

GHOSH KHANNA & CO.
CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF NIIT SMARTSERVE LTD

Report on the Financial Statements

We have audited the accompanying financial statements of M/s NIIT SmartServe 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, of the state of affairs of the Company as at March 31, 2015, and its profit and its 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, we give in the Annexure 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:
 - (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

ANNEXURE TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

1. 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.

2. 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

3. The company has granted unsecured loan, to its holding company covered in register maintained under section 189 of the Act. The maximum amount involved during the year and year-end balance of such loan aggregates to Rs.200,000,000/-and Rs.200,000,000/- 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

4. 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.

5. 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.

6. 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.

7. 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.



8. The Company does not have accumulated losses at the end of financial year. The Company has not incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
9. 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.
10. 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.
11. According to the information and explanations given to us, the Company did not avail any term loan during the year.
12. 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.

For GHOSH KHANNA & CO.
Chartered Accountant
Firm Registration No: 003366N


Amit Mittal
Partner
Membership No. 508748



Place: New Delhi
Date: April 27, 2015

NIIT SMARTSERVE LIMITED

Balance Sheet as at 31st March 2015

	PARTICULARS	Notes	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.
I	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	Share capital	3	500,000,000	500,000,000
	Reserves and surplus	4	61,194,303	(10,065,232)
2	Non-current liabilities			
	Long-term borrowings	5	1,496,397	2,956,523
	Long-term provisions	6	8,400,775	7,810,571
3	Current liabilities			
	Trade Payables	7	31,181,882	22,099,770
	Other current liabilities	7	26,245,872	27,472,890
	Short-term provisions	6	3,220,504	2,762,507
	TOTAL		631,739,733	553,037,029
II	ASSETS			
1	Non-current assets			
	Fixed assets	8		
	Tangible assets		33,342,354	41,683,744
	Intangible assets		3,605,077	3,410,485
	Deferred tax assets (net)	9	8,248,185	5,750,486
	Long-term loans and advances	10	89,101,309	112,584,006
	Other non-current assets	12	147,136,369	45,654,546
2	Current assets			
	Trade receivables	11	60,351,490	61,595,071
	Cash and bank balances	13	68,852,761	68,031,936
	Short-term loans and advances	10	213,958,408	212,579,675
	Other current assets	12	7,143,780	1,747,080
	TOTAL		631,739,733	553,037,029

The accompanying notes 1-27 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
Ghosh Khanna & Co.
Chartered Accountants
Firm Registration No.003366N


Amit Mittal
Partner
Membership No. 508748




Place : New Delhi
Date : 27th April, 2015
CIN: U72900DL2002PLC114946

For and on behalf of the Board of Directors of
NIIT SmartServe Limited


Rajendra S. Pawar
Director
DIN: 00042516


Arvind Thakur
Managing Director
DIN: 00042534


Pratibha K Advani
Chief Financial Officer


Barkha Sharma
Company Secretary

NIIT SMARTSERVE 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.
	INCOME			
I.	Revenue from Operations	14	479,551,986	474,568,052
II.	Other Income	15	27,115,990	25,044,071
III.	Total Revenue (I + II)		506,667,976	499,612,123
	EXPENDITURE			
	Employee Benefit Expenses	16	215,865,702	208,689,238
	Administration and Other Operating Expenses	17	157,481,926	162,149,938
	Selling and Marketing Expenses	18	533,228	201,876
	Finance Expenses	19	401,505	597,213
	Depreciation and Amortization Expenses	8	20,269,766	32,944,269
	Total Expenses		394,552,127	404,582,534
V.	Profit before exceptional and extraordinary items and tax (III-IV)		112,115,849	95,029,589
VI.	Exceptional and Extraordinary items		-	-
VII.	Profit before tax (V- VI)		112,115,849	95,029,589
VIII.	Tax expense:			
	(1) Current tax (MAT)		-	19,234,630
	(2) Current tax (Normal)		39,337,490	-
	(3) Deferred tax		(2,497,698)	22,776,097
	(4) MAT Credit Entitlement		-	(10,843,365)
IX.	Profit for the year (VII - VIII)		75,276,057	63,862,227
X.	Earnings per equity share (Face Value Rs. 10/- each):			
	(1) Basic		1.51	1.28
	(2) Diluted		1.51	1.28

The accompanying notes 1-27 are an integral part of the financial statement.
This is the Profit & Loss Account referred to in our report of even date.


