

FORD RHODES PARKS & CO LLP

CHARTERED ACCOUNTANTS
(Formerly Ford, Rhodes, Parks & Co.)

Independent Auditor's Report

To the members of Trigyn Technologies (India) Private Limited
Report on the Financial Statements for the year ended 31st March, 2016

We have audited the accompanying financial statements of Trigyn Technologies (India) Private Limited ("the Company") which comprise the Balance Sheet as at 31st March 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended 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 the Companies Act, 2013 ("the Act") with respect to the preparation of the 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 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.

No. 195, 18TH 'A' MAIN
6TH BLOCK, KORAMANGALA
BENGALURU - 560 095
Email : frpbangalore@gmail.com



TEL : (91) 80 25532926
: (91) 80 25535794
: (91) 80 41105380
: (91) 80 41105080

(A Partnership Firm with Registration No:BA61078 Converted into a Limited Liability Partnership (LLP) namely FORD RHODES PARKS & CO LLP w.e.f. August 4, 2015 – LLP Identification No.AAE4990

Also at : MUMBAI • KOLKATA • CHENNAI

FORD RHODES PARKS & CO LLP

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. 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 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 31st March, 2016, and its loss and its cash flows for the year ended on that date.

Emphasis of matter

We draw attention to

- a. *Note no. 8 to financial statements regarding physical verification of fixed assets and*
- b. *Note No 21 to financial statements regarding preparation of accounts on going concern basis.*

(As fully described in note)

Our opinion is not qualified in respect of above matter.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), as issued by Central Government of India in terms of sub section (11) of section 143 of Companies Act, 2013 (18 of 2013) we give in the Annexure A , a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - i. 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;



FORD RHODES PARKS & CO LLP

- ii. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- iii. the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- iv. in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014 ; and
- v. on the basis of written representations received from the directors as on 31st March 2016, and 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 sub section (2) of section 164 of the Companies Act, 2013.
- vi. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **Annexure B**. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting
- vii. 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 has disclosed the impact of pending litigations on its financial position in its financial - Refer Note No. 18 & 29 to the financial statements;
 - ii. As represented by the company, there are no long-term contracts including derivative contracts having material foreseeable losses - Refer Note No. 30 to the financial statements;
 - iii. As represented by the company, there is no amount required to be transferred to Investor Education and Protection Fund by the Company - Refer Note No. 31 to the financial statements.

For FORD RHODES PARKS & CO.LLP
Chartered Accountants
ICAI Firm Registration No. 102860W/W100089



B.S.S.Shetty
Partner
Membership No.6031F

Place: Mumbai
Date: 17th May 2016



FORD RHODES PARKS & CO LLP

Annexure to the Auditors' Report

[Referred to in paragraph pertaining to "Report on Other Legal and Regulatory Requirement" of our Report of even date to the members of Trigyn Technologies (India) Private Limited on the financial statements for the year ended 31st March, 2016]

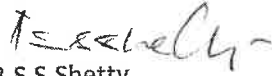
1. a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
b) The fixed assets of the company have not been physically verified by the management during the year considering NIL written down value of fixed assets..
c) The company does not have any immovable properties. Hence provision of the clause 3 (i),(c) of the Order are not applicable to the Company.
2. The Company did not hold any inventories during the financial year. Thus the provision of clause 3 (ii) of the Order are not applicable.
3. The Company has granted unsecured loans, to companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. These loans are interest free and there are no stipulations as to repayment of the loan. The loans have been fully provided for by the company. In our opinion and according to the information and explanation given to us, the terms and conditions of the loans given by the company are prima facie not prejudicial to the interest of the company.
4. In our opinion and according to information and explanation given to us, the company has complied with the provision of Section 186 of the Act with respect to its Investments. The company has given securities and guarantees, in compliance with section 185 and 186 of the Act. The company has granted Loans and advances u/s. 185 and 186 of the Act which as per the information and explanations given by the company to us and as described in the financial statements are interest free and given to promote the interest of the company. The loans have been fully provided for by the company. However, due to bad financial position some of these subsidiaries are unable to regularize the advances given earlier.
5. The company has not accepted deposits from public, within the meaning of sections 73 to 76 or any other relevant provisions of the Companies Act 2013.
6. Reporting under clause 3(vi) of the order is not applicable as the Company's business activities/products are not covered by the Companies (Cost records and audit) Rule 2014 as prescribed under Section 148 of the Companies Act 2013.
7. a) According to the information and explanation given to us and records of the company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, employee's state insurance fund, income tax, service tax, custom duty, excise duty, cess and any other statutory dues with the appropriate authorities. There is no undisputed statutory dues payable for a period of more than six months from the date they became payable as at 31st March, 2016.
b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of Excise, service tax, customs duty and entry tax as at 31st March 2016, which has not been deposited on account of dispute.



