

# GHOSH KHANNA & CO.

CHARTERED ACCOUNTANTS

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## INDEPENDENT AUDITOR'S REPORT

### TO THE MEMBERS OF NIIT TECHNOLOGIES SERVICES LIMITED

#### Report on the Financial Statements

We have audited the accompanying financial statements of M/s NIIT Technologies Services Limited ('the Company'), which comprise the Balance Sheet as at March 31, 2015 and the Statement of Profit and Loss and 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 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 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 there under.

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 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 financial statements.



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## 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,

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2015;
- b) in the case of the Statement of Profit and Loss, loss for the year ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

## Report on Other Legal and Regulatory Requirements

- 1 As required by the Companies (Auditor's Report) Order, 2015 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, on the matters specified in paragraphs 3 and 4 of the Order we report that,
  - i. In respect of the Company's fixed assets:
    - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
    - (b) The fixed assets were physically verified during the year by the Management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of the fixed assets at reasonable intervals. According to the information and explanation given to us, no material discrepancies were noticed on such verification.
  - ii. In respect of the Company's inventories:

The Company is in the business of rendering services, and consequently, does not hold any inventory. Therefore, the provisions of Clause 3(ii) of the said Order are not applicable to the Company
  - iii. The company has not granted any unsecured loan, to company covered in register maintained under section 189 of the Act during the year. The maximum amount involved during the year and year-end balance of such loan aggregates to Rs.1,50,00,000/-and Rs.NIL respectively.

In respect of the aforesaid loans, the party has repaid the principal amount as stipulated and was also regular in the payment of interest, where applicable.

In respect of the aforesaid loan, there is no overdue amount of more than Rupees One Lac
  - iv. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchases of fixed assets and the sale of goods and services. During the course of our audit, we have not observed any major weakness in such internal control system.
  - v. In our opinion and according to the information and explanations given to us, the Company has not accepted deposits. Therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.
  - vi. The provisions of clause (3)(vi) of the Order are not applicable to the Company as the Company is not covered by the Companies (Cost Records and Audit) Rules, 2014.



- vii. According to the information and explanations given to us, in respect of statutory dues:
- (a) The Company has generally been regular in depositing undisputed statutory dues, including provident fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues applicable to it with the appropriate authorities.
  - (b) There were no undisputed amounts payable in respect of provident fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues in arrears as at March 31, 2015 for a period of more than six months from the date they became payable.
  - (c) There are no amounts required to be transferred by the Company to the Investor Education and Protection Fund in accordance with the provisions of the Companies Act, 1956 and the rules made there under.
- viii. The accumulated losses of the Company did not exceed fifty percent of its net worth as at March 31, 2015. The Company has also incurred cash losses during the financial year covered by our audit.
- ix. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of dues to a bank. Further, in our opinion and according to information and explanations given to us, the Company did not have any amount outstanding to financial institutions or debenture holders.
- x. In our opinion, and according to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions during the year. Accordingly, the provisions of Clause 3(x) of the Order are not applicable to the Company.
- xi. According to the information and explanations given to us, the Company did not avail any term loan during the year.
- xii. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud on or by the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.

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 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 March 31, 2015, taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2015 from being appointed as a Director in terms of Section 164 (2) of the Act.



- (f) 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;
  - ii) The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.

**For GHOSH KHANNA & CO.**

**Chartered Accountant**

**Firm Registration No: 003366N**



**Amit Mittal**

**Partner**

**Membership No. 508748**

**Place: New Delhi**

**Date: April 27, 2015**


# NIIT TECHNOLOGIES SERVICES LIMITED

## Balance Sheet as at 31st March 2015

	PARTICULARS	Notes	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.
I	<b>EQUITY AND LIABILITIES</b>			
1	<b>Shareholders' funds</b>			
	Share capital	3	50,000,000	50,000,000
	Reserves and surplus	4	(23,687,636)	(22,790,823)
2	<b>Non-current liabilities</b>			
3	<b>Current liabilities</b>			
	Trade Payables	5	169,930	190,516
	Other current liabilities	5	15,555	22,399
	<b>TOTAL</b>		<b>26,497,849</b>	<b>27,422,092</b>
II	<b>ASSETS</b>			
1	<b>Non-current assets</b>			
	Long-term loans and advances	6	1,628,983	1,710,437
	Other non-current assets	9	21,531,852	4,715,404
2	<b>Current assets</b>			
	Trade receivables	7	1,651,336	2,257,320
	Cash and bank balances	8	778,778	888,697
	Short-term loans and advances	6	339,808	15,467,469
	Other current assets	9	567,092	2,382,765
	<b>TOTAL</b>		<b>26,497,849</b>	<b>27,422,092</b>

The accompanying notes 1-21 are an integral part of the financial statement.  
This is the Balance Sheet referred to in our report of even date.

