

Auditors Report to the Board of Directors on the Consolidated Financial Statements of IDHASOFT Limited and its subsidiaries

We have examined the attached Consolidated Balance sheet of IDHASOFT Limited (the Company) and its subsidiaries (Collectively called the Group) as at March 31, 2008 and Consolidated Profit and loss account and consolidated 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 the audits.

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 amount 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.

These subsidiaries financial statements have been audited by other auditors whose reports have been furnished to us, and our opinion for these subsidiaries is based solely on the report of these auditors.

We report that the consolidated financial statement prepared by the company is in accordance with the requirements of Accounting Standard (AS) 21 on, Consolidated Financial Statements issued by the Institute of Chartered Accountants of India subject to the method of selection of subsidiary for consolidation as explained *Schedule J (1) (a)*, in the Basis of presentation of consolidated financial statements part of *Significant Accounting Policies and Notes to Accounts*. Attention is also invited on *Schedule J – (1) (b), (1) (c) , & (1) (d)*.

Based on our audit and on consideration of reports of other auditors on financial statements of subsidiary companies, and to the best of our information and according to the explanations given to us, we are of the opinion that the attached consolidated financial statement give a true and fair view in the conformity with the accounting principles generally accepted in India:

- a) in case of the Consolidated Balance Sheet, of the state of affairs of IDHASOFT Limited and its subsidiaries as at March 31, 2008.
- b) in the case of the Consolidated Profit and Loss Account, of the profit for the period ended March 31, 2008; and
- c) in case of the consolidated cash flow statement, of the cash flow of the group for the year ended on that date.

For E.A. Patil & Associates
Chartered Accountants

CA. E.A. Patil
Partner
Membership No. 31979

Navi Mumbai
Date: July 18th 2008