For and on behalf of the Board of Directors of
NIIT SmartServe Limited


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


Amit Mittal
Partner
Membership No. 508748




Place : New Delhi
Date : 27th April, 2015
CIN: U72900DL2002PLC114946


Rajendra S Pawar
Director
DIN: 00042516


Arvind Thakur
Managing Director
DIN: 00042534


Pratibha K Advani
Chief Financial Officer


Barkha Sharma
Company Secretary

NIIT SMARTSERVE LIMITED

Cash Flow Statement for the year ended 31st March 2015

Particular	Year ended 31st March 2015 Rs.		Year ended 31st March 2014 Rs.	
	A. CASH FLOW FROM OPERATING ACTIVITIES:			
Profit before Tax and share of Associates' profits but after exceptional items		112,115,849		95,029,589
Non cash adjustment to reconcile profit before tax to net cash flows				
Depreciation and Amortisation	20,269,766		32,944,269	
Interest Expenses	401,505		597,213	
Interest Income	(33,916,219)		(16,602,290)	
(Profit)/ Loss on Fixed Assets sold	372,793		327,951	
Provision for Doubtful Debts	-		(255,916)	
Provision for Gratuity & Compensated Absences	1,048,201		(2,584,612)	
Foreign Exchange Adjustments	(811,822)	(12,635,776)	(7,286,342)	7,140,273
Operating profit before working capital changes		99,480,073		102,169,862
Movement in Working Capital				
Decrease/(Increase) in Trade Receivables	2,055,403		(4,942,003)	
Loans and Advances & Other Current Assets	24,683,403		(9,341,660)	
Current Liabilities and Provisions	8,323,295	35,062,101	15,205,807	922,145
Cash generated from/(Used in) operations		134,542,174		103,092,006
Taxes paid (including TDS)		(47,313,630)		-
Net cash Flow from/(Used in) Operating activities (A)		87,228,544		103,092,006
B. CASH FLOW FROM INVESTING ACTIVITIES:				
Purchase of Fixed Assets (including Capital Work-in-progress)	(16,512,284)		(17,832,482)	
Proceeds from sale of Fixed Assets	-		962,215	
Loan given to NIIT Technologies Limited, India	-		(200,000,000)	
Interest Received	33,916,219	17,403,935	16,602,290	(200,267,977)
Net cash used for Investing activities (B)		17,403,935		(200,267,977)
C. CASH FLOW FROM FINANCING ACTIVITIES:				
Vehicle Loans repaid during the year	(1,928,327)		(2,177,399)	
Vehicle Loan raised during the year	-		1,859,259	
Interest Paid (including financing charges on finance lease arrangements)	(401,505)		(597,213)	
		(2,329,832)		(915,353)
Net cash from / (used in) Financing activities (C)		(2,329,832)		(915,353)
Net Increase/(Decrease) in Cash & Cash equivalents (A) + (B) + (C)		102,302,647		(98,091,324)
Adjustment on account of Foreign Exchange Fluctuations				
Cash and Cash equivalents as at the beginning of the year (Note 1)		113,686,482		211,777,806
Cash and cash equivalents as at the end of the year (Note 1)		215,989,130		113,686,482
Notes:				
1 Cash and cash equivalents as on		31st March 2015 Rs.		31st March 2014 Rs.
Cash, Cheques & Drafts (in hand) and Remittances in transit		-		50,051,634
Balances with banks - In Current Account		18,377,761		5,944,204
Balances with banks - In Deposit Account		197,611,369		57,690,645
		215,989,130		113,686,482

- 2 The Notes 1 - 27 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 Ghosh Khanna & Co.
Chartered Accountants
Firm Registration No. : 003366N

Amit Mittal
Partner
Membership No.0508748

Place : New Delhi
Date : 27th April, 2015

CIN: U72900DL2002PLC114946



For and on behalf of the Board of Directors of
NIIT SmartServe Limited

Rajendra S Pawar
Director
DIN - 00042516

Arvind Thakur
Director
DIN - 00042534

Pratibha K Adyani
Chief Financial Officer

Barkha Sharma
Company Secretary

NIIT SMARTSERVE 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.



iv) Revenue Recognition

The revenue in respect of sale of courseware including Technical Information and Reference Material ('TIRM') and other goods are recognized on dispatch / delivery of the material to the customer whereas the revenue from the training activity is recognized over the period of the course programmes or as per the terms of agreement, as the case may be. Revenue from recruitment services is recognised on placement of candidate with the client as per the terms of the contract. Revenue from assessment of personnel is recognised on completion of the assessment as per the terms of the contract. TIRM fee is recognized when the related technical information material is dispatched to the business partner.

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) Inventory Valuation- Traded goods

Inventories are valued at lower of cost or net realizable value. Cost is determined using weighted average method and includes applicable cost incurred in bringing inventories to their present location and condition.

vii) Employee Benefits

Gratuity

The Company provides for gratuity, a defined benefit retirement plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. Company's liability is actuarially determined at the end of the year and any shortfall in the fund size maintained by the trust set up by NIIT Ltd. (the Holding Company) with Life Insurance Corporation of India is additionally provided for. Actuarial gains, if any, are recognized in the Statement of Profit & Loss and disclosed as an asset in the Balance Sheet.

Compensated Absences

Liability in respect of compensated absences is provided for leaves expected to be availed. The Company has defined benefit plans for compensated absences for employees, the liability for which is determined on the basis of an actuarial valuation at the end of the year any gain or loss arising out of such valuation is recognized in the Statement of Profit & Loss as income or expense.

Superannuation

The Company makes defined contribution to a Trust established for the purpose by NIIT Technologies Limited (the Holding Company). The Company has no further obligation beyond its monthly contributions. Contribution made during the year is charged to Statement of Profit & Loss.

Provident Fund

The Company makes defined contribution of Provident Fund to the trust "NIIT TECHNOLOGIES LIMITED EMPLOYEES' PROVIDENT FUND TRUST" set up by the Holding Company. Company's contribution towards Provident Fund is charged to the Statement of Profit & Loss.

Pension Fund

The Company makes defined contribution to the government administered pension fund on behalf of its employees. The Company's contribution towards employees pension scheme is charged to the Statement of Profit and Loss.



viii) 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.

ix) 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.

x) 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.

xi) 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.

xii) 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.

xiii) 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.

xiv) 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 SMARTSERVE 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.
	Authorised 50,000,000 Equity Shares of Rs. 10/- each (Previous year 50,000,000 Equity Shares of Rs. 10/- each)	500,000,000	500,000,000
		500,000,000	500,000,000
	Issued 50,000,000 Equity Shares of Rs. 10/- each (Previous year - 50,000,000 Equity Shares of Rs. 10/- each)	500,000,000	500,000,000
		500,000,000	500,000,000
	Subscribed and fully paid 50,000,000 Equity Shares of Rs. 10/- each (Previous year - 50,000,000 Equity Shares of Rs. 10/- each)	500,000,000	500,000,000
		500,000,000	500,000,000

3.1	Reconciliation of the number of shares outstanding	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.
	Equity Shares		
	Shares outstanding at the beginning of the year	50,000,000	50,000,000
	Shares issued during the year	-	-
	Shares bought back during the year	-	-
	Shares outstanding at the end of the year	50,000,000	50,000,000

3.2	Shares in respect of each class in the company held by	Name of the company	Class of shares Equity/ Preference	As at 31st March 2015 No. of shares	As at 31st March 2014 No. of shares
	Holding company	NIIT Technologies Limited	Equity	49,999,940	49,999,940
	Others (representative shareholders)		Equity	60	60

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
	Equity Shares NIIT Technologies Limited	100%	50,000,000	100%	50,000,000
		100%	50,000,000	100%	50,000,000

CIN: U72900DL2002PLC114946



NIIT SMARTSERVE 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.	
	Profit & Loss Account				
	Balance Brought Forward from Previous year	(10,065,232)		(73,927,459)	
	Less: Adjustment for Change in Useful life of Fixed Assets	(4,016,522)			
	Add : Current Year Profit / (Loss) attributable to Share Holders	75,276,057		63,862,227	
			61,194,303		(10,065,232)
			61,194,303		(10,065,232)

5	LONG TERM BORROWINGS	Non Current Portion		Current Maturities	
		As at 31st March 2015 Rs.	As at 31st March 2014 Rs.	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.
	SECURED LONG TERM BORROWINGS				
	- Vehicle Loans (Secured By Hypothecation of vehicles) (Terms of Repayment 1 to 5 years)	1,496,397	2,956,523	1,386,832	1,855,033
	Sub Total	1,496,397	2,956,523	1,386,832	1,855,033
	Amount disclosed under the head "Other Current Liabilities" (Note 7)	-	-	(1,386,832)	(1,855,033)
		1,496,397	2,956,523	-	-

6	PROVISIONS	LONG-TERM		SHORT-TERM	
		As at 31st March 2015 Rs.	As at 31st March 2014 Rs.	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.
	Provision for employee benefits :				
	Provision for Gratuity	1,395,551	672,714	-	-
	Provision for Compensated Absences	7,005,224	7,137,857	3,220,504	2,762,507
		8,400,775	7,810,571	3,220,504	2,762,507

7	OTHER CURRENT LIABILITIES	As at 31st March 2015		As at 31st March 2014	
		Rs.		Rs.	
	Trade Payables				
	- Due to Micro Enterprises and Small Enterprises *		-		-
	- Due to Others		31,181,882		22,099,770
			31,181,882		22,099,770
	Others:				
	Current Maturities of Long Term Borrowings (Note 5)		1,386,832		1,855,033
	Employee Benefit Payable		6,746,316		7,045,557
	Statutory Dues Payable		4,537,486		3,561,089
	Other Payables		13,575,238		15,011,211
			26,245,872		27,472,890
			57,427,754		49,572,660

* There are no micro and small scale enterprises to which the Company owes dues as at 31st 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.

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NIIT SMARTSERVE LIMITED

Notes to Financial Statements for the year ended 31st March 2015

Description of Assets	GROSS BLOCK			DEPRECIATION AND AMORTISATION			NET BLOCK				
	Cost As on 01.04.2014	Additions during the year	Sites / Adj. during the year	Total as on 31.03.2015	As on 01.04.2014	For the year	Sites during the year	Adj. during the year	Total as on 31.03.2015	As on 31.03.2015	As on 31.03.2014
i) Tangible											
Plant & Equipment -Owned	151,099,057	8,620,798	2,087,645	157,632,209	119,907,929	10,406,669	1,965,621	1,800,855	130,149,833	27,482,376	31,191,127
Office Equipments	4,663,317	330,626	-	4,993,943	2,368,820	42,607	-	2,215,669	4,627,097	366,846	2,294,497
Lease Hold Improvements	17,818,752	-	-	17,818,752	17,154,410	664,342	-	-	17,818,752	-	664,342
Furniture & Fixtures -Owned	7,489,319	13,781	499,736	7,003,365	7,043,050	169,027	499,736	-	6,712,341	291,023	446,269
Vehicles	8,584,098	586,513	1,863,247	7,307,364	1,496,589	1,105,539	496,871	-	2,105,256	5,202,108	7,087,509
Sub Total (a)	189,654,543	9,551,718	4,450,628	194,755,633	147,970,798	12,388,184	2,962,228	4,016,524	161,413,278	33,342,354	41,683,744
ii) Intangible											
Software - Acquired	93,275,684	8,076,174	-	101,351,858	89,865,199	7,881,582	-	-	97,746,781	3,605,077	3,410,485
Sub Total (b)	93,275,684	8,076,174	-	101,351,858	89,865,199	7,881,582	-	-	97,746,781	3,605,077	3,410,485
Total (a+b)	282,930,227	17,627,892	4,450,628	296,107,491	237,835,997	20,269,767	2,962,228	4,016,524	259,160,059	36,947,431	45,094,229
Previous Year	289,321,963	17,832,483	24,224,219	282,930,227	227,825,781	32,944,269	22,934,053	-	237,835,998	45,094,229	61,496,182

Note:- Adjustment includes Rs.4,016,523/- on account of change in useful life of Assets as per Companies Act 2013.

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NIIT SMARTSERVE LIMITED

Notes to Financial Statements for the year ended 31st March 2015

9	DEFERRED TAX ASSET (NET)	Opening		Charged/ (Credited) to Profit and Loss Account	Closing	
		As on April 2014	1st		As on March 2015	31st
	Deferred Tax Assets/Liabilities					
	Deferred Tax Liabilities:					
	Tax impact of difference between carrying amount of fixed assets in the financial statements and as per the income tax calculation.		(2,303,835)	(1,977,539)		(4,281,374)
		(A)	(2,303,835)	(1,977,539)		(4,281,374)
	Deferred Tax Assets:					
	Provision for Compensated Absences, Bonus, Gratuity and other timing differences		3,446,651	(520,160)		3,966,811
		(B)	3,446,651	(520,160)		3,966,811
	Net Deferred Tax Liabilities/ (Assets) (A+B)		(5,750,486)	(2,497,699)		(8,248,185)
	Previous Year		(28,526,583)	22,776,097		(5,750,486)

10	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)	Security Deposits				
	Secured, considered good				
	Unsecured, considered good	20,102,340	20,099,340	-	-
	Unsecured, considered doubtful	-	-	-	-
	Less: Provision for doubtful security deposits	-	-	-	-
	(A)	20,102,340	20,099,340	-	-
ii)	Loans and advances to related parties (refer note 1)				
	Secured, considered good				
	Unsecured, considered good	-	-	200,000,000	200,000,000
	Unsecured, considered doubtful	-	-	-	-
	Less: Provision for doubtful advances	-	-	-	-
	(B)	-	-	200,000,000	200,000,000
iii)	Advances recoverable in cash or in kind				
	Secured, considered good				
	Unsecured, considered good	-	-	13,958,408	12,579,675
	Service Tax claimable	40,741,366	45,996,042	-	-
	Unsecured, considered doubtful	-	-	-	-
	Less: Provision for doubtful advances	-	-	-	-
	(C)	40,741,366	45,996,042	13,958,408	12,579,675
iv)	Other Advances				
	Advance tax	83,747,099	62,273,648	-	-
	Less: Provision for tax	(55,489,496)	(41,992,184)	-	-
	MAT Credit entitlement	-	26,207,159	-	-
	(D)	28,257,603	46,488,623	-	-
	(A+B+C+D)	89,101,309	112,584,006	213,958,408	212,579,675

Note 1 : Loans & Advances to related parties includes Rs.200,000,000/- given to NIIT Technologies Ltd, India (Previous Year Rs.200,000,000/-).

Loans and advances due by	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.	As at 31st March 2015 Rs.	As at 31st March 2014 Rs.
Directors *	-	-	-	-
Other officers of the Company *	-	-	-	-
Firm in which director is a partner *	-	-	-	-
Private Company in which director is a member	-	-	-	-

*Either severally or jointly

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NIIT SMARTSERVE LIMITED
Notes to Financial Statements for the year ended 31st March 2015

11	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	-	-	-	-
b)	Other Trade Receivables Unsecured, considered good	-	-	60,351,490	61,939,063
	Unsecured, considered doubtful	-	-	-	-
	Less: Provision for doubtful debts	-	-	-	(343,992)
		-	-	60,351,490	61,595,071
		-	-	60,351,490	61,595,071

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	-	-	9,997,395	7,038,983
	Fellow Subsidiary Companies	-	-	46,606,715	48,892,977
	Associate Companies	-	-	-	-
		-	-	56,604,110	55,931,960

*Either severally or jointly

12	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 13)	147,136,369	45,654,546	-	-
	Interest Receivable	-	-	7,143,780	1,747,080
		147,136,369	45,654,546	7,143,780	1,747,080

13	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	-	-	18,377,761	55,995,837
	Exchange Earners' Foreign Currency Account	-	-	-	-
	Bank deposits with original maturity of 3 months or less [Includes Rs. NIL (Previous year Rs. NIL) pledged as margin money]	-	-	50,475,000	12,036,099
		-	-	68,852,761	68,031,936
	Other bank balances:				
	Balance with banks				
	Bank deposits:				
	With original maturity of more than 3 months and upto 12 months [Includes Rs.12,777,676 (Previous year Rs.11,938,431) pledged as margin money]	106,588,854	43,362,564	-	-
	With original maturity of more than 12 months [Includes Rs.1,547,515 (Previous year Rs.1,359,382) pledged as margin money]	40,547,515	2,291,982	-	-
		147,136,369	45,654,546	-	-
		147,136,369	45,654,546	68,852,761	68,031,936
	Amount disclosed under non-current assets (Note12)	(147,136,369)	(45,654,546)	-	-
		-	-	68,852,761	68,031,936

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NIIT SMARTSERVE LIMITED
Notes to Financial Statements for the year ended 31st March 2015

14	REVENUE FROM OPERATIONS	Year ended 31st March 2015 Rs.	Year ended 31st March 2014 Rs.
	Sale of Services	479,551,986	474,568,052
		479,551,986	474,568,052

15	OTHER INCOME	Year ended 31st March 2015 Rs.	Year ended 31st March 2014 Rs.
	Interest Income	33,916,219	16,602,290
	Gain/(loss) on foreign currency translation and transaction (net)	(7,423,332)	7,496,661
	Other non-operating income*	623,103	945,120
		27,115,990	25,044,071

* Other non-operating income includes Staff recovery and Sale of Scrap

16	EMPLOYEE BENEFIT EXPENSES	Year ended 31st March 2015 Rs.	Year ended 31st March 2014 Rs.
	Salaries and Benefits	196,801,283	190,032,742
	Contribution to Provident and Other Funds	9,899,632	8,604,601
	Welfare and Other expenses	9,164,787	10,051,895
		215,865,702	208,689,238

16.1 Employee Benefits:

The company has calculated the various benefits provided to employees as under:

A. Defined Contribution Plans	2014-2015	2013-2014
Employers Contribution to Provident Fund.*	2,796,691	3,063,809
Employers Contribution to Superannuation Fund.*	-	-

B. State Plans	2014-2015	2013-2014
Employers Contribution to Employee State Insurance.*	1,382,376	1,918,497
Employers Contribution to Employee's Pension Scheme 1995.*	3,250,099	2,769,372

* Included in Contribution towards Provident and Other Funds under Personnel Expenditure (Refer Note 16)

C. Defined Benefit Plans

Contribution to Gratuity Funds – Employee's Gratuity Fund

Disclosures as per actuarial report of independent actuary:

Amount of obligation as at the year end and is determined as under:

Description	Year ended 31 st March 2015 (Rs.in Thousand)	Year ended 31 st March 2014 (Rs.in Thousand)
Present value of obligation as at the beginning of the year	5,212.68	5,346.33
Interest Cost	453.30	410.76
Current Service Cost	1,288.20	1,491.52
Benefit paid	(735.35)	(736.62)
Actuarial (gain) / loss on obligations	958.68	(1,299.31)
Present value of obligation as at the end of the year	7,177.51	5,212.68

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NIIT SMARTSERVE LIMITED
Notes to Financial Statements for the year ended 31st March 2015

Change in Plan Assets:

Description	Year ended 31 st March 2015 (Rs.in Thousand)	Year ended 31 st March 2014 (Rs.in Thousand)
Plan assets at the beginning at fair value	4,539.96	4,139.29
Expected return on plan assets	432.86	392.56
Contributions	1,549.37	766.17
Benefit paid	(735.35)	(736.62)
Actuarial gain / (loss) on plan assets	(4.89)	(21.44)
Present value of Assets as at the end of the year	5,781.96	4,539.96

Amount of the obligation recognized in the Balance Sheet:

Description	As at 31 st March 2015 (Rs. in Thousand))	As at 31 st March 2014 (Rs. in Thousand))
Present value of the defined benefit obligation at the end of the year	7,177.51	5,212.68
Fair value of plan assets at the end of the year	5,781.96	4,539.96
Net Asset/(Liability) recognized in the Balance Sheet	1,395.55	672.71

Amount of gratuity expense recognized in the Profit and Loss account:

Description	Year ended 31 st March 2015 (Rs.in Thousand)	Year ended 31 st March 2014 (Rs.in Thousand)
Current service cost	1,288.20	1,491.52
Interest Cost	453.30	410.76
Expected return on plan assets	(432.86)	(392.56)
Actuarial (gain) / loss recognized during the year	963.57	(1,277.87)
Total	2,272.21	231.85

D. Compensated Absences

Amount of obligation as at the year end and is determined as under:

Description	Year ended 31 st March 2015 (Rs.in Thousand)	Year ended 31 st March 2014 (Rs.in Thousand)
Present value of defined benefit obligation as at the beginning of the year	9,900.36	11,950.65
Interest Cost	779.50	832.87
Current Service Cost	2,141.53	5,358.74
Benefit paid	-	-
Actuarial (gain) / loss on obligations	(2,595.66)	(8,241.90)
Present value of obligation as at the end of the year	10,225.73	9,900.36

Change in Plan Assets:

Description	Year ended 31 st March 2015 (Rs.in Thousand)	Year ended 31 st March 2014 (Rs.in Thousand)
Plan assets at the beginning at fair value	-	-
Expected return on plan assets	-	-
Contributions	-	-
Benefit paid	-	-
Actuarial gain / (loss) on plan assets	-	-
Present value of Assets as at the end of the year	-	-

Amount of the obligation recognized in the Balance Sheet:

Description	As at 31 st March 2015 (Rs. in Thousand)	As at 31 st March 2014 (Rs. in Thousand)
Present value of the defined benefit obligation at the end of the year	10,225.73	9,900.36
Fair value of plan assets at the end of the year	-	-
Net Asset/(Liability) recognized in the Balance Sheet	(10,225.73)	(9,900.36)

Amount of Compensated Absence expense recognized in the Profit and Loss account:

Description	Year ended 31 st March 2015 (Rs.in Thousand)	Year ended 31 st March 2014 (Rs.in Thousand)
Current service cost	2,141.53	5,358.74
Interest Cost	779.50	832.87
Expected return on plan assets	-	-
Actuarial (gain) / loss recognized during the year	(2,595.66)	(8,241.90)
Total	325.36	(2,050.28)

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NIIT SMARTSERVE LIMITED
Notes to Financial Statements for the year ended 31st March 2015

Investment details of plan assets:

The plan assets are maintained with Life Insurance Corporation Gratuity Scheme. The details of investment maintained by Life Insurance Corporation are not available with the company and have not been disclosed.

Principal actuarial assumptions at the Balance sheet date:

Description	2014-15	2013-14
Discounting Rate	7.75%	9.15%
Expected Rate of return on plan assets	8.75%	9.45%

The estimates of the future salary increases considered in actuarial valuation take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market

17	ADMINISTRATION AND OTHER OPERATING EXPENSES	Year ended 31st March 2015 Rs.	Year ended 31st March 2014 Rs.
	Rent (net of recoveries)	42,356,692	37,426,851
	Rates and Taxes	401,847	30,347
	Power & Fuel	16,536,526	18,511,430
	Communication	12,016,670	13,987,382
	Charity & Donations	1,429,112	3,151
	Legal and Professional	12,805,440	10,812,431
	Travelling and Conveyance	47,745,111	60,470,589
	Insurance	1,902,252	1,648,385
	Repairs and Maintenance		
	- Plant and Machinery	6,685,083	7,516,627
	- Buildings	113,616	40,725
	- Others	2,609,123	133,363
	Loss on Sale of Fixed Assets (Net)	372,793	327,951
	Security and Administration Services	9,484,631	9,190,441
	Bank Charges	160,213	167,885
	Sundry Expenses	2,862,816	1,882,381
		157,481,926	162,149,938
18	SELLING AND MARKETING EXPENSES	Year ended 31st March 2015 Rs.	Year ended 31st March 2014 Rs.
	Other Marketing Expenses	533,228	201,876
		533,228	201,876
19	FINANCE EXPENSES	Year ended 31st March 2015 Rs.	Year ended 31st March 2014 Rs.
	Interest Expense On Vehicle Loan	401,505	597,213
		401,505	597,213

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NIIT SMARTSERVE LIMITED
Notes to Financial Statements for the year ended 31st March 2015

20) Contingent Liabilities

Counter guarantees issued by bankers in favour of Custom Department , Sales Tax Department and Department of Telecommunications which is outstanding at 31st March 2015 amount to Rs.11,100,000 (Previous Year Rs.11,100,000).

21) (a) Estimated amount of contracts remaining to be executed on capital account for Rs.7,818,428 (Previous Year Rs.7,021,038).

(b) CIF Value of Imports (on accrual basis)

	31 st March 2015 (Rs.)	31 st March 2014 (Rs.)
Capital Goods	NIL	NIL

22) (a) Expenditure in Foreign Currency -Net of Taxes (on accrual basis)

	31 st March 2015 (Rs.)	31 st March 2014 (Rs.)
Foreign Travel	3,546,049	11,421,175
Others	3,965,371	3,102,283

(b) Earnings in Foreign Currency (on accrual basis)

	31 st March 2015 (Rs.)	31 st March 2014 (Rs.)
IT Enabled Services	475,055,555	473,493,714

23) Payment to Auditors (excluding Service tax)

	31 st March 2015 (Rs.)	31 st March 2014 (Rs.)
Audit Fees	137,500	137,500
Tax Audit Fees	93,500	93,500
Others	<u>120,000</u>	<u>71,500</u>
Total	<u>351,000</u>	<u>302,500</u>

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NIIT SMARTSERVE LIMITED
Notes to Financial Statements for the year ended 31st March 2015

24) Related Party Disclosure as per Accounting Standard (AS) -18

Related Parties Disclosures for the year 2014-15

A. Key Managerial Personnel

Sr. No.	Name	Remarks
1.	Mr. Arvind Thakur	Managing Director

B. Relatives of Key Managerial Personnel

Sr. No.	Name	Remarks
1.	Ms. Rati Thakur	Spouse of Mr. Arvind Thakur
2.	Mr. G.R.S. Thakur	Father of Mr. Arvind Thakur
3.	Ms. Sneha Thakur	Mother of Mr. Arvind Thakur
4.	Mr. Ankur Thakur	Son of Mr. Arvind Thakur
5.	Ms. Seema Arora	Daughter-in-law of Mr. Arvind Thakur
6.	Ms. Mallika Thakur	Daughter of Mr. Arvind Thakur
7.	Ms. Mala Singh	Sister of Mr. Arvind Thakur

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 Technologies Services 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.

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NIIT SMARTSERVE LIMITED
Notes to Financial Statements for the year ended 31st March 2015

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

E. Associate Companies with whom transaction done during the year

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

F. List of other Companies in which key Managerial Personnel are interested

S No	Name of Companies/Firms	Remarks
	-----NIL-----	



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NIIT SMARTSERVE LIMITED
Notes to Financial Statements for the year ended 31st March 2015

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

Details of transaction with related parties.

Nature of Transaction	Holding Company and Fellow Subsidiaries	Parties of whom the company is an associate	Key Managerial Personnel	Total
Rendering of Services (Note 2)	410,070,762 (392,709,402)	NIL (NIL)	NIL (NIL)	410,070,762 (392,709,402)
Receiving of Services (Note 3)	5,097,393 (3,743,696)	146,396 (168,800)	NIL (NIL)	5,243,789 (3,912,496)
Transfer of Expenses from (Note 4)	6,889,719 (1,143,653)	NIL (NIL)	NIL (NIL)	6,889,719 (1,143,653)
Transfer of Expenses to (Note 5)	27,541,438 (24,150,761)	NIL (NIL)	NIL (NIL)	27,541,438 (24,150,761)
Loans given (Note 6)	NIL (200,000,000)	NIL (NIL)	NIL (NIL)	NIL (200,000,000)
Interest Received (Note 7)	23,054,677 (5,853,971)	NIL (NIL)	NIL (NIL)	23,054,677 (5,853,971)
Sale of Fixed Assets (Note 8)	635,747 (NIL)	NIL (NIL)	NIL (NIL)	635,747 (NIL)
Donation (Note 9)	NIL (NIL)	1,405,000 (NIL)	NIL (NIL)	1,405,000 (NIL)
Total	469,657,279 (627,601,483)	1,551,396 (168,800)	NIL (NIL)	471,208,675 (627,601,483)

Details of balances with related parties as at year end.

Nature of Transaction	Holding Company and Fellow Subsidiaries	Parties of whom the company is an associate	Key Managerial Personnel	Total
Receivable (Note 10)	256,604,109 (255,931,960)	NIL (NIL)	NIL (NIL)	256,604,109 (255,931,960)
Payable (Note 11)	7,284,534 (1,627,848)	129,386 (100,494)	NIL (NIL)	7,413,920 (1,728,342)

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

2. Includes transactions for the year mainly with;

NIIT Technologies Ltd., India Rs.3,403,303 (Previous Year Rs. NIL)

NIIT GIS Ltd, India Rs.1,093,128 (Previous Year Rs1,074,338)

NIIT Airline Technologies GmbH, Germany Rs.18,431,818 (Previous Year Rs20,290,258)

NIIT Technologies Inc., USA Rs.271,818,895 (Previous Year Rs.254,033,520)

NIIT Insurance Technologies Ltd, UK Rs.33,885,840 (Previous Year Rs.31,519,181)

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- NIIT Technologies Ltd., UK Rs.70,578,718 (Previous Year Rs.82,898,669)
NIIT Technologies FZ-LLC, Dubai Rs.4,848,464 (Previous Year Rs.2,893,437)
NIIT Technologies GmbH, Germany Rs.6,010,596 (Previous Year Rs. NIL)
3. Includes transactions for the year mainly with;
NIIT Technologies Ltd., India Rs.3,346,023 (Previous Year Rs.2,986,667)
NIIT Technologies Ltd, UK Rs.1,751,370 (Previous Year Rs.757,029)
Naya Bazar Novelties Pvt.Ltd., India Rs.17,010 (Previous Year Rs.NIL)
Evolv Services Ltd, India Rs.129,386 (Previous Year Rs.138,800)
NIIT IFBI Ltd, India Rs.NIL (Previous Year Rs.30,000)
4. Includes transactions for the year mainly with;
NIIT Technologies Ltd., India Rs.6,889,719 (Previous Year Rs.1,108,309)
NIIT GIS Ltd, India Rs.NIL (Previous Year Rs.35,344)
5. Includes transactions for the year mainly with;
NIIT Technologies Ltd., India Rs.17,056,274 (Previous Year Rs.17,191,199)
NIIT GIS Ltd. Rs. 5,049,414 (Previous Year Rs.4,676,768)
NIIT Technologies Inc, USA Rs.3,830,825 (Previous Year Rs.NIL)
NIIT Technologies Phillipines Inc, Phillipines Rs.1,604,925 (Previous Year Rs.2,282,794)
6. Includes transactions for the year mainly with;
NIIT Technologies Ltd., India Rs.NIL (Previous Year Rs.200,000,000)
7. Includes transactions for the year mainly with;
NIIT Technologies Ltd., India Rs.23,054,677 (Previous Year Rs.5,853,971)
8. Includes transactions in Sale of Fixed Assets for the year mainly with;
NIIT Technologies Ltd., India Rs.635,747 (Previous Year Rs.NIL)
9. Includes transactions in Donation under CSR policy for the year mainly with;
NIIT Institute of Information Technology, India Rs.1,405,000 (Previous Year Rs.NIL)
10. Includes balances mainly with;
NIIT Technologies Ltd., India Rs.209,997,395 (Previous Year Rs.207,038,983)
NIIT Technologies Ltd.(NSU1), India Rs.4,094 (Previous Year Rs.NIL)
NIIT Technologies Inc., USA Rs.24,804,523 (Previous Year Rs.23,758,916)
NIIT Insurance Technologies Ltd, UK Rs.2,384,812 (Previous Year Rs.2,594,868)
NIIT Technologies Ltd., UK Rs.14,763,878 (Previous Year Rs.19,466,505)
NIIT GIS Ltd Rs.616,513 (Previous Year Rs.701,659)
NIIT Technologies FZ-LLC, Dubai Rs.1,293,042 (Previous Year Rs.284,742)
NIIT Technologies GmbH, Germany Rs.830,029 NIL (Previous Year Rs. NIL)
NIIT Airline Technologies GmbH, Germany Rs.1,488,399 (Previous Year Rs.2,086,287)
NIIT Technologies Phillipines Inc, Phillipines Rs.421,424 (Previous Year Rs.NIL)

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NIIT SMARTSERVE LIMITED
Notes to Financial Statements for the year ended 31st March 2015

11. Includes balances mainly with;
 NIIT Technologies Ltd., India Rs.6,572,362 (Previous Year Rs.870,819)
 NIIT Technologies Ltd, UK Rs.712,172 (Previous Year Rs.757,029)
 Evolv Services Ltd, India Rs.129,386 (Previous Year Rs.69,786)
 NIIT IFBI Ltd, India Rs.NIL (Previous Year Rs.30,708)

25) Disclosure of Operating Leases as per Standard (AS) -19

- Total of future Minimum Lease Payments under non-cancellable leases in case of premises:

Particulars	In respect of Premises Amount in Rs.	In respect of Premises Amount in Rs.
Amount payable within the next 1 year	NIL	36,443,400
Amount payable within the next 2 to 5 years	NIL	NIL

- Aggregate payments during the year under operating leases amount to Rs.42,187,992 (Previous Year Rs.37,090,551).

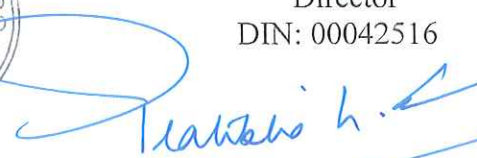
- 26) Tax has been deducted at source against payments received by the company during the current year amounting to Rs.4,773,451 (Previous year Rs.3,177,546).
- 27) Previous year figures have been regrouped wherever necessary to conform to current year classification.


Signature to the Notes '1' to '27' above.




 Rajendra S Pawar
 Director
 DIN: 00042516


 Arvind Thakur
 Managing Director
 DIN: 00042534


 Pratibha K Advani
 Chief Financial Officer


 Barkha Sharma
 Company Secretary

Place : New Delhi
 Dated: 27th April, 2015