

3i Infotech Trusteeship Services Limited
Balance Sheet as at March 31, 2015

(Amount in ₹)

Particulars	Note No.	As at March 31, 2015	As at March 31, 2014
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	5,56,97,620	5,56,97,620
Reserves and surplus	3	(2,26,66,109)	(2,52,13,499)
Non-current liabilities			
Long-term provisions	4	3,22,386	3,48,689
Current liabilities			
Trade payables	5	8,26,926	5,90,428
Other current liabilities	6	1,10,34,663	1,02,50,131
Short-term provisions	7	11,10,126	8,70,376
TOTAL		4,63,25,612	4,25,43,745
ASSETS			
Non-current assets			
Fixed Assets			
Tangible assets	8	6,51,296	10,28,841
Deferred tax assets (net)	9	5,97,000	13,57,000
Long-term loans and advances	10	2,93,35,256	2,82,26,055
Other non-current assets	11	62,31,952	31,38,203
Current assets			
Trade receivables	12	59,91,021	33,39,336
Cash and bank balances	13	32,68,280	41,46,270
Short-term loans and advances	14	2,50,807	11,87,205
Other current assets		-	1,20,835
TOTAL		4,63,25,612	4,25,43,745

Significant Accounting Policies and Notes on Financial Statements

1 to 26

As per our attached report of even date

For Lodha & Co.

Chartered Accountants

For and on behalf of the Board

R.P. Baradiya

Partner

Madhivanan Balakrishnan

Director

Padmanabhan Iyer

Director

Date : 26th May, 2015

Place: Mumbai

Kavitha Iyer

Company Secretary

3i Infotech Trusteeship Services Limited
Statement of Profit & Loss for the year ended March 31, 2015

(Amount in ₹)

Particulars	Note No.	For the year ended March 31, 2015	For the year ended March 31, 2014
Income			
Revenue from operations	16	1,61,64,561	2,10,62,044
Other income	17	31,63,271	30,26,340
Total Revenue		1,93,27,832	2,40,88,384
Expenses			
Employee benefit expenses and Cost of revenue	18	1,19,23,228	1,12,78,239
Finance costs	19	4,671	23,249
Depreciation and amortization expense	8	5,54,554	1,38,838
Other expenses	20	31,37,690	56,20,266
Total Expenses		1,56,20,142	1,70,60,593
Profit/(Loss) before tax		37,07,690	70,27,791
Tax expense:			
Current tax		3,86,000	14,18,000
MAT credit entitlement			(3,30,000)
Deferred tax		7,60,000	(13,57,000)
Income tax pertaining to earlier years		14,300	-
Profit/(Loss) for the year		25,47,390	72,96,791

Basic & Diluted Earnings per share 0.46 1.31
Equity Shares of par value of ₹.10 each (Refer note No. 23)

Significant Accounting Policies and Notes on Financial Statements 1 to 26

As per our attached report of even date
For Lodha & Co.
Chartered Accountants

For and on behalf of the Board

R.P. Baradiya
Partner

Madhivanan Balakrishnan
Director

Padmanabhan Iyer
Director

Date : 26th May, 2015
Place: Mumbai

Kavitha Iyer
Company Secretary

3i Infotech Trusteeship Services Limited
Notes forming part of Financial Statements for the year ended March 31, 2015

2 Share Capital

(Amount in ₹)

Particulars	As at	As at
	March 31, 2015	March 31, 2014
Authorised : 6,000,000 Equity shares of ₹ 10 each (As at March 31, 2014 - 6,000,000 of ₹ 10 each)	6,00,00,000	6,00,00,000
Total	6,00,00,000	6,00,00,000
Issued, Subscribed & Paid - up 5,569,762 Equity shares of ₹ 10 each, fully paid up (as at March 31, 2014 - 5,569,762 ₹ 10 each)	5,56,97,620	5,56,97,620
Total	5,56,97,620	5,56,97,620

ii) 55,69,762 shares in respect of each class in the Company held by its holding Company or its ultimate holding Company including shares held by or by subsidiaries or associates of the holding Company or the ultimate holding Company in aggregate

