

INNOVEER SOLUTIONS INDIA PVT LTD
ACCOUNTS FOR THE
FINANCIAL YEAR
2015 - 2016

REGE & THAKKAR
CHARTERED ACCOUNTANTS

Rege & Thakkar

CHARTERED ACCOUNTANTS

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Independent Auditor's Report

To the Members of
INNOVEER SOLUTIONS INDIA PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **INNOVEER SOLUTIONS INDIA PRIVATE LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2016 and its profit for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1) As required by section 143 (3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) The Balance Sheet and Statement of Profit and Loss dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of written representations received from the directors as on March 31, 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of Section 164 (2) of the Act;
- f) With respect to the adequacy of the internal financial control over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:



- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

2) As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in the "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

For REGE & THAKKAR
(Chartered Accountants)
FRN: N3263W

J. R. Parekh
(Partner)
M No: 044066



Place: Mumbai
Date: 02.09.2016

Annexure A to the Independent Auditor's Report

The Annexure A referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' of the our report of even date to the members of **INNOVEER SOLUTIONS INDIA PRIVATE LIMITED** on the accounts for the year ended 31st March, 2016.

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **INNOVEER SOLUTIONS INDIA PRIVATE LIMITED** ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implommentation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected.

Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanation given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For REGE & THAKKAR
(Chartered Accountants)
FRN: 113263W

J. R. Parekh
(Partner)
M No: 044066



Place: Mumbai
Date: 02.09.2016

Annexure B to the Independent Auditors Report

The Annexure B referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' of the our report of even date to the members of **INNOVEER SOLUTIONS INDIA PRIVATE LIMITED** on the accounts for the year ended 31st March, 2016, we report that :

i. In respect of fixed assets:

a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets on the basis of available information.

b. The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.

c. According to information and explanations given to us the Company and on the basis of our examination of the records of the company, the title deeds of immovable property properties are held in the name of the Company.

ii. In respect of inventories:

The company is service company, primarily rendering information technology services. Accordingly, it does not hold any physical inventories. Thus paragraph 3(ii) of the order is not applicable.

iii. According to information and explanations given to us the Company has not granted any loans to Companies, firms, limited liability partnerships or other parties listed covered in the register maintained under section 189 of the Companies Act, 2013.

iv. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

v. According to the information and explanations given to us, the Company has not accepted any deposit from public during the year to which the provisions of sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to deposits accepted from the public are not applicable.

vi. According to the information and explanations given to us the Central Government has not prescribed maintenance of cost records under section 148(1) of the Companies Act, 2013, for any services rendered by the Company.

vii. In respect of statutory dues:

a. According to the information and explanations given to us and on the basis of our examination of books of account, and records, the Company has been regular in depositing undisputed statutory dues (if applicable), including provident fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, custom duty, excise duty, value added tax, cess and other material statutory dues have been generally regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income tax, sales tax, wealth tax, service



tax, custom duty, excise duty, value added tax, cess and other material statutory dues in arrears as at 31st March, 2016 for a period of more than six months from the date of becoming payable.

b. According to the records of the Company and the information and explanations given to us, there are no dues of income tax, sales tax, wealth tax, service tax, custom duty, excise duty, value added tax or cess, which have not been deposited on account of any dispute.

- viii. In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- ix. The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year. Accordingly paragraph 3(ix) of the order is not applicable
- x. To the best of our knowledge and according to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. According to information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
- xii. The Company is not a Nidhi Company. Accordingly paragraph 3(xii) of the order is not applicable.
- xiii. In our opinion and according to the information and explanations given to us, the company is in compliance with section 177 and 188 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly paragraph 3(xiv) of the order is not applicable.
- xv. According to the information and explanation given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him and hence the provisions of section 192 of the companies Act, 2013 are not applicable. Accordingly paragraph 3(xv) of the order is not applicable.
- xvi. According to information and explanations given by the management and in our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For REGE & THAKKAR
(Chartered Accountants)
FRN: 113263W

