

**PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 30.09.2007**

PARTICULARS	SCHEDULE NO.	30.09.2007	30.09.2006
		Rs.	Rs.
Sales and Services	13	36,874,499	1,594,055
Increase (Decrease in stock)	14	0	0
Other Income	15	30,960	63,388
<b>TOTAL</b>		<b>36,905,459</b>	<b>1,657,443</b>
<b>EXPENDITURE</b>			
Materials	16	21,779,575	1,106,352
Manufacturing & Administrative Expenses	17	5,838,741	3,608,594
Marketing Expenses	18	95,188	34,067
Interest and Financial Charges	19	2,657,973	9,656,849
Depreciation		1,561,471	1,979,650
<b>TOTAL</b>		<b>31,932,948</b>	<b>16,385,512</b>
<b>Profit/(Loss) Before Taxation</b>		<b>4,972,511</b>	<b>(14,728,070)</b>
Provision for Taxation			
Fringe Benefit Tax		19,708	20,883
<b>Profit/(Loss) after Tax transferred to Balance Sheet</b>		<b>4,952,803</b>	<b>(14,748,953)</b>
Proposed Dividend-Final			
<b>Balance Transferred to Balance Sheet</b>		<b>4,952,803</b>	<b>(14,748,953)</b>

Significant Accounting Policies & Notes to Accounts 20

The Schedules referred to above form an integral part of the Balance Sheet

As per our Audit Report of Even Date  
for M.S.REDDY & ASSOCIATES  
Chartered Accountants

for and on behalf of the Board of Directors

**M.Sridhar Reddy**  
Partner

**V. Ranganathan**  
Managing Director

**Gururaja K Upadhy**  
Director Technical

PLACE : BANGALORE  
DATE : 30.11.2007

for CEREBRA INTEGRATED TECHNOLOGIES LTD.

  
21 DIRECTOR