

3i Infotech (UK) Limited
(Incorporated in United Kingdom)
Consolidated Balance Sheet as at Mar 31, 2015

In GBP

Particulars	Note No.	As at Mar 31, 2015	As at Mar 31, 2014	As at Mar 31, 2014
EQUITY AND LIABILITIES				
Shareholders' funds				
(a) Share capital	1	3,226,309	3,226,309	3,226,309
(b) Reserves and surplus	2	6,826,155	34,367,121	34,367,121
Current liabilities				
(a) Short-term borrowings	3	-	2,202,755	2,202,755
(b) Trade payables	4	332,779	1,509,977	1,509,977
(c) Other current liabilities	5	195,053	2,442,841	2,442,841
TOTAL		10,580,296	43,749,003	43,749,003
ASSETS				
Non-current assets				
(a) Fixed assets				
(i) Tangible assets		-	31,635	31,635
(ii) Intangible assets		-	21,738	21,738
(iii) Intangible assets under development		-	1,501,360	1,501,360
(b) Goodwill arising on consolidation		5,871,788	37,229,289	37,229,289
(c) Trade receivables		-	-	-
(d) Deferred tax assets		-	-	-
(c) Long-term loans and advances	9	228,720	273,484	273,484
(d) Other non-current assets	7	413,138	1,888,282	1,888,282
Current assets				
(a) Trade receivables	6	217,219	1,048,187	1,048,187
(b) Cash and cash equivalents	8	25,956	24,511	24,511
(c) Short-term loans and advances	9	3,685,759	642,009	642,009
(d) Other current assets	7	137,716	1,088,506	1,088,506
TOTAL		10,580,296	43,749,003	43,749,003

See accompanying notes to financial statement
Notes referred to above form an integral part of the financial statement

1 to 24

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

For and on behalf of the Board

R P Baradiya
Partner
Place: Mumbai
Date:

Padmanabhan Iyer
Director

3i Infotech (UK) Limited
(Incorporated in United Kingdom)
Consolidated Statement of Profit & Loss for the quarter ended March 31, 2015

In GBP

Particulars	Note No.	For the quarter ended Mar 31, 2015	For the quarter ended Mar 31, 2014	For the quarter ended Dec 31, 2014	For the year ended Mar 31, 2015	For year ended Mar 31, 2014
Income:						
Revenue from operations	10	369,125	3,342,070	2,836,453	9,472,301	13,459,089
Other income	11	-	22,282	-	-	55,160
Total		369,125	3,364,352	2,836,453	9,472,301	13,514,249
Expenses:						
Cost of revenue	12	185,852	855,825	721,290	2,369,234	3,196,138
Employee benefits expense	13	291,783	2,174,593	1,599,022	5,329,280	7,461,496
Finance cost	14	(714)	53,068	40,599	104,143	173,687
Depreciation and amortization expense		-	11,709	32,021	44,786	49,308
Other expenses	15	37,934	417,702	371,667	1,178,010	1,690,930
Total		514,855	3,512,896	2,764,598	9,025,453	12,571,558
Profit/(Loss) before Exceptional items and Tax		(145,730)	(148,544)	71,855	446,848	942,692
Exceptional items	16	44,140	-	23,640,433	23,684,573	0
Profit/(Loss) before tax		(189,869)	(148,544)	(23,568,578)	(23,237,725)	942,691
Tax expense:						
Current tax		-	-	-	-	-
Deferred tax asset reversal		-	-	-	-	-
Profit/(Loss) after Tax		(189,869)	(148,545)	(23,568,579)	(23,237,725)	942,691

Basic & Diluted Earnings per share

[[Equity Shares of par value 1GBP each (refer note no. 22)]]

(0.06)

(0.05)

(7.31)

(7.20)

0.29

See accompanying notes to the financial statements

1 to 24

Notes referred to above form an integral part of the financial statements

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

For and on behalf of the Board

R P Baradiya
Partner
Place: Mumbai
Date:

Padmanabhan Iyer
Director

	For the quarter ended Mar 31, 2015	For the quarter ended Mar 31, 2014	For the quarter ended Dec 31, 2014	For the year ended Mar 31, 2015	For year ended Mar 31, 2014
A Cash Flow from Operating Activities :					
Profit/(Loss) before taxation & Exceptional Items	(189,870)	(148,544)	(23,550,152)	(23,237,725)	942,695
Adjustments for:					
Depreciation	-	11,709	13,594	44,786	49,308
Finance Cost	-	24,986	26,790	78,786	100,212
Provision for doubtful debts	-	32,879	-	-	-
Operating Profit/(Loss) before Working Capital Changes	(189,870)	(78,971)	(23,509,768)	(23,114,153)	1,092,214
Adjustments for:					
Trade and other receivables	(496,799)	389,998	641,775	257,917	1,828,760
Trade payables and other liabilities	259,801	450,862	(4,447,184)	(3,424,988)	(1,582,852)
Marketing development & support expenses					
Cash generated from Operations	(426,868)	761,889	(27,315,176)	(26,281,224)	1,338,122
Income Taxes	-	-	-	-	-
Deferred Taxes					
Net cash from Operating Activities - A	(426,868)	761,889	(27,315,176)	(26,281,224)	1,338,122
B Cash Flow from Investing Activities :					
Sale/(Purchase) of fixed assets (net)	-	(387,347)	29,443,904	28,564,206	(1,552,752)
Net Cash used in Investing Activities - B	-	(387,347)	29,443,904	28,564,206	(1,552,752)
C Cash Flow from Financing Activities :					
Finance Cost	-	(24,986)	(26,790)	(78,786)	(100,212)
Proceeds/(repayments) from borrowings	1	(366,173)	(1,968,201)	(2,202,749)	313,896
Net Cash from Financing Activities - C	1	(391,159)	(1,994,991)	(2,281,535)	213,685
Net Increase in Cash and Cash Equivalents (A+B+C)	(426,867)	(16,617)	133,737	1,447	(946)
Cash and Cash Equivalents as at beginning	452,825	41,129	319,090	24,511	25,458
Cash and Cash Equivalents as at end	25,956	24,512	452,824	25,957	24,511
	1	1	(0)	2	1

Notes :

1. The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard - 3 on " Cash Flow Statements " issued by The Institute of Chartered Accountants of India.

2. Previous period/year figures have been regrouped / rearranged wherever necessary to conform to the current period/year presentation.

See accompanying notes to the financial statements
Notes referred to above form an integral part of the financial statements

1 to 24

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

For and on behalf of the Board

R P Baradiya
Partner
Place: Mumbai
Date:

Padmanabhan Iyer
Director

1 Share capital

i)

		In GBP		
		As at Mar 31, 2015	As at Mar 31, 2014	As at Mar 31, 2014
Authorised				
6,000,000 Equity shares of GBP 1 each		6,000,000	6,000,000	6,000,000
25,000,000 Redeemable Preference Shares of GBP 1 each		25,000,000	25,000,000	25,000,000
		31,000,000	31,000,000	31,000,000
Issued, Subscribed & Paid - up				
		In Numbers		
		As at	As at	As at
		Mar 31, 2015	Mar 31, 2014	Mar 31, 2014
Equity shares of GBP 1 each (GBP 1 each, fully paid up)		3,226,309	3,226,309	3,226,309
Total		3,226,309	3,226,309	3,226,309

ii) Details of member holding more than 5 percent shares

Shareholder	As at Mar 31, 2015		As at Mar 31, 2014		As at Mar 31, 2014	
	No. of Shares	%	No. of Shares	%	No. of Shares	%
3i Infotech Limited, India	3,226,309	100	3,226,309	100	3,226,309	100

(The holding represents beneficial interest in 600,000 shares held by 3i Infotech Inc., USA)

iii) The Company has only one class of equity shares having a par value of GBP 1. Each holder of equity shares is entitled to one vote per share. The Company has not allotted any bonus shares in last five years.

iv) In the event of liquidation the Company, the holders of the equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all preferential allotments. The distribution will be in proportion to the number of equity shares held by the shareholders.

2 Reserves and surplus

		In GBP		
		As at Mar 31, 2015	As at Mar 31, 2014	As at Mar 31, 2014
a. Securities Premium Account				
Balance as per last Balance Sheet		38,786,144	38,786,144	38,786,144
		38,786,144	38,786,144	38,786,144
b. Surplus/(deficit) in statement of Profit and Loss				
Add/ (Less): Net Profit / (Loss) for year		(4,419,023)	(5,361,717)	(5,361,717)
		(23,237,725)	942,695	942,695
		(27,656,748)	(4,419,023)	(4,419,023)
Less: Write off of IC balances		1,000,000		
Less: Reduction in share capital in WE Limited		1,999,999		
Less: Investments Written off		8,040,604		
Total		88,793	34,367,121	34,367,121

3 Borrowings

In GBP

	As at Mar 31, 2015		As at Mar 31, 2014		As at Mar 31, 2014	
	Current	Non Current	Current	Non Current	Current	Non Current
Secured Loans						
Cash Credit *	-	-	2,202,755	-	2,202,755	-
Total	-	-	2,202,755	-	2,202,755	-

Note:

- * The company has entered into Cash Credit facility with Royal Bank of Scotland with maximum outstanding limit up to GBP 2.68 millions and is secured by bank guarantee from parent company, 3i Infotech Limited, India. The interest rate is 4.5% p.a. over the base rate of 0.50%.

4 Trade payables

In GBP

	As at Mar 31, 2015		As at Mar 31, 2014		As at Mar 31, 2014	
	Current	Non Current	Current	Non Current	Current	Non Current
Due to others	332,779	-	1,291,871	-	1,291,871	-
Due to Related Parties	-	-	218,106	-	218,106	-
Total	332,779	-	1,509,977	-	1,509,977	-

5 Other current liabilities

In GBP

	As at Mar 31, 2015		As at Mar 31, 2014		As at Mar 31, 2012	
	Current	Non Current	Current	Non Current	Current	Non Current
Advances received from Customers	195,053	-	1,558,662	-	1,558,662	-
Unearned Income	-	-	503,578	-	503,578	-
Interest accrued but not due on borrowings	-	-	4,000	-	4,000	-
Other Liabilities	-	-	376,600	-	376,600	-
Loans and advances from Related Parties	-	-	-	-	-	-
Total	195,053	-	2,442,841	-	2,442,841	-

6 Trade receivables

In GBP

	As at Mar 31, 2015		As at Mar 31, 2014		As at Mar 31, 2014	
	Current	Non Current	Current	Non Current	Current	Non Current
Unsecured, considered good						
Debts outstanding for a period exceeding 6 months from the due date of payment	-	-	-	-	-	-
Others	217,219	-	1,048,187	-	1,048,187	-
Unsecured, considered doubtful						
Doubtful debts exceeding 6 months from the due date of payment	-	-	-	-	-	-
Less: provision for bad and doubtful debts	-	-	-	-	-	-
Total	217,219	-	1,048,187	-	1,048,187	-

7 Other current assets

In GBP

	As at Mar 31, 2015		As at Mar 31, 2014		As at Mar 31, 2014	
	Current	Non Current	Current	Non Current	Current	Non Current
Unbilled revenue	137,713	413,138	1,088,504	1,888,282	1,088,504	1,888,282
Total	137,713	413,138	1,088,504	1,888,282	1,088,504	1,888,282

8 Cash and cash equivalents

In GBP

	As at Mar 31, 2015	As at Mar 31, 2014	As at Mar 31, 2014
Cash and cash equivalents			
- in current accounts	25,956	21,934	21,934
- Cash on hand	-	2,577	2,577
Total	25,956	24,511	24,511

9 Loans and advances

In GBP

	As at Mar 31, 2015		As at Mar 31, 2014		As at Mar 31, 2014	
	Current	Non-Current	Current	Non-Current	Current	Non-Current
Unsecured, considered good						
- Security deposits(includes lease rent deposits)	-	228,720	-	273,484	-	273,484
- Loans and advances to Related Parties	2,720,620	-	42,653	-	42,653	-
- Other advances recoverable in cash or in kind or for value to be received	965,538	-	599,356	-	599,356	-
Total	3,686,159	228,720	642,009	273,484	642,009	273,484

10 Revenue from operations

In GBP

	For the quarter ended Mar 31, 2015	For the quarter ended Mar 31, 2014	For the quarter ended Dec 31, 2014	For the year ended Mar 31, 2015	For year ended Mar 31, 2014
IT Solutions	369,125	3,342,070	2,836,453	9,472,301	13,459,089
Total	369,125	3,342,070	2,836,453	9,472,301	13,459,089

11 Other income

In GBP

	For the quarter ended Mar 31, 2015	For the quarter ended Mar 31, 2014	For the quarter ended Dec 31, 2014	For the year ended Mar 31, 2015	For year ended Mar 31, 2012
Rental deposit - earlier written off	-	-	-	-	-
Provisions written back	-	22,282	-	-	55,160
Total	-	22,282	-	-	55,160

12 Cost of revenue

In GBP

	For the quarter ended Mar 31, 2015	For the quarter ended Mar 31, 2014	For the quarter ended Dec 31, 2014	For the year ended Mar 31, 2015	For year ended Mar 31, 2014
Cost of third party products / outsourced services	185,852	955,979	811,930	2,687,228	3,570,673
Less: Transferred to product development	-	(100,154)	(90,640)	(317,994)	(374,536)
Total	185,852	855,825	721,290	2,369,234	3,196,138

13 Employee benefit expenses

In GBP

	For the quarter ended Mar 31, 2015	For the quarter ended Mar 31, 2014	For the quarter ended Dec 31, 2014	For the year ended Mar 31, 2015	For year ended Mar 31, 2014
Salaries and wages	291,783	2,451,858	1,819,473	6,085,125	8,539,179
Less: Transferred to product development	-	(277,265)	(220,451)	(755,845)	(1,077,683)
Total	291,783	2,174,593	1,599,022	5,329,280	7,461,496

14 Finance cost

In GBP

	For the quarter ended Mar 31, 2015	For the quarter ended Mar 31, 2014	For the quarter ended Dec 31, 2014	For the year ended Mar 31, 2015	For year ended Mar 31, 2014
Bank Charges	-713	28,082	13,809	25,357	73,475
Interest expenses	-	24,986	26,790	78,786	100,212
Total	-714	53,068	40,599	104,143	173,687

15 Other expenses

In GBP

	For the quarter ended Mar 31, 2015	For the quarter ended Mar 31, 2014	For the quarter ended Dec 31, 2014	For the year ended Mar 31, 2015	For year ended Mar 31, 2014
Power and fuel	6,215	14,116	9,799	37,679	54,395
Rent	14,392	185,957	115,804	435,625	742,868
Repairs to buildings	-	2,831	2,738	6,364	11,530
Insurance	9,738	35,292	36,431	121,790	159,535
Travelling and conveyance	16,118	71,918	56,097	200,404	249,269
Rates and taxes	6,872	53,122	48,960	164,243	212,193
Communication expenses	1,997	26,388	31,585	102,899	102,036
Printing and stationery	253	5,003	4,132	13,503	18,668
Legal and professional charges	21,066	10,000	17,565	64,656	78,947
Provision for doubtful debts	-	-	-	-	-
Miscellaneous expenses	850	28,962	17,318	78,816	110,628
Less: Transferred to product development	-	(15,887)	(8,330)	(47,968)	(49,142)
Total	37,934	417,702	371,667	1,178,010	1,690,930

16 Exceptional items

In GBP

	For the quarter ended Mar 31, 2015	For the quarter ended Mar 31, 2014	For the quarter ended Dec 31, 2014	For the year ended Mar 31, 2015	For year ended Mar 31, 2014
Investment impairment	44,140	-	23,640,433	23,684,573	-
Total	44,140	-	23,640,433	23,684,573	-