2.1 Details of member holding more than 5 percent equity shares

Name of the shareholder	As at March 31, 2015		As at March 31, 2014	
	No. of shares	%	No. of shares	%
3i Infotech Limited	55,69,762	100	55,69,762	100.00

2.2 Terms/rights attached to equity shares

The Company has issued one class of Equity Shares having face value of ₹.10 per share. Each shareholder has the right to vote in respect of such share, on every resolution passed before the Company and his voting right on a poll shall be in proportion to his share of the paid up equity capital of the Company. In the event of liquidation, the equity share holders are entitled to receive the remaining assets of the Company after payment to secured and unsecured creditors in proportion of their shareholding.

2.3 During the previous five years, the Company had not bought back, issued bonus shares or shares for consideration other than cash.

3 Reserves and Surplus

(Amount in ₹)

Particulars	As at	As at
	March 31, 2015	March 31, 2014
Securities Premium Account		
Balance as per last balance sheet	1,56,49,951	1,56,49,951
Deficit in Statement of Profit and Loss		
Opening Balance	(4,08,63,450)	(4,81,60,241)
Add/ (Less): Net Profit/(Loss) transferred from Statement of Profit and Loss	25,47,390	72,96,791
	(3,83,16,060)	(4,08,63,450)
Total	(2,26,66,109)	(2,52,13,499)

4 Long-term provisions

(Amount in ₹)

Particulars	As at	As at
	March 31, 2015	March 31, 2014
Provision for Gratuity	1,18,650	1,80,994
Provision for Leave Entitlement	2,03,736	1,67,695
Total	3,22,386	3,48,689

5 Trade payables

(Amount in ₹)

Particulars	As at	As at
	March 31, 2015	March 31, 2014
Payable to Others	8,26,926	5,90,428
Total	8,26,926	5,90,428

6 Other Current Liabilities

(Amount in ₹)

Particulars	As at	As at
	March 31, 2015	March 31, 2014
Deposits	5,80,839	5,27,106
Statutory dues payable	1,48,821	5,57,606
Unearned revenue	67,48,905	71,13,757
Advances from 3i Infotech Limited (Holding Company)	34,71,410	20,05,963
Advances from 3i Infotech BPO Limited (Fellow subsidiary)	84,688	45,699
Total	1,10,34,663	1,02,50,131

7 Short - Term Provisions

(Amount in ₹)

Particulars	As at	As at
	March 31, 2015	March 31, 2014
Provision for Gratuity	6,41,622	5,19,401
Provision for Leave Entitlement	4,68,504	3,50,975
Total	11,10,126	8,70,376

3i Infotech Trusteeship Services Limited
Notes forming part of Financial Statements for the year ended March 31, 2015

8 Fixed Assets

(Amount in ₹)

Particulars	GROSS BLOCK				DEPRECIATION / AMORTIZATION			NET BLOCK
	As at April 1, 2014	Additions during the year	Deductions during the year	As at March 31, 2015	Upto March 31, 2014	Depreciation during the period	Upto March 31, 2015	As at March 31, 2015
Vehicles	12,61,141	-	-	12,61,141	3,78,831	4,56,270	8,35,101	4,26,040
Furniture & Fixtures	1,30,036	1,77,008	-	3,07,044	23,894	63,163	87,057	2,19,987
Computers	66,617	-	-	66,617	26,228	35,120	61,348	5,269
Total Assets	14,57,794	1,77,008	-	16,34,802	4,28,952	5,54,554	9,83,506	6,51,296

For the year ended March 31, 2014

(Amount in ₹)

Particulars	GROSS BLOCK				DEPRECIATION / AMORTIZATION			NET BLOCK
	As at April 1, 2013	Additions during the year	Deductions during the year	As at March 31, 2014	Upto March 31, 2013	Depreciation during the year	Upto March 31, 2014	As at March 31, 2014
Vehicles	12,61,141	-	-	12,61,141	2,59,022	1,19,808	3,78,831	8,82,310
Furniture & Fixtures	1,30,036	-	-	1,30,036	15,662	8,231	23,894	1,06,142
Computers	66,617	-	-	66,617	15,429	10,799	26,228	40,389
Total Assets	14,57,794	-	-	14,57,794	2,90,114	1,38,838	4,28,952	10,28,841

3i Infotech Trusteeship Services Limited
Notes forming part of Financial Statements for the year ended March 31, 2015

9 **Deferred tax asset / (liability)** (Amount in ₹)

Particulars	As at March 31, 2015	As at March 31, 2014
Deferred tax asset:		
Unabsorbed losses / depreciation	-	-
Expenses allowable on payments & others (including provision for doubtful debts)	6,62,000	14,22,000
	6,62,000	14,22,000
Deferred tax liability:		
Fixed assets (depreciation / amortization)	-65,000	-65,000
Less: Deferred tax asset not recognised	-	-
Net deferred tax asset	5,97,000	13,57,000

10 **Long term loans and advances** (Amount in ₹)

Particulars	As at March 31, 2015	As at March 31, 2014
Unsecured, considered good		
Security Deposits	2,50,000	2,50,000
MAT credit receivable	3,30,000	3,30,000
Advance tax and tax deducted at source	93,41,243	79,35,042
Less: Provision for income tax	30,86,000	27,89,000
	62,55,243	51,46,042
Loans to Holding Company (refer note no. 24)*	2,25,00,013	2,25,00,013
Total	2,93,35,256	2,82,26,055

* Includes overdues of Rs.5,000,013 (previous year Rs.5,000,013)

11 **Other non-current assets** (Amount in ₹)

Particulars	As at March 31, 2015	As at March 31, 2014
Interest accrued but not due (Holding company)	62,31,952	7,25,377
Interest accrued and due (Holding company)	-	24,12,826
Total	62,31,952	31,38,203

12 **Trade receivables** (Amount in ₹)

Particulars	As at March 31, 2015	As at March 31, 2014
Unsecured, considered good		
Receivables outstanding for a period exceeding six months from the date they became due for payment		
- From an associate	1,20,447	1,45,841
Unsecured, considered doubtful		
Doubtful debts exceeding six months from the due date of payment		
- From an associate		72,921
Less: Provision for bad and doubtful debts		(72,921)
- From others	6,24,161	33,10,038
Less: Provision for bad and doubtful debts	(6,24,161)	(33,10,038)
	1,20,447	1,45,841
Receivables outstanding for less than six months:		
Unsecured, considered good		
- From an associate	5,34,384	2,83,147
- From others	53,36,190	29,10,348
Total	59,91,021	33,39,336

13 **Cash and bank balances** (Amount in ₹)

Particulars	As at March 31, 2015	As at March 31, 2014
Cash and cash equivalents		
-in current accounts	32,64,073	14,76,995
-cash on hand	4,207	6,170
	32,68,280	14,83,165
Other bank balances		
-in deposit accounts for maturity having more than one year	-	26,63,105
	-	26,63,105
Total	32,68,280	41,46,270

14 **Short term loans and advances** (Amount in ₹)

Particulars	As at	As at
	March 31, 2015	March 31, 2014
Unsecured, considered good		
Security Deposits	1,19,000	39,000
Service tax recoverable (net)	55,365	-
Prepaid expenses	76,442	10,81,152
Other Receivables	-	67,053
Total	2,50,807	11,87,205

15 **Other current assets** (Amount in ₹)

Particulars	As at	As at
	March 31, 2015	March 31, 2014
Interest accrued but not due (deposits in banks)	-	1,20,835
Total	-	1,20,835

3i Infotech Trusteeship Services Limited
Notes forming part of Financial Statements for the year ended March 31, 2015

16 Revenue from Operations		(Amount in ₹)	
Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014	
Security Trustee Services	1,61,64,561	2,10,62,044	
Total	1,61,64,561	2,10,62,044	

17 Other Income		(Amount in ₹)	
Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014	
Miscellaneous income	-	21,741	
Sundry balances written back	-	38,929	
Provision for doubtful debts written back	-	-	
Interest income	31,63,271	29,65,670	
Total	31,63,271	30,26,340	

18 Employee benefit expenses and Cost of revenue		(Amount in ₹)	
Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014	
Cost of outsourced services	40,87,833	22,79,887	
Salaries and wages	62,34,045	70,84,698	
Contribution to provident funds and other funds	4,59,887	7,22,958	
Staff welfare expenses	11,41,463	11,90,696	
Total	1,19,23,228	1,12,78,239	

19 Finance costs		(Amount in ₹)	
Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014	
Interest on statutory dues	3,828	17,296	
Other Interest expenses	-	548	
Bank Charges	843	5,405	
Total	4,671	23,249	

20 Other expenses		(Amount in ₹)	
Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014	
Power and fuel	51,705	48,806	
Rent	40,78,801	39,29,292	
Repairs & Maintenance	1,43,287	99,551	
Insurance	2,93,500	2,87,235	
Travelling and conveyance	4,04,882	5,53,326	
Rates and taxes	14,550	11,539	
Communication expenses	1,84,137	2,30,648	
Printing and stationery	1,06,406	79,180	
Legal and Professional charges	69,000	2,500	
Provision for doubtful debts written back	(27,58,799)	4,13,627	
Bad debts written off	5,91,275	-	
Miscellaneous expenses	80,446	63,562	
	32,59,190	57,19,266	
Less: Recovery from fellow subsidiary	(1,21,500)	(99,000)	
Total	31,37,690	56,20,266	

3I INFOTECH TRUSTEESHIP SERVICES LIMITED

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2015

Nature of Business:

The Business of the Company is to create, retain and manage the security provided for the financial assistance given by the Lenders and to act as Security Trustee for the secured financial assistance extended by the Banks/ Financial Institutions.

1 Significant Accounting Policies

1.1 Method of Accounting

The financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles ("GAAP") under the historical cost convention on an accrual basis. GAAP comprises mandatory accounting standards prescribed by the Companies (Accounting Standards) Rules, 2006, the provisions of the Companies Act, 2013.

1.2 Use of estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues and expenses and disclosure of contingent liabilities on the date of financial statements. The recognition, measurement, classification or disclosure of an item or information in the financial statements are made relying on these estimates. Any revision to accounting estimates is recognized prospectively.

1.3 Revenue Recognition

Revenue from services is recognized either on time and material basis or fixed price basis or based on certain measurable criteria as per relevant agreements.

1.4 a. Fixed Assets

Intangible assets:

- i) "Software products (meant for sale)" are products licensed to customers. Costs that are directly associated with such products whether acquired or developed in partnership with others, and have a probable economic benefit exceeding one year are recognized as software products (meant for sale).
- ii) Software Products-Others: Purchased software meant for in house consumption and significant upgrades thereof which have a probable economic benefit exceeding one year are capitalized at the acquisition price.
- iii) Business and Commercial Rights are capitalized at the acquisition price.

Tangible assets:

Fixed Assets are stated at cost, which comprises of the purchase consideration and other directly attributable costs of bringing an asset to its working condition for the intended use.

Advances given towards acquisition of fixed assets are disclosed as capital advances under 'Long Term Loans and Advances' and the cost of assets not ready for use as at the balance sheet date are disclosed as 'capital work in progress'.

1.4 b. Depreciation / Amortization:

Leasehold land, Leasehold building and improvements thereon and other leased assets are amortized over the period of lease or its life, whichever is lower.

