

NIIT Technologies Brazil LTDA
Balance Sheet as at 31 March 2018

Particulars	Notes	31 March 2018	31 March 2018	31 March 2017	31 March 2017
		BRL	INR	BRL	INR
ASSETS					
Non-current assets					
Property, plant and equipment	2.1	516	10,170	976	19,996
Deferred tax assets (net)	2.2	-	-	19,221	393,780
Total non-current assets		516	10,170	20,197	413,776
Current assets					
Financial assets					
(i) Trade receivables	2.3	-	-	416,995	8,543,133
(ii) Cash and cash equivalents	2.4	109,300	2,154,296	239,195	4,900,486
(iv) Other financial assets	2.5	-	-	-	0
Current tax assets	2.6	508,193	10,016,479	843,711	17,285,438
Other current assets	2.7	-	-	8,998	184,350
Total current assets		617,493	12,170,776	1,508,899	30,913,408
TOTAL ASSETS		618,009	12,180,946	1,529,096	31,327,184
EQUITY AND LIABILITIES					
Equity					
Equity share capital	2.8	250,000	4,927,500	250,000	5,121,847
Other equity					
Reserves and Surplus	2.9	362,066	7,136,314	539,240	11,047,626
Equity attributable to owners of NIIT Technologies Brazil LTDA		612,066	12,063,814	789,240	16,169,473
Total equity		612,066	12,063,814	789,240	16,169,473
LIABILITIES					
Current liabilities					
Financial Liabilities					
(i) Trade Payables	2.10	5,943	117,132	739,856	15,157,711
Total current liabilities		5,943	117,133	739,856	15,157,711
TOTAL EQUITY AND LIABILITIES		618,009	12,180,946	1,529,096	31,327,184

The accompanying notes referred to above form an integral part of the Balance Sheet

This is the Balance Sheet referred to in our report of even date

For and on behalf of the Board

Rohit Kohli
Partner
Membership No. 87722
For and on behalf of
Ghosh Khanna & Co
Firm Registration No. 003366N
Chartered Accountants

Lalit Kumar Dhingra
Director

Place : Atlanta USA
Date :

Place: New Delhi
Date:

NIIT Technologies Brazil LTDA
Statement of Profit and Loss for the period ended 31 March 2018

Particulars	Notes	Year ended 31 March 2018, BRL	Year ended 31 March 2018 INR	Year ended 31 March 2017, BRL	Year ended 31 March 2017 INR
Revenue from operations	2.11	349,703	7,005,952	2,861,645	58,286,658
Other income	2.12	58,080	1,163,570	44,319	902,707
Total income		407,783	8,169,522	2,905,964	59,189,366
Expenses					
Employee benefit expense	2.13	28,662	574,220	699,571	14,249,021
Finance costs	2.14	3,374	67,601	31,035	632,126
Depreciation and amortization expense	2.15	460	9,216	460	9,369
Other expenses	2.16	533,240	10,682,938	1,149,671	23,416,783
Total expenses		565,737	11,333,973	1,880,737	38,307,299
			0		-
Profit/(loss) before exceptional items and tax		(157,954)	(3,164,451)	1,025,227	20,882,066
Exceptional items			0	-	-
Profit/(loss) before tax		(157,954)	(3,164,451)	1,025,227	20,882,066
Income Tax expense:					
Current tax		-	0	62,392	1,270,816
Deferred tax		19,221	385,066	190,607	3,882,319
Total tax expense		19,221	385,066	252,999	5,153,135
Profit/(loss) for the period		(177,175)	(3,549,517)	772,228	15,728,931

Earnings per equity share for profit from continuing operations attributable to owners of NIIT Technologies

Brazil LTDA:

Basic earnings per share	2.17	(0.71)	(14.20)	3.09	62.92
Diluted earnings per share	2.17	(0.71)	(14.20)	3.09	62.92

The accompanying notes referred to above form an integral part of the Profit and Loss Statement

This is the Profit and Loss Statement referred to in our report of even date

For and on behalf of the Board

Rohit Kohli

Partner

Membership No. 87722

For and on behalf of

Ghosh Khanna & Co

Firm Registration No. 003366N

Chartered Accountants

Lalit Kumar Dhingra

Director

Place : Atlanta USA

Date :

Place: New Delhi

Date:

NIIT TECHNOLOGIES BRAZIL LTDA
Notes to Financial Statements for the year ended 31st March 2018

SIGNIFICANT ACCOUNTING POLICIES

1) Basis of Preparation

These financial statements have been prepared in accordance with the generally accepted accounting principles under the historical cost convention on accrual basis.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current – non current classification of assets and liabilities.

2) Other significant accounting policies adopted by the company are detailed below:

i) Tangible Fixed Assets and Depreciation

Fixed Assets are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any. Losses arising from the retirement of, and gains or losses arising from disposal of fixed assets which are carried at cost, are recognised in the Statement of Profit and Loss.

Depreciation is provided on a pro-rata basis on the straight-line method over the estimated useful lives of the assets.

Plant and Equipments including:	
- Computers, printers and related accessories	3 Years
- Electronic Equipments	8 years
- Vehicles	8 years

ii) Impairment of Assets

All assets other than inventories, investments and deferred tax asset, are reviewed for impairment, wherever events or changes in circumstances indicate that the carrying amount may not be recoverable. Assets whose carrying value exceeds their recoverable amount are written down to the recoverable amount.

iii) Revenue Recognition

The company recognizes the revenue on accrual basis. Revenue in respect of IT enabled services is recognized based on the services performed in accordance with specific agreement with the customer.

iv) Other Income

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable rate of interest.

vi) Foreign Currency Transactions

Transactions in foreign currency are booked at rates determined periodically which approximates the actual rates, and all monetary assets and liabilities in foreign currency are restated at the end of accounting year. Gains/Losses arising out of fluctuations on realization / payment or restatement are charged / credited to the Statement of Profit & Loss.

vii) Taxation

Tax expense, comprising of both current tax and deferred tax is included in determining the net results for the year. Deferred Tax reflects the effect of timing differences between the assets and liabilities recognised for financial reporting purposes and the amounts that are recognised for current tax purposes. As a matter of prudence, deferred tax assets are recognised and carried forward only to the extent, there is reasonable/ virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Current Tax is measured at the amount expected to be paid to the tax authorities in accordance with the prevailing taxation laws.

viii) Provisions and Contingencies

The company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that probably will not require an outflow of resources or where a reliable estimate of the obligation cannot be made.

ix) Lease

Lease rental in respect of operating lease arrangements are charged as expense to the Statement of Profit and Loss on a straight line basis as per the terms of the related agreements.

x) Cash and Cash Equivalents

In the cash flow statement, cash and cash equivalents includes cash in hand, demand deposits with banks, other short-term highly liquid investments with original maturities of three months or less.

xi) Earnings Per Share

The earnings considered in ascertaining the Company's Earnings per share ('EPS') comprises the Net Profit after Tax. The number of shares used in computing the Basic EPS is the weighted average number of shares outstanding during the year. The Diluted EPS is calculated on the same basis as Basic EPS, after adjusting for the effects of potential Dilutive Equity Shares.

2.8 Equity Share Capital

Particulars	Notes	Number	BRL	Number	INR
As at 1 April 2016		250,000	250,000	250,000	4,654,225
Changes in equity share capital		-	-	-	-
As at 31 March 2017		250,000	250,000	250,000	5,121,847
Changes in equity share capital					
As at 31 March 2018		250,000	250,000	250,000	4,927,500

Other Equity

Description	Note	BRL		INR	
		Reserves and Surplus		Reserves and Surplus	
		Retained Earnings	Total	Retained Earnings	Total
Balance at 1 April 2016		(232,988)	(232,988)	(4,337,521)	(4,337,521)
Profit for the year		772,228	772,228	15,728,931	15,728,931
Other Comprehensive Income		-	-	-	-
Total Comprehensive Income for the year		539,240	539,240	11,391,411	11,391,411
Transactions with owners in their capacity as owners:		-	-	-	-
Dividend paid		-	-	-	-
Currency Translation Reserve		-	-	(343,791)	(343,791)
At 31 March 2017		539,240	539,240	11,047,620	11,047,620

Description	Note	BRL		INR	
		Reserves and Surplus		Reserves and Surplus	
		Retained Earnings	Total	Retained Earnings	Total
Balance at 1 April 2017		539,240	539,240	11,047,620	11,047,620
Profit for the year		(177,175)	(177,175)	(3,549,517)	(3,549,517)
Other Comprehensive Income		-	-	-	-
Total Comprehensive Income for the year		362,065	362,065	7,498,102	7,498,102
Transactions with owners in their capacity as owners:		-	-	-	-
Dividend paid		-	-	-	-
Currency Translation Reserve		-	-	(361,794)	(361,794)
At 31 March 2018		362,065	362,065	7,136,308	7,136,308

2.1 Property, plant and equipment

31 March 2016	Computers	Furniture and Fixtures	Office Equipment	Total	Computers	Furniture and Fixtures
	BRL	BRL	BRL	BRL	INR	INR
Year ended 31 March 2016						
Gross carrying amount						
Deemed cost as at 01 April 2015	1,896	-	-	1,896		
Additions	-	-	-	-		
Disposals	-	-	-	-		
Closing gross carrying amount	1,896	-	-	1,896		
Accumulated depreciation						
Depreciation charge during the year	460	-	-	460		
Disposals	-	-	-	-		
Closing accumulated depreciation	460	-	-	460		
Net carrying amount	1,436	-	-	1,436		

31 March 2017	Computers	Furniture and Fixtures	Office Equipment	Total	Computers	Furniture and Fixtures
	BRL	BRL	BRL	BRL	INR	INR
Year ended 31 March 2017						
Gross carrying amount						
Opening gross carrying amount	1,896	-	-	1,896	35298	35298
Additions	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Currency Translation Reserve					3546	3546
Closing gross carrying amount	1,896	-	-	1,896	38844	38844
Accumulated depreciation						
Opening accumulated depreciation	460	-	-	460	8564	8564
Depreciation charge during the year	460	-	-	460	9369	9369
Disposals	-	-	-	-	0	0
Currency Translation Reserve					915	915
Closing accumulated depreciation	920	-	-	920	18848	18848
Net carrying amount	976	-	-	976	19,996	19,996

31 March 2018	Computers	Furniture and Fixtures	Office Equipment	Total	Computers	Total
	BRL	BRL	BRL	BRL	BRL	BRL
Year ended 31 March 2018						
Gross carrying amount						
Opening gross carrying amount	1,896	-	-	1,896	38,844	38,844
Additions	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Currency Translation Reserve					(1,474)	(1,474)
Closing gross carrying amount	1,896	-	-	1,896	37,370	37,370
Accumulated depreciation						
Opening accumulated depreciation	920	-	-	920	18,848	18,848
Depreciation charge during the year	460	-	-	460	9,216	9,216
Disposals	-	-	-	-	-	-
Currency Translation Reserve					(864)	(864)
Closing accumulated depreciation	1,380	-	-	1,380	27,200	27,200
Net carrying amount	516	-	-	516	10,170	10,170

NIIT Technologies Brazil LTDA
Notes annexed to and forming part of Balance Sheet

	(All amounts in BRL, unless otherwise stated)		(All amounts in INR, unless otherwise stated)	
	31 March 2018	31 March 2018	31 March 2017	31 March 2017
2.2 Deferred tax assets (Net)				
The balance comprise temporary differences attributable to:				
Provisions	-	-	19,221	393,780
Net Deferred tax assets	-	-	19,221	393,780
2.3 Trade receivables	31 March 2018	31 March 2018	31 March 2017	31 March 2017
Trade receivables	0	0	416,995	8543133.39
Total receivables	-	-	416,995	8543133.39
Current Portion	-	-	416,995	8543133.39
Non-Current Portion	-	-	-	-
Break-up of security details	31 March 2018	31 March 2018	31 March 2017	31 March 2017
Secured, considered good	-	-	-	-
Unsecured, considered good	-	-	416,995	8,543,133
Doubtful	-	-	-	-
Total trade receivables	-	-	416,995	8,543,133
2.4 Cash and cash equivalents	31 March 2018	31 March 2018	31 March 2017	31 March 2017
Balances with Banks				
- in Current Accounts	109,300	2,154,296	239,195	4,900,486
- in Unpaid dividend account	-	-	-	-
Total cash and cash equivalents	109,300	2,154,296	239,195	4,900,486

There are no repatriation restrictions with regard to Cash & Cash equivalents as at the end of reporting period and prior periods.

	BRL				INR			
	31 March 2018		31 March 2018		31 March 2017		31 March 2017	
	Current	Non- Current	Current	Non- Current	Current	Non- Current	Current	Non- Current
2.5 Other Financial Assets								
Unbilled revenue [Refer Note (b) below]	-	-	-	-	-	-	-	-
Less: Provision for doubtful Unbilled Revenue	-	-	-	-	-	-	-	-
Net Unbilled Revenue	-	-	-	-	-	-	-	-
Total other financial assets	-	-	-	-	-	-	-	-

	BRL				INR			
	31 March 2018		31 March 2018		31 March 2017		31 March 2017	
2.6 Current tax assets								
Advance Income Tax	508,193	-	10016478.91	-	906,103	-	18563688.77	-
Less: Provision for income tax	-	-	-	-	62,392.06	-	1278250.364	-
Less: Tax expense for the year	-	-	-	-	-	-	-	-
Total current tax assets	508,193	-	10016478.91	-	843,711	-	17285438.4	-

	BRL				INR			
	31 March 2018		31 March 2018		31 March 2017		31 March 2017	
2.7 Other current assets								
Unsecured, considered good, unless otherwise stated								
Prepayments	-	-	-	-	998	-	20,451	-
Other advances	-	-	-	-	8,000	-	163,899	-
Total other current assets	0	0	0	0	8,998	0	184,350	0

2.8 Share Capital

Authorized equity share capital (All amounts in BRL, unless otherwise stated) (All amounts in INR, unless otherwise stated)

	Number of shares	Amount	Number of shares	Amount
As at April 01, 2016	250,000	250,000	250,000	4,654,225
Increase during the year	-	-	-	-
As at March 31, 2017	250,000	250,000	250,000	5,121,847
Increase during the year	-	-	-	-
As at March 31, 2018	250,000	250,000	250,000	4,927,500

Conversion Rates For BRL	
31-03-2017	20.49
31-03-2018	19.71
avg full year 17-18	18.62
op 16-17	20.03
op 16-17	18.62
avg 16-17	20.37

(i) Movements in equity share capital

	Number of shares	Amount	Number of shares	Amount
As at April 01, 2016	250,000	250,000	250,000	4,654,225
Increase during the year	-	-	-	-
As at March 31, 2017	250,000	250,000	250,000	5,121,847
Increase during the year	-	-	-	-
As at March 31, 2018	250,000	250,000	250,000	4,927,500

(ii) Shares of the company held by the holding company

	BRL		INR	
	31 March 2018	31 March 2018	31 March 2017	31 March 2017
NIIT Technologies Ltd, UK	247,500	4,878,225	247,500	5,070,629

(iii) Details of shareholders holding more than 5% shares in the Company

Name of Shareholder	Equity Shares				Equity Shares			
	31 March 2018		31 March 2018		31 March 2017		31 March 2017	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	No. of Shares held	% of Holding	No. of Shares held	% of Holding
NIIT Technologies Ltd, UK	247,500	99.00%	247,500	99.00%	247,500	99.00%	247,500	99.00%
NIIT Technologies Ltd, USA	2,500	1.00%	2,500	1.00%	2,500	1.00%	2,500	1.00%

2.9

	BRL		INR	
	31 March 2018	31 March 2018	31 March 2017	31 March 2017
Surplus in Statement of Profit and Loss	362,066	7,136,314	539,240	11,047,626
Total reserve and surplus	362,066	7,136,314	539,240	11,047,626

	BRL		INR	
	31 March 2018	31 March 2018	31 March 2017	31 March 2017
Opening balance	539,240	11,047,626	(232,988)	(4,337,515)
Net profit for the period	(177,175)	(3,549,517)	772,228	15,728,931
Items of other comprehensive income recognized directly in retained earnings				
- Remeasurement of post employment benefit obligation, net of tax	-	-	-	-
Dividend Paid	-	-	-	-
Currency Translation Reserve	-	(361,795)	-	(343,790)
Closing balance	362,066	7,136,314	539,240	11,047,626

2.10

	BRL		INR	
	31 March 2018	31 March 2018	31 March 2017	31 March 2017
Current				
Trade Payables	5,943	117,132	739,856	15,157,711
Total trade payables	5,943	117,132	739,856	15,157,711

	BRL	INR	BRL	INR
	31 March 2018	31 March 2018	31 March 2017	31 March 2017
2.11 Revenue from operations				
Sale of services	349,703	7,005,952	2,861,645	58,286,658
Total revenue from continuing operations	349,703	7,005,952	2,861,645	58,286,658
2.12 Other income				
Miscellaneous income	58,080	1,163,570	44,319	902,707
Total other income	58,080	1,163,570	44,319	902,707
2.13 Employee benefits expense				
Salaries and Benefits	26,636	533,621	617,797	12,583,444
Contribution to Providend & Other Funds			11,175	227,624
Staff welfare expenses	2,026	40,599	70,598	1,437,953
Total employee benefit expense	28,662	574,220	699,571	14,249,021
2.14 Finance costs				
Bank and financial charges	3,374	67,601	31,035	632,126
Finance costs expensed in profit or loss	3,374	67,601	31,035	632,126
2.15 Depreciation and amortization expense				
Depreciation of property, plant and equipment [Refer Note 3]	460	9,216	460	9,369
Total depreciation and amortization expense	460	9,216	460	9,369
2.16 Other expenses				
Rent	9,849	197,320	37,865	771,248
Rates and taxes	253,554	5,079,692	237,231	4,831,979
Telephone and Communication charges	98	1,971	17,345	353,282
Legal and professional fees	208,418	4,175,455	228,242	4,648,896
Development, Production & Execution	59,699	1,196,006	542,824	11,056,366
Travelling and conveyance	-	-	39,264	799,729
Repairs and maintenance				
Others	-	-	11,612	236,522
Payment to auditors [Refer note 2.16 (a) below]	1,622	32,493	1,554	31,660
Loss on exchange fluctuations (net)			33,734	687,101
Miscellaneous expenses	-	-	-	-
Total other expenses	533,240	10,682,938	1,149,671	23,416,783
2.16 (a) Details of payments to auditors				
Payments to auditors (excluding service tax)				
As auditor:				
Audit Fee	1,622	32,493	1,554	31,660
Tax audit Fee	-	-	-	-
Re-imbursment of expenses	-	-	-	-
Total payments to auditors	1,622	32,493	1,554	31,660

NIIT Technologies Brazil LTDA
Notes annexed to and forming part of Financial Statement

2.17 Earnings per Share

BRL

0

(a) *Basic earnings per share*

	31 March 2018	'31 March 2018	31 March 2017	'31 March 2017
	BRL	INR	BRL	INR
From continuing operations attributable to the equity holders of the company	(0.71)	(14.20)	3.09	62.92
From discontinued operation	-	-	-	-
Total basic earnings per share attributable to the equity holders of the company	(0.71)	(14.20)	3.09	62.92

(b) *Diluted earnings per share*

	31 March 2018	'31 March 2018	31 March 2017	'31 March 2017
	BRL	INR	BRL	INR
From continuing operations attributable to the equity holders of the company	(0.71)	(14.20)	3.09	62.92
From discontinued operation	-	-	-	-
Total basic earnings per share attributable to the equity holders of the company	(0.71)	(14.20)	3.09	62.92

(c) *Reconciliations of earnings used in calculating earnings per share*

	31 March 2018	'31 March 2018	31 March 2017	'31 March 2017
	BRL	INR	BRL	INR
<i>Basic earnings per share</i>				
Profit attributable to the equity holders of the company used in calculating basic earnings per share:				
From continuing operations	(177,175)	(3,549,517)	772,228	15,728,931
From discontinuing operations	-	-	-	-
<i>Diluted earnings per share</i>				
Profit from continuing operations attributable to the equity holders of the company:	(177,175)	(3,549,517)	772,228	15,728,931
Add: interest savings on convertible bonds	-	-	-	-
Used in calculating basic earnings per share	(177,175)	(3,549,517)	772,228	15,728,931
Profit from discontinued operation	-	-	-	-
Profit attributable to the equity holders of the company used in calculating diluted earnings per share	(177,175)	(3,549,517)	772,228	15,728,931

(d) *Weighted average number of shares used as the denominator*

	31 March 2018	'31 March 2018	31 March 2017	'31 March 2017
	BRL	INR	BRL	INR
Weighted average number of equity shares used as the denominator in calculating basic earnings per share	250,000	250,000	250,000	250,000
Adjustments for calculation of diluted earnings per share:				
Options	-	-	-	-
Convertible bonds	-	-	-	-
Stock Options	-	-	-	-
Weighted average number of equity shares and potential equity shares used as the denominator in calculating diluted earnings per share	250,000	250,000	250,000	250,000

For and on behalf of the Board

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Director

Place : Atlanta USA
 Date :

Place: New Delhi
 Date: