

INDEPENDENT AUDITORS' REPORT**To****The Members of****IFRS Cloud Solutions Limited (Formerly known as 3i Infotech Outsourcing Services Ltd)
Report on the Standalone Financial Statements**

We have audited the accompanying standalone financial statements of IFRS Cloud Solutions Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows 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 standalone 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 the 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, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the 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 standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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 loss and cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. During the year, no business activities was carried out and therefore none of clauses of the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act are applicable.
2. 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 purposes 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, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid standalone 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 the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.



- f) During the year, no business activities was carried out and therefore with respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls have been adequate only to the extent of preparations of financial statements.
- 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. (Refer note no 7(a) of the financial statements)
 - 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.

For Lodha & Company
Chartered Accountants
Firm Registration No. 301051E

R.P. Baradiya

R.P. Baradiya
Partner
Membership No. 44101

Place: Mumbai
Date : August 10th, 2016



IFRS Cloud Solutions Limited
Balance Sheet as at March 31, 2016.

Particulars	Note No.	('Rs')	
		As at March 31, 2016	As at March 31, 2015
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	2	500,000	500,000
Reserves and surplus	3	(40,112)	(30,112)
Current Laibilities			
Other Current Liabilities	4	40,112	30,112
TOTAL		500,000	500,000
ASSETS			
Current assets			
Cash and bank balances	5	500,000	500,000
TOTAL		500,000	500,000

Significant Accounting policies 1 to 10
Accompanying Notes form an integral part of 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

Ashish Kakkar
Director
(DIN 06370551)

Padmanabhan Iyer
Director
(DIN 05282942)

Place : Mumbai
Date : August 10, 2016



('Rs')

Particulars	Note No.	For the year ended March 31, 2016	For the year ended March 31, 2015
INCOME			
Revenue from operations		-	-
Total Income		-	-
EXPENSES			
Other expenses		10,000	10,000
Total expenses		10,000	10,000
Profit/(Loss) before tax		(10,000)	(10,000)
Tax expense		-	-
Profit/(Loss) for the quarter/year		(10,000)	(10,000)
Earnings per equity share of face value of (₹) 10 each:			
(i) Basic		(0.20)	(0.20)
(ii) Diluted		(0.20)	(0.20)

Significant Accounting policies

1 to 10

Accompanying Notes form an integral part of financial statements

As per our attached report of even date

For Lodha & Co.

Chartered Accountants

For and on behalf of the Board

P Baradiya
PartnerAshish Kakkar
Director
(DIN 06370551)Padma Shabhan Iyer
Director
(DIN 05282942)

Place : Mumbai

Date : August 10, 2016



IFRS Cloud Solutions Limited
Cash Flow Statement for the year ended March 31, 2016

('Rs')

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
A Cash Flow from Operating Activities :		
Profit/(Loss) before taxation & exceptional items	(10,000)	(10,000)
Operating Profit before Working Capital Changes	(10,000)	(10,000)
Adjustments for:		
Trade Payables and Other current Liabilities	10,000	10,000
Cash generated from Operations before prior period items	10,000	10,000
Net cash from Operating Activities before extraordinary item	-	-
Exceptional Items :		
Net cash from Operating Activities -A	-	-
B Cash Flow from Investing Activities :		
Net cash from Investing Activities : B	-	-
C Cash Flow used in Financing Activities - C		
Net cash from Financing Activities - C	-	-
Net Increase in Cash and Cash Equivalents (A+B+C)	-	-
Cash and Cash Equivalents as at beginning	500,000	500,000
Cash and Cash Equivalents as at end	500,000	500,000

Notes :

- The above Cash Flow Statement has been prepared under the 'Indirect Method' as set out in Accounting Standard - 3 on "Cash Flow Statements " prescribed by the Companies (Accounting Standards) Rules,2006.
- Previous year's figures have been represented/rearranged to conform current years presentation.

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 : August 10,2016

Ashish Kakkar
Director
(DIN 06370551)

Radmanabhan Iyer
Director
(DIN 05282942)



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1. NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

Significant Accounting Policies

1.1 Method of Accounting

The financial statements are prepared under the historical cost convention, on an accrual basis of accounting and in accordance with the generally accepted accounting practices in India (GAAP).

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 Employee Benefits

a. Gratuity

The Company provides for gratuity, a defined benefit retirement plan, covering eligible employees. Liability under gratuity plan is determined 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. 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.

c. Leave Entitlement

Liability for leave entitlement for employees is provided on the basis of actuarial valuation at the year end.

1.5 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.

1.6 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 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.

1.7 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 year.

Notes forming part of the Financial Statements as at and for the quarter ended March 31, 2016

2. Share Capital

	('Rs')	
	As at March 31, 2016	As at March 31, 2015
Authorised		
50,000 Equity shares of (`)10 each (50,000 shares as at March 31, 2016 , 50000 Shares as at March 31, 2015)	500,000	500,000
	500,000	500,000
Issued, Subscribed & Paid - up		
Equity shares of ` 10 each fully paid up at the beginning of the quarter / year	500,000	500,000
Add: Issued during the quarter / year	-	-
Total	500,000	500,000

(a) Details of Members holding more than 5 percent shares

Shareholder	As at March 31, 2016		As at March 31, 2015	
	%	No. of Shares	%	No. of Shares
3I Infotech Financial Software Inc	100	50,000	100	50,000



(b) Terms/Rights attached to equity shares

The Company has only one class of equity shares having a par value of ` 10 each. Each shareholder has right to vote in respect of such share, on every resolution placed 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 shareholders are entitled to receive the remaining assets of the Company after payment to secured and unsecured creditors in proportion to their shareholding.

(c) Reconciliation of numbers of equity shares

Particulars	As at March 31, 2016	As at March 31, 2015
Shares outstanding at the beginning of the quarter/year	50,000	50,000
Shares issued during the quarter/year	-	-
Shares bought back during the quarter/year	-	-
Shares outstanding at the end of the quarter/year	50,000	50,000

3. Reserves and Surplus

('Rs.)		
Particulars	As at March 31, 2016	As at March 31, 2015
Surplus/(Deficit) in Statement of Profit and Loss		
Opening balance	(30,112)	(20,112)
Add: Net Profit/(Loss) for the quarter/year	(10,000)	(10,000)
	(40,112)	(30,112)

4. Other Current Liabilities

('Rs.)		
Particulars	As at March 31, 2016	As at March 31, 2015
Audit fees payable	40,112	30,112
	40,112	30,112

5. Cash and bank balances

('Rs.)		
Particulars	As at March 31, 2016	As at March 31, 2015
Balances with a scheduled bank - in current accounts	500,000	500,000
	500,000	500,000

6. Other Expenses

('Rs.)		
Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Audit fees	10,000	10,000
	10,000	10,000



7. Contingent liability and Commitment:

a. There is no contingent liability outstanding at the end of the year.

b. Operating Lease

The Company does not have any operating leases.

c. Financial Lease

The Company does not have any financial leases.

8. Earnings per share

The earnings per share have been computed in accordance with the 'Accounting Standard 20 – Earnings per share'.

The numerators and denominators used to calculate basic and diluted earnings per share are as follows:

Particulars	For the year ended March 31, 2016	For the year ended March 31, 2015
Profit/(Loss) attributable to equity shareholders	(10,000)	(10,000)
Weighted average number of equity shares outstanding during the year (Nos.)	50,000	50,000
Add: Effect of dilutive issues	-	-
Diluted weighted average number of equity shares outstanding during the year (Nos.)	50,000	50,000
Nominal value of equity shares ('Rs.')	10.00	10.00
Basic Earnings Per Share ('Rs.')	(0.20)	(0.20)
Diluted Earnings Per Share ('Rs.')	(0.20)	(0.20)

9. The parties where control exists -

a. **Holding Company:** 3i Infotech Financial Software Inc.

b. **Ultimate Holding Company :** 3i Infotech Limited

Fellow Subsidiaries**Foreign Subsidiaries –**

Name of subsidiary	Country of Incorporation
3i Infotech Inc.	USA
3i Infotech Asia Pacific Pte Limited	Singapore
3i Infotech SDN BHD	Malaysia
3i Infotech (UK) Limited	UK
3i Infotech (Thailand) Limited	Thailand
3i Infotech (Western Europe) Holdings Limited	UK
3i Infotech (Western Europe) Group Limited	UK
Rhyme Systems Limited	UK
3i Infotech Holdings Private Limited	Mauritius
3i Infotech Saudi Arabia LLC	Saudi Arabia
3i Infotech (Africa) Limited	Kenya
Professional Access Limited	USA
3i Infotech (Middle East) FZ LLC	UAE
Black Barret Holdings Limited	Cyprus
Locuz Inc.	USA
3i Infotech Framework Limited	UK
Elegon Infotech Limited	China
3i Infotech (South Africa) Pty. Ltd.	South Africa
3i Infotech Services SDN BHD (formerly known as Datacons Asia Pacific SDN BHD)	Malaysia



Indian Subsidiaries –

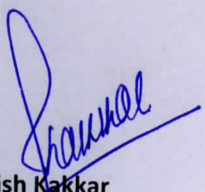
Name of subsidiary
3i Infotech Trusteeship Services Limited
Professional Access Software Development Private Limited
3i Infotech BPO Limited
Locuz Enterprise Solutions Limited
3i Infotech Consultancy Services Limited


No transactions have taken place during the year. Hence no disclosure has been given.

10. Previous year's figures have been re-grouped/ re-arranged wherever considered necessary

Signatures to Notes to accounts "1" to "10"

For and on behalf of the Board


Ashish Kakkar
Director
(DIN No. 06370551)


Padmanabhan Iyer
Director
(DIN No. 05282942)

Place: Mumbai
Date: August 10, 2016