Business and Commercial Rights are amortized at lower of the period the benefits arising out of these are expected to accrue and ten years after considering a residual value of 20% while Software Products – Others and Goodwill arising on merger/acquired Goodwill is amortized over a period of five years.

Software Products (meant for sale) are amortized over a period of 10 years.

Depreciation on other fixed assets is provided on straight-line method at the rates and in the manner as prescribed in Schedule II of the Companies Act, 2013.

Fixed Asset	Useful life in years
Furniture, Fixtures and Equipment	5
Vehicle	5
Computers	3

1.5 Accounting for Taxes on Income

Provision for current income tax is made on the basis of the estimated taxable income for the current accounting period in accordance with the tax rate prevalent at the balance sheet date.

Deferred tax resulting from timing differences between book and tax profits is accounted for under the liability method, at the current rate of tax, to the extent that the timing differences are expected to crystallize. Deferred tax assets are recognized and carried forward only if there is a virtual/reasonable certainty that they will be realized and are reviewed for the appropriateness of their respective carrying values at each balance sheet date.

1.6 Employee Benefits

a. Gratuity

The company provides for gratuity, a defined benefit retirement plan, which covers eligible employees and the liability under the plan is determined based on actuarial valuation done by an independent valuer using the projected unit credit method.

b. Provident Fund

Eligible employees receive benefits from a provident fund, which is a defined contribution plan to the Government administered Trust. In the case of Trust, the aggregate contribution along with interest thereon is paid at retirement, death, incapacitation or termination of employment. The Company also contributes to a Government administered pension fund on behalf of its employees.

The interest rate payable by the trust to the beneficiaries every year is being notified by the government. The Company has an obligation to make good the shortfall, if any, between the return from the investments of the trust and the notified interest rate. Such shortfall is charged to Statement of Profit & Loss account in the period it is determined.

c. Leave Entitlement

Liability for leave encashment/entitlement for employees is provided on the basis of actuarial valuation semi-annually and based on estimates for interim financial reporting.

1.7 Provisions, Contingent Liabilities and Contingent Assets

- i) Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be outflow of resources.
- ii) Disclosures for a contingent liability is made, without a provision in books, when there is an obligation that may, but probably will not, require outflow of resources.
- iii) Contingent Assets are neither recognized nor disclosed in the financial statements.
- iv) The Company's pending litigations comprise of claims against the Company and proceedings pending with Tax and other Authorities. The Company has reviewed all its pending litigations and proceedings and has made adequate provisions, wherever required and disclosed the contingent

liabilities, wherever applicable, in its financial statements. The Company does not reasonably expect the outcome of these proceedings to have a material impact on its financial statements.

1.8 Borrowing Costs

Borrowing costs directly attributable to acquisition, construction and production of assets are capitalized as a part of the cost of such asset upto the date of completion. Other borrowing costs are charged to the Profit & Loss Account.

1.9 Unbilled and Unearned Revenue

Revenue recognized over and above the billings on a customer is classified as unbilled revenue while excess of billing over the revenue recognized in respect of a customer is classified as unearned revenue.

1.10 Impairment of Assets

In accordance with AS 28 on 'Impairment of Assets' prescribed by the Companies (Accounting Standards) Rules, 2006, where there is an indication of impairment of the Company's assets related to cash generating units, the carrying amounts of such assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of such assets is estimated as the higher of its net selling price and its value in use. An impairment loss is recognized whenever the carrying amount of such assets exceeds its recoverable amount in the statement of profit and loss account. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, then such loss is reversed and the asset is restated to extent of the carrying value of the asset that would have been determined (net of amortization / depreciation) had no impairment loss been recognized.

1.11 Lease

Where the Company has substantially acquired all risks and rewards of ownership of the assets, leases are classified as financial lease. Such assets are capitalized at the inception of the lease, at the lower of fair value or present value of minimum lease payment and liability is created for an equivalent amount. Each lease rental paid is allocated between liability and interest cost so as to obtain constant periodic rate of interest on the outstanding liability for each period.

Where significant portion of risks and reward of ownership of assets acquired under lease are retained by lessor, leases are classified as Operating lease. Equalized Lease rentals for such leases are charged to Profit and Loss account.

1.12 Earnings per share

In determining the earnings per share, the Company considers the net profit after tax. The number of shares considered in computing basic earnings per share is the weighted average number of shares outstanding during the period.

1.13 The Financial Statements has been prepared in accordance with the revised Schedule VI. Figures for previous year/period have been regrouped/ rearranged wherever necessary to conform to the current year's/period's presentation.

NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 ST MARCH, 2015

21. Capital Commitment and Contingent liability:

a. Operating Lease

The Company has non-cancellable long term operating leases for office facilities and equipment. Rent expense under operating leases for the year ended **March 31, 2015 is Rs. 4,078,801/-** (for the year ended March 31, 2014 is Rs.3,929,292/-). The future lease rental payment that the Company is committed to make is:

(Amounts in ₹)

Particulars	As at March 31, 2015	As at March 31, 2014
Not later than one year	7,49,400	373,888
Later than one year but not later than five financial years	9,50,980	575,005
More than five years	-	-

b. Financial Lease

The Company does not have any financial leases.

22. As at March 31, 2015, the Company has no outstanding dues to medium and small enterprises. There is no liability towards interest or delayed payments under the Micro, Small and Medium Enterprises Development Act, 2006 during the quarter.

There is also no amount outstanding interest in this regard brought forward from the previous quarter.

The above information is on the basis of intimation received by the Company, on request made to all vendors in course of vendors' registration under the said Act.

23. Earnings Per Share:

The numerators and denominators used to calculate Basic and Diluted Earnings Per Share:

Particulars		For the year ended March 31, 2015	For the year ended March 31, 2014
Profit/(Loss) attributable to Equity Shareholders (₹)	A	2,547,390	7,296,792
Weighted average number of Equity Shares outstanding during the period/year(Nos.)	B	5,569,762	5,569,762
Nominal value of Equity Shares (₹)		10	10
Basic and Diluted Earnings Per Share	A/B	0.46	1.31

24. Related Party transactions:

The parties where control exists:

a) Holding Company: 3i Infotech Limited

b) Fellow Subsidiaries:

i) Foreign Subsidiaries:

No.	Name of Subsidiary	Country of Incorporation
1	3i Infotech Inc.	USA
2	3i Infotech Asia Pacific Pte Limited	Singapore
3	3i Infotech SDN BHD	Malaysia
4	3i Infotech UK Limited	UK
5	3i Infotech (Thailand) Limited	Thailand
6	3i Infotech Services SDN BHD	Malaysia
7	3i Infotech (Western Europe) Holdings Limited	UK
8	3i Infotech (Western Europe) Group Limited	UK
9	3i Infotech (Western Europe) Limited	UK
10	Rhyme Systems Limited	UK
11	3i Infotech Holdings Private Limited	Mauritius
12	3i Infotech Saudi Arabia LLC	Saudi Arabia
13	3i Infotech Financial Software Inc.	USA
14	3i Infotech (Africa) Limited	Kenya
15	Professional Access Limited	USA
16	3i Infotech (Middle East) FZ LLC	Dubai
17	Black Barret Holdings Limited	USA
18	3i Infotech (Flagship-UK) Limited	UK
19	3i Infotech Frameworks Limited	UK
20	Elegon Infotech Limited.	China

ii) Indian Subsidiaries:

No.	Name of Subsidiary
1	3i Infotech Outsourcing Services Limited
2	Professional Access Software Development Private Limited
3	3i Infotech BPO Limited
4	Locuz Enterprise Solutions Limited
5	3i Infotech Consultancy Services Limited

c) Associates:

No.	Name of Associate
1	ICICI Bank Limited

The following transactions were carried out during the year with the related parties:-

(Amounts in ₹)

Particulars	For the year ended March 31, 2015	For the year ended March 31, 2014
3i Infotech Limited		
Unsecured Loan-Given	-	7,500,000
Interest Income	3,093,750	2,644,178
ICICI Bank Limited		
Income	1,031,352	1,635,300
Doubtful Debt written back	-	303,036
3i Infotech BPO Limited		
Recovery of Expenses	121,500	99,000
Rent Expenses (Charge-out)	207,760	153,656

The following balances were outstanding with the related party.

(Amount in ₹)

Particulars	As at March 31, 2015	As at March 31, 2014
3i Infotech Limited		
Short term loans and advances payable	3,421,675	2,005,963
Unsecured Loans- Receivable	22,500,013	22,500,013
Interest Accrued and due	-	2,412,826
Interest Accrued but not due	6,231,952	7,25,377
3i Infotech BPO Limited		
Payables	134,426	45,699
ICICI Bank Limited		
Trade Receivables	654,831	501,909
Provision for Doubtful Debts	-	72,921

Note:

1. Related Parties as identified by the management and relied upon by the auditor.
2. No balances in respect of the related parties have been provided for/written back/written off during the quarter/year except as disclosed above.

25. Employee Benefits Plans (AS 15 Revised)

The following table sets out the status of the Gratuity plan as required under AS 15:

(Amounts in ₹)

Reconciliation of Benefit Obligations	For the year ended March 31, 2015	For the year ended March 31, 2014
Obligation at the beginning of the period	700,395	1,017,484
Interest cost	65,347	-
Current Service cost	116,491	203,513
Benefits paid	-	520,602
Actuarial (gain)/loss in obligations	(121,961)	-
Obligation at period end	760,272	700,395

Change in Fair value of plan assets	For the year ended March 31, 2015	For the year ended March 31, 2014
Fair value of plan assets at the beginning of the period	-	-
Expected return on the plan assets	-	-
Contributions by the employer	-	-
Benefits paid	-	-
Actuarial gain/(loss) on plan assets	-	-
Fair value of plan assets at period end	-	-

(Amounts in ₹)

Expenses recognized in Profit & Loss account	For the year ended March 31, 2015	For the year ended March 31, 2014
Current service cost	59,877	203,513
Interest cost	-	-
Expected return on plan assets	-	-
Net actuarial (gain)/loss recognized during the year/quarter	-	-
Expenses recognized in Profit & Loss account	59,877	203,513

(Amounts in ₹)

Reconciliation of Present Value of the obligation and the Fair value of the plan assets	For the year ended March 31, 2015	For the year ended March 31, 2014
Liability at year /quarter end	760,272	700,395
Fair value of plan assets at year end		-
Liability recognized in the balance sheet	760,272	700,395

Assumptions	For the year ended March 31, 2015	For the year ended March 31, 2014
Discount Rate	7.90% p.a.	9.33% p.a.
Expected Rate of Return on Plan Assets	-	-
Salary Escalation Rate	3% for first three years and 2% thereafter	6.00% p.a.

26 a) The accounts of certain Trade Receivables and Trade Payables are, however, subject to formal confirmations or reconciliations and consequent adjustments, if any. The management does not expect any material difference affecting the current quarter/year's financial statements on such reconciliation/adjustments.

b) In the opinion of the Board, current and non-current assets, long term and short term loans and advances are realizable at a value, which at least equal to the amount at which they are stated, in the ordinary course of business and provision for all known and determined liabilities are adequate and not in excess of the amount stated.

Signatures to Notes to accounts "1" to "26"

For and on behalf of the Board

Madhivanan Balakrishnan
Director

Padmanabhan Iyer
Director

Kavitha Iyer
Company Secretary

Mumbai, May 26, 2015