adriana Graciela Raffaelli
 Public Accountant (U.C.A.)
 C.P.C.E.C.A.B.A. V. 125 – F. 65
 See auditor's report by separate statement

Gustavo Javier Araujo
 Chairman

CRISIL IREVNA ARGENTINA S.A

EXHIBIT V

CRISIL IREVNA ARGENTINA S.A.
 Number of Registration with the Office of Corporations: 1,784,293
Terms, interest rates, and updating guidelines of Investments, Loans, Receivables and Debts
 for the fiscal years ended December 31, 2010 and 2009

(In Argentine Pesos - note 1.2.)

	12/31/2010	12/31/2009
Receivables		
a) Total amount of past due receivables Up to 3 months	827,509	1,063,935
b) Total amount of receivables to be due Up to 3 months	-	3,414
Between 3 and 6 months	59,005	6,322
Over a year	138,291	-
c) Total amount of receivables without expiration Total Receivables	556,804	271,090
	1,581,609	1,344,761
Liabilities		
a) Total amount of past due liabilities Up to 3 months	342,398	153,688
b) Total amount of liabilities to be due Up to 3 months	812,237	584,293
Between 3 and 6 months	(850)	103,224
c) Total amount of liabilities without expiration Total liabilities	94,785	31,950
	1,248,570	873,155

Adriana Graciela Raffaelli
 Public Accountant (U.C.A.)
 C.P.C.E.C.A.B.A. V. 125 – F. 65
 See auditor's report by separate statement

Gustavo Javier Araujo
 Chairman

1. BASES OF PREPARATION OF THE FINANCIAL STATEMENTS

1.1. Accounting rules applied

These financial statements have been prepared in accordance with the current professional accounting standards approved by the Professional Council in Economics of the City of Buenos Aires (*C.P.C.E.C.A.B.A. for its acronym in Spanish*).

1.2. Restatement in homogenous currency

Pursuant to Executive Order No. 664/03 issued by the Executive Branch and General Resolution 04/03 issued by the Office of Corporations on April 16, 2003, it is established that from March 1, 2003 the institutions shall discontinue the application of the restatement method in homogenous currency provided for by Technical Resolution No. 6, and the amendments introduced under Technical Resolution No. 19, establishing that the last applicable index will be the one corresponding to February 2003. On the other hand and pursuant to the current professional accounting standards approved by the Professional Council in Economics of the City of Buenos Aires, the restatement of the financial statements in homogenous currency remained in full force and effect until September 30, 2003.

1.3 Information for Comparative Purposes

The Financial Statements are disclosed in two columns for comparative purposes with the prior fiscal year.

Certain reclassifications were made on the balances as of December 31, 2009 for comparative purposes with the balances of the fiscal year ended December 31, 2010.

2. VALUATION CRITERIA

The main accounting criteria applied to the preparation of the financial statements are as follows:

a) Monetary assets and liabilities:

Cash and banks, receivables and liabilities in local currency are mainly valued at their nominal value, adding, if applicable, the accrued interest at year-end, according to the specific clauses of each transaction.

b) Assets in foreign currency:

Assets in foreign currency are valued at the exchange rates in force at year-end for the settlement of these operations, adding, if applicable, the accrued interest at year-end, according to the specific clauses of each transaction. The exchange differences have been expensed in the income statement.

2. VALUATION CRITERIA (Cont'd)

c) Assets in foreign currency:

Assets in foreign currency are valued at the exchange rates in force at year-end for the settlement of these operations, adding, if applicable, the accrued interest at year-end, according to the specific clauses of each transaction. The exchange differences have been expensed in the income statement.

d) Fixed assets:

Fixed assets are valued at their acquisition cost.

Fixed assets are disclosed net of their corresponding accumulated depreciation.

The depreciation is calculated by the straight-line method based on the estimated useful life of the assets, applying monthly rates necessary to deplete such assets at the end of the useful life.

The value of the total fixed assets as a whole does not exceed their recoverable value.

e) Shareholders' equity:

The components of this item are maintained at their nominal value.

f) Income statement accounts:

The income (loss) accrued in each fiscal year is maintained at its nominal value. The charges for depleted assets (fixed assets depreciation) have been determined according to the value of such assets.

Financial income (expense) is broken down into those generated by assets and those generated by liabilities in exhibit I.

g) Income tax and presumptive minimum income tax:

As of December 31, 2010 and 2009, the Company used the deferred tax method to record the income tax. This methodology comprises the accounting recognition of the estimated future tax effect, arising out of temporary differences between the accounting and tax valuation of assets and liabilities.

2. VALUATION CRITERIA (Cont'd)

The following is a reconciliation between the income tax expensed in the income statements and the

CRISIL IREVNA ARGENTINA S.A

one that would result from applying the current tax rate to the accounting income before tax:

	12/31/2010	12/31/2009
Accounting Result – Income	706,760	530,635
Non-computable concepts – Permanent differences	36,801	-
Taxable accounting result	743,561	530,635
Rate	35%	35%
Expensed income tax	260,247	185,723
Tax effect of the origin and reversion of temporary difference between the accounting and tax valuation of Assets and Liabilities	62,835	(3,753)
Adjustment under provision 2009	56,094	-
Income tax payable (exhibit I)	141,318	189,476
Expensed income tax - Loss	260,247	185,723

No provision for the Presumptive Minimum Income Tax has been set up since the Income Tax provision exceeds the amount determined for such tax.

3. BALANCES AND OPERATIONS WITH THE PARENT COMPANY AND RELATED PARTIES

- a) Parent Company: As of December 31, 2010 CRISIL IREVNA ARGENTINA S.A. is under the share control of CRISIL LIMITED, owner of 95% of the Company's share.
- b) As of December 31, 2010 and 2009, the balances with the parent company are as follows:

Company	Relationship	Trade receivables 12/31/2010	Trade receivables 12/31/2009
CRISIL LIMITED	Parent Company	827,509	1,063,935
Total		827,509	1,063,935

3. BALANCES AND OPERATIONS WITH THE PARENT COMPANY AND RELATED PARTIES (Cont'd)

c) The operations carried out during fiscal years as of 12/31/2010 and 12/31/2009 with the related parties are as follows:

Company	Relationship	Services rendered 12/31/2010	Services rendered 12/31/2009
IREVNA LLC	Related Party	1,344,618	5,702,499
CRISIL LIMITED	Parent Company	6,759,694	-
		8,104,312	5,702,499

4. CAPITAL STOCK

The following is the capital stock as of December 31, 2010 and 2009:

	2010	2009
Issued	741,072	741,072
Subscribed	741,072	741,072
Paid-in	741,072	741,072

The last capital increase was registered with the Office of Corporations on February 24, 2009.

5. ACCOUNTING ESTIMATES

The preparation of the financial statements on a certain date requires that the Board of Directors of Crisil Irevna Argentina S.A. makes estimates and assessments that affect the amount of recorded assets and liabilities and contingent assets and liabilities disclosed at that date, as well as incomes and expenses recorded for the fiscal year. Future real income (loss) and amounts can differ from the estimates and assessments made on the date of preparation of these financial statements.

6. RESTRICTIONS ON PROFIT DISTRIBUTION

Pursuant to the Business Associations Law and the by-laws, the 5% of the income for the year plus the income adjustment for prior fiscal years must be transferred to the Legal Reserve up to the 20% of the capital stock. Consequently, the retained earnings are restricted in the amount of AR\$ 22,326 that the next Shareholders' Meeting must applied to the legal reserve.

Adriana Raffaelli
Public Accountant (U.C.A.)
C.P.C.E.C.A.B.A. V. 125 – F. 65
See auditor's report by separate statement

Gustavo Javier Araujo
Chairman

CRISIL IREVNA POLAND
Sp. z.o.o

BALANCE SHEET
prepared at 31.12.2010

	ASSETS	Balance as at	
		31.12.2010	31.12.2009
A.	Fixed Assets	3 955 960,74	4 583 341,31
I.	Intangible Assets	14 897,67	0,00
1.	Research and Development	0,00	0,00
2.	Goodwill	0,00	0,00
3.	Other Intangible Assets	14 897,67	0,00
4.	Prepayments for Intangible Assets	0,00	0,00
II.	Tangible Assets	272 840,44	17 478,75
1.	Tangible Fixed Assets	272 840,44	17 478,75
a)	a) land	0,00	0,00
b)	b) constructions and buildings	0,00	0,00
c)	c) technical equipment and machinery	272 840,44	17 478,75
d)	d) vehicles	0,00	0,00
e)	e) other tangible assets	0,00	0,00
2.	Constructions in Progress	0,00	0,00
3.	Prepayments for Construction in Progress	0,00	0,00
III.	Long-term Receivables	3 623 328,00	4 516 032,00
1.	From Related Companies	0,00	0,00
2.	From Other Companies	3 623 328,00	4 516 032,00
IV.	Long-term Investments	0,00	0,00
1.	Real Estate	0,00	0,00
2.	Intangible Assets	0,00	0,00
3.	Long-term Financial Assets	0,00	0,00
a)	a) in related companies	0,00	0,00
i	- shares	0,00	0,00
ii	- other securities	0,00	0,00
iii	- long-term lendings	0,00	0,00
iv	- other long-term financial assets	0,00	0,00
b)	b) in other companies	0,00	0,00
i	- shares	0,00	0,00
ii	- other securities	0,00	0,00
iii	- long-term lendings	0,00	0,00
iv	- other long-term financial assets	0,00	0,00
4.	Other Long-term Investments	0,00	0,00
V.	Long-term Prepayments	44 894,63	49 830,56
1.	Deffered Tax	44 894,63	49 830,56
2.	Other Prepayments	0,00	0,00

BALANCE SHEET
prepared at 31.12.2010

	ASSETS	Balance as at	
		31.12.2010	31.12.2009
B.	Current Assets	2 784 790,37	1 944 672,43
I.	Stock	0,00	0,00
1.	Materials	0,00	0,00
2.	Semi-finished Products and Goods in Progress	0,00	0,00
3.	Finished Products	0,00	0,00
4.	Goods for Resale	0,00	0,00
5.	Prepayments for Stock	0,00	0,00
II.	Short-term Receivables	2 676 027,08	1 723 771,21
1.	Receivables from Related Companies	572 152,00	880 826,85
a)	a) trade receivables	572 152,00	880 826,85
i	- up to 12 months	572 152,00	880 826,85
ii	- above 12 months	0,00	0,00
b)	b) other	0,00	0,00
2.	Receivables from Other companies	2 103 875,08	842 944,36
a)	a) trade receivables	3 817,97	0,00
i	- up to 12 months	3 817,97	0,00
ii	- above 12 months	0,00	0,00
b)	b) state receivables	1 962 277,04	834 086,18
c)	c) other	137 780,07	8 858,18
d)	d) receivables in court	0,00	0,00
III.	Short-term Investments	107 502,75	196 945,15
1.	Short-term Financial Assets	107 502,75	196 945,15
a)	a) in related companies	0,00	0,00
i	- shares	0,00	0,00
ii	- other securities	0,00	0,00
iii	- short-term lendings	0,00	0,00
iv	- other short-term financial assets	0,00	0,00
b)	b) in other companies	0,00	0,00
i	- shares	0,00	0,00
ii	- other securities	0,00	0,00
iii	- short-term lendings	0,00	0,00
iv	- other short-term financial assets	0,00	0,00
c)	c) cash	107 502,75	196 945,15
i	- cash in hand and in bank	107 502,75	196 945,15
ii	- cash equivalents	0,00	0,00
iii	- other	0,00	0,00
2.	Other Short-term Investments	0,00	0,00
IV.	Short-term Prepayments	1 260,54	23 956,07
	TOTAL ASSETS	6 740 751,11	6 528 013,74

BALANCE SHEET
prepared at 31.12.2010

	LIABILITIES	Balance as at	
		31.12.2010	31.12.2009
A.	Equity	272 006,21	136 813,75
I.	Share Capital	50 000,00	50 000,00
II.	Unpaid Capital (-)	0,00	0,00
III.	Shares (-)	0,00	0,00
IV.	Supplementary Capital	86 813,75	0,00
V.	Capital from Revaluation	0,00	0,00
VI.	Other Reserve Funds	0,00	0,00
VII.	Previous Years Retained Earnings (Profit/Loss)	0,00	0,00
VIII.	Current Year Retained Earnings (Profit/Loss)	135 192,46	86 813,75
IX.	Current Year Net Profit Write-off (-)	0,00	0,00
B.	Liabilities and Provisions For Liabilities	6 468 744,90	6 391 199,99
I.	Provisions for Liabilities	227 040,81	69 227,52
1.	Deferred tax	0,00	0,00
2.	Retirement benefits and similar	0,00	0,00
i	- long-term	0,00	0,00
ii	- short-term	0,00	0,00
3.	Other Provisions	227 040,81	69 227,52
i	- long-term	0,00	0,00
ii	- short-term	227 040,81	69 227,52
II.	Long-term Payables	0,00	0,00
1.	To Related Companies	0,00	0,00
2.	To Other Companies	0,00	0,00
a)	a) bank loans and borrowings	0,00	0,00
b)	b) from issuing securities	0,00	0,00
c)	c) other financial liabilities	0,00	0,00
d)	d) other	0,00	0,00

BALANCE SHEET
prepared at 31.12.2010

	LIABILITIES	Balance as at	
		31.12.2010	31.12.2009
III.	Short-term Payables	990 504,09	1 070 772,47
1.	To Related Companies	822 145,83	753 942,77
a)	a) trade payables	371 906,00	0,00
i	- up to 12 months	371 906,00	0,00
ii	- above 12 months	0,00	0,00
b)	b) other	450 239,83	753 942,77
2.	To Other Companies	168 358,26	316 829,70
a)	a) bank loans and borrowings	0,00	0,00
b)	b) from issuing securities	0,00	0,00
c)	c) other financial liabilities	0,00	0,00
d)	d) trade payables	88 013,52	61 081,89
i	- up to 12 months	88 013,52	61 081,89
ii	- above 12 months	0,00	0,00
e)	e) received prepayments for delivers	0,00	0,00
f)	f) own bills of exchange	0,00	0,00
g)	g) state payables	75 808,68	69 777,83
h)	h) payables to employees	0,00	0,00
i)	i) other	4 536,06	185 969,98
3.	Special Funds	0,00	0,00
IV.	Accruals & Deffered Income	5 251 200,00	5 251 200,00
1.	Negative Goodwill	0,00	0,00
2.	Other accrued liabilities & deferred income	5 251 200,00	5 251 200,00
i	- long-term	3 623 328,00	4 516 032,00
ii	- short-term	1 627 872,00	735 168,00
	TOTAL EQUITY & LIABILITIES	6 740 751,11	6 528 013,74

Management Board:

Prepared by:

.....
24.01.2011, Roopa Kudva.....
24.01.2011, Ewa Czop.....
24.01.2011, G. V. Mani.....
24.01.2011, Arun Panicker

PROFIT AND LOSS ACCOUNT
for the period from 01.01.2010 to 31.12.2010

		Amount in PLN for the period	
		01.01.2010- 31.12.2010	15.09.2008- 31.12.2009
A.	Revenues from sales	2 202 079,04	1 439 505,28
	- from related companies	202 079,04	1 439 505,28
I.	Sales of products and services	2 202 079,04	1 439 505,28
II.	Change in work in progress	0,00	0,00
III.	Intercompany sales	0,00	0,00
IV.	Sales of goods and materials	0,00	0,00
B.	Operating costs	2 003 004,63	1 308 920,40
I.	Depreciation	22 896,70	3 001,25
II.	Materials & energy	25 449,93	1 038,97
III.	Cost of services	1 118 369,71	908 045,73
IV.	Taxes and fees	697,00	728,00
	- excise tax	0,00	0,00
V.	Salaries	663 349,18	300 092,10
VI.	Benefits	131 506,25	63 259,06
VII.	Other costs	40 735,86	32 755,29
VIII.	Cost of goods and materials sold	0,00	0,00
C.	Profit/Loss on sales (A-B)	199 074,41	130 584,88
D.	Other operating incomes	25 039,57	24,49
I.	Profit on sale of fixed assets	0,00	0,00
II.	Subsides	0,00	0,00
III.	Other operating incomes	25 039,57	24,49
E.	Other operating costs	2,43	9,63
I.	Loss on sale of fixed assets	0,00	0,00
II.	Actualization of fixed assets	0,00	0,00
III.	Other operating costs	2,43	9,63
F.	Profit/Loss on activity (C + D - E)	224 111,55	130 599,74

PROFIT AND LOSS ACCOUNT
for the period from 01.01.2010 to 31.12.2010

		Amount in PLN for the period	
		01.01.2010- 31.12.2010	15.09.2008- 31.12.2009
G.	Financial incomes	0,00	1 228,22
I.	Dividends	0,00	0,00
	- from related companies	0,00	0,00
II.	Interest incomes	0,00	0,00
	- from related companies	0,00	0,00
III.	Profit on sold investments	0,00	0,00
IV.	Actualization of investments	0,00	0,00
V.	Other	0,00	1 228,22
H.	Financial costs	44 520,16	20 239,77
I.	Interest expenses	30 185,06	20 239,77
	- to related companies	30 000,06	20 239,77
II.	Loss on sold investments	0,00	0,00
III.	Actualization of investments	0,00	0,00
IV.	Other	14 335,10	0,00
I.	Profit/Loss on total activity (F + G - H)	179 591,39	111 588,19
J.	Result on extraordinary incidents (J.I. - J.II.)	0,00	0,00
I.	Extraordinary gains	0,00	0,00
II.	Extraoridinary losses	0,00	0,00
K.	Gross Profit/Loss (I +/- J)	179 591,39	111 588,19
L.	Income tax	44 398,93	24 774,44
M.	Other statutory appropriations of the profit	0,00	0,00
N.	Net Profit/Loss (K - L - M)	135 192,46	86 813,75

Management Board:

Prepared by:

.....
24.01.2011, Roopa Kudva.....
24.01.2011, Ewa Czop.....
24.01.2011, G. V. Mani.....
24.01.2011, Arun Panicker

**Additional information and explanation to the financial statement for the financial year
01.01.2010 - 31.12.2010**

I.

1. Details of the changes in the value type of fixed assets, intangible assets and long-term investments, including the status of these assets at the beginning of the year, the increases and decreases due to: update the value, purchase, internal movement and the state final, and for depreciated property - similar representation stocks and changes in titles of the current depreciation or amortization.

1a) Changes in the gross value of intangible assets for the period from 01.01.2010 to 31.12.2010.

Tytuł/ Title	Autorskie prawa majątkowe i prawa pokrewne/ Royalties	Prawa do wynalazków, patentów, znaków towarowych, wzorów użytkowych oraz zdobniczych/ Copyrights, brand rights, invention rights and others	Licencje i koncesje/ Licences	Know-how	Koszty prac rozwojowych/ Research and developments costs	Pozostałe/ Others	Razem/ Total
	zł	zł	zł	zł	zł	zł	zł
1. Wartość brutto/ Gross value at/na 01.01.2010 r.						0,00	0,00
2. Zwiększenia/ Increase	0,00	0,00	0,00	0,00	0,00	16 252,00	16 252,00
a) zakup/purchase						16 252,00	16 252,00
3. Zmniejszenia/ Decrease	0,00	0,00	0,00	0,00	0,00	0,00	0,00
4. Wartość brutto/ Gross value at/na 31.12.2010 r.	0,00	0,00	0,00	0,00	0,00	16 252,00	16 252,00

1b) Changes in amortization of intangible assets for the period from 01.01.2010 to 31.12.2010.

Tytuł/ Title	Autorskie prawa majątkowe i prawa pokrewne/ Royalties	Prawa do wynalazków, patentów, znaków towarowych, wzorów użytkowych oraz zdobniczych/ Copyrights, brand rights, invention rights ant others	Licencje i koncesje/ Licences	Know-how	Koszty prac rozwojowych/ Research and developments costs	Pozostałe/ Others	Razem/ Total
	zł	zł	zł	zł	zł	zł	zł
1. Wartość umorzenia na/ Depreciation at 1.01.2010 r.						0,00	0,00
2. Zwiększenia/ Increase	0,00	0,00	0,00	0,00	0,00	1 354,33	1 354,33
a) naliczenie umorzenia/depreciation:						1 354,33	1 354,33
3. Zmniejszenia/ Decrease	0,00	0,00	0,00	0,00	0,00	0,00	0,00
4. Wartość umorzenia na/ Depreciation at 30.06.2009 r. (BZ)	0,00	0,00	0,00	0,00	0,00	1 354,33	1 354,33
5. Wartość netto na/ Net value at 1.01.2010 r. (BO)	0,00	0,00	0,00	0,00	0,00	0,00	0,00
6. Wartość netto na/ Net value at 31.12.2010 r. (BZ)	0,00	0,00	0,00	0,00	0,00	14 897,67	14 897,67

1c) Changes in the gross value of fixed assets by type for the period from 01.01.2010 to 31.12.2010.

Tytuł/ Title	Grunty własne/ Lands	Prawo wieczystego użytkowania gruntów/ Perpetual usefruct	Budynki, budowle, lokale i prawa do lokali/ Constructions and buildings	Urządzenia techniczne i maszyny/ Technical equipment and machinery	Środki transportu/ Vehicles	Pozostałe środki trwałe/ Others	Razem/Total
	zł	zł	zł	zł	zł	zł	zł
1. Wartość brutto na/ Gross value at 01.01.2010 r. (BO)	0,00	0,00	0,00	20 480,00	0,00	0,00	20 480,00
2. Zwiększenia	0,00	0,00	0,00	276 904,04	0,00	0,00	276 904,04
a) zakup				276 904,04			276 904,04
3. Zmniejszenia	0,00	0,00	0,00	0,00	0,00	0,00	0,00
4. Wartość brutto na/ Gross value at 31.12.2010 r. (BZ)	0,00	0,00	0,00	297 384,04	0,00	0,00	297 384,04

1d) Changes in amortization of fixed assets by type for the period from 01.01.2010 to 31.12.2010.

Tytuł/ Title	Grunty własne/ Lands	Prawo wieczystego użytkowania gruntów/ Perpetual usefruct	Budynki, budowle, lokale i prawa do lokali/ Constructions and buildings	Urządzenia techniczne i maszyny/ Technical equipment and machinery	Środki transportu/ Vehicles	Pozostałe środki trwałe/ Others	Razem/Total
	zł	zł	zł	zł	zł	zł	zł
1. Umorzenie na/ Depreciation at 01.01.2010 r. (BO)	0,00	0,00	0,00	3 001,25	0,00	0,00	3 001,25
2. Zwiększenia/ Increase	0,00	0,00	0,00	21 542,37	0,00	0,00	21 542,37
a) naliczenie umorzenia/ depreciation:			0,00	21 542,37		0,00	21 542,37
3. Zmniejszenia/ Decrease	0,00	0,00	0,00	0,00	0,00	0,00	0,00
4. Umorzenie na 31.12.2010 r. (BZ)	0,00	0,00	0,00	24 543,62	0,00	0,00	24 543,62
5. Wartość netto na 01.01.2010 r. (BO)	0,00	0,00	0,00	17 478,75	0,00	0,00	17 478,75
6. Wartość netto na 31.12.2010 r. (BZ)	0,00	0,00	0,00	272 840,44	0,00	0,00	272 840,44

1e) *Changes in long-term investment in financial assets in affiliated entities for the period from 01.01.2010 to 31.12.2010.*

Don't occur.

1f) *Zmiany stanu inwestycji długoterminowych w aktywa finansowe w pozostałych jednostkach za okres od 01.01.2010 do 31.12.2010.*

1f) *Changes in long-term investment in financial assets in other companies for the period from 01.01.2010 to 31.12.2010.*

Don't occur.

2. *The value of land in perpetual usufruct.*

Don't occur.

3. *Value of not depreciated the fixed assets used on the basis of lease contracts, leases and other contracts, including capital leases.*

Don't occur.

4. *Amounts owed to the state budget or units of local self-government for the right to obtain property and buildings.*

Don't occur.

5. *Information on the ownership structure of the share capital*

Lp.	Nazwa udziałowca / Shareholder	Liczba posiadanych udziałów /Owned shares			Wartość nominalna posiadanych udziałów (zł)/Value in PLN	Procentowy udział / Share in %
		zwykłe/ordinary	uprzywilejowane/privileged	razem/total		
1.	Irevna Limited	100	0	100	50 000,00	100,00%
	Razem/Total	100	0	100	50 000,00	100,00%

6. At the beginning of the year, increase and use, and the final status of capital up and reserve, if an entity does not make a statement of changes in equity their own.

Don't occur.

7. Proposal on the settlement of the financial result for the financial year.

Wyszczególnienie/ Specification	Kwota (zł)/ Amount
1. Wynik finansowy (zysk / strata)	135 192,46
2. Proponowany podział / pokrycie/	135 192,46
a) przeznaczenie na kapitał zapasowy/	135 192,46
3. Wynik finansowy (zysk)	0,00

8. Information on provisions.

Wyszczególnienie	Specification	Rezerwa na bonusy dla pracowników / Provision for bonuses for employees	Rezerwa na niewykorzystane urlopy/ Provision for holidays for 2009	Rezerwa na usługi księgowe i placowe/ Provision for accounting and payroll services	Rezerwa na badanie sprawozdania finansowego za rok 2010/ Provision for audit of financial statement for 2010	Rezerwa na usługi prawne/ Provision for legal services	Rezerwa na usługi doradcze/ Provision for advisory services	Razem Total
		zł	zł	zł	zł	zł	zł	zł
1. Stan rezerw na/ Provisions at 01.01.2010 r. (BO)		46 207,20	4 400,32	6 200,00	10 000,00	2 420,00	0,00	69 227,52
2. Zwiększenie/ Increase		91 228,00	26 206,81	12 780,00	9 000,00	3 000,00	84 826,00	227 040,81
a) utworzenie/ establishing		91 228,00	26 206,81	12 780,00	9 000,00	3 000,00	84 826,00	227 040,81
3. Zmniejszenie/ Decrease		46 207,20	4 400,32	6 200,00	10 000,00	2 420,00	0,00	69 227,52
a) wykorzystanie / use		46 207,20	0,00	6 200,00	10 000,00	2 420,00	0,00	64 827,20
b) rozwiązanie/ dissolution		0,00	4 400,32	0,00	0,00	0,00	0,00	4 400,32
4. Stan rezerw na/ Provisions at 31.12.2010 r. (BZ)		91 228,00	26 206,81	12 780,00	9 000,00	3 000,00	84 826,00	227 040,81

9. The data on write-offs to update the value of accounts receivable, with an indication of the situation at the beginning of the year, use of, and able to solve at the end of the year.

Don't occur.

10. Allocation of liabilities by balance sheet items and expected payment period, resulting from the contract.

Zobowiązania / Liabilities	Okres wymagalności/Payment period				Razem
	do 1 roku	powyżej 1 roku do 3 lat	powyżej 3 lat do 5 lat	powyżej 5 lat	
	zł	zł	zł	zł	zł
1. Wobec jednostek powiązanych / To related parties	822 145,83	0,00	0,00	0,00	822 145,83
a) z tytułu dostaw i usług/ trade	371 906,00				371 906,00
b) inne / other	450 239,83			0,00	450 239,83
2. Wobec pozostałych jednostek / Others	168 358,26	0,00	0,00	0,00	168 358,26
a) kredyty i pożyczki /Loans					0,00
b) inne zobowiązania finansowe / other					0,00
c) z tytułu dostaw i usług/ trade	88 013,52				88 013,52
d) zaliczki otrzymane na dostawy /					0,00
e) z tytułu podatków, ceł, ubezpieczeń i innych świadczeń / taxes and others	75 808,68				75 808,68
f) z tytułu wynagrodzeń/ salaries	0,00				0,00
g) inne / others	4 536,06	0,00	0,00	0,00	4 536,06

11. A list of the relevant item of active and passive accruals.

Wyszczególnienie/ Specification	Stan na dzień/ At 01.01.2010 (BO)	Zwiększenia/ Increasing	Zmniejszenia/ Decreasing	Stan na dzień/ At 31.12.2010 (BZ)
zł	zł	zł	zł	zł
1. Czynne rozliczenia międzyokresowe kosztów operacyjnych, w tym/ Prepaid expenses including:	23 956,07	53 908,88	76 604,41	1 260,54
a) czynsze	8 749,79	21 308,93	30 058,72	0,00
b) pozostałe	15 206,28	32 599,95	46 545,69	1 260,54
2. Pozostałe rozliczenia międzyokresowe/ Other	49 830,56	44 894,63	49 830,56	44 894,63
a) aktywa z tytułu odroczonego podatku dochodowego	49 830,56	44 894,63	49 830,56	44 894,63
5. Bierne rozliczenia międzyokresowe przychodów/ Accrued revenues:	5 251 200,00	0,00	0,00	5 251 200,00
a) równowartość dotacji / grants	5 251 200,00	0,00	0,00	5 251 200,00

According to the letter of Ministry of Economy, dated 11th December 2009, the company presented in books the decision about granting the EU refund according to the Operational Programme - Innovative Economy, measure 4.5, sub-measure 4.5.2. The grant, in amount of 5.251.200 PLN, to be used within 5 years, will cover the costs for of forming new places of work.

According to the plan of forming new places of work in 2011 and using the part of the grant related to the number of new of work, this part was shown in Liabilities, position B.IV.2.ii "Other accrued liabilities and deferred income, short – term" in amount of 1.627.872 PLN, the rest of the grant was shown on position B.IV.2.i "Other accrued liabilities and deferred income, long – term" in amount of 3.623.328 PLN.

12. The list of commitments secured over the assets of the unit (an indication of its type).

Don't occur.

13. Liabilities, including guarantees given by the unit and warrants, including bills of exchange.

Don't occur.

II.

1. Material and territorial structure of income from sale of goods and services

Przychody netto ze sprzedaży/ Sales net incomes	Sprzedaż w okresie / Sales in period 01.01.2010-31.12.2010		
	krajowa/domestic	eksportowa/foreign	ogółem/ total
	zł	zł	zł
1. Usługi/ Services	0,00	2 202 079,04	2 202 079,04
Razem	0,00	2 202 079,04	2 202 079,04

1a. Information on other income and operational costs and revenues and costs for the financial year 2010.

Pozostałe przychody operacyjne/ Other operating incomes	W okresie /In period 01.01.2010-31.12.2010
	zł
Rozwiązane rezerw/ Writting of the provisions	13 462,84
Zwrócone lub umorzone podatki, składek / Refund of taxes and social contributions	11 573,78
Inne pozostałe przychody operacyjne/ Other operating incomes	2,95
Razem/ Total	25 039,57

Pozostałe koszty operacyjne/ Other operating costs	W okresie /In period 01.01.2010-31.12.2010
	zł
Inne pozostałe koszty operacyjne/ Other operating costs	2,43
Razem/ Total	2,43

Koszty finansowe/ Financial costs	W okresie /In period 15.09.2008-31.12.2009
	zł
Odsetki należne pożyczkodawcom/ Due intrest from loans	30 000,06
Odsetki budżetowe/ Tax interest	185,00
Różnice kursowe/ Echange rate differences	14 335,10
Razem/ Total	44 520,16

2. The amount of write-downs and causes permanent appropriations.

Don't occur.

3. The amount of write-downs value stocks.

Don't occur.

4. Information on revenues, costs and results of discontinued operations in the financial year or provided to the omission in the following year.

Don't occur.

5. Settlement of the main items differing tax base from income tax gross profit or loss.

Tytuł/ Title	Kwota/Amount
	zł
1. Zysk (strata) brutto/ Profit (loss) gross	179 591,39
2.Przychody bilansowe trwale nie stanowiące przychodów podatkowych Income balance sheet does not constitute a permanent income tax (-)	13 462,84
a) rozwiązanie anmiej rezerwy/writing off the provisions	13 462,84
3. Przychody bilansowe przejściowo nie stanowiące przychodów podatkowych (-) Income balance sheet is not temporarily forming an income tax (-)	0,00
4. Przychody podatkowe będące przychodami bilansowymi lat ubiegłych (+) Taxable incomes which were balance incomes in previous years (+)	0,00
5. Przychody podatkowe nie stanowiące nigdy przychodów bilansowych (+) Taxable incomes which permantly will not be balance incomes (+)	0,00
6. Koszty dotyczące przychodów bilansowych trwale nie stanowiących przychodów podatkowych (+) Costs related to balance incomes which are permanent not taxable (+)	0,00
7. Koszty bilansowe trwale nie stanowiące kosztu uzyskania przychodów (+) The costs of the balance sheet does not constitute a permanent cost of revenues	38 585,06
a) odsetki budżetowe/ interest to authorities	185,00
b) reprezentacja/ representation	3 575,40
c) podróże służbowe/ business trips	3 641,25
d) ujemne różnice kursowe/ foreign exchange	15 285,54
e) odsetki od pożyczek/ loan intrest	10 993,19
f) pozostałe/ others	4 904,68
8. Koszty bilansowe przejściowo nie stanowiące kosztu uzyskania przychodów (+) The costs of the balance sheet not temporarily forming the cost of revenues	241 647,36
a) wynagrodzenia/ salaries	97 589,90
b) ubezpieczenia społeczne/ social securities	15 444,59
c) rezerwa na usługi obce/ provisions for external services	109 606,00
d) odsetki od pożyczek/ loan intrest	19 006,87
9. Koszty uzyskania przychodów będące kosztami bilansowymi lat ubiegłych (-) Cost of revenue are recorded on the balance sheet as costs of previous years (-)	238 661,72
a)usługi obce i wynagrodzenia/ external services and salaries	238 661,72
10. Dochód do opodatkowania/ Taxable income (1-2-3+4+5+6+7+8-9)	207 699,25
11. Straty z lat ubiegłych pomniejszająca dochód roku bieżącego/Loss from previous years decreasing profit from current year(-)	0,00
12. Inne zmniejszenia podstawy opodatkowania (-)/Other decrease of base of taxation (-)	0,00
13. Podstawa opodatkowania (10-11-12)/ Base of taxation	207 699,25
14. Bieżący podatek dochodowy (19%)/Current income tax	39 463
15. Odroczony podatek dochodowy - (-)aktywa/ (+) rezerwa /Deffered tax - (-)aktywa/ (+) rezerwa	4 935,93
16. Obciążenie bilansowego wyniku finansowego/ Appropriations of the balance financial result	44 398,79

Details of deferred tax assets.

L.p.	Pozycja bilansowa/ Position in Balance Sheet (BS)	Wartość bilansowa / Balance value	Wartość podatkowa / Tax value	Różnice przejściowe/ Temporary		Rezerwa z tytułu podatku odroczone	Aktywa z tytułu podatku odroczonego/ Deferred tax asset
				Dodatnie /Positive	Ujemne /Negative		
1	Naliczone niezapłacone odsetki od pożyczki do wysokości 150.000 PLN/ Accountet -not paid loan interest from amount of 150.000 PLN	9 246,58	0,00	0,00	9 246,58	0,00	1 756,85
2	Rezerwy/ Provisions	227 040,81	0,00	0,00	227 040,81	0,00	43137, 75
3	Razem/Total					0,00	44 894,60

6. Koszt wytworzenia środków trwałych w budowie, środków trwałych na własne potrzeby.
6. *Production cost of fixed assets under construction, plant and equipment for company's needs.*

Don't occur.

7. *Incurred in the last year and planned for the following year, spending on non-financial assets, it must be shown separately incurred and planned spending on environmental protection.*

Don't occur.

8. *Information about the extraordinary profits and losses, broken down by the random and others.*

Don't occur.

9. *Income tax from incomes on extraordinary activity.*

Don't occur.

III.

An explanation of the structure of the cash received into the cash flow, and where cash flow is drawn up direct method, in addition to present a reconciliation of net cash flows from operating activities, made an indirect method, in the event of differences between changes in the conditions of certain balance sheet items and changes of the same items reported in the cash flow to explain the reasons.

The company is not obligated to prepare the cash flow.

IV.

1. *Information about the nature and purpose of economic agreements concluded by the unit are not included in the balance sheet to the extent necessary to assess their impact on the property, financial and profit or loss.*

Don't occur.

2. Information on significant transactions concluded by the unit under different conditions than market value from the related parties (including amounts).

Don't occur.

3. Information on average employment, broken down by occupational groups.

In the financial year 01.01.2010 to 31.12.2010 the average number of employees was 7,29 on the position of financial analysts.

4. Information about salaries, including profit-sharing salary, paid or payable to persons included in the composition of management and supervisory bodies of commercial companies (for each group separately).

The company didn't pay the remuneration to the members of a Supervisory Board and the Management Board.

5. Information on loans and benefits of a similar nature granted to persons included in the composition of management and supervisory bodies of commercial companies (for each group separately), with an indication of the conditions on interest rates and repayment terms.

In the fiscal year the company didn't grant any loans or similar.

6. Information about the salary of the auditor or entity entitled to audit the financial statements, paid or payable for the financial year.

The company decided for performing an optional audit of the financial statement for period 01.01.2010 – 31.12.2010. A fee for the audit, which will be performed by Omnis Advisors Sp. z o.o., is 9.000 PLN net.

V.

1. Information about major events concerning previous years included in the financial year.

Don't apply.

2. Information about major events that occurred after the balance sheet date, and not included in the financial statements.

Don't occur.

3. Presentation in the financial year of the modification made of the accounting policy, including the valuation methods and changes in the preparation of financial statements, if they have a significant impact on the property, financial result and financial units, their causes and due to changes in the amount of profit or loss and changes in capital (fund) their own.

There was no change in the period of 01.01.2010 – 31.12.2010.

4. Numerical data to ensure comparability of financial statements for the year preceding the report for the financial year.

Don't apply.

VI.

1. Information about joint ventures, which are not subject to consolidation.

Don't apply.

2. Information about transactions with related parties.

The company provides services to the related company, which is also a its shareholder – Irevna Limited. In the financial year from 01.01.2010 till 31.12.2010 sales to related company was 2.202.079,04 PLN, which is 100% of total sales.

The only shareholder, Irevna Limited, credited the company with the interested loan on amount of 400.000PLN.

The next transaction with related company, Crisil Limited, was charging for remuneration of employees assignment to Poland in 2010 in amount of 371.906 PLN.

3. The list of companies (name, headquarters), in which the unit has at least 20% of the shares in the capital or the total number of votes in a body representing the company, this list should also include information about the percentage of shares and the participation in the management and the net profit or loss for these companies for the last financial year.

Don't apply.

4. Information concerning:

a) the name and the seat of the entity which does the consolidated financial statement at the highest level of the group which part the company is as a subsidiary;

b) the name and the seat of the entity which does the consolidated financial statement at the lowest level of the group which part the company is as a subsidiary;

Crisil Irevna Poland Sp. z o.o. is a part of a group The McGraw-Hill Companies, Inc. The company which does consolidated financial statement at the highest level of the group is The McGraw-Hill Companies, Inc. The company which does consolidated financial statement at the lowest level of the group is Crisil Limited.

Management Board:

Prepared by:

.....
24.01.2011, Roopa Kudva

.....
24.01.2011, Ewa Czop

.....
24.01.2011, G. V. Mani

.....
24.01.2011, Arun Panicker

**CRISIL RISK AND
INFRASTRUCTURE SOLUTIONS
LIMITED**

Auditors' Report

To the Members of CRISIL Risk and Infrastructure Solutions Limited

1. We have audited the attached Balance Sheet of CRISIL Risk and Infrastructure Solutions Limited ('the Company') as at December 31, 2010 and also the Profit and Loss Account and the Cash Flow Statement for the year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. As required by the Companies (Auditor's Report) Order, 2003 (as amended) ['the Order'] issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose, in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said Order.
4. Further to our comments in the Annexure referred to above, we report that:
 - i. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - ii. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - iii. The Balance Sheet, Profit and Loss Account and the Cash Flow Statement dealt with by this report are in agreement with the books of account;
 - iv. In our opinion, the Balance Sheet, Profit and Loss Account and Cash Flow Statement dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956;
 - v. On the basis of the written representations received from the directors, as on December 31, 2010, and taken on record by the Board of Directors, we report that none of the directors is disqualified as on December 31, 2010 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956;

- vi. In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information required by the Companies Act, 1956, in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:
- a) in the case of the Balance Sheet, of the state of affairs of the Company as at December 31, 2010;
 - b) in the case of the Profit and Loss Account, of the profit for the year ended on that date; and
 - c) in the case of Cash Flow Statement, of the cash flows for the year ended on that date.

For S. R. BATLIBOI & Co.
Firm registration number: 301003E
Chartered Accountants

per Shrawan Jalan
Partner
Membership No.: 102102

Place: Mumbai
Date: February 14, 2011

**Annexure referred to in paragraph 3 of our report of even date
Re: CRISIL Risk and Infrastructure Solutions Limited**

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) All fixed assets were physically verified by the management in accordance with a planned programme of verifying them once in three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) There was no substantial disposal of fixed assets during the year.
- (ii) The Company renders advisory services and therefore the provisions of clause (ii) of paragraph 4 of the said Order are not applicable to the Company and hence not commented upon.
- (iii) The Company has not granted/taken any loan to/from parties covered under section 301 of the Companies Act, 1956 and therefore the provisions of clause iii (c) to iii (g) are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business, for the purchase of fixed assets and for the sale of services. During the course of our audit, no major weakness has been noticed in the internal control system in respect of these areas. During the course of our audit, we have not observed any continuing failure to correct major weakness in internal control system of the Company.

The Company is providing advisory services and do not have inventory. Hence adequacy of internal control pertaining to purchase and sale of inventory are not commented upon.
- (v) According to the information and explanations provided by the management, we are of the opinion that there are no contracts or arrangements referred to in section 301 of the Act that need to be entered into the register maintained under section 301. Accordingly, the provisions of clause (v) (b) of paragraph 4 of the said Order are not applicable to the Company and hence not commented upon.
- (vi) The Company has not accepted any deposits from the public.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
- (viii) To the best of our knowledge and as explained, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Companies Act, 1956 for the products of the Company.
- (ix) (a) Undisputed statutory dues including provident fund, investor education and protection fund, or employees' state insurance, income-tax, sales-tax, wealth-tax, service tax, cess and other material statutory dues have been regularly deposited with the appropriate authorities. Further, since the Central Government has till date not prescribed the amount of cess payable under section 441 A of the Companies Act, 1956, we are not in a position to comment upon the regularity or otherwise of the Company in depositing the same. The provisions relating to custom duty and excise duty are not applicable to the Company.

- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, investor education and protection fund, employees' state insurance, income-tax, wealth-tax, service tax, sales-tax, customs duty, excise duty, cess and other material undisputed statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (c) According to the records of the Company, the dues outstanding of income-tax on account of any dispute, are as follows:

Name of the statute	Nature of dues	Amount (Rs)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax demand raised on the Company	533,423	A.Y. 2005 – 06	Assistant Commissioner of Income Tax (Appeals)
Income Tax Act, 1961	Income Tax demand raised on the Company	30,561,348	A.Y. 2008 – 09	Assistant Commissioner of Income Tax (Appeals)
Finance Act, 1994	Service tax demand raised on the Company	8,660,064	F.Y. 2008 – 09	Assistant Commissioner of Service Tax – Division –III, Mumbai

- (x) The Company does not have accumulated losses at the end of the financial year and has not incurred cash losses in the current and immediately preceding financial year.
- (xi) The Company has not taken any loans from financial institution, bank and has not issued any debentures.
- (xii) According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the Order are not applicable to the Company.
- (xiv) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the said Order are not applicable to the Company.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xvi) The Company has not taken any term loans during the year.
- (xvii) According to the information and explanations given to us and on an overall examination of the

balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term investment.

- (xviii) The Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under section 301 of the Companies Act, 1956.
- (xix) The Company did not have any outstanding debentures during the year.
- (xx) The Company has not raised any money by public issues during the year.
- (xxi) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.

For S.R. BATLIBOI & Co.
Firm registration number: 301003E
Chartered Accountants

per Shrawan Jalan
a Partner
Membership No.: 102102

Place: Mumbai
Date: February 14, 2011

CRISIL Risk and Infrastructure Solutions Limited
Balance Sheet as at December 31, 2010

Particulars	Schedule	As at December 31, 2010 Rupees	As at December 31, 2009 Rupees
SOURCES OF FUNDS			
SHAREHOLDERS' FUNDS			
Share Capital	A	49,999,970	49,999,970
Profit and Loss Account		217,117,140	166,863,137
		267,117,110	216,863,107
LOAN FUNDS			
Unsecured Loan	B	-	32,500,000
TOTAL		267,117,110	249,363,107
APPLICATION OF FUNDS			
FIXED ASSETS			
Gross Block	C	26,586,589	32,633,097
Less : Accumulated Depreciation		22,579,380	26,568,383
Net Block		4,007,209	6,064,714
DEFERRED TAX ASSETS (Net) (Refer note 4, schedule O)		20,987,488	12,494,234
CURRENT ASSETS, LOANS AND ADVANCES			
Sundry Debtors	D	208,448,693	271,165,568
Cash and Bank Balances	E	140,286,746	131,007,043
Loans and Advances	F	43,756,242	34,558,866
Other Current Assets	G	2,281,814	1,151,829
		394,773,495	437,883,306
Less: CURRENT LIABILITIES AND PROVISIONS			
Current Liabilities	H	130,472,726	174,971,800
Provisions	I	22,178,356	32,107,347
		152,651,082	207,079,147
NET CURRENT ASSETS		242,122,413	230,804,159
TOTAL		267,117,110	249,363,107

Significant Accounting Policies and Notes to the Accounts

O

The schedules referred to above and notes to accounts form an integral part of the Balance Sheet.

As per our report of even date

For S.R. BATLIBOI & Co.
Firm registration number :301003E
Chartered Accountants

For and on behalf of the Board of Directors of CRISIL
Risk and Infrastructure Solutions Limited

per Shrawan Jalan
Partner
Membership No. 102102

Rama Bijapurkar
Chairperson

Thomas Schiller
Director

Place: Mumbai
Date: February 14, 2011

Neelabja Chakrabarty
Company Secretary
Place: Mumbai
Date: February 14, 2011

CRISIL Risk and Infrastructure Solutions Limited
Profit and Loss Account for the Year ended December 31, 2010

Particulars	Schedule	Year Ended December 31, 2010 Rupees	Year Ended December 31, 2009 Rupees
INCOME			
Income from Operations	J	515,823,079	599,097,502
Other Income	K	4,293,674	3,104,472
TOTAL		520,116,753	602,201,974
EXPENDITURE			
Personnel Expenses	L	206,120,636	197,376,450
Establishment Expenses	M	69,849,434	50,965,831
Other Expenses	N	166,462,298	220,703,050
Depreciation	C	2,748,853	5,400,952
Interest on Loan Taken		1,394,523	3,472,603
TOTAL		446,575,744	477,918,886
Profit before Tax		73,541,009	124,283,088
Tax Expense (Refer Note 5, Schedule O)			
Income Tax		31,783,000	45,312,000
Fringe Benefit Tax		-	544,000
Wealth Tax		(2,740)	12,890
Deferred Tax		(8,493,254)	(381,748)
		23,287,006	45,487,142
Profit after Tax		50,254,003	78,795,946
Balance brought forward from previous year		166,863,137	88,067,191
Surplus/(deficit) carried to Balance Sheet		217,117,140	166,863,137
Basic and Diluted Earnings Per Share - Nominal value of Re.1		1.01	1.58
Number of shares used in Computing Earnings Per Share		49,999,970	49,999,970

Significant Accounting Policies and Notes to the Accounts

O

The schedules referred to above and notes to accounts form an integral part of the Profit and Loss Account.

As per our report of even date

For S.R. BATLIBOI & Co.
Firm registration number :301003E
Chartered Accountants

For and on behalf of the Board of Directors of CRISIL Risk
and Infrastructure Solutions Limited

per Shrawan Jalan
Partner
Membership No. 102102

Rama Bijapurkar
Chairperson

Thomas Schiller
Director

Place: Mumbai
Date: February 14, 2011

Neelabja Chakrabarty
Company Secretary
Place: Mumbai
Date: February 14, 2011

CRISIL Risk and Infrastructure Solutions Limited
Cash Flow Statement for the year ended December 31,2010

Particulars	Year Ended December 31, 2010 Rupees	Year Ended December 31, 2009 Rupees
A. Cash Flow from Operating Activities :		
Profit before Tax & Extraordinary Activities	73,541,009	124,283,088
Adjustments for :		
Depreciation	2,748,853	5,400,952
Provision for leave encashment	(2,909,316)	1,531,175
Provision for gratuity	4,906,052	(1,061,121)
Provision for bad debts	30,987,809	14,359,800
(Profit) / Loss on Sale of Fixed Assets	(356,377)	1,617,118
Foreign exchange (Gain) / Loss	5,512,134	1,490,512
Interest Expense	1,394,523	3,472,603
Interest Income	(3,704,331)	(3,069,302)
Operating Profit before Working Capital changes	112,120,356	148,024,825
Movements in Working Capital		
Movements in Trade and Other Receivables		
- (Increase)/ Decrease in Sundry Debtors	26,216,932	(108,207,948)
- (Increase)/ Decrease in Sundry Deposits	15,804,895	(476,836)
- (Increase)/ Decrease in Staff Loan	494,904	(702,008)
- (Increase)/ Decrease in Prepaid Expenses	(1,402,727)	(5,246,421)
Movements in Trade and Other Payables		
- Increase/ (Decrease) in Sundry Creditors	(51,315,182)	54,971,700
- Increase/ (Decrease) in Fee Received in Advance	3,823,394	(751,733)
- Increase/ (Decrease) in Other Liabilities	2,992,714	10,554,085
Cash generated from Operations from / (used in) ordinary activities	108,735,286	98,165,664
- Income and Fringe Benefit Taxes (Paid) / Received (Net of TDS)	(67,800,435)	(39,936,175)
Net Cash generated from operating activity (A)	40,934,851	58,229,489
B. Cash Flow from Investing Activities :		
Purchase of Fixed Assets	(5,101,596)	(1,944,575)
Proceeds from Sale of Fixed Assets	4,766,625	466,580
Investment in Fixed Deposits with banks	(57,890,330)	(27,607,678)
Proceeds from fixed deposit maturity/renewal	15,824,659	8,075,960
Interest received	2,574,346	2,674,817
Net Cash used in Investing Activities (B)	(39,826,296)	(18,334,896)
C. Cash Flow from Financing Activities :		
Loan from CRISIL Limited, the Holding Company (net of repayments)	(32,500,000)	10,000,000
Interest Paid during the year	(1,394,523)	(2,977,410)
Net Cash generated from / (used in) Financing Activities (C)	(33,894,523)	7,022,590
Net Increase in Cash and Cash Equivalents (A) + (B) +(C)	(32,785,968)	46,917,183
Cash and Cash Equivalents (Opening balance)	82,982,401	36,065,218
Cash and Cash Equivalents (Closing balance)	50,196,433	82,982,401
Net Increase in Cash and Cash Equivalents	(32,785,968)	46,917,183
Components of Cash and Cash Equivalents:		
Balance With Banks in Current Account	50,196,433	82,982,401
	50,196,433	82,982,401

Significant Accounting Policies and Notes to the Accounts - Schedule O

The schedules referred to above and notes to accounts form an integral part of the Cash Flow Statement.

As per our report of even date

For and on behalf of the Board of Directors of
CRISIL Risk and Infrastructure Solutions Limited

For S.R. BATLIBOI & Co.
Firm registration number :301003E
Chartered Accountants

Rama Bijapurkar
Chairperson
Thomas Schiller
Director

per Shrawan Jalan
Partner
Place: Mumbai
Date: February 14, 2011

Neelabja Chakrabarty
Company Secretary
Place: Mumbai
Date: February 14, 2011

CRISIL Risk and Infrastructure Solutions Limited
Schedules Annexed to and forming part of the Accounts

Schedule A: Share Capital	As at December 31, 2010 Rupees	As at December 31, 2009 Rupees
Authorised Capital: 60,000,000 Equity Shares of Re. 1 each	60,000,000	60,000,000
Issued, Subscribed & Paid up: 49,999,970 Equity Shares (P.Y. 49,999,970 Equity Shares) of Re. 1 each, fully paid up All the shares are held by the Holding Company, CRISIL Limited, which also includes 70 shares (P.Y. 70 shares) held by nominees on behalf of the Holding Company. The Ultimate Holding Company is The McGraw-Hill Companies, Inc., U.S.A)	49,999,970	49,999,970
	49,999,970	49,999,970

Schedule B: Unsecured Loan	As at December 31, 2010 Rupees	As at December 31, 2009 Rupees
Loan from CRISIL Limited, Holding Company	-	32,500,000
	-	32,500,000

Schedule C: Fixed Assets

	Gross Block				Accumulated Depreciation				Net Block	
	As on 01-Jan-10	Additions	Deductions	As on 31-Dec-10	Upto 01-Jan-10	For the Year	On Assets sold	Upto 31-Dec-10	As on 31-Dec-10	As on 31-Dec-09
Furniture & Fixtures	2,719,808	13,525	2,719,808	13,525	1,075,474	158,806	1,233,446	834	12,691	1,644,334
Office Equipments	1,140,023	249,940	683,347	706,616	245,429	94,640	211,578	128,491	578,125	894,594
Computers	19,211,665	1,969,166	-	21,180,831	17,807,702	1,311,433	-	19,119,135	2,061,696	1,403,963
Vehicles	9,561,601	2,868,965	7,744,949	4,685,617	7,439,778	1,183,974	5,292,832	3,330,920	1,354,697	2,121,823
Total	32,633,097	5,101,596	11,148,104	26,586,589	26,568,383	2,748,853	6,737,856	22,579,380	4,007,209	6,064,714
Previous Year	35,168,322	1,944,575	4,479,800	32,633,097	23,563,533	5,400,952	2,396,102	26,568,383	6,064,714	-

CRISIL Risk and Infrastructure Solutions Limited
Schedules Annexed to and forming part of the Accounts

Schedule D: Sundry Debtors	As at December 31, 2010 Rupees	As at December 31, 2009 Rupees
Debts outstanding for a period exceeding six months		
- Unsecured, Considered good	40,175,010	32,718,563
- Unsecured, Considered doubtful	7,108,753	8,915,951
Other debts		
- Unsecured, Considered good	168,273,683	238,447,005
	215,557,446	280,081,519
Less : Provision for Doubtful Debts	(7,108,753)	(8,915,951)
	208,448,693	271,165,568
Amount receivable from fellow subsidiary company included above : Standard & Poor's , LLC	237,195	-

Schedule E: Cash and Bank Balances	As at December 31, 2010 Rupees	As at December 31, 2009 Rupees
Balances with Scheduled Banks		
- In Current Account	50,196,433	82,982,401
- In Fixed Deposits	90,090,313	48,024,642
Deposit includes fixed deposits with banks Rs.53,060,764 (P.Y Rs.36,392,108) marked as lien for Bank Gurantee issued by bank on behalf of the Company.(Refer Note 3, Schedule O)		
	140,286,746	131,007,043

Schedule F: Loans and Advances (Unsecured, Considered Good)	As at December 31, 2010 Rupees	As at December 31, 2009 Rupees
Staff Loans	1,695,504	2,190,408
Advance Recoverable	8,663,610	7,260,883
Advance Taxes paid (Net of Provision)	24,094,448	-
Sundry Deposits	9,302,680	25,107,575
	43,756,242	34,558,866
Due from directors / officers	-	-
Maximum amount outstanding during the year	-	-

Schedule G: Other Current Asset	As at December 31, 2010 Rupees	As at December 31, 2009 Rupees
Interest Accrued on Fixed Deposits with Banks	2,281,814	1,151,829
	2,281,814	1,151,829

Schedule H: Current Liabilities	As at December 31, 2010 Rupees	As at December 31, 2009 Rupees
Sundry Creditors (Refer Note 6, Schedule O) :		
Due to micro, small and medium enterprises	-	-
Others	84,572,296	135,887,478
Fees received in advance	14,303,125	10,479,731
Other Liabilities	31,597,305	28,604,591
	130,472,726	174,971,800

CRISIL Risk and Infrastructure Solutions Limited
Schedules Annexed to and forming part of the Accounts

Schedule I: Provisions	As at December 31, 2010 Rupees	As at December 31, 2009 Rupees
Provision for Tax (net of advance tax)	-	11,925,727
Provision for Leave Encashment	15,872,696	18,782,012
Provision for Gratuity	6,305,660	1,399,608
	22,178,356	32,107,347

Schedule J: Income from Operations	Year Ended December 31, 2010 Rupees	Year Ended December 31, 2009 Rupees
Income from Advisory Services	355,436,862	445,797,739
Income from Risk Management Services	121,571,653	122,315,523
Fee from Annual Maintenance Service Contracts for Risk Management Solutions	38,814,564	30,984,240
	515,823,079	599,097,502

Schedule K: Other Income	Year Ended December 31, 2010 Rupees	Year Ended December 31, 2009 Rupees
Interest (Tax Deducted at Source Rs.1,89,983 Previous Year Rs. 5,37,128)	3,704,331	3,069,302
Profit on Sale of Fixed Assets	356,377	-
Miscellaneous Income	232,966	35,170
	4,293,674	3,104,472

Schedule L: Personnel Expenses	Year Ended December 31, 2010 Rupees	Year Ended December 31, 2009 Rupees
Salaries & Bonus	162,187,715	163,617,923
Contribution to :Provident Fund	5,968,342	5,724,515
Other Funds	4,906,052	2,130,116
Staff Training & Welfare Expenses	6,150,477	5,809,972
Add : Overhead expense Recharge by Holding Company	26,908,050	20,093,924
	206,120,636	197,376,450

Schedule M: Establishment Expenses	Year Ended December 31, 2010 Rupees	Year Ended December 31, 2009 Rupees
Repairs and Maintenance - Buildings	4,187,439	3,473,127
Repairs and Maintenance - Others	12,006,574	1,458,689
Electricity	3,442,505	2,093,921
Communication Expenses	3,896,273	5,214,666
Insurance	576,439	661,822
Rent (Refer Note 11, Schedule O)	39,754,624	33,118,943
Rates & Taxes	27,564	6,021
Add : Overhead expense Recharge by Holding Company	5,958,016	4,938,642
	69,849,434	50,965,831

CRISIL Risk and Infrastructure Solutions Limited
Schedules Annexed to and forming part of the Accounts

Schedule N: Other Expenses	Year Ended December 31, 2010 Rupees	Year Ended December 31, 2009 Rupees
Printing & Stationery	1,609,667	1,546,752
Conveyance & Travelling	44,446,508	42,805,003
Books & Periodicals	959,343	944,374
Remuneration to Non-whole time Directors	40,000	40,000
Business Promotion & Advertisement	2,567,807	1,913,651
Foreign Exchange loss (Net)	5,512,134	6,185,171
Professional Fees	62,916,106	134,597,467
Software Purchase & Maintenance Expenses	697,592	1,913,519
Provision for Bad Debts	30,987,809	14,359,800
Seminar Expenses	446,555	151,107
Loss on sale of fixed Asset	-	1,617,118
Auditors' Remuneration (Refer Note 7, Schedule O)	784,090	618,880
Recruitment Expenses	1,311,557	744,255
Miscellaneous Expenses	2,610,574	3,699,345
Add : Overhead expense Recharge by Holding Company	11,572,556	9,566,608
	166,462,298	220,703,050

Schedule O: Significant Accounting Policies And Notes To The Accounts

1 Nature of Operations

CRISIL Infrastructure Advisory Services activities range from developing enabling legislations and proactive sector policies to structuring concessions, undertaking complex feasibility studies, managing project procurements through global competitive bidding, assisting with fiscal and public sector reforms, and valuation & value enhancement through structuring. CRISIL Risk Solutions provides integrated risk management solutions and advice to Banks and Corporates.

2 Statement of Significant Accounting Policies

2.1 Basis of Preparation

The financial statements have been prepared to comply in all material respects with the notified accounting standard by Companies Accounting Standards Rules, 2006 as amended and the relevant provisions of the Companies Act, 1956 ('the Act'). The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company.

2.2 Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

2.3 Fixed Assets

Fixed assets are stated at cost, less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

2.4 Depreciation

Depreciation is provided using the Straight Line Method as per the useful lives of the assets estimated by the management, or at the rates prescribed under schedule XIV of the Companies Act, 1956, whichever is higher

Assets	Rates (SLM)	Schedule XIV Rates (SLM)
Furniture and Fixtures	10.00%	6.33%
Office Equipment	10.00%	4.75%
Computers	33.33%	16.21%
Vehicles	33.33%	9.50%

Leasehold Improvements are amortized over the lease term or useful life of the asset, whichever is less.

Fixed assets having original cost being less than Rs. 5,000 individually are depreciated fully in the year / period of purchase.

2.5 Impairment

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to the present value at interest rate specific to the asset and in case where the specific rate is not available at the weighted average cost of capital which is adjusted for country risk/currency risk.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

2.6 Operating Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the Profit and Loss Account on a straight-line basis over the lease term.

2.7 Revenue Recognition

Income from Operations

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Income from operations comprises of income from infrastructure advisory and risk management services. Revenue from infrastructure advisory services are recognized as income in the year in which such assessments/assignments are carried out or milestones achieved. Revenue from risk management services comprises of revenue from sale of software and annual maintenance of software. Revenue on sale of software is recognized on delivery of software or when the client's User Acceptance Tests ("UAT") are completed and income from maintenance contracts are accounted on a time proportion basis.

Interest

Revenue is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

- 2.8 Retirement and Other Employee Benefits
Retirement benefits in the form of Provident Fund is a defined contribution scheme and the contributions are charged to the Profit and Loss Account of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective authorities or trusts
Gratuity liability is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year.

Short term compensated absences are provided for based on estimates. Long term compensated absences are provided for based on actuarial valuation. The actuarial valuation is done as per projected unit credit method.
Actuarial gains/losses are immediately taken to Profit and Loss Account and are not deferred.
- 2.9 Foreign Currency Translation
Initial Recognition
Foreign currency transactions are recorded in reporting currency by applying to the foreign currency amounts the average exchange rates for the month in which the transaction takes place.
Conversion
Foreign currency monetary items are reported using the closing rates. Non monetary items which are carried in terms of historical costs denominated in a foreign currency are reported using the exchange rate at the date of transaction.
Exchange Difference
Exchange differences, arising on settlement of monetary items or on Company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expense in the year in which they arise.
- 2.10 Segment Reporting Policies
Identification of segments
The Company operates in a single primary business segment - providing advisory services.
The analysis of geographical segments is based on the area in which there are major customers of the Company.
- 2.11 Taxes on income
Tax expense comprises of current, deferred, and fringe benefit tax. Current income tax and fringe benefit tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act of 1961 enacted in India. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each balance sheet date, the Company re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax assets to the extent that it has become reasonably certain that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The carrying amount of Deferred Tax Assets are reviewed at each Balance Sheet date. The Company writes down the carrying amount of a Deferred Tax Asset to the extent it is no longer reasonably or virtually certain, as the case may be, that sufficient future taxable income will be available against which Deferred Tax Asset can be realised. Any such write down is reversed to the extent that it becomes reasonably or virtually certain, as the case may be, that sufficient future taxable income will be available.
- 2.12 Earnings per share
Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.
For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.
- 2.13 Provisions
A provision is recognised when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.
- 2.14 Cash and Cash Equivalents
Cash and cash equivalents in the Balance Sheet comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

3 Details of Contingent liabilities are as under :

	Year Ended Dec 31, 2010 (Rs)	Year Ended Dec 31, 2009 (Rs)
1. Bank Guarantee in the normal course of business	53,060,764	36,392,108
2. Disputed income tax demand: Pending before Appellate authorities in respect of which the Company is in appeal	29,917,224	3,568,464
	82,977,988	39,960,572

4 Components of Deferred Tax Assets and Liability are:

	Year Ended Dec 31, 2010 (Rs)	Year Ended Dec 31, 2009 (Rs)
Deferred Tax Liability		
Disallowance under section 40(a)	424,278	668,191
Deferred Tax Asset		
Depreciation / Amortisation	2,265,474	1,958,747
Provision for Leave Encashment	5,145,224	3,494,685
Lease Rent amortisation	1,309,749	703,584
Gratuity	1,274,112	398,182
Provision for Bonus	5,448,845	3,134,616
Provision for expenses disallowed under 40(a)	473,810	-
Provision for Bad Debts	5,494,551	3,472,611
	21,411,766	13,162,425
Net Deferred Tax Asset	20,987,488	12,494,234

5 The tax year of the Company being the year ending March 31, 2011, The provision for tax for the year is the aggregate of the provision made for the three months ended March 31, 2010 and the provision for the nine months upto December 31, 2010. The tax provision for nine months has been arrived at using the effective tax rate for the period April 1, 2010 to March 31, 2011, the ultimate tax liability of which will be determined for the period April 1, 2010 to March 31, 2011.

6 The Company has the process of identification of 'suppliers' registered under the "The Micro, Small and Medium Enterprises Development ('MSMED') Act, 2006" by obtaining confirmations from suppliers. There are no Micro, Small and Medium Enterprises, as defined in the Micro, Small, Medium Enterprises Development Act, 2006 to whom the company owes dues on account of principal amount together with interest and accordingly no additional disclosures have been made.

7 Auditors' remuneration:

	Year Ended Dec 31, 2010 (Rs)	Year Ended Dec 31, 2009 (Rs)
As auditor	661,540	601,400
In any other matter:		
Certification Charges	114,950	-
Out of Pocket Expenses	7,600	17,480
	784,090	618,880

8 The Company is engaged in the business of providing advisory services, being its primary segment. During the year, the Company was engaged in only one business segment. The following table shows the distribution of the Company's consolidated sales by geographical market (secondary segment):

	Year Ended Dec 31, 2010 (Rs)	Year Ended Dec 31, 2009 (Rs)
India	362,460,096	359,364,189
Outside India	153,362,983	239,733,313
	515,823,079	599,097,502

9 Earnings in foreign currency Rs. 153,362,983 (P.Y Rs. 239,733,313)

10 Expenditure in foreign currency (on accrual basis)

	Year Ended Dec 31, 2010 (Rs)	Year Ended Dec 31, 2009 (Rs)
Professional Fees	44,137,016	34,951,417
Foreign Travel	13,653,421	10,721,741
Other Expenses	3,407,306	1,975,059
	61,197,742	47,648,217

11 Operating lease

The Company has taken certain office premises on non cancellable operating lease basis. Some of these agreements have a price escalation clause .Details as regards payments and future commitments are as under :

	Year Ended Dec 31, 2010 (Rs)	Year Ended Dec 31, 2009 (Rs)
Lease Payment Recognised in Profit and Loss Account	39,754,624	33,118,943
Future Minimum Lease Payments :		
Not later than one year	533,702	13,500,000
Later than One Year and not later than 5 Years	541,173	12,375,000
Later than 5 years	-	-
	1,074,875	25,875,000

12 List of related parties

Parties	Relationship
CRISIL Limited	Holding Company
The McGraw-Hill Companies, Inc	The ultimate Holding Company
S&P India, LLC	Fellow Subsidiary
Standard & Poor's' LLC	Fellow Subsidiary
Standard & Poor's' International LLC, USA	Fellow Subsidiary
Irevna Limited, UK	Fellow Subsidiary
Irevna LLC , USA	Subsidiary of Irevna Limited, UK
CRISIL Credit Information Services Limited	Fellow Subsidiary
CRISIL Irevna Poland SP.Zo.o	Fellow Subsidiary
CRISIL Irevna Argentina S .A.	Fellow Subsidiary
Pipal Research Analytics and Information Services India Private Limited	Fellow Subsidiary
CRISIL Irevna Information & Technology (Hangzhou) Co., Ltd*	Fellow Subsidiary

*Company incorporated but yet to commence business operations.

Transaction with related parties

Related Parties	Nature of transaction	Year Ended Dec 31, 2010 (Rs)	Year Ended Dec 31, 2009 (Rs)
CRISIL Limited	Revenue share received	175,000	-
	Revenue share paid	1,615,297	4,382,333
	Loan taken	-	42,500,000
	Loan Repaid	32,500,000	32,500,000
	Loan Outstanding	-	32,500,000
	Interest expense	1,394,523	3,472,603
	Expenses paid	60,684,151	18,597,585
	Share of overhead expenses paid	44,438,621	34,599,178
	Amount receivable / (Payable)	11,060,017	(6,997,204)
Standard & Poor's , LLC	Share Capital Outstanding	49,999,900	49,999,900
	Advisory income	238,075	4,113,295
	Amount receivable / (Payable)	237,195	-
	Revenue share paid	1,728,135	-
	Amount receivable / (Payable)	(1,728,135)	-

13 Gratuity and other post-employment benefit plans

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The scheme is funded with an insurance company in the form of a qualifying insurance policy.

The following tables summarise the components of net benefit expense recognised in the profit and loss account and the funded status and amounts recognised in the balance sheet for the respective plans.

Profit & Loss Account:

Net employee benefit expense (recognised in Employee Cost)

	Year Ended Dec 31, 2010 (Rs)	Year Ended Dec 31, 2009 (Rs)
Current Service cost	1,221,420	1,124,040
Interest cost on benefit obligation	372,820	321,860
Expected return on plan assets	(236,030)	(270,490)
Net actuarial (gain)/ loss recognised in the year	(557,900)	831,470
Past Service Cost	4,105,740	-
Losses / (Gains) on acquisition / divesture	-	-
Net Gratuity Benefit Expense	4,906,050	2,006,880

Balance Sheet:

Details of Provision for Gratuity Benefit

	Year Ended Dec 31, 2010 (Rs)	Year Ended Dec 31, 2009 (Rs)
Net present value of Actuarial Valuation	8,317,139	6,030,087
Fair value of plan assets	(2,011,479)	(4,630,479)
Liability	6,305,660	1,399,608

Changes in the present value of the defined benefit obligation are as follows:

	Year Ended Dec 31, 2010 (Rs)	Year Ended Dec 31, 2009 (Rs)
Opening Defined Benefit Obligation	6,030,087	5,291,028
Current Service Cost	1,221,422	1,124,039
Interest Cost	372,820	321,860
Plan Amendments	4,105,740	-
Actuarial (gain)/loss	(446,030)	808,700
Liabilities assumed on acquisition/(Settled on Divestiture)	-	-
Benefits paid	(2,966,900)	(1,515,540)
Closing Defined Benefit Obligation	8,317,139	6,030,087

Changes in the fair value of plan assets are as follows:

	Year Ended Dec 31, 2010 (Rs)	Year Ended Dec 31, 2009 (Rs)
Opening Fair value of plan assets	4,630,479	2,830,299
Expected return on plan assets	236,030	270,490
Actuarial gain/ (loss)	111,870	(22,770)
Contribution by employer	-	3,068,000
Asset acquired on acquisition / (Distributed on Divesture)	-	-
Benefits paid	(2,966,900)	(1,515,540)
Closing Fair Value of Plan Assets	2,011,479	4,630,479

Details of experience adjustment on plan assets and liabilities are as follows :

	Year Ended Dec 31, 2010 (Rs)	Year Ended Dec 31, 2009 (Rs)
Experience adjustment on plan assets	111,870	(22,720)
Experience adjustment on plan liabilities	594,150	(545,170)

Experience adjustment on plan assets for year ended 31st December 2007 and 2008 was (Rs.2,480,842) and (Rs.10,526) respectively

Experience adjustment on plan liabilities for year ended 31st December 2007 and 2008 was (Rs.449,421) and (Rs.157,094) respectively

The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:

	Year Ended Dec 31, 2010 (Rs)	Year Ended Dec 31, 2009 %
Investment with Insurer	100.00%	100.00%
Actual return on plan assets (Based on interest rate declared by the insurer as at 31st March 2010 / 2009)	9.00%	9.15%

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.

The principal assumptions used in determining Gratuity for the Company's plans is as below:

	Year Ended Dec 31, 2010 (Rs)	Year Ended Dec 31, 2009 %
Discount Rate	8.20%	8.20%
Estimated rate of return on plan assets	8.50%	7.50%
Employee turnover		
Expected Employee Turnover		
Age : 21-44 Years	6.50%	6.50%
Age : 44-57 Years	6.00%	6.00%
Expected Employer's Contribution next year	3,500,000	3,000,000

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

- 14 Details of unhedged foreign currency exposure, debtors as at December 31, 2010 Rs. 47,982,004 (P.Y Rs.94,059,934)
- 15 Additional information pursuant to the provisions of paragraph 3, 4C and 4D of Part II of Schedule VI to the Act is not provided, as these provisions do not apply to the Company.
- 16 Previous year comparatives
Previous year's figures have been regrouped where necessary to conform to current year's classification.

For S.R. BATLIBOI & Co.
Firm registration number :301003E

For and on behalf of the Board of Directors of CRISIL Risk and Infrastructure
Solutions Limited

Chartered Accountants

per Shrawan Jalan
Partner
Membership No. 102102

Rama Bijapurkar
Chairperson

Thomas Schiller
Director

Place: Mumbai
Date: February 14, 2011

Neelabja Chakrabarty
Company Secretary
Place: Mumbai
Date: February 14, 2011

IREVNA LIMITED

IREVNA LIMITED

Registered number: 4111165

IREVNA LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2010

IREVNA LIMITED

INDEPENDENT AUDITORS' REPORT TO THE SHAREHOLDERS OF IREVNA LIMITED

We have audited the financial statements of Irevna Limited for the year ended 31 December 2010, set out on pages 5 to 14. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an Auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND AUDITORS

As explained more fully in the Statement of directors' responsibilities, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 31 December 2010 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

IREVNA LIMITED

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Andrew Broome (Senior statutory auditor)

for and on behalf of
haysmacintyre

Statutory Auditors
Fairfax House
15 Fulwood Place
London
WC1V 6AY
20 January 2011

IREVNA LIMITED

**PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2010**

	Note	2010 £	2009 £
TURNOVER	1,2	16,059,686	11,753,723
Cost of sales		<u>(15,635,463)</u>	<u>(11,416,746)</u>
GROSS PROFIT		424,223	336,977
Administrative expenses		<u>(497,411)</u>	<u>(325,047)</u>
OPERATING (LOSS)/PROFIT	3	(73,188)	11,930
Interest receivable and similar income		6,456	4,351
Interest payable and similar charges	5	<u>(18,285)</u>	<u>-</u>
(LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		(85,017)	16,281
Tax on (loss)/profit on ordinary activities	6	<u>6,416</u>	<u>(6,416)</u>
(LOSS)/PROFIT FOR THE FINANCIAL YEAR	14	<u><u>(78,601)</u></u>	<u><u>9,865</u></u>

All amounts relate to continuing operations.

There were no recognised gains and losses for 2010 or 2009 other than those included in the Profit and loss account.

The notes on pages 7 to 14 form part of these financial statements.

IREVNA LIMITED
REGISTERED NUMBER: 4111165

BALANCE SHEET
AS AT 31 DECEMBER 2010

	Note	£	2010 £	£	2009 £
FIXED ASSETS					
Intangible assets	7		5,403,758		-
Tangible assets	8		4,469		5,408
Investments	9		<u>11,111</u>		<u>11,111</u>
			5,419,338		16,519
CURRENT ASSETS					
Debtors	10	5,378,504		1,937,273	
Cash at bank		<u>1,484,402</u>		<u>375,006</u>	
		6,862,906		2,312,279	
CREDITORS: amounts falling due within one year	11	<u>(5,807,472)</u>		<u>(2,302,000)</u>	
NET CURRENT ASSETS			<u>1,055,434</u>		<u>10,279</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			6,474,772		26,798
CREDITORS: amounts falling due after more than one year	12		<u>(4,478,575)</u>		<u>-</u>
NET ASSETS			<u>1,996,197</u>		<u>26,798</u>
CAPITAL AND RESERVES					
Called up share capital	13		2,056,000		8,000
Profit and loss account	14		<u>(59,803)</u>		<u>18,798</u>
SHAREHOLDERS' FUNDS	15		<u>1,996,197</u>		<u>26,798</u>

The financial statements were approved and authorised for issue by the board and were signed on its behalf on 20 January 2011.

G. V. Mani
 Director

The notes on pages 7 to 14 form part of these financial statements.

IREVNA LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2010

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared under the historical cost convention and in accordance with applicable accounting standards.

The company is itself a subsidiary company and is exempt from the requirement to prepare group accounts by virtue of section 400 of the Companies Act 2006. These financial statements therefore present information about the company as an individual undertaking and not about its group.

1.2 Turnover

Turnover comprises revenue recognised by the company in respect of services supplied, exclusive of Value Added Tax and trade discounts.

1.3 Intangible fixed assets and amortisation

Goodwill is the difference between amounts paid on the acquisition of a business and the fair value of the identifiable assets and liabilities. It is amortised to the Profit and loss account over its estimated economic life.

Customer Relationships relate to those developed with customers of the purchased assets. These have been split depending on the market to which they relate.

Non Compete relates to an agreement whereby customers of the purchased assets cannot be solicited away by the selling company for a period of 3 years.

Brand relates to the Business Marks comprising business logo and business name which were transferred to the Company during the year.

Amortisation is provided at the following rates:

Goodwill	-	20 years straight line
Customer Relationships (3yrs)	-	3 year straight line
Customer Relationships (15yrs)	-	15 years straight line
Non Compete	-	3 years straight line
Brand	-	10 years straight line

1.4 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Fixtures & fittings	-	25%	straight line
Computer equipment	-	25%	straight line

1.5 Investments

Investments held as fixed assets are shown at cost less provision for impairment.

IREVNA LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2010

1. ACCOUNTING POLICIES (continued)

1.6 Deferred taxation

Full provision is made for deferred tax assets and liabilities arising from all timing differences between the recognition of gains and losses in the financial statements and recognition in the tax computation.

A net deferred tax asset is recognised only if it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Deferred tax assets and liabilities are calculated at the tax rates expected to be effective at the time the timing differences are expected to reverse.

Deferred tax assets and liabilities are discounted.

1.7 Foreign currencies

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate ruling on the date of the transaction.

Exchange gains and losses are recognised in the Profit and loss account.

2. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the company, net of Value Added Tax.

All turnover arose within the United Kingdom.

3. OPERATING (LOSS)/PROFIT

The operating (loss)/profit is stated after charging/(crediting):

	2010 £	2009 £
Amortisation - goodwill and brand	9,860	-
Depreciation of tangible fixed assets: - owned by the company	4,690	6,866
Audit and accountancy fees	15,750	10,080
Foreign exchange (gain)/loss	(23,102)	(3,788)
Amortisation - customer relationships	<u>28,579</u>	<u>-</u>

During the year, no director received any emoluments (2009 - £NIL).

IREVNA LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010

4. STAFF COSTS

Staff costs were as follows:

	2010 £	2009 £
Wages and salaries	2,747,634	1,793,803
Social security costs	154,324	119,559
	<u>2,901,958</u>	<u>1,913,362</u>

The average monthly number of employees, including the directors, during the year was as follows:

	2010 No.	2009 No.
	<u>44</u>	<u>31</u>

5. INTEREST PAYABLE

	2010 £	2009 £
On other loans	<u>18,285</u>	<u>-</u>

IREVNA LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010**

6. TAXATION

	2010 £	2009 £
Analysis of tax (credit)/charge in the year		
UK corporation tax (credit)/charge on (loss)/profit for the year	(8,462)	6,416
Adjustments in respect of prior periods	2,046	-
	(6,416)	6,416
Tax on (loss)/profit on ordinary activities	(6,416)	6,416

Factors affecting tax charge for the year

The tax assessed for the year is lower than (2009 - higher than) the standard rate of corporation tax in the UK (28%). The differences are explained below:

	2010 £	2009 £
(Loss)/profit on ordinary activities before tax	(85,017)	16,281
(Loss)/profit on ordinary activities multiplied by standard rate of corporation tax in the UK of 28% (2009 - 28%)	(23,805)	4,559
Effects of:		
Expenses not deductible for tax purposes	8,212	1,297
Capital allowances for year less than depreciation	(362)	1,000
Tax losses carried forward to future periods	13,909	-
Carry back of losses to prior periods	(6,416)	-
Adjustments to tax charge in respect of prior periods	2,046	(440)
	(6,416)	6,416
Current tax (credit)/charge for the year (see note above)	(6,416)	6,416

Factors that may affect future tax charges

There were no factors that may affect future tax charges.

IREVNA LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010**

7. INTANGIBLE FIXED ASSETS

	Brand £	Customer Relationships and Non Compete £	Goodwill £	Total £
Cost				
Additions	<u>361,264</u>	<u>3,321,497</u>	<u>1,759,436</u>	<u>5,442,197</u>
At 31 December 2010	<u>361,264</u>	<u>3,321,497</u>	<u>1,759,436</u>	<u>5,442,197</u>
Amortisation				
Charge for the year	<u>2,870</u>	<u>28,579</u>	<u>6,990</u>	<u>38,439</u>
At 31 December 2010	<u>2,870</u>	<u>28,579</u>	<u>6,990</u>	<u>38,439</u>
Net book value				
At 31 December 2010	<u>358,394</u>	<u>3,292,918</u>	<u>1,752,446</u>	<u>5,403,758</u>

Within Customer Relationships and Non Compete are:

- Customer Relationships (3 yrs) £57,285
- Customer Relationships (15 yrs) £2,788,151
- Non Compete (3 yrs) £447,482

IREVNA LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010**

8. TANGIBLE FIXED ASSETS

	Computer Equipment £	Furniture, fittings and equipment £	Total £
Cost			
At 1 January 2010	55,547	3,478	59,025
Additions	3,751	-	3,751
	<u>59,298</u>	<u>3,478</u>	<u>62,776</u>
At 31 December 2010			
	<u>59,298</u>	<u>3,478</u>	<u>62,776</u>
Depreciation			
At 1 January 2010	50,548	3,069	53,617
Charge for the year	4,403	287	4,690
	<u>54,951</u>	<u>3,356</u>	<u>58,307</u>
At 31 December 2010			
	<u>54,951</u>	<u>3,356</u>	<u>58,307</u>
Net book value			
At 31 December 2010	<u>4,347</u>	<u>122</u>	<u>4,469</u>
At 31 December 2009	<u>4,999</u>	<u>409</u>	<u>5,408</u>

IREVNA LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010**

9. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
Cost or valuation	
At 1 January 2010 and 31 December 2010	<u>11,111</u>

Subsidiary undertakings

The following were subsidiary undertakings of the company:

Name	Class of shares	Holding
Irevna LLC	Ordinary	100%
CRISIL Irevna Poland SP zoo	Ordinary	100%

Name	Business	Registered office
Irevna LLC	Provision of business research information	United States
CRISIL Irevna Poland SP zoo	Provision of financial research and data analytic services	Poland

As at 31 December 2010 Irevna LLC has net liabilities of US\$1,380,722 (2009: net liabilities US\$1,422,826), having made a profit for the year of US\$42,104 (2009: loss of US\$164,498).

As at 31 December 2010 CRISIL Irevna Poland SP zoo has net assets of PLN 266,019 (2009: net assets PLN 73,024), having made a profit for the year of PLN 129,205 (2009: profit of PLN 23,024).

10. DEBTORS

	2010 £	2009 £
Trade debtors	3,925,896	1,741,909
Amounts owed by group undertakings	95,897	152,413
Other debtors	512,158	36,889
Prepayments and accrued income	844,553	6,062
	<u>5,378,504</u>	<u>1,937,273</u>

IREVNA LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010**

**11. CREDITORS:
Amounts falling due within one year**

	2010 £	2009 £
Trade creditors	-	3,471
Amounts owed to group undertakings	3,873,667	1,232,620
Corporation tax	-	6,416
Social security and other taxes	755,892	492,801
Other creditors	288,568	1
Accruals and deferred income	889,345	566,691
	<u>5,807,472</u>	<u>2,302,000</u>

**12. CREDITORS:
Amounts falling due after more than one year**

	2010 £	2009 £
Amounts owed to group undertakings	<u>4,478,575</u>	<u>-</u>

Creditors include amounts not wholly repayable within 5 years as follows:

	2010 £	2009 £
Repayable by instalments	<u>4,478,575</u>	<u>-</u>

13. SHARE CAPITAL

	2010 £	2009 £
Allotted, called up and fully paid		
2,056,000 (2009 - 8,000) Ordinary shares of £1 each	<u>2,056,000</u>	<u>8,000</u>

IREVNA LIMITED

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2010**

14. RESERVES

	Profit and loss account £
At 1 January 2010	18,798
Loss for the year	(78,601)
	<hr/>
At 31 December 2010	<u>(59,803)</u>

15. RECONCILIATION OF MOVEMENT IN SHAREHOLDERS' FUNDS

	2010 £	2009 £
Opening shareholders' funds	26,798	16,933
(Loss)/profit for the year	(78,601)	9,865
Shares issued during the year	<u>2,048,000</u>	<u>-</u>
Closing shareholders' funds	<u>1,996,197</u>	<u>26,798</u>

16. RELATED PARTY TRANSACTIONS

During the year the entire share capital of Irevna Limited was held by CRISIL Limited.

The company has taken FRS8 exemptions from disclosing related party transactions with other group companies for the current year.

17. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The directors consider that CRISIL Limited controls Irevna Limited. The ultimate controlling party however is The McGraw-Hill Companies Inc.

IREVNA LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2010

	2010 £	2009 £
TURNOVER	16,059,686	11,753,723
Cost of sales	(15,635,463)	(11,416,746)
	<hr/>	<hr/>
GROSS PROFIT	424,223	336,977
LESS: OVERHEADS		
Administration expenses	(497,411)	(325,047)
	<hr/>	<hr/>
OPERATING (LOSS)/PROFIT	(73,188)	11,930
Interest receivable	6,456	4,351
Interest payable	(18,285)	-
	<hr/>	<hr/>
(LOSS)/PROFIT FOR THE YEAR	<u>(85,017)</u>	<u>16,281</u>

IREVNA LIMITED

**SCHEDULE TO THE DETAILED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2010**

	2010 £	2009 £
TURNOVER		
Sales	<u>16,059,686</u>	<u>11,753,723</u>
	2010 £	2009 £
COST OF SALES		
Research and analysts' costs	12,577,196	9,503,384
Wages and salaries	2,747,634	1,793,803
National insurance	154,324	119,559
Business information and supplies	156,309	-
	<u>15,635,463</u>	<u>11,416,746</u>
	2010 £	2009 £
ADMINISTRATION EXPENSES		
Bank charges	2,430	2,505
Rent and rates	34,238	45,166
Sundry expenses	(18,002)	298
Stationery	1,832	1,861
Telephone and communications	24,173	16,185
General office expenses	-	43
Advertising and promotion	10,654	1,190
Travel and entertaining	200,648	136,345
Legal and professional fees	53,005	54,979
Audit and accountancy fees	15,750	10,080
Training and recruitment fees	7,381	3,742
Depreciation	4,690	6,866
Foreign exchange (gain)/loss	(23,102)	(3,788)
Bad debts	3,206	-
Immigration	1,870	7,065
Relocation expenses	56,033	9,000
Subscriptions	63,400	12,235
Penalties - tax	9,286	1,033
Amortisation - intangible fixed assets	38,439	-
Light and heat	-	(60)
Repairs and maintenance	88	80
Postage	1,333	462
Other staff costs	10,059	19,760
	<u>497,411</u>	<u>325,047</u>

IREVNA LIMITED

SCHEDULE TO THE DETAILED ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2010

	2010 £	2009 £
INTEREST RECEIVABLE		
Interest receivable	<u>6,456</u>	<u>4,351</u>
	2010 £	2009 £
INTEREST PAYABLE		
Other interest payable	<u>18,285</u>	<u>-</u>

IREVNA LLC

IREVNA LLC

**REPORT ON AUDIT OF
FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

Year Ended December 31, 2010

Independent Auditors' Report

To the Member
Irevna LLC

We have audited the accompanying balance sheet of Irevna LLC (the "Company") as of December 31, 2010, and the related statements of income and member's deficit, and cash flows for the year then ended. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Irevna LLC as of December 31, 2010, and the results of its operations and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

New York, New York
January 18, 2011

IREVNA LLC

Balance Sheet

December 31, 2010

Assets

Current Assets:

	\$
Cash and cash equivalents	1,708,260
Accounts receivable, net	2,105,510
Prepaid expenses and other current assets	38,159
Refundable income taxes	<u>14,625</u>
Total Current Assets	3,866,554
Investment in Argentina	11,908
Security Deposits	<u>17,000</u>
	\$
Total Assets	<u><u>3,895,462</u></u>

Liabilities and Member's Deficit

Current Liabilities:

	\$
Accounts payable and accrued liabilities	385,174
Deferred revenue	118,370
Income taxes payable	4,821
Due to related parties	<u>4,793,569</u>
Total Current Liabilities	5,301,934
Commitments	
Member's Deficit	<u>(1,406,472)</u>
	\$
Total Liabilities and Member's Deficit	<u><u>3,895,462</u></u>

See notes to financial statements.

IREVNA LLC

Statement of Income and Member's Deficit

Year Ended December 31, 2010

Report Fees	\$ 14,243,059
Processing Fees	<u>11,436,391</u>
Gross Profit	2,806,668
Operating Costs and Expenses	<u>2,729,234</u>
Income from Operations	<u>77,434</u>
Other Income (Expense)	
Income tax refund	3,263
Bad debt expense	(25,349)
Loss on foreign currency transaction	(28,199)
Total Other (Expense)	<u>(50,285)</u>
Income before Provision for Income Taxes	27,149
Provision for Income Taxes	<u>10,795</u>
Net Income	16,354
Member's Deficit - beginning of year	<u>(1,422,826)</u>
Member's Deficit - end of year	<u><u>\$ (1,406,472)</u></u>

See notes to financial statements.

IREVNA LLC

Statement of Cash Flows

Year Ended December 31, 2010

Cash Flows from Operating Activities:

Net income	\$ 16,354
Adjustments to reconcile net income to net cash provided by operating activities:	
Bad debt expense	25,349
Depreciation	1,702
Changes in operating assets and liabilities:	
Accounts receivable	(191,578)
Prepaid expenses and other current assets	(36,159)
Refundable income taxes	(3,371)
Security deposits	(5,000)
Accounts payable and accrued liabilities	37,222
Deferred revenue	118,370
Income tax payable	4,821
Due to related party	<u>505,495</u>
Net Cash Provided by Operating Activities	<u>473,205</u>
Net Increase in Cash and cash equivalents	473,205
Cash and Cash Equivalents - beginning of year	<u>1,235,055</u>
	\$
Cash and Cash Equivalents- end of year	<u><u>1,708,260</u></u>
Supplemental Disclosure:	
Cash paid during the year for income taxes	<u><u>\$ 5,974</u></u>

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

1. Nature of Business and Summary of Significant Accounting Policies

Nature of business - Irevna LLC (the "Company") is a wholly-owned subsidiary of Irevna Limited of the United Kingdom ("Irevna U.K."). The Company is an outsource provider of high-end research and analysis with a focus on serving the global financial services community. The Company's research and processing services are performed by CRISIL Ltd. ("CRISIL"), an entity related to Irevna U.K. through common ownership (see Notes 3 and 6) and Crisil Irevna Argentina S.A. ("Irevna Argentina"), an entity that the Company has a five percent ownership interest in at December 31, 2010 (see Notes 3 and 6).

Use of estimates - The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Cash and cash equivalents - The Company considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Cash and cash equivalents consist of funds maintained in checking accounts maintained at financial institutions.

At year-end and at various times throughout the year, the Company had balances in amounts in excess of federally insured limits on deposit with a bank. The Company has not experienced any losses in such accounts, and management believes that it is not exposed to any significant credit risk on cash and cash equivalents.

Accounts receivable and allowance for doubtful accounts - In the normal course of business, the Company provides unsecured credit to customers, performs credit evaluations of these customers, and maintains reserves for potential credit losses. In determining the amount of the allowance for doubtful accounts, management considers historical credit losses, the past due status of receivables, payment history, and other customer-specific information. The past due status of a receivable is based on its contractual terms. Expected credit losses are recorded as an allowance for doubtful accounts. Receivables are written off when management determines they are uncollectible. The allowance for doubtful accounts was approximately \$236,000 as of December 31, 2010.

Property and equipment - Property and equipment are stated at cost. Depreciation on property and equipment is calculated using straight-line and accelerated methods over the estimated useful lives of the related assets.

Revenue recognition - The Company recognizes revenue when the service is performed.

Income taxes - The Company is treated as a "C" Corporation for federal and state tax purposes and uses the asset and liability method as identified in "Accounting for Income Taxes".

Uncertain tax positions - The Company follows the provisions of "Accounting for Uncertainty in Income Taxes", which prescribes recognition thresholds that must be met before a tax position is recognized in the financial statements and provides guidance on de-recognition, classification, interest and penalties, accounting in interim periods, disclosure, and transition. Under "Accounting for Uncertainty in Income Taxes", an entity may only recognize or continue to recognize tax positions that meet a "more likely than not" threshold. The Company is no longer subject to the United States federal, state and local income tax examinations by tax authorities for years before 2007. The Company has evaluated its tax position for the year ended December 31, 2010, and does not expect a material adjustment.

Subsequent events - The Company has evaluated events and transactions that occurred between January 1, 2011 and January 18, 2011, which is the date the financial statements were available to be issued, for possible disclosure and recognition in the financial statements. No events or transactions were identified during this period that required disclosure or recognition.

2. Property and Equipment

Property and equipment consists of the following:

December 31, 2010

Office Equipment	\$ 20,498
Less Accumulated Depreciation	20,498
	<u>\$ -</u>

Depreciation expense charged to operations for the year ended December 31, 2010 was \$1,702.