J. R. Parekh
(Partner)
M No: 044066



Place: Mumbai
Date: 02.09.2016

INNOVEER SOLUTIONS INDIA PRIVATE LIMITED

Balance Sheet as at 31 March, 2016

Particulars	Note No.	As at 31 March, 2016	As at 31 March, 2015
		Amount Rs.	Amount Rs.
A EQUITY AND LIABILITIES			
1 Shareholders' Funds			
(a) Share Capital	2	4,100,000	4,100,000
(b) Reserves and Surplus	3	44,459,421	34,498,819
		48,559,421	38,598,819
2 Current Liabilities			
(a) Trade Payables	4	90,000	947,625
(b) Other Current Liabilities	5	1,561,816	519,437
		1,641,816	1,467,062
TOTAL		50,201,237	40,065,881
B ASSETS			
1 Non-Current Assets			
(a) Fixed Assets			
Tangible Assets	6	4,081,498	6,905,812
(b) Long-Term Loans and Advances	7	1,086,031	2,873,708
(c) Deferred Tax Asset (net)	8	838,569	97,037
		6,006,098	9,876,557
2 Current Assets			
(a) Trade Receivables	9	18,380,835	15,411,092
(b) Short Term Loans and Advances	10	3,117,754	1,767,074
(c) Cash and Cash Equivalents	11	22,696,550	13,011,158
		44,195,138	30,189,324
TOTAL		50,201,237	40,065,881
Statement of Significant Accounting Policies	1		
Notes on Accounts	2 to 17		

As per our report of even date
For Reg & Thakkar
Chartered Accountants

J. R. Parekh
Partner



For and on behalf of the Board of Directors

Jayant Swamy
Director

Sailaja Bhagavatula
Director



Place: Mumbai
Date: September 02, 2016

Place: Bangalore
Date: September 02, 2016

INNOVEER SOLUTIONS INDIA PRIVATE LIMITED

Statement of Profit and Loss for the year ended 31 March, 2016

Particulars	Note No.	For the year ended	For the year ended
		31 March, 2016	31 March, 2015
		Amount Rs.	Amount Rs.
1 Revenue from Operations (gross)	12	89,356,267	66,578,984
Less: Service Tax		-	-
Revenue from Operations (net)		89,356,267	66,578,984
2 Other Income	13	783,647	569,654
3 Total revenue (1+2)		90,139,914	67,148,638
4 Expenses			
Employee Benefits Expense	14	53,564,394	38,741,238
Finance Costs	15	37,278	29,581
Depreciation	6	3,091,984	2,585,374
Other Expenses	16	18,451,348	13,968,490
Total expenses		75,145,004	55,324,683
5 Profit / (Loss) before tax (3 - 4)		14,994,910	11,823,956
6 Tax expense:			
(a) Current tax expense for current year		5,725,000	3,800,000
(b) Add: MAT credit utilised		-	-
(c) Current tax expense relating to prior years		50,840	-
(d) Net current tax expense		5,775,840	3,800,000
(e) Deferred tax		(741,532)	80,186
		5,034,308	3,880,186
7 Profit / (Loss) after tax (5 - 6)		9,960,602	7,963,770
8 Earnings per equity share of face value of Rs.10/- each:			
Basic & Diluted	17	24.29	19.42
Statement of Significant Accounting Policies	1		
Notes on Accounts	2 to 17		

As per our report of even date

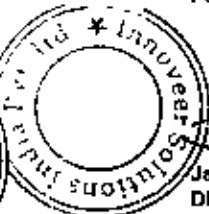
For Rege & Thakkar
Chartered Accountants

J. R. Parekh
Partner



For and on behalf of the Board of Directors

Jayant Swamy
Director



Sailaja Bhagavatula
Director

Place: Mumbai

Date: September 02, 2016

Place: Bangalore

Date: September 02, 2016

INNOVEER SOLUTIONS INDIA PRIVATE LIMITED

SIGNIFICANT ACCOUNTING POLICIES – 31.03.2016

NOTE 1

- 1) **Basis of Accounting:** Concept of historical cost has been adopted and the mercantile system of accounting has been followed.
- 2) **Fixed Assets:** Fixed assets are stated at cost of acquisition less accumulated depreciation. All costs relating to the acquisition and installation of fixed assets are capitalized up to the date the asset is put to use. Losses arising from the retirement of, and gains or losses arising from disposal of fixed assets which are carried at cost are recognized in the Statement of Profit and Loss.
- 3) **Depreciation:** Depreciation on fixed assets is provided on straight line method at the rates based on the useful life as determined by the Management which is as per Schedule II of Companies Act, 2013, of India.

Furniture & Fixtures	20%
Office Equipment	20%
Computers.....	20%
Plant & Machinery	20%

- 4) **Revenue Recognition:** Revenue is recognised to the extent that it can be reliably measured and is probable that the economic benefits will flow to the company.
- 5) **Retirement Benefits:** The Company follows the provisions contained under Provident Fund and miscellaneous Provision Act, 1952. Termination benefits are recognized as an expense as and when incurred.
- 6) **Foreign Currency Transactions:** Foreign currency transactions are recorded at the rates of exchange prevailing on the date of the transaction. Foreign Currency assets and liabilities are translated into rupees at the exchange rates prevailing on the balance sheet date or forward cover rates, as applicable. Exchange differences in translation of foreign currency assets and liabilities and realised gains and losses on foreign exchange transaction, including those in relation to fixed assets are recognized in the profit and loss account. Any profit or loss arising on cancellation or renewal of forward exchange contracts is recognized as income or expense for the year.
- 7) **Taxation:** Provision for tax is made for both current taxes and deferred taxes. Provision for current tax is made in accordance with and at the rates specified under the Income tax Act, 1961, as amended. Deferred tax assets and liabilities arising on account of timing difference which are capable of reversal in subsequent periods, are recognized at the normal Tax Rate as per the AS 22.
- 8) **Leases:** Assets taken on lease by which all significant risks and rewards of ownership are retained by the lessor are classified as operating leases. Lease payment under operating leases are recognized as expense on straight line basis over the lease term.
- 9) **Earnings per share:** Basic and diluted earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting applicable taxes) by the weighted average number of equity shares outstanding during the period.



INNOVEER SOLUTIONS INDIA PRIVATE LIMITED

Notes forming part of the financial statements

Note 2 Share Capital

Particulars	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares	Amount Rs.	Number of shares	Amount Rs.
(a) Authorised				
Equity Shares of Rs. 10/- each	500,000	5,000,000	500,000	5,000,000
(b) Issued, Subscribed and Paid up:				
Equity Shares of Rs. 10/- each fully paid up	410,000	4,100,000	410,000	4,100,000
	410,000	4,100,000	410,000	4,100,000

Details of shares held by each shareholder holding more than 5% shares:

Name of shareholder	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Innoveer Solutions Inc	405,000	98.78%	405,000	98.78%

Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	As at 31 March, 2016		As at 31 March, 2015	
	No. of Shares		No. of Shares	
Equity Shares at the beginning of the year		410,000		410,000
Add: Shares Issued during the year		-		-
Less: Share Cancelled during the year		-		-
Equity Shares at the end of the year		410,000		410,000



INNOVEER SOLUTIONS INDIA PRIVATE LIMITED
Notes forming part of the financial statements

Note 3 Reserves and Surplus

Particulars	As at 31 March, 2016	As at 31 March, 2015
	Amount Rs.	Amount Rs.
<u>Surplus in Statement of Profit And Loss</u>		
Opening balance	34,498,819	26,535,049
Add: Profit / (Loss) for the year	9,960,602	7,963,770
Closing balance	44,459,421	34,498,819
Total	44,459,421	34,498,819

Note 4 Trade Payables

Particulars	As at 31 March, 2016	As at 31 March, 2015
	Amount in Rs.	Amount in Rs.
Trade payables		
Micro, Small and Medium enterprises	-	-
Others	90,000	947,625
Total	90,000	947,625

Note 5 Other Current Liabilities

Particulars	As at 31 March, 2016	As at 31 March, 2015
	Amount Rs.	Amount Rs.
Other payables		
Statutory remittances	1,551,816	519,437
Total	1,551,816	519,437



INNOVEER SOLUTIONS INDIA PRIVATE LIMITED

Notes forming part of the financial statements

Note 6 Fixed Assets

A.	Tangible assets	Gross block					
		Balance as at 1 April, 2015	Additions	Disposals	Borrowing cost capitalised	Other adjustments (Discarded)	Balance as at 31 March, 2016
		Amount Rs.	Amount Rs.	Amount Rs.	Amount Rs.	Amount Rs.	Amount Rs.
	(a) Computers	8,323,493	2,084,690	1,324,878	-	3,787,045	5,296,261
	(b) Furniture and Fixtures	6,400,572	304,252	6,704,824	-	-	-
	(c) Office Equipment	323,844	240,643	-	-	226,299	338,188
	Total	15,047,909	2,629,585	8,029,702	-	4,013,344	5,634,449
	Previous year	11,531,568	3,516,341	-	-	-	15,047,909

A	Tangible assets	Accumulated depreciation and impairment				Net block	
		Balance as at 1 April, 2015	Depreciation / amortisation expense for the year	Eliminated on disposal of assets	Balance as at 31 March, 2016	Balance as at 31 March, 2016	Balance as at 31 March, 2015
		Amount Rs.	Amount Rs.	Amount Rs.	Amount Rs.	Amount Rs.	Amount Rs.
	(a) Computers	2,997,551	1,853,113	3,395,297	1,455,367	3,840,894	5,325,942
	(b) Furniture and Fixtures	4,919,559	1,145,287	6,064,846	-	-	1,481,013
	(c) Office equipment	224,987	93,584	220,987	97,584	240,604	98,857
	Total	8,142,097	3,091,984	9,681,130	1,552,951	4,081,498	6,905,812
	Previous year	5,556,723	2,585,374	-	8,142,097	6,905,812	5,974,845



INNOVEER SOLUTIONS INDIA PRIVATE LIMITED

Notes forming part of the financial statements

Note 7 Long-Term Loans and Advances

Particulars	As at 31 March, 2016	As at 31 March, 2015
	Amount Rs.	Amount Rs.
(a) Security deposits		
Unsecured, considered good	-	1,837,290
Doubtful	-	-
	-	1,837,290
Less: Provision for doubtful deposits	-	-
	-	1,837,290
(b) Prepaid expenses	806,150	800,060
(c) Advance income tax (net of provisions)	279,881	236,358
Total	1,086,031	2,873,708

Note 8 Deferred Tax Assets / (Liability)

Particulars	As at 31 March, 2016	As at 31 March, 2015
	Amount Rs.	Amount Rs.
On account of provision for depreciation on fixed assets	838,569	97,037
Total	838,569	97,037

Note 9 Trade Receivables

Particulars	As at 31 March, 2016	As at 31 March, 2015
	Amount Rs.	Amount Rs.
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Secured, considered good	-	-
Unsecured, considered good	-	-
Doubtful	-	-
Less: Provision for doubtful trade receivables	-	-
Other Trade receivables		
Unsecured, considered good	18,380,835	15,411,092
Doubtful	-	-
Less: Provision for doubtful trade receivables	-	-
	18,380,835	15,411,092
Total	18,380,835	15,411,092



INNOVEER SOLUTIONS INDIA PRIVATE LIMITED

Notes forming part of the financial statements

Note 10 Short-Term Loans and Advances

Particulars	As at 31 March, 2016	As at 31 March, 2015
	Amount Rs.	Amount Rs.
Other advances	1,404,244	455,190
Service Tax Refund Receivable	1,713,510	1,311,884
Total	3,117,754	1,767,074

Note 11 Cash and Cash Equivalents

Particulars	As at 31 March, 2016	As at 31 March, 2015
	Amount Rs.	Amount Rs.
(a) Cash on hand	157,055	13,134
(b) Balances with banks		
(i) In current accounts	21,999,288	1,371,299
(c) FDR in B O B - Margin against Bank Guarantee (including interest accrued)	-	125,842
(d) FDR in HDFC Bank (including interest accrued)	540,207	11,500,883
Total	22,696,550	13,011,158

Note 12 Revenue from Operations

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	Amount Rs.	Amount Rs.
Sale of services (Software Development Charges)	88,009,726	66,386,624
Other operating revenues	-	-
	88,009,726	66,386,624
<u>Add/(Less):</u>		
Foreign Exchange Fluctuation	1,346,541	192,360
Total	89,356,267	66,578,984

Note 13 Other Income

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	Amount Rs.	Amount Rs.
Interest income	783,647	566,654
Other Income	-	3,000
Interest on income tax refund	-	-
Total	783,647	569,654



INNOVEER SOLUTIONS INDIA PRIVATE LIMITED

Notes forming part of the financial statements

Note 14 Employee Benefits Expense

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	Amount Rs.	Amount Rs.
Salaries and wages	47,202,432	34,203,769
Contributions to provident and other funds	2,057,245	1,382,179
Staff welfare and training expenses	4,304,717	3,155,290
Total	53,564,394	38,741,238