FORD RHODES PARKS & CO LLP

8. The Company has not availed any loan from banks, financial institution, Government or by way of debentures. Hence provision of the clause 3 (viii) of the Order are not applicable to the Company.
9. The Company has not raised any Initial Public Offer or further public offer or term loan. Hence provision of the clause 3 (ix) of the Order are not applicable to the Company.
10. Based upon the audit procedures performed and information and explanations given by the management and to the best of our knowledge, we report that we have not come across any instances of fraud by the company or any fraud on the company by its officers or employees that have been noticed or reported during the year nor have we been informed of such a case by management.
11. The company has not provided any remuneration to Key Managerial personnel. Hence provision of the clause 3 (xi) of the Order are not applicable to the Company.
12. The Company is not a Chit Fund Company/or nidhi/ mutual benefit fund/society. As such Clause 3(xii) of the order is not applicable to the Company.
13. All transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the applicable Accounting Standards.
14. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
15. The company has not entered into non-cash transactions covered by Section 192 of Companies Act, 2013 with directors or persons connected with them.
16. The company is not engaged in the business of non-banking financial institution (NBFI) and not required to obtain a Certificate of Registration (CoR) from Reserve Bank of India to commence/carry on business of NBFI in terms of Section 45-IA of the RBI Act, 1934.

For FORD RHODES PARKS & CO.LLP
Chartered Accountants
ICAI Firm Registration No.1028G0W/W100089


B.S.S.Shetty
Partner
Membership No.6031F

Place: Mumbai
Date: 17th May 2016



ANNEXURE B

[Referred to in paragraph pertaining to "Report on Other Legal and Regulatory Requirement" of our Report of even date to the members of Trigyn Technologies (India) Private Limited on the financial statements 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 Trigyn Technologies (India) Private Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone 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 (IFCOFR) issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation 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") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 judgments, 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.



FORD RHODES PARKS & CO LLP

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.

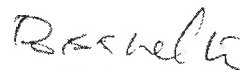
Opinion

In our opinion to the best of our information and according to 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 FORD RHODES PARKS & CO.LLP

Chartered Accountants

ICAI Firm Registration No.102860W/W100089



B.S.S.Shetty

Partner

Membership No.6031F

Place: Mumbai

Date: 17th May 2016



TRIGYN TECHNOLOGIES (INDIA) PRIVATE LIMITED
BALANCE SHEET AS AT MARCH 31, 2016

(Figures in ₹)

	Note	As at March 31, 2016	As at March 31, 2015
EQUITY AND LIABILITIES			
SHAREHOLDERS' FUNDS			
Share capital	3	147,104,400	147,104,400
Reserves and surplus	4	(334,129,034)	(333,473,544)
		<u>(187,024,634)</u>	<u>(186,369,144)</u>
NON - CURRENT LIABILITIES			
Long-term borrowings	5	190,780,453	190,296,388
		<u>190,780,453</u>	<u>190,296,388</u>
CURRENT LIABILITIES			
Trade payables	6	345,489	32,369
Other current liabilities	7	32,894	120,254
		<u>378,383</u>	<u>152,623</u>
Total		4,134,201	4,079,867
ASSETS			
NON - CURRENT ASSETS			
Fixed assets			
- Tangible assets	8	-	-
		<u>-</u>	<u>-</u>
Non-current investments	9	-	-
Long-term loans and advances	10	3,002,845	3,078,648
		<u>3,002,845</u>	<u>3,078,648</u>
CURRENT ASSETS			
Trade receivables	11	-	-
Cash and bank balances	12	206,358	159,437
Short-term loans and advances	13	88,136	-
Other current assets	14	836,802	941,793
		<u>1,131,356</u>	<u>1,001,219</u>
Total		4,134,201	4,079,867

General information & significant
accounting policies

1-2

Notes to accounts

3-32

General information, significant accounting policies and notes are an integral part of these financial statements.

As per our attached report of even date.

For Ford Rhodes Parks & Co. LLP

Chartered Accountants

Firm Registration Number: 102860W/W100089

For and on behalf of the Board of Directors

B. S. S. Shetty

Partner

Membership No. : 6031F

R. Ganapathi

Director

Parthasarathy Iyengar

Director

Mumbai; Dated : May 17, 2016

Mumbai; Dated : May 17, 2016

TRIGYN TECHNOLOGIES (INDIA) PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2016

(Figures in ₹)

	Note	Year ended March 31, 2016	Year ended March 31, 2015
REVENUE :			
Other income	15	51,116	931,649
TOTAL REVENUE		51,116	931,649
EXPENSES:			
Staff Costs	16	-	191,682
Depreciation and amortisation expenses	8	-	-
Other expenses	17	602,608	1,346,925
TOTAL EXPENSES		602,608	1,538,607
PROFIT / (LOSS) BEFORE TAX		(551,493)	(606,958)
Tax Expenses			
- Current tax		-	-
- Prior Period tax		103,998	-
- Deferred tax		-	-
		103,998	-
PROFIT / (LOSS) FOR THE YEAR		(655,491)	(606,958)

Earnings per equity share: [Nominal Value per share: ₹.100 (₹. 100)]	19		
Basic		(0.45)	(0.41)
Diluted		(0.45)	(0.41)

General information & significant accounting policies

1-2

Notes to accounts

3-32

General information, significant accounting policies and notes are an integral part of these financial statements.

As per our attached report of even date.

For Ford Rhodes Parks & Co. LLP

For and on behalf of the Board of Directors

Chartered Accountants

Firm Registration Number: 102860W/W100089

B. S. S. Shetty

R. Ganapathi

Parthasarathy Iyengar

Partner

Director

Director

Membership No. : 6031F

Mumbai; Dated : May 17, 2016

Mumbai; Dated : May 17, 2016

TRIGYN TECHNOLOGIES (INDIA) PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016

(Figures in ₹)

	Year ended March 31, 2016	Year ended March 31, 2015
A CASH FLOW FROM OPERATING ACTIVITIES		
Profit / (Loss) before taxation	(551493)	(606,958)
Adjustments for:		
Interest income	-	(162,845)
Unrealised gain-Forex	-	(768,805)
		(931,649)
Operating profit / (loss) before working capital changes	(551,493)	(1,538,607)
Adjustments for:		
(Increase) / decrease in trade receivables	-	17,442,028
(Increase)/ decrease in loans and advances and other current and non-current assets	(7,412)	4,365,233
Increase/ (decrease) in trade payables and other current and non-current liabilities and provisions	225,760	(199,712)
	218,348	21,607,549
Cash generated from / (used in) operations	(333,145)	20,068,942
Taxes paid	(103,998)	-
NET CASH INFLOW / (OUTFLOW) FROM OPERATING ACTIVITIES	(437,143)	20,068,942
B CASH FLOW FROM INVESTING ACTIVITIES		
Interest received	-	162,845
NET CASH INFLOW FROM INVESTING ACTIVITIES	-	162,845
C CASH FLOW FROM FINANCING ACTIVITIES		
Loans/ Advance from Holding/Subsidry Company (Given)/ Received (Repaid)/ Receive Back (net of repayments)	10,1065	(20,231,700)
NET CASH INFLOW FROM FINANCING ACTIVITIES	484,065	(20,231,783)
Exchange gain/(loss) on translation during the year		
D NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS	46,922	4
E Cash and cash equivalents - Opening Balance	159,437	159,433
F Cash and cash equivalents - Closing Balance (Refer Note 12)	206,358	159,437

Notes:

- The above Cash Flow statement has been prepared under the indirect method as set out in Accounting Standard 3 (AS 3) 'Cash Flow Statements' as specified in Companies (Accounting Standards) Rules, 2006.
- The figures for the previous year have been regrouped where necessary to conform to current year's classification.
- Cash and cash equivalents excludes Fixed Deposits having maturity period exceeding 3 months but less than 12 months.

As per our attached report of even date.

For Ford Rhodes Parks & Co. LLP
Chartered Accountants
Firm Registration Number: 102860W/W100089

For and on behalf of the Board of Directors

B. S. S. Shetty
Partner
Membership No. : 6031F

R. Ganapathi
Director

Parthasarathy Iyen,
Director

Mumbai; Dated : May 17, 2016

Mumbai; Dated : May 17, 2016

1) GENERAL INFORMATION

Trigyn Technologies (India) Private Ltd ("TTIPL or the Company") was originally incorporated as Fabulous Trading and Investment Private Limited. Till 12th March 2014 the company was wholly owned subsidiary of eCapital Solutions (Bermuda) Ltd. After winding up of eCapital Solutions (Bermuda) Ltd, it became wholly owned subsidiary of Trigyn Technologies Ltd. w.e.f. 13th March 2014.

The Company is engaged in the business of providing information technology consultancy and software development services, in addition to developing and servicing its own product for customers in the convergent marketplace. During the current year the company has participated in tender for software maintenance though during the year company could not earn any revenue for software business

The operations at the Bangalore Software Development Centre were suspended in financial year 2004 - 2005. The major source of income in the current period is interest income.

2) Significant Accounting Policies

A. Basis of Preparation

The Financial statement of the Company have been prepared on accrual basis under historical cost Convention, in accordance with generally accepted accounting principles in India (Indian GAAP) to comply with the accounting standards specified in section 133 of the Companies act, 2013 read with rule 7 of the Companies (Accounts) Rules 2014 and relevant provisions of the Companies act, 2013. Accounting policies have been consistently applied except where a newly issued accounting Standard is initially adopted or a revision to the Existing accounting Standard or a more appropriate presentation of the financial statements requires a change in the accounting policy hitherto in use.

B. Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statement and the reported amount of revenue and expenses during the reporting periods. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

C. Fixed Assets

Tangible Assets

Tangible assets are stated at cost of acquisition, less accumulated depreciation/ amortisation and impairments, if any. Cost includes taxes, duties, freight and other incidental expenses related to acquisition.

Intangible Assets

Intangible assets are recognized only if it is probable that the future economic benefits that are attributable to the assets will flow to the enterprise and the cost of the assets can be measured reliably. The intangible assets are recorded at cost and are carried at cost less accumulated amortization and accumulated impairment losses, if any.

Application software capitalized as Intangible Asset is normally amortized over a period of four years or over its useful life before it becomes obsolete, whichever is earlier

The company has policy to carry out physical verification of Fixed Assets every alternate year. Discrepancy on physical verification is charged to statement of Profit & Loss.

D. Depreciation and Amortisation

Depreciation on additions and disposals is provided pro-rata for the period of use.

The company has no Tangible / Intangible fixed assets in books as at 31st march 2015. The depreciation is provided on Straight Line Method in the Line with policy followed by holding company and is provided on Straight Line Method, over the period of estimated useful life of the assets, as stipulated in Schedule II to the Companies Act 2013 or based on useful life wherever assessment is carried out by the management as per technical advice. The useful lives which are different from Schedule II are as follows:-

The useful lives of fixed assets as estimated by the management are:

Asset	Useful life
Leasehold improvements / Assets taken on lease	Over the term of the lease or the estimated useful life of the asset whichever is shorter
Furniture and fixtures	4 years

Application software capitalized as Intangible Asset is normally amortized over a period of four years or over its useful life before it becomes obsolete, whichever is earlier.

E. Investments

Investments that are readily realisable and are intended to be held for not more than one year from the date, on which such investments are made, are classified as current investments. All other investments are classified as long term investments. Current investments are carried at cost or fair value, whichever is lower. Long-term investments are carried at cost. However, provision for diminution is made to recognise a decline, other than temporary, in the value of the investments, such reduction being determined and made for each investment individually.

F. Foreign Currency Translation

Initial Recognition

On initial recognition, all foreign currency transactions are recorded by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Subsequent Recognition

As at the reporting date, non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. All non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

All monetary assets and liabilities in foreign currency are restated at the end of accounting period.

Exchange differences on restatement of all other monetary items are recognised in the Statement of Profit and Loss.

G. Revenue Recognition

Interest and other income are accounted on accrual basis.

H. Current and Deferred Tax

Income tax payable in India is determined in accordance with the provisions of the Income Tax Act, 1961.

Minimum Alternative Tax (MAT) credit, which is equal to the excess of MAT (calculated in accordance with provisions of Section 115JB of the Income tax Act, 1961) over normal income-tax is recognised as an asset by crediting the Statement of Profit and Loss only when and to the extent there is convincing evidence that the Company will be able to avail the said credit against normal tax payable during the period of ten succeeding assessment years.

Deferred tax expense or benefit is recognised on timing differences being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. In the event of unabsorbed depreciation and carry forward of losses, deferred tax assets are recognised only to the extent that there is virtual certainty that sufficient future taxable income will be available to realise such assets. In other situations, deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realise these assets.

Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance tax paid and income tax provision arising in the same tax jurisdiction and the Company intends to settle the asset and liability on a net basis.

I. Leases

Assets given under operating lease are reflected in the financial statements under fixed assets. Further, lease income from such operating lease arrangements have been recognized in the statement of profit and loss on a straight line basis over the lease term.

J. Earnings Per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or

loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

K. Impairment of Assets

The Company reviews the carrying values of tangible and intangible assets for any possible impairment at each balance sheet date. An impairment loss is recognized when the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to their present value at appropriate discount rates. If at the balance sheet date, there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

L. Provisions and Contingent Liabilities

Provisions

Provisions are recognized when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

Contingent Liabilities

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is termed as a contingent liability.

TRIGYN TECHNOLOGIES (INDIA) PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS

(Figures in ₹)

	As at March 31, 2016	As at March 31, 2015
3. SHARE CAPITAL		
(a) Authorised 1,500,000 (1,500,000) equity shares of ₹. 100/- each	150,000,000	150,000,000
(b) Issued, subscribed and fully paid-up 1,471,044 (1,471,044) equity shares of ₹. 100/- each fully paid-up	147,104,400	147,104,400
Total	147,104,400	147,104,400

(c) Reconciliation of number of shares

	Number of Shares	Amount	Number of Shares	Amount
Balance as at the beginning of the year	1,471,044	147,104,400	1,471,044	147,104,400
Shares issued during the year				
Balance as at the end of the year	1,471,044	147,104,400	1,471,044	147,104,400

(d) Rights, preferences and restrictions attached to shares -

Equity shares: The Company has one class of equity shares having a par value of ₹. 100 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(e) Shares held by the holding company:

Entire share capital is held by Trigyn Technologies Limited, the holding company, and its nominees

(f) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

Name of Shareholder	As at March 31, 2016		As at March 31, 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Trigyn Technologies Limited	1,471,044	100%	1,471,044	100%

(g) There are no shares reserved for issue under options, contracts / commitments for sale of shares / disinvestments.

(h) Particulars of calls in arrears by directors and officers of the company. - Nil

(i) There are no shares forfeited during the year.

(j) Security convertible into equity shares: Nil

TRIGYN TECHNOLOGIES (INDIA) PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS

(Figures in ₹)
As at
March 31, 2016 As at
March 31, 2015

4. RESERVES AND SURPLUS

Surplus / (Deficit) in Statement of profit and loss

Balance as at the beginning of the year	(333,473,544)	(332,866,586)
Profit / (Loss) for the year	(655,491)	(606,958)
Balance as at the end of the year	(334,129,034)	(333,473,544)
Total	(334,129,034)	(333,473,544)

5. LONG-TERM BORROWINGS

Unsecured:

Loan from related party (Refer Note 22)	190,780,453	190,296,388
Total	190,780,453	190,296,388

The loan is interest free and there are no stipulations for repayment

6. TRADE PAYABLES

Trade payables	345,489	32,369
Total	345,489	32,369

There are no Micro and Small Enterprises, to whom the Company owes dues, which are outstanding as at March 31, 2016. This information as required under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined on the basis of information available with the Company. The auditors have relied on management representation.

7. OTHER CURRENT LIABILITIES

Security deposits	10,000	10,000
Others	22,894	110,254
Total	32,894	120,254

TRIGYN TECHNOLOGIES (INDIA) PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS

(Figures in ₹)

8. FIXED ASSETS

PARTICULARS	Gross Block (at cost)			Depreciation			Net Block	
	As at April 1, 2015	Additions during the year	Deductions/ Adjustments during the year	As at March 31, 2016	As at April 1, 2015	Depreciation for the year	As at March 31, 2016	As at March 31, 2015
<u>Tangible assets</u>								
Furniture and fixtures	2,219,221	-	-	2,219,221	2,219,221	-	2,219,221	-
Leasehold improvements	39,120,061	-	-	39,120,061	39,120,061	-	39,120,061	-
Total	41,339,282	-	-	41,339,282	41,339,282	-	41,339,282	-
Previous Year	41,339,282	-	-	41,339,282	41,339,282	-	41,339,282	-

The fixed assets have been fully depreciated and WDV is NIL. No physical verification of fixed assets has been carried out during the year.

TRIGYN TECHNOLOGIES (INDIA) PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS

(Figures in ₹)

	As at March 31, 2016	As at March 31, 2015
9. NON-CURRENT INVESTMENTS		
Long term, Non-trade (Unquoted) (valued at cost unless stated otherwise)		
Other Investments :		
100,000 (100,000) shares of \$0.01 each of Empowertel systems, fully paid up	485,600	485,600
Less: Provision for decline other than temporary in the value of Investments	(485,600)	(485,600)
Total	-	-
Aggregate amount of unquoted investments (At cost)	485,600	485,600
10. LONG-TERM LOANS AND ADVANCES		
(Unsecured and considered good, unless otherwise stated)		
Security deposits	726,530	717,530
Fringe benefit tax payments (net of provisions of ₹. 12,456/- (Previous year ₹. 12,456))	945	945
Income tax payments (net of provision of ₹.103,998/- (Previous Year ₹.-Nil))	2,275,370	2,360,173
Total	3,002,845	3,078,648
11. TRADE RECEIVABLES		
Unsecured, considered doubtful :		
Outstanding for a period exceeding 6 months from the date they are due for payment *	134,983,585	134,983,585
Others	-	-
	<u>134,983,585</u>	<u>134,983,585</u>
Less : Provision for doubtful debts	(134,983,585)	(134,983,585)
Total	-	-

* Includes due from group companies as below:

a) Trigyn Technologies Europe, GmbH, Germany (Liquidated) - ₹. 62,734,429 (Previous year: ₹. 62,734,429)

b) Bangalore Technologies Inc. - ₹. 22,221,324 (Previous year: ₹. 22,221,324)

c) Trigyn UK (Liquidated) - ₹. 38,295,971 (Previous year: ₹. 38,295,971) #

d) E-Vector (Liquidated) - ₹. 6,703,774 (Previous year: ₹. 6,703,774) #

e) Trigyn CNLT SDN.BHD (Liquidated) - ₹. 206,894 (Previous year: ₹. 206,894) #

#The Company has not written off the amount for the reasons mentioned in the Note 22 & 24