3. Related Party Transactions

Loans to employees - The Company advanced payroll to certain employees during the year ended December 31, 2010. These receivables are included in prepaid expenses and other current assets and are unsecured without definitive repayment terms and non-interest bearing. At December 31, 2010, the Company has a receivable from employees for these loans of \$11,244.

Due to related party - For the year ended December 31, 2010, CRISIL billed the Company \$11,075,892 for research and processing services. The Company owed a total of \$4,773,589 as of December 31, 2010 for these services.

For the year ended December 31, 2010, Irevna Argentina billed the Company \$360,499 for research and processing services. The Company owed a total of \$19,980 as of December 31, 2010 for these services.

The service fees charged to the Company are calculated according to a Management Service Agreement (the "Agreement") between the Company and these related parties. Through March 2010, for CRISIL, processing fees are charged at a rate of 85% of report fees subject to reductions for discretionary discounts offered by CRISIL. Effective April 1, 2010, processing fees are charged at a rate of cost plus a margin on these costs incurred. For Irevna Argentina, processing fees are charged at a rate of cost plus 10%.

Investment in Argentina - Investment in Argentina consists of a five percent ownership interest in Irevna Argentina (see Note 1), which approximates a \$12,000 value at December 31, 2010.

4. Income Taxes

Taxes on income are composed of the following:

Year Ended December 31, 2010

Current:	
State and city	\$ 10,795
	<u>\$ 10,795</u>

The Company recognizes deferred tax assets for the future tax effect of net operating loss carryforwards. A valuation allowance is required if, based on the weight of available evidence, it is more likely than not that some portion or all of the deferred tax assets will not be realized. Management concluded a valuation allowance was appropriate at December 31, 2010, since the Company does not anticipate the net operating loss carryforwards will be utilized. The need for the valuation allowance is evaluated periodically by management.

The components of deferred tax assets are as follows:

Deferred:	
Federal	\$ 348,000
State and city	174,000
Total Deferred Tax Assets	<u>522,000</u>
Less Valuation Allowance	522,000
	<u><u>\$ -</u></u>

Operating loss carryforwards which may provide future tax benefits approximate \$1,391,000 at December 31, 2010. These operating loss carryforwards expire through 2030.

5. Commitments

Operating lease - The Company leases office space under two noncancelable leases which expire through November 2011. Rent expense charged to operations for office space was \$78,516 for the year ended December 31, 2010.

Future minimum payments as of December 31, 2010 for the remaining term of the leases are approximately \$66,700.

6. Major Customers and Service Providers

Major customers - Report fees include approximately 74% of sales to two customers for the year ended December 31, 2010. Receivables from these customers were approximately 87% of total accounts receivable at December 31, 2010.

Service provider - All of the Company's research and processing services are performed by CRISIL, an entity related to Irevna U.K. through common ownership, and Irevna Argentina, an entity in which the Company owns a five percent interest (see Note 1 and 3).

Supplementary Information

Independent Auditors' Report on Supplementary Information

To the Member
Irevna LLC

Our report on our audit of the basic financial statements of Irevna LLC for the year ended December 31, 2010 appears on page 1 of this report. Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedule of operating costs and expenses is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

New York, New York
January 18, 2011

IREVNA LLC

Schedule of Operating Costs and Expenses

Year Ended December 31, 2010

Salaries	\$ 1,401,941
Travel Expense	359,959
Incentive Expense	304,664
Professional Fees	163,229
Health Insurance	134,170
Payroll Taxes	104,361
Rent	78,516
Professional Liability Insurance	50,146
Utilities	23,608
Information Technology	22,845
Telephone and Internet	17,704
Business Promotion Expense	16,438
Subscription Fee	16,084
Printing Expense	15,564
Recruitment	9,000
Other Miscellaneous Expense	4,758
Bank Fees	3,774
Depreciation	1,702
Staff Training Expense	647
Miscellaneous Taxes	124
	<u>\$ 2,729,234</u>

See independent auditors' report on supplementary information.

**PIPAL RESEARCH ANALYTICS AND
INFORMATION SERVICES INDIA
PRIVATE LIMITED**

The Board of Directors,
Pipal Research Analytics and Information Services India Private Limited,
New Delhi

AUDITOR'S REPORT

We have audited the attached Balance Sheet of M/s Pipal Research Analytics and Information Services India Private Limited (formerly known as Satvik Research and Analytics India Private Limited), New Delhi as at 31st December, 2010 and also the Profit and Loss Account for the nine months year ended on that date annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As required by the Companies (Auditors Report) Order, 2003 issued by the Central Government of India in terms of Section 227 (4A) of the Companies Act, 1956 and on the basis of such checks of the books and records as we considered necessary and appropriate and according to the information and explanations given to us during the course of the audit, we enclose in the Annexure, a statement on the matters specified in paragraphs 4 and 5 of the said order.

Further to our comments in the Annexure referred to above, we report that:-

- i) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit;
- ii) In our opinion, proper books of account as required by Law have been kept by the company so far as appears from our examination of those books;
- iii) The Balance Sheet and Profit and Loss Account dealt with by this report are in agreement with the Books of Account;

- iv) In our opinion, the Balance Sheet and Profit and Loss Account dealt with by this report comply with the mandatory accounting standards issued by the Institute of Chartered Accountant of India as referred in Sub-Section (3C) of Section 211 of the Companies Act, 1956.
- v) On the basis of written representations received from the directors, as on 31st December, 2010 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on 31st December, 2010, from being appointed as a director of the company under section 274 (1) (g) of the Companies Act, 1956.
- vi) In our opinion and to the best of our information and according to the explanations given to us, the said financial statements, read with the notes thereon, give the information required by the Companies Act, 1956, in the manner so required and, give a true and fair view in conformity with the accounting principles : -
 - a) In the case of Balance Sheet, of the state of affairs of the Company as at 31st December, 2010 and
 - b) In the case of Profit and Loss account, of the loss of the company for the nine months period ended on that date.

For Pramod K. Jindal & Associates
Chartered Accountants

(Pramod K. Aggarwal)
Partner

Place: - New Delhi

Date: -

STATEMENT PURSUANT TO SECTION 227(4A) OF THE COMPANIES ACT,1956

01. The Company has maintained proper records to show full particulars including quantitative details and situation of all fixed assets. The management during the period has physically verified the fixed assets of the Company and no serious discrepancies between book record and physical inventory have been noticed.
02. The inventory has been physically verified during the period by the management. In our opinion, the frequency of verification is reasonable. The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business. The Company is maintaining proper records of inventory. As explained to us, no material discrepancies were noticed on physical verification.
03. The company has availed unsecured loan from one party covered in the register maintain under section 301 of the Companies Act, 1956. The aggregate of the maximum amount of the loans outstanding during the year, and the aggregate of the year-end balances of such loans was Rs. 2,44,44,812/- and Rs. NIL respectively.
04. The Company has an adequate internal control procedure commensurate with size of the company and the nature of its business for the purchase of stores, raw material, components, plants, machinery, equipments and other assets and also for the sale of goods.
05. According to the information and explanations given to us, we are of the opinion that there are no transactions that need to be entered into the register maintained under section 301 of the Companies Act, 1956.
06. The Company has not accepted any deposits from the public within the meaning of Section 58A and 58AA of the Act and the rules framed there under.
07. In our opinion, the company has an adequate internal audit system commensurate with the size and nature of its business.
08. The Central Government of India has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of section 209 of the Act for any of the products of the Company.

09. In our opinion, and according to the information and explanations given to us, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Income-tax with the appropriate authorities.
10. The Company has no accumulated cash losses as at 31st December, 2010.
11. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institutions and banks as at the balance sheet date.
12. The Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. The provisions of any special statute applicable to chit fund/nidhi/mutual benefit fund / societies, are not applicable to the Company.
14. In our opinion, the Company is not a dealer or trader in shares, securities, debentures and other investments.
15. In our opinion and according to the information and explanations given to us the company has not given any guarantee.
16. During the year the company has not taken any new term loans.
17. According to the information and explanations given to us and on an overall examination of the balance sheet of the company, we report that no funds raised on short term basis have been used for long term investment.
18. According to the information and explanations given to us, the Company has not made any preferential allotment of shares to parties covered in the register maintained under section 301 of the Act during the period.
19. According to the information and explanations given to us, during the period covered by our audit report, the company has not issued any debentures.
20. According to the information and explanations given to us, during the period covered by our audit report, the Company has not raised any money by public issue.

21. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the company, noticed or reported during the period, nor have we been informed of such case by the management.

For Pramod K. Jindal & Associates

Chartered Accountants

Firm Registration no. 013448N

(Pramod K. Aggarwal)

Partner

M.No. 088860

Place: New Delhi

Date:

PIPAL RESEARCH ANALYTICS AND INFORMATION SERVICES INDIA PRIVATE LIMITED
(Formerly known as Satvik Research and Analytics India Private Limited)

Balance Sheet as at December 31st, 2010

	Sch.	AS AT 31.12.2010		AS AT 31.03.2010	
SOURCES OF FUNDS:					
SHAREHOLDER'S FUNDS					
Share Capital	1		100,000.00		100,000.00
LOANS FUND:					
Unsecured Loan	2		-		23,937,612.00
TOTAL			100,000.00		24,037,612.00
APPLICATION OF FUNDS:					
FIXED ASSETS:					
Gross Block	3		52,834,707.75		50,672,900.75
Less: Depreciation			33,851,662.25		30,404,269.01
Net Block			18,983,045.50		20,268,631.74
CURRENT ASSETS, LOANS AND ADVANCES:					
Current Assets:					
Work-in -Progress			-	1,312,004.00	
Cash & Bank Balances	4	11,735,436.22		7,393,071.41	
Loans & Advances	5	28,982,551.95	40,717,988.17	15,701,270.01	24,406,345.42
Less: CURRENT LIABILITIES & PROVISIONS					
Current Liabilities					
	6		(78,787,792.47)		(38,172,904.76)
NET CURRENT ASSETS					
			(38,069,804.30)		(13,766,559.34)
MISCELLANEOUS EXPENDITURE					
(TO THE EXTENT NOT WRITTEN OFF OR ADJUSTED)					
Debit balance in Profit & Loss Account	7		-		-
			19,186,758.80		17,535,539.61
TOTAL			100,000.00		24,037,612.01

Significant accounting policies and notes on accounts

18

As per our report of even date attached
For Pramod K. Jindal & Associates
Chartered Accountants
Firm Registration no. 013448N

For and on behalf of the Board of Directors of
Pipal Research Analytics and Information Services India Pvt. Ltd.

(Pramod K. Aggarwal)
Partner
M.No. 088860
Dated:
Place : New Delhi

Arun Panicker
Director

G V Mani
Director

Dated:

PIPAL RESEARCH ANALYTICS AND INFORMATION SERVICES INDIA PRIVATE LIMITED
(Formerly known as Satvik Research and Analytics India Private Limited)

PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED ON 31st DECEMBER, 2010

	Sch.	YEAR ENDED 31.12.2010 (Nine Months)	YEAR ENDED 31.03.2010
INCOME:			
Revenue from Operations / Sales		182,466,964.14	236,048,741.95
Interest Income		3,309.00	4,828.00
Foreign exchange gain		88,309.00	-
Other Deductions		245,852.00	-
Notice pay recovery		285,832.00	175,288.00
Closing Work-in -Progress		-	1,312,004.00
TOTAL		183,090,266.14	237,540,861.95
EXPENDITURE:			
Opening Work in Progress		1,312,004.00	896,958.00
Expenses on Operations	8	13,601,614.29	9,697,619.00
Personnel Expenses	9	119,273,901.00	169,108,158.50
Administration Expenses	10	47,106,572.81	50,641,933.75
TOTAL		181,294,092.10	230,344,669.25
Profit / (Loss) before depreciation and tax		1,796,174.04	7,196,192.70
Depreciation		3,447,393.23	5,743,012.09
Profit / (Loss) before tax		(1,651,219.19)	1,453,180.61
Fringe Benefit Tax		-	12,475.00
Profit / (Loss) brought forward from Last Year		(17,535,539.61)	(19,001,195.22)
Net Profit / (Loss)		(19,186,758.80)	(17,535,539.61)
Prior Period Expense		-	-
Balance carried to Balance Sheet		(19,186,758.80)	(17,535,539.61)

Significant accounting policies and notes on accounts

18

As per our report of even date attached
For Pramod K. Jindal & Associates
Chartered Accountants
Firm Registration no. 013448N

For and on behalf of the Board of Directors of
Pipal Research Analytics and Information Services India Pvt. Ltd.

(Pramod K. Aggarwal)
Partner
M.No. 088860
Dated:
Place : New Delhi

Arun Panicker
Director
Dated:

G V Mani
Director

PIPAL RESEARCH ANALYTICS AND INFORMATION SERVICES INDIA PRIVATE LIMITED
(Formerly known as Satvik Research and Analytics India Private Limited)

Schedules 1-10 and breakup of schedules 11 - 18 forms an integral part of the accounts

SCHEDULE 1 : SHARE CAPITAL	AS AT 31.12.2010	AS AT 31.03.2010
Authorised Share Capital: 100,000 Equity Shares of Rs. 10/- each	1,000,000.00	1,000,000.00
Issued, Subscribed and Paid-up Capital : 10,000 Equity Shares of Rs. 10/- each fully paid-up	100,000.00	100,000.00
Total	100,000.00	100,000.00

SCHEDULE 2 : LOAN FUNDS - UNSECURED LOAN	AS AT 31.12.2010	AS AT 31.03.2010
Manoj Jain	-	32,800.00
First Source Limited (including interest thereon)	-	23,904,812.00
Total	-	23,937,612.00

PIPAL RESEARCH ANALYTICS AND INFORMATION SERVICES INDIA PRIVATE LIMITED
(Formerly known as Satvik Research and Analytics India Private Limited)

SCHEDULE 3 : FIXED ASSETS

Assets	Gross Block			As on 31.12.2010	Accumulated Depreciation			Net block		
	As on 01.04.2010	Addition	Deductions		Up to 01.04.2010	For the year	Deductions	Up to 31.12.2010	As on 31.12.2010	As on 31.03.2010
Microwave	17,304.00	-	-	17,304.00	8,655.25	972.99	-	9,628.24	7,675.76	8,648.75
Networking Equipments	3,724,031.41	-	-	3,724,031.41	2,599,783.66	126,477.87	-	2,726,261.53	997,769.88	1,124,247.75
Computers	16,864,603.07	1,521,254.00	26,000.00	18,359,857.07	15,105,514.15	1,437,058.32	-	16,542,572.47	1,817,284.60	1,759,088.92
Refrigerator	66,630.00	-	-	66,630.00	32,479.55	3,841.93	-	36,321.48	30,308.52	34,150.45
Vending Machine	26,000.00	-	-	26,000.00	14,032.85	1,346.31	-	15,379.16	10,620.84	11,967.15
Furniture & Fixtures	5,172,623.00	14,500.00	-	5,187,123.00	1,236,298.99	296,278.85	-	1,532,577.84	3,654,545.16	3,936,324.02
LCD Projector	208,150.00	-	-	208,150.00	98,382.28	12,348.87	-	110,731.15	97,418.85	109,767.73
Office Equipment	1,122,983.75	336,450.00	-	1,459,433.75	343,920.84	124,004.58	-	467,925.42	991,508.33	779,062.91
Software	6,820,591.00	-	-	6,820,591.00	6,092,466.60	327,655.98	-	6,420,122.58	400,468.42	728,124.40
Leasehold Improvements	11,879,978.52	-	-	11,879,978.52	2,729,767.15	686,265.85	-	3,416,033.00	8,463,945.52	9,150,211.37
Access Control System	404,961.00	-	-	404,961.00	154,704.00	28,153.91	-	182,857.91	222,103.09	250,257.00
Air Conditioner	2,461,567.00	-	-	2,461,567.00	913,360.00	174,173.29	-	1,087,533.29	1,374,033.71	1,548,207.00
Cycle	5,408.00	-	-	5,408.00	2,087.05	373.61	-	2,460.66	2,947.34	3,320.95
EPABX	548,917.00	-	-	548,917.00	204,009.95	38,802.05	-	242,812.00	306,105.00	344,907.05
Generator	601,231.00	-	-	601,231.00	199,420.70	45,203.64	-	244,624.34	356,606.66	401,810.30
UPS & Battery	747,922.00	315,603.00	-	1,063,525.00	669,386.00	144,435.18	-	813,821.18	249,703.82	78,536.00
Total	50,672,900.75	2,187,807.00	26,000.00	52,834,707.75	30,404,269.02	3,447,393.23	-	33,851,662.25	18,983,045.50	20,268,631.75
Previous Year	48,889,699.75	1,783,201.00	-	50,672,900.75	24,661,256.93	5,743,012.08	-	30,404,269.01	20,268,631.75	24,228,442.82

PIPAL RESEARCH ANALYTICS AND INFORMATION SERVICES INDIA PRIVATE LIMITED
(Formerly known as Satvik Research and Analytics India Private Limited)

Schedules 1-10 and breakup of schedules 11 - 18 forms an integral part of the accounts

SCHEDULE 4 : CASH & BANK BALANCES	AS AT 31.12.2010	AS AT 31.03.2010
Cash in hand	6,000.38	12,662.38
<u>Balance in current account with banks:</u>		
ICICI Bank	59,872.98	95,137.98
CitiBank-Delhi	11,450,732.39	3,786,827.27
Punjab National Bank	26,385.00	3,292,557.00
CitiBank-Bangalore	142,357.17	101,676.28
Standard Chartered Bank	88.30	104,210.50
Fixed deposit with Citibank-Delhi	50,000.00	50,000.00
Deposit includes fixed deposits with banks Rs.50,000 (P.Y Rs.50,000) marked as lien for Bank Gurantee issued by bank on behalf of the Company. (Refer Note 12, Schedule 18)		
Total	11,735,436.22	7,443,071.41

SCHEDULE 5 : LOANS & ADVANCES	AS AT 31.12.2010	AS AT 31.03.2010
Sundry Debtors	15,787,016.41	154,733.00
<u>Advances:</u>		
Advances recoverable in Cash or Kind of value to be received (Unsecured - Considered Good)	2,791,875.54	4,447,150.01
<u>Deposits & Securities:</u> (Unsecured - Considered Good)	10,403,660.00	11,049,387.00
Total	28,982,551.95	15,651,270.01

SCHEDULE 6 : CURRENT LIABILITIES	AS AT 31.12.2010	AS AT 31.03.2010
Sundry Creditors	1,060,838.00	1,231,239.00
Other Liabilities	31,558,238.55	20,018,458.00
Advances from customers	46,168,715.92	16,923,207.76
Total	78,787,792.47	38,172,904.76

SCHEDULE 7 : MISCELLANEOUS EXPENDITURE (to the extent not written off or adjusted)	AS AT 31.12.2010	AS AT 31.03.2010
Preliminary Expenditure	-	-
Less: Written off during the year	-	-
Total	-	-

PIPAL RESEARCH ANALYTICS AND INFORMATION SERVICES INDIA PRIVATE LIMITED
(Formerly known as Satvik Research and Analytics India Private Limited)

Schedules 1-10 and breakup of schedules 11 - 18 forms an integral part of the accounts

	Year Ended on 31.12.2010 (Nine Months)	Year Ended on 31.03.2010
SCHEDULE 8 : EXPENSES ON OPERATION		
Internet Fee	1,451,022.00	2,197,757.00
Research Expenses	2,242,321.00	2,510,816.00
Books & Periodicals	19,242.11	327,452.00
Professional Charges	7,756,240.00	4,321,120.00
Recruitment Expenses	909,622.00	340,474.00
Royalty Expense	1,223,167.18	-
Total	13,601,614.29	9,697,619.00

	Year Ended on 31.12.2010 (Nine Months)	Year Ended on 31.03.2010
SCHEDULE 9 : PERSONNEL EXPENSES		
Salary, Wages & Bonus	117,812,681.00	166,059,114.00
Staff Welfare Expenses	1,461,220.00	3,049,044.50
Total	119,273,901.00	169,108,158.50

	Year Ended on 31.12.2010 (Nine Months)	Year Ended on 31.03.2010
SCHEDULE 10 : ADMINISTRATION EXPENSES		
Audit Fee	176,222.00	193,027.00
Audit Expenses	-	41,363.00
Bank Charges	154,626.36	137,625.57
Business Promotion	38,605.00	48,771.00
Car Hire Charges	448,000.00	-
Brokerage	132,360.00	-
Employee Health Insurance	732,838.00	-
Computer Consumables	233,568.00	567,301.00
Courier Charges	12,367.00	32,770.00
Conveyance Expenditure	5,704,200.00	5,532,111.00
Gratuity Premium LIC	4,139,885.00	2,139,284.00
Donation Expenses	-	300,000.00
Electricity & Water Charges	2,048,378.86	2,181,727.00
Entertainment Expenses	-	561,254.00
Fees, Rates and Taxes	1,211,804.00	282,103.00
Festival Expenses	241,351.00	134,888.00
Foreign Travelling	2,864,923.00	872,381.00
Genset Expenses	864,932.00	1,429,909.00
Gifts	131,776.00	28,894.00
Guest House Expenses	233,565.00	241,610.00
Hotel Boarding & Lodging	34,335.00	62,282.00
House Keeping Service Charges	577,691.00	274,318.00
Insurance	17,828.00	855,119.31
Interest On TDS	175.00	-
Interest on Loan	600,000.00	2,400,000.00
Licence fees	74,914.00	560,062.00
Office Expenses	320,777.00	1,435,191.00
Printing & Stationery	88,235.00	140,249.00
Relocation Expenses	30,896.00	35,023.00
Rent	17,427,486.00	23,784,200.00
Maintenance computer	1,825,050.11	2,606,604.39
Misc. Expenses	6,570.00	4,000.00
Security Service Charges	875,659.00	1,044,569.00
Telephone Expenses	3,624,279.97	2,229,070.48
Travelling Expenses	1,855,430.00	462,227.00
Team Outing Expenses	28,369.00	24,000.00
Bad Debts	349,476.51	-
Total	47,106,572.81	50,641,933.75

PIPAL RESEARCH ANALYTICS AND INFORMATION SERVICES INDIA PRIVATE LIMITED
(Formerly known as Satvik Research and Analytics India Private Limited)

Schedules 1-10 and breakup of schedules 11 - 18 forms an integral part of the accounts

Schedule 11 : Advances recoverable in cash or in kind	AS AT 31.12.2010
TDS Recoverable	148,484.71
Interest accrued on FD	11,583.00
Bablu Kumar	1,700.00
Ganesh Mishra	5,000.00
Gopal Mishra	3,000.00
Imprest-Bangalore	325.14
Sanjeev Jain	20,000.00
Chaudhary Baby	5,470.00
Gunita Chopra	25,092.00
Harish Sharma	9,379.00
Nipun Sahni	21,402.00
Sanjeev Arora	15,569.00
Saurabh Sood	14,310.00
Prepaid Access Control System AMC	22,026.00
Prepaid Air Conditioner AMC	80,616.00
Prepaid PBX System AMC	15,514.00
Prepaid Internet Fee	388,374.00
Prepaid Computer Care Pack	82,276.00
Prepaid Fees, Rates & Taxes	61,643.00
Prepaid Genset AMC	26,781.00
Prepaid Licence Fee	219,101.00
Prepaid Medical Insurance	754,860.69
Prepaid Networking AMC	146,692.00
Prepaid Research Expenses	422,308.00
Prepaid UPS AMC	34,842.00
Advance Income-tax (FBT)	22,631.00
Mat Recoverable	224,516.00
Prepaid Expenses	8,380.00
Total	2,791,875.54

Schedule 12 : Deposits & Securities	AS AT 31.12.2010
Security with Airtel	1,500.00
Security Deposits-Bangalore (office)	261,760.00
Security Deposits-Bangalore (New)	2,200,000.00
Security Deposits-Guest House BLR GF	48,400.00
Security Deposits-Guest House BLR 1st Floor	32,000.00
Security Deposit- New Noida Office A-51, Sec-57	360,000.00
Security Deposits- Gurgaon Office	7,500,000.00
Total	10,403,660.00

PIPAL RESEARCH ANALYTICS AND INFORMATION SERVICES INDIA PRIVATE LIMITED
(Formerly known as Satvik Research and Analytics India Private Limited)

Schedules 1-10 and breakup of schedules 11 - 18 forms an integral part of the accounts

Schedule 13 : Other Liabilities	AS AT 31.12.2010
Conveyance Expenses Payable	745,500.00
House Keeping Expenses payable	42,075.00
Expenses Payable	324,231.00
Expenses Payable (Banglore)	99,744.00
Provision for Performance Bonus	15,089,932.00
Provision for Gratuity	4,134,885.00
Internet Fee Payable	122,024.00
Office Expenses Payable	1,700.00
Telephone & BP Payable	436,073.00
Guest House Expenses Payable	20,000.00
Electricity Expenses Payable	139,160.00
Leave Encashment Payable	3,560,546.00
Leave travel Allowance Payable	816,193.00
Salary Payable	403,490.00
TDS on Contractor	8,531.00
TDS Contractor-Company	1,635.00
TDS on Professional Fees	78,715.00
TDS on Professional Services-Company	127,060.00
TDS on Rent	28,533.00
TDS on Rent-Company	120,000.00
TDS on Rent (P&M)	231.00
TDS on Salary	473,649.00
Telephone Expenses Payable	100,000.00
Professional fee payable	2,972,753.04
Audit Fee Payable	73,226.00
Security staff charges payable	80,086.00
PF Payable	1,201,140.00
Provision For Bad debts	349,476.51
Repair & Maintenance Payable	7,650.00
Total	31,558,238.55

Schedule 14 : Sundry Creditors	AS AT 31.12.2010
Anila Passi	30,349.00
Aquatech Enterprises	1,165.00
Arihant Enterprises	8,256.00
Ashok kumar jain	5,746.00
Bharti Airtel	3,308.00
Bloomberg Data Services India P. Ltd.	472,108.00
Choice Solutions Ltd.	55,560.00
Fedex	831.00
Give India	361.00
Jagdish Chand & co.	37,226.00
Mihir mehta	7,316.00
Kartik Kumar Singh	7,316.00
Nitin Rohatgi	9,410.00
Piyush Gupta	5,731.00
Praveen Kumar G	70,809.00
Rai Trading	11,775.00
Rajesh Sivaswamy	11,880.00
Ramana Reddy G	90,210.00
Sanjeev Jain	3,200.00
Santosh Service Station	22,026.00
Data Resolve Technologies Private limited	36,000.00
Sundry Creditor (Banglore)	29,619.00
Ramesh Jain	52,776.00
Saral Fresh Aqua System	6,066.00
Shubhashish Dubey	5,515.00
Sip N Fresh Vending Agency	3,500.00
Vijay Hind Kapoor	19,800.00
Vinod Kumar	29,155.00
Vishal Kumar Tiwari	11,798.00
V.K. Enterprises	1,500.00
Vodafone Essar Mobile Ser. Ltd	10,526.00
Total	1,060,838.00

PIPAL RESEARCH ANALYTICS AND INFORMATION SERVICES INDIA PRIVATE LIMITED
(Formerly known as Satvik Research and Analytics India Private Limited)

Schedules 1-10 and breakup of schedules 11 - 18 forms an integral part of the accounts

	AS AT 31.12.2010
Schedule 15 : Advances from customers	
Irevna Limited, UK (Related Party - fellow subsidiary)	34,332,626.44
British Telecom -AFC	9,816,543.48
Microsoft Corporation	2,019,546.00
Total	46,168,715.92

	AS AT 31.12.2010 (Nine Months)
Schedule 16 : Details of Salary Wages & Bonus	
Arrears Salary	56,672.00
Basic Salary	44,678,678.00
House Rent Allowance	22,357,758.00
Leave Encashment	542,765.00
Medical allowance	415,485.00
Medical Reimbursement	1,861,420.00
Notice Salary	116,833.00
Other Earnings	785,807.00
Performance Bonus	12,131,974.00
PF Contribution	5,926,914.00
Supplemantery Allowance	25,414,381.00
Leave Travel Allowance	3,713,076.00
Loyalty Bonus	(189,082.00)
Total	117,812,681.00

	AS AT 31.12.2010
Schedule 17 : Details Of Debtor	
British Telecom	15,787,016.41
Total	15,787,016.41

Pipal Research Analytics and Information Services India Pvt. Ltd.: New Delhi
Schedules forming part of Balance Sheet as at 31st December, 2010

Schedule 18 : Significant Accounting Policies and Notes to Accounts

A. Significant Accounting Policies

1. These financial statements have been prepared on an accrual basis and under historical cost convention and in compliance, in all material aspects, with the Accounting Standards issued by the Institute of Chartered Accountants of India, the provisions of the company's Act, 1956 and the generally accepted accounting principles in India.
2. The fixed assets are valued at cost of acquisition including expenses incurred to bring them into the condition of use less depreciation.
3. The depreciation on fixed assets has been provided as per income tax rates.
4. Foreign currency transactions are recorded in reporting currency by applying to the foreign currency amounts, the average exchange rates for the month prior to the month in which the transaction takes place.

B. Notes to Accounts

1. The fixed assets have not been revalued during the period.
2. The fixed assets, current assets including advances (recoverable in cash or in kind or value to be received), deposits and securities have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance Sheet.
3. The balances of sundry creditors, other liabilities, loans taken, advances, deposits and securities given are subject to confirmation.
4. In the opinion of the Board of Directors, adequate provision has been made in the accounts for all known and statutory liabilities.
5. Application for refund of service tax under rule 6 (3) of the Cenvat credit rules, 2004 for Rs. 69,85,899/- is made in June 2010 with Central Excise and Service tax department, New Delhi. No accounting entries have been passed in the books of accounts due to uncertainty of the refund. As per the explanations given by the management, they will provide the same on receipt basis.
6. The provision of Provident Fund, Employee State Insurance Act and Payment of Gratuity Acts are applicable to the Company and the company has deposited all the dues with the government authorities.
7. Auditors Remuneration --- Audit Fee Rs. 40,000/-

8. Royalty:- The Company has provided for royalty payable to Irevna Limited, UK for assigning contract of British Telecom to the Company.

9. Related party disclosure:

Irevna Limited, UK is a fellow subsidiary.

During the nine months ended on December 31, 2010, the Company had revenue amounting to Rs. 1,11,29,907.77 and advance received from the related party of Rs. 3,43,32,626.44. Royalty expense payable to the related party is Rs. 12,23,167.18.

10. Figures of previous year have been regrouped, reclassified and recast wherever required.

11. The Company has changed the accounting year from Financial Year April-March to Calendar year January-December. Accordingly, the current period accounts are prepared for the period April 2010-December 2010 and are not comparable with that of FY 2009-10.

12. Contingent Liabilities: - a) Demand by Income-tax Authorities -- NIL
b) Court cases -- NIL
c) Guarantee given/Bank guarantee -- Rs. 50,000/-
(100% margin)
d) Letter of credit issued -- NIL
e) Capital contracts to be executed -- NIL

13. Foreign Exchange Income

Inflow - USD 40,74,720.24 - Equivalent INR 18,65,05,014.12
GBP 95,000 – Equivalent INR 67,11,750

For Pipal Research Analytics and Information Services India Pvt. Ltd.

Arun Panicker
Director

G V Mani
Director

Place: New Delhi

Date: