

**SEMAM MICROFINANCE INVESTMENT LITERACY & EMPOWERMENT LTD.**

**BALANCE SHEET AS AT 31.03.2008**

		<i>Rs.</i>	<i>Rs.</i>
		<b>2007-08</b>	2006-07
		<i>Rs.</i>	<i>Rs.</i>
<b>SOURCES OF FUNDS</b>			
<b>SHAREHOLDERS FUNDS</b>			
Share Capital	1	<b>57,100,000</b>	57,100,000
Reserves and Surplus	2	<b>11,824,059</b>	4,921,845
<b>LOAN FUNDS</b>			
Secured Loans	3	<b>645,458,367</b>	298,694,638
<b>DEFERRED TAX LIABILITY</b>			
		-	1,086,180
<b>TOTAL</b>		<b>714,382,426</b>	361,802,664
<b>APPLICATION OF FUNDS</b>			
<b>FIXED ASSETS</b>			
Gross Block	4	<b>5,155,905</b>	1,260,845
Less: Depreciation		<b>835,077</b>	180,992
Net Block		<b>4,320,828</b>	1,079,853
<b>DEFERRED TAX ASSET</b>			
		<b>86,970</b>	-
<b>CURRENT ASSETS, LOANS &amp; ADVANCES</b>			
Current Assets	5	<b>31,086,341</b>	18,312,471
Loans & Advances	6	<b>684,554,127</b>	344,319,519
	<b>(A)</b>	<b>715,640,468</b>	362,631,990
<b>Less: CURRENT LIABILITIES AND PROVISIONS</b>			
Current Liabilities	7	<b>4,819,828</b>	1,439,356
Provisions		<b>846,012</b>	469,823
	<b>(B)</b>	<b>5,665,840</b>	1,909,179
<b>NET CURRENT ASSETS</b>	<b>A-B</b>	<b>709,974,628</b>	360,722,811
<i>Notes to the Accounts</i>	14		-
<b>TOTAL</b>		<b>714,382,426</b>	361,802,664

Per our report of even date  
for **VICTORIA MATHEWS & SANTHAKUMAR**  
Chartered Accountants



**B.Santhakumar**  
Partner

**Dr.N.Sethuraman**  
Chairman & Managing Director

**Director**

**Director**

Place : Chennai  
Dated : 03.06.08

**SEMAM MICROFINANCE INVESTMENT LITERACY & EMPOWERMENT LTD.**

**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31.03.2008**

		Rs.	
		2007-08	2006-07
<b>INCOME</b>	Sch		
Income from financing operation	8	<b>111,661,890</b>	111,858,222
Miscellaneous	9	<b>843,311</b>	1,724,688
<b>Total</b>		<b>112,505,201</b>	113,582,910
<b>EXPENDITURE</b>			
Financial Expenses	10	<b>75,566,588</b>	72,365,850
Establishment Expenses	11	<b>13,361,280</b>	15,838,507
Administration & Other Expenses	12	<b>13,641,005</b>	17,063,791
Provision for Non Performing Assets under RBI Directions		<b>590,440</b>	-
Depreciation		<b>654,085</b>	123,231
		<b>103,813,397</b>	105,391,379
<b>Profit before Taxation</b>		<b>8,691,804</b>	8,191,531
Less : Provision for: Current tax		<b>2,685,767</b>	2,585,067
Deferred Tax		<b>(1,173,150)</b>	1,104,804
Fringe Benefit Tax		<b>276,973</b>	244,036
<b>Profit after Tax</b>		<b>6,902,214</b>	4,257,624
Add: Balance brought forward from previous year		<b>3,935,745</b>	529,721
<b>Profit available for appropriation</b>		<b>10,837,959</b>	4,787,345
<b>APPROPRIATION</b>			
Transfer to Statutory Reserve		<b>1,380,500</b>	851,600
Balance carried to Balance Sheet		<b>9,457,459</b>	3,935,745
Accounting Policies	13		
Notes to the Accounts	14		
<b>Total</b>		<b>10,837,959</b>	4,787,345

Per our report of even date  
for **VICTORIA MATHEWS & SANTHAKUMAR**  
Chartered Accountants



**B.Santhakumar**  
Partner

*[Signature]*  
**Dr.N.Sethuraman**  
Chairman & Managing Director

*[Signature]*  
Director

*[Signature]*  
Director

Place : Chennai  
Dated : 03.06.08