Note 15 Finance Costs

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	Amount Rs.	Amount Rs.
Bank Charges	35,888	29,551
Interest charges	1,390	30
Total	37,278	29,581

Note 16 Other Expenses

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	Amount Rs.	Amount Rs.
Audit Fees	100,000	75,000
Amenities Charges	2,205,656	2,005,142
Communication Expenses	1,032,194	1,006,901
Directors Fees	164,383	98,630
Donations and contributions	191,700	106,500
Electricity Charges	686,650	632,223
Legal and professional charges	2,878,890	2,640,809
Loss on fixed assets sold / scrapped / written off	1,785,257	-
Miscellaneous expenses	1,684,016	672,088
Rates and taxes	144,451	289,692
Recruitment Charges	413,387	469,721
Rent (Lease Rentals)	3,308,484	3,007,713
Repairs and maintenance - Building	291,921	169,942
Repairs and maintenance - Machinery	1,093,155	713,327
Travelling and Conveyance - Foreign	1,796,874	1,497,965
Travelling and Conveyance - Local	674,330	582,837
Total	18,451,348	13,968,490



INNOVEER SOLUTIONS INDIA PRIVATE LIMITED**ADDITIONAL INFORMATION – 31.03.2016****NOTE 17****1. Related party disclosures: -**

Parent company - M/s Innoveer Solutions Inc.

The following transactions were carried out with the related party in the ordinary course of business.

Particulars	For the year ended 31 st March 2016	For the year ended 31 st March 2015
Sale of services (Rs.)	8,80,09,726	6,63,86,624
Receivables (Rs.)	1,83,80,835	1,54,11,092

Cloud Sherpas Inc.

Particulars	For the year ended 31 st March 2016	For the year ended 31 st March 2015
Reimbursement of Expenses (Rs.)	86,035	94,953

2. Earnings Per Shares:

Particulars	For the year ended 31 st March 2016	For the year ended 31 st March 2015
Profit after Tax as per Statement of Profit and Loss (Rs.)	9,960,602	7,963,770
Weighted Average No. of Equity Shares outstanding during the year (Nos)	410,000	410,000
Nominal value of Equity Shares (Rs.)	10	10
Basic & Diluted Earnings per Share (Rs.)	24.29	19.42

3. During the previous year, depreciation on fixed assets was provided on straight line method at the rates based on the useful life as determined by the Management which is as per Schedule II to the Companies Act, 2013.
4. Earnings in Foreign Currencies:- Software development charges received during the year Rs. 8,93,56,267/- (Previous Year Rs. 6,65,78,984/-)
5. As at 31st March, 2016 the company has made enquiries from its creditors to ascertain whether the outstanding creditors are small scale industrial undertaking or company covered under MSMED Act or otherwise. Such undertakings to whom the company owes a sum for more than 30 days are Nil.



6. Expenditure in Foreign Currencies:- Travelling & other Expenses Rs. 5,76,712/- (Previous Year Rs. 3,63,261/-)
7. Contingent Liabilities Rs. Nil (Previous Year Rs. Nil)
8. Operating Leases: -
- a) The company has taken office premises under operating lease or leave and license agreement and the lease is discontinued from 30.04.2016.
 - b) Lease payments recognized in statement of profit and loss under rent in Note no. 16 includes Rs. 33,08,484/- (previous year Rs. 30,07,713/-) in respect of premises taken on lease.
 - c) The future minimum lease payments under operating lease not later than one year is Rs. 2,94,030/- upto 30th April, 2016.
9. Auditor's Remuneration'- A udit and Tax Audit Fees Rs. 1,00,000/- (Excluding Service Tax). (Previous Year Rs. 75,000/-).
10. The company has entered into an agreement for slump sale of the entire assets and liabilities under business transfer assets agreement with M/s Accenture Services Private Limited on 01.04.2016 i.e. after Balance Sheet date.
11. Previous Year Figures have been regrouped / rearrange wherever necessary.

As per our report of even date

For Rege & Thakkar

Chartered Accountants

J. R. Parekh
Partner

Place : Mumbai

Date : September 02, 2016

For and on behalf of the Board of Directors

Jayant Swamy
Director

Place : Bangalore

Date : September 02, 2016

Sailaja Bhagavatula
Director