For and on behalf of the Board of Directors of  
NIIT Technologies Services Limited

  
Arvind Mehrotra  
Director  
DIN: 03211148

  
Bhaskar Chavali  
Director  
DIN: 02362667

Ghosh Khanna & Co.  
Chartered Accountants  
Firm Registration No.003366N

  
Amit Mittal  
Partner  
Membership No. 508748



Place : New Delhi  
Date :

CIN: U72900DL2006PLC156099

**NIIT TECHNOLOGIES SERVICES LIMITED**  
**Statement of Profit & Loss for the year ended 31st March 2015**

PARTICULARS		Notes	Year ended 31st March 2015 Rs.	Year ended 31st March 2014 Rs.
<b>INCOME</b>				
I.	Revenue from Operations		-	-
II.	Other Income	10	2,046,339	1,709,174
III.	<b>Total Revenue (I + II)</b>		<b>2,046,339</b>	<b>1,709,174</b>
<b>EXPENDITURE</b>				
IV.	Employee Benefit Expenses		-	-
	Administration and Other Operating Expenses	11	2,558,354	571,566
	<b>Total Expenses</b>		<b>2,558,354</b>	<b>571,566</b>
V.	<b>Profit before exceptional and extraordinary items and tax (III-IV)</b>		<b>(512,015)</b>	<b>1,137,608</b>
VI	<b>Tax expense:</b>			
	(1) Current tax		384,799	351,521
VII	<b>Profit / (Loss) for the period (V - VI)</b>		<b>(896,814)</b>	<b>786,087</b>
VIII	<b>Earnings per equity share (Face Value Rs. 10/- each):</b>			
	(1) Basic		(0.18)	0.16
	(2) Diluted		(0.18)	0.16

The accompanying notes 1-21 are an integral part of the financial statement.  
This is the Statement of Profit & Loss referred to in our report of even date.

For and on behalf of the Board of Directors of  
**NIIT Technologies Services Limited**

For and on behalf of  
**Ghosh Khanna & Co.**  
Chartered Accountants  
Firm Registration No.003366N

**Amit Mittal**  
Partner  
Membership No. 508748



**Arvind Mehrotra**  
Director  
DIN: 03211148

**Bhaskar Chavali**  
Director  
DIN: 02362667

Place : New Delhi  
Date :

CIN: U72900DL2006PLC156099

NIIT Technologies Services Limited

Cash Flow Statement for the year ended 31st March 2015

	Year ended 31st March 2015		Year ended 31st March 2014	
		Rs.		Rs.
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>				
Profit after Tax and share of Associates' profits but after exceptional items		(896,814)		786,087
Non cash adjustment to reconcile profit before tax to net cash flows				
Interest Income	(2,046,339)		(1,684,905)	
Foreign Exchange Adjustments	-	(2,046,339)	-	(1,684,905)
<b>Operating profit before working capital changes</b>		<b>(2,943,153)</b>		<b>(898,818)</b>
<b>Movement in Working Capital</b>				
Decrease/(Increase) in Trade Receivables	605,984		900,000	
Loans and Advances & Other Current Assets	2,024,788		(507,529)	
Current Liabilities and Provisions	(27,430)	2,603,343	(39,052)	353,419
<b>Cash generated from/(Used in) operations</b>		<b>(339,810)</b>		<b>(545,399)</b>
Taxes paid (including TDS)		-		-
<b>Net cash Flow from/(Used in) Operating activities (A)</b>		<b>(339,810)</b>		<b>(545,399)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>				
Loans given to NIIT Technologies Limited, India	-		(15,000,000)	
Loans given to NIIT Technologies Limited received back	15,000,000			
(Increase) / Decrease in Receivables on Sale on Investments				
Interest Received	2,046,339	17,046,339	1,684,905	(13,315,095)
<b>Net cash used for Investing activities (B)</b>		<b>17,046,339</b>		<b>(13,315,095)</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>				
Net cash from / (used in) Financing activities (C)		-		-
<b>Net Increase/(Decrease) in Cash &amp; Cash equivalents (A) + (B) + (C)</b>		<b>16,706,529</b>		<b>(13,860,494)</b>
Adjustment on account of Foreign Exchange Fluctuations		-		-
Cash and Cash equivalents as at the beginning of the year (Note 1)		5,604,101		19,464,595
Cash and cash equivalents as at the end of the year (Note 1)		22,310,630		5,604,101
<b>Notes:</b>				
1 Cash and cash equivalents as on		31st March 2015		31st March 2014
		Rs.		Rs.
Cash, Cheques & Drafts (in hand) and Remittances in transit		-		-
Balances with banks - In Current Account		778,778		888,697
Balances with banks - In Deposit Account		21,531,852		4,715,404
		22,310,630		5,604,101
2 The Notes 1 - 21 form an integral part of the Cash Flow Statement.				
3 Previous year figures, to the extent feasible, have been regrouped/recast wherever necessary to conform to the current year's classification. This is the Cash Flow Statement referred to in our report of even date.				

For and on behalf of the Board of Directors of  
NIIT Technologies Services Ltd.

For Ghosh Khanna & Co.  
Chartered Accountants  
Firm Registration No. : 003366N

Amit Mittal  
Partner  
Membership No.0508748

Place : New Delhi  
Date:

CIN: U72900DL2006PLC156099



Arvind Mehrotra  
Director  
DIN: 03211148

Bhaskar Chavali  
Director  
DIN: 02362667

**NIIT TECHNOLOGIES SERVICES LIMITED**  
**Notes to Financial Statements for the year ended 31st March 2015**

**SIGNIFICANT ACCOUNTING POLICIES**

**1) Basis of Preparation**

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 133 [ read with Rule 7 of the Companies (Accounts) Rules, 2014] and other relevant provisions of the Companies Act, 2013.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule II to the Companies Act, 2013. 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.

Depreciation is provided on a pro-rata basis on the straight-line method over the estimated useful lives of the assets or the rates prescribed under Schedule II to the Companies Act, 2013, whichever is higher, as follows:

Plant and Equipments including: - Computers, printers and related accessories - Electronic Equipments - Vehicles	3 Years 8 years 8 years
All other assets	Rates prescribed under Schedule II to the Companies Act, 2013

**ii) Intangible Fixed Assets and Amortisation**

Expenses incurred on internal development of educational content and products are capitalised either individually or as a knowledge bank in the form of software, once their technical feasibility and ability to generate future economic benefits is established in accordance with the requirements of Accounting Standard 26, "Intangible Assets". Expenses incurred during the research phase till the establishment of commercial feasibility is charged to the Statement of Profit and Loss.

Amortization is provided on a pro-rata basis on the straight-line method over the estimated useful lives of 3-5 years.

Further, educational content, computer system and software are technically evaluated each year for their useful economic life and the unamortised amount of the asset is charged to Statement of Profit and Loss as amortisation over their revised remaining useful life.

**iii) 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.





**NIIT TECHNOLOGIES SERVICES LIMITED**  
**Notes to Financial Statements for the year ended 31st March 2015**

**iv) 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

**v) 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. Minimum Alternate Tax (MAT) paid in excess of normal income tax is recognised as asset (MAT Credit entitlement) only to the extent, there is reasonable certainty that the Company shall be liable to pay tax as per the normal provisions of the Act in future. MAT Credit is utilised in the year when normal income tax is higher than the MAT.

**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) Borrowing Cost**

Borrowing costs are recognised in the Statement of Profit and Loss for the period in which they are incurred except where the cost is incurred during the construction of an asset that takes a substantial period to get ready for intended use, in which case, it is capitalised.

**xii) 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.



**NIIT TECHNOLOGIES SERVICES LIMITED**  
Notes to Financial Statements for the year ended 31st March 2015

3	SHARE CAPITAL	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.
	<b>Authorised</b> 5,000,000 Equity Shares of Rs. 10/- each (Previous year 5,000,000 Equity Shares of Rs. 10/- each)	50,000,000	50,000,000
		<b>50,000,000</b>	<b>50,000,000</b>
	<b>Issued</b> 5,000,000 Equity Shares of Rs. 10/- each (Previous year - 5,000,000 Equity Shares of Rs. 10/- each)	50,000,000	50,000,000
		<b>50,000,000</b>	<b>50,000,000</b>
	<b>Subscribed and fully paid</b> 5,000,000 Equity Shares of Rs. 10/- each (Previous year - 5,000,000 Equity Shares of Rs. 10/- each)	50,000,000	50,000,000
		<b>50,000,000</b>	<b>50,000,000</b>

3.1	Reconciliation of the number of shares outstanding Equity Shares	As at 31st March 2015	As at 31st March 2014
	Shares outstanding at the beginning of the year	5,000,000	5,000,000
	Shares issued during the year	-	-
	Shares bought back during the year	-	-
	<b>Shares outstanding at the end of the year</b>	<b>5,000,000</b>	<b>5,000,000</b>

3.2	Shares in respect of each class in the company held by	Name of the company	Class of shares Equity/ Preference	As at	As at
				31st March 2015 No. of shares	31st March 2014 No. of shares
	Holding company	NIIT Technologies Ltd.	Equity	4,999,994	4,999,994
	Others (representative shareholders)		Equity	6	6

3.3	Shares held by each shareholder holding more than 5% shares	31st March 2015		31st March 2014	
		% of holding	No. of shares	% of holding	No. of shares
	<b>Equity Shares</b>				
	NIIT Technologies Limited	100%	5,000,000	100%	5,000,000
	<b>Total</b>	100%	5,000,000	100%	5,000,000

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**NIIT TECHNOLOGIES SERVICES LIMITED**  
Notes to Financial Statements for the year ended 31st March 2015

4	RESERVES AND SURPLUS	As at 31st March 2015		As at 31st March 2014	
		Rs.		Rs.	
	<b>Profit &amp; Loss Account</b>				
	Balance Brought Forward from Previous year	(22,790,823)		(23,576,910)	
	Add : Current Year Profit / (Loss) attributable to Share Holders	(896,814)	(23,687,636)	786,087	(22,790,823)
	<b>Less:-</b>				
	Transferred to General Reserve		-		-
			(23,687,636)		(22,790,823)

5	CURRENT LIABILITIES	LONG-TERM		SHORT-TERM	
		As at 31st March 2015	As at 31st March 2014	As at 31st March 2015	As at 31st March 2014
		Rs.	Rs.	Rs.	Rs.
	<b>Trade Payables</b>				
	- Due to Micro, Small and Medium Enterprises	-	-	-	-
	- Due to Others	-	-	169,930	190,516
		-	-	169,930	190,516
	<b>Other Current Liabilities:</b>				
	Other Payables	-	-	15,555	22,399
		-	-	15,555	22,399

CIN: U72900DL2006PLC156099



**NIT TECHNOLOGIES SERVICES LIMITED**  
Notes to Financial Statements for the year ended 31st March 2015

6	LONG TERM LOANS AND ADVANCES	Non Current		Current	
		As at 31st March 2015 Rs.	As at 31st March 2014 Rs.	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.
	i) Loans and advances to related parties (refer note 1)				
	Secured, considered good	-	-	-	-
	Unsecured, considered good	-	-	-	15,000,000
	Unsecured, considered doubtful	-	-	-	-
	Less: Provision for doubtful advances	-	-	-	-
	(C)	-	-	-	15,000,000
	ii) Advances recoverable in cash or in kind				
	Secured, considered good	-	-	-	-
	Unsecured, considered good	-	-	339,808	467,469
	Unsecured, considered doubtful	-	-	-	-
	Less: Provision for doubtful advances	-	-	-	-
	(A)	-	-	339,808	467,469
	iii) Other Advances				
	Advance tax	3,071,527	2,768,182	-	-
	Less: Provision for tax	(1,442,544)	(1,057,745)	-	-
	MAT Credit entitlement	-	-	-	-
	(B)	1,628,983	1,710,437	-	-
	<b>Total (A+B)</b>	<b>1,628,983</b>	<b>1,710,437</b>	<b>339,808</b>	<b>15,467,469</b>

7	TRADE RECEIVABLES	Non Current		Current	
		As at 31st March 2015 Rs.	As at 31st March 2014 Rs.	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.
	a) Trade receivables outstanding for a period exceeding six months from the date they are due for payment				
	Unsecured, considered good	-	-	-	2,257,320
	Unsecured, considered doubtful	-	-	1,757,320	-
	Less: Provision for doubtful debts	-	-	(1,757,320)	-
		-	-	-	2,257,320
	b) Other Trade Receivables				
	Unsecured, considered good	-	-	1,651,336	-
	Unsecured, considered doubtful	-	-	-	-
	Less: Provision for doubtful debts	-	-	-	-
		-	-	1,651,336	-
		-	-	1,651,336	2,257,320

c)	Trade Receivable stated above include debts due by:				
	Directors *				
	Other officers of the Company *				
	Firm in which director is a partner *				
	Private Company in which director is a member				
	Holding Company			1,651,336	-
	*Either severally or jointly			1,651,336	-

8	CASH AND CASH EQUIVALENTS	Non Current		Current	
		As at 31st March 2015 Rs.	As at 31st March 2014 Rs.	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.
	Cash and cash equivalents:				
	Balance with banks				
	Current Accounts	-	-	778,778	888,697
	Bank deposits with original maturity of 3 months or less	-	-	-	-
	[Includes Rs.NIL (Previous year Rs.NIL) pledged as margin money]	-	-	-	-
		-	-	778,778	888,697
	Other bank balances:				
	Bank deposits:				
	With original maturity of more than 3 months and upto 12 months	21,531,852	3,810,566	-	-
	[Includes Rs.2,827,014/- (Previous year Rs.2,610,566/-) pledged as margin money]	-	-	-	-
	With original maturity of more than 12 months	-	904,838	-	-
	[Includes Rs.NIL (Previous year Rs.NIL) pledged as margin money]	-	-	-	-
		21,531,852	4,715,404	-	-
		21,531,852	4,715,404	778,778	888,697
	Amount disclosed under non-current assets (Note 9)	(21,531,852)	(4,715,404)	-	-
		-	-	778,778	888,697

9	OTHER ASSETS	Non Current		Current	
		As at 31st March 2015 Rs.	As at 31st March 2014 Rs.	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.
	Non Current Bank Balances (Note 8)	21,531,852	4,715,404	-	-
	Unbilled revenue	-	-	-	1,792,513
	Interest Receivable - Others	-	-	567,092	143,643
	Interest Receivable - Affiliates	-	-	-	446,609
		21,531,852	4,715,404	567,092	2,382,765

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**NIIT TECHNOLOGIES SERVICES LIMITED**  
Notes to Financial Statements for the year ended 31st March 2015

10	OTHER INCOME	Year ended 31st March 2015 Rs.	Year ended 31st March 2014 Rs.
	Interest Income	2,046,339	1,684,905
	Other non-operating income	-	24,269
		<b>2,046,339</b>	<b>1,709,174</b>

11	ADMINISTRATION AND OTHER OPERATING EXPENSES	Year ended 31st March 2015 Rs.	Year ended 31st March 2014 Rs.
	Legal and Professional	617,945	570,846
	Provision for Doubtful Debts	1,757,320	-
	Provision for Doubtful Advances (Unbilled) *	179,251	-
	Bank Charges	67	-
	Sundry Expenses	3,771	720
		<b>2,558,354</b>	<b>571,566</b>

\* Net of Recovery of Unbilled Trade Receivable amounting to Rs.17,92,513.

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**NIIT TECHNOLOGIES SERVICES LIMITED**  
Notes to Financial Statements for the year ended 31<sup>st</sup> March 2015

12. Contingent Liabilities

Guarantees issued by banker outstanding at the end of accounting year Rs. 20,30,000/- (Previous Year Rs. 20,30,000/-).

13. Micro, Small and Medium Enterprises:

There are no Micro, Small and Medium Enterprises, to which the company owes dues, as at 31 March 2015. This information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company.

14. Interest received are gross of tax deducted at source of Rs.205,439/- (Previous Year Rs.169,561/-).

15. (a) Earnings in foreign currency:

	2014-15 (Rs.)	2013-14 (Rs.)
Software Services	-	-
Other income	-	-

(b) Expenditure in Foreign Currency (Net of Taxes)

	2014-15 (Rs.)	2013-14 (Rs.)
Development and Bought out	-	-

16. Payment to Auditors (Excluding Service Tax)

	2014-15 (Rs.)	2013-14 (Rs.)
Statutory audit fees	1,25,000	1,25,000
Tax audit fees	-	30,000
Others	4,000	-
<b>Total</b>	<b>1,29,000</b>	<b>1,55,000</b>

17. Related party transactions as per accounting standard 18:

*Related Parties Disclosure for the year 2014-15*

**A. Key Managerial Personnel**

Sr No.	Name	Remarks
1.	Mr. Arvind Mehrotra	Director



**NIIT TECHNOLOGIES SERVICES LIMITED**  
Notes to Financial Statements for the year ended 31<sup>st</sup> March 2015

**B. Relatives of Key Managerial Personnel**

Sr.No.	Name	Remarks
1.	Mrs. Parneet Mehrotra	Spouse of Mr. Arvind Mehrotra
2.	Mr. Om Prakash Mehrotra	Father of Mr. Arvind Mehrotra
3.	Mrs. Manorama Mehrotra	Mother of Mr. Arvind Mehrotra
4.	Mr. Aman Mehrotra	Son of Mr. Arvind Mehrotra
5.	Ms. Misha Mehrotra	Daughter of Mr. Arvind Mehrotra
6.	Mr. Aseem Mehrotra	Brother of Mr. Arvind Mehrotra
7.	Mrs. Sangeeta Mehrotra	Spouse of Mr. Aseem Mehrotra

**C. Holding Company**

Sr.No.	Name of Company	Remarks
1.	NIIT Technologies Limited	Holding Company

**D. Fellow Subsidiaries**

Sr.No.	Name of Company	Remarks
1.	NIIT GIS Limited	First Generation Subsidiary Company of NIIT Technologies Ltd.
2.	NIIT SmartServe Limited	First Generation Subsidiary Company of NIIT Technologies Ltd.
3.	NIIT Technologies FZ-LLC, Dubai	First Generation Subsidiary Company of NIIT Technologies Ltd.
4.	NIIT Technologies Limited, UK	First Generation Subsidiary Company of NIIT Technologies Ltd.
5.	NIIT Technologies Pte Limited, Singapore	First Generation Subsidiary Company of NIIT Technologies Ltd.
6.	NIIT Technologies Inc, USA	First Generation Subsidiary Company of NIIT Technologies Ltd.
7.	NIIT Technologies GmbH, Germany	First Generation Subsidiary Company of NIIT Technologies Ltd.
8.	NIIT Technologies Co. Ltd., Japan	Second/Third Generation Subsidiary Company of NIIT Technologies Ltd.
9.	NIIT Technologies BV, Netherlands	Second/Third Generation Subsidiary Company of NIIT Technologies Ltd.
10.	NIIT Technologies NV, Belgium	Second/Third Generation Subsidiary Company of NIIT Technologies Ltd.
11.	NIIT Technologies Ltd, Thailand	Second/Third Generation Subsidiary Company of NIIT Technologies Ltd.
12.	NIIT Technologies Pty Ltd, Australia	Second/Third Generation Subsidiary Company of NIIT Technologies Ltd.
13.	NIIT Technologies AG, Switzerland	Second/Third Generation Subsidiary Company of NIIT Technologies Ltd.
14.	NIIT Insurance Technologies Limited, U.K.	First Generation Subsidiary Company of NIIT Technologies Ltd.
15.	NIIT Technologies Limited, Canada	First Generation Subsidiary Company of NIIT Technologies Ltd.
16.	NIIT Airline Technologies GmbH, Germany	First Generation Subsidiary Company of NIIT Technologies Ltd.
17.	NIIT Media Technologies LLC., USA	Second/Third Generation Subsidiary Company of NIIT Technologies Ltd.
18.	NIIT Technologies S.A. (Erstwhile Proyacta Systemas DE Informacio. S.A.) Spain	First Generation Subsidiary Company of NIIT Technologies Ltd.
19.	NIIT Technologies Philippines Inc.,	First Generation Subsidiary Company of



**NIIT TECHNOLOGIES SERVICES LIMITED**  
Notes to Financial Statements for the year ended 31<sup>st</sup> March 2015

	(Erstwhile Sabre International Philippines Management Inc.)	NIIT Technologies Ltd.
20.	NIIT Technologies Brazil Ltda. (w.e.f. September 17, 2013)	Second/Third Generation Subsidiary Company of NIIT Technologies Ltd.

**E. Enterprises that indirectly control the Company**

Sr.No.	Name of Company	Remarks
1.	NIIT Limited, India	Associate Company
2.	Scantech Evaluation Services Limited	Associate Company

**F. Associate Companies**

Sr.No.	Name of Company	Remarks
1.	-----NIL-----	

**G. List of other Companies in which Key Managerial Personnel are interested**

Sr.No.	Name of Companies/Firms	Remarks
	-----NIL-----	

**- Details of transaction and balances with related parties:**

a) Details of transactions with related parties (described above) and its affiliates carried out on an arms length basis:-

Nature of Transactions	NIIT Technologies Ltd.	Fellow Subsidiaries
Receiving of Services (Note 2)	1,061 (4,243)	NIL (NIL)
Recovery of Expenses (Note 3)	1,613,263 (NIL)	NIL (NIL)
Loans given (Note 4)	NIL (15,000,000)	NIL (NIL)
Interest Received (Note 5)	1,228,769 (496,233)	NIL (NIL)
Loan Repayment Received (Note 6)	15,000,000 (NIL)	NIL (NIL)

b) Details of balances with related parties as at year end

	NIIT Technologies Ltd.	Fellow Subsidiaries
Receivables (Note 7)	1,651,336 (15,446,609)	NIL (NIL)
Payables	NIL (NIL)	NIL (NIL)

Note: 1. Figure in parenthesis represents previous year's figure.

2. Includes transactions for the year mainly with:  
NIIT Technologies Ltd, India Rs. 1,061 (Previous Year Rs. 4,243).
3. Includes transactions for the year mainly with:  
NIIT Technologies Ltd, India Rs. 1,613,263 (Previous Year Rs. NIL).
4. Includes transactions for the year mainly with:  
NIIT Technologies Ltd, India Rs. NIL (Previous Year Rs. 15,000,000 ).





**NIIT TECHNOLOGIES SERVICES LIMITED**  
**Notes to Financial Statements for the year ended 31<sup>st</sup> March 2015**

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5. Includes transactions for the year mainly with:  
NIIT Technologies Ltd, India Rs.1,228,769 (Previous Year Rs. 496,233).
6. Includes transactions for the year mainly with:  
NIIT Technologies Ltd, India Rs.15,000,000 (Previous Year Rs. NIL).
7. Includes balances mainly with:  
NIIT Technologies Ltd, India Rs. 1,651,336 (Previous Year Rs. 15,446,609).

18. Earnings per Share

		2014-15	2013-14
Profit attributable to Equity shareholders (Rs.)	(A)	(896,814)	786,087
Weighted Average number of Equity shares Outstanding during the year	(B)	5,000,000	5,000,000
Nominal Value of Equity Shares (Rs.)		10	10
Basic Earnings per share (Rs)	(A/B)	<b>(0.18)</b>	<b>0.16</b>

19. Leases

There is no operating lease entered into by the Company during the current year. Aggregate expenditure in respect of operating lease amounts to Rs. NIL (Previous year Rs. NIL).

20. Going Concern


The accumulated losses of the Company as at March 31, 2015 amounting to Rs. 23,687,636/- have eroded a substantial part of its net worth. The assets and liabilities are stated at realizable value, and thus, no further adjustment to the same are considered necessary. Also, the company has made cash profit in current financial year. Accordingly, these financial statements are prepared on a going concern basis.

21. The previous year figures have been regrouped wherever necessary to conform to current year classification.

Signature to the Notes '1' to '21' above


  
**Arvind Mehrotra**  
**Director**  
DIN: 03211148

  
**Bhaskar Chavali**  
**Director**  
DIN: 02362667

Place : New Delhi  
Date :