

Ref:

Date April 19, 2016

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
SASKEN NETWORK ENGINEERING LIMITED**

Report on the Financial Statements:

I have audited the accompanying financial statements of "SASKEN NETWORK ENGINEERING LIMITED" ('the Company') which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss & the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

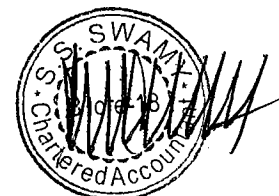
Management's Responsibility for the Financial Statements:

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 of 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 the design, implementation and maintenance of adequate internal financial 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

My responsibility is to express an opinion on these financial statements based on my audit. I have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. I conducted my audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India as specified under Section 143(10) of the Act. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Board of Directors, as well as evaluating the overall presentation of the financial statements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

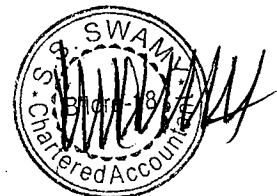
In my opinion and to the best of my information and according to the explanations given to me, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2016;
- (b) In the case of the Statement of Profit and Loss, of the Loss of the Company for the year ended March 31, 2016; and
- (c) In the case of the Cash Flow Statement, of the cash flows of the Company for the year ended March 31, 2016.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, I give in the Annexure 1 a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by section 143(3) of the Act, I report that:
 - (a) I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purpose of my audit;
 - (b) In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books;

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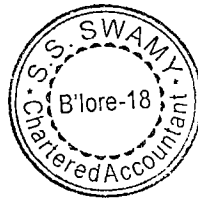


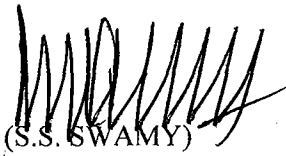
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- (c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- (d) In my opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- (e) On the basis of written representations received from the directors as on March 3, 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of section 164(2) of the Act;
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, please refer to my separate Report in Annexure 2 to this Report;
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in my opinion and to the best of my information and according to the explanations given to me:
- The Company has disclosed the impact of pending litigations on its financial position in its financial statements -Refer Note 20(d) to the financial statements;
 - The Company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses;
 - There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Place: Bangalore

Date: April 19, 2016




(S.S. SWAMY)

CHARTERED ACCOUNTANT

Membership No. 019990

ANNEXURE I REFERRED TO IN MY REPORT TO THE MEMBERS OF SASKEN NETWORK ENGINEERING LIMITED ('THE COMPANY') FOR THE YEAR ENDED MARCH 31, 2016.

I report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) Fixed assets have been physically verified by the management at reasonable intervals and no material discrepancies were identified on such verification.
- (c) The Company does not hold/own any immovable property in its name.
- (ii) The Company's business does not involve inventories and accordingly, the requirements under paragraph 3(ii) of the Order are not applicable to the Company.
- (iii) According to the information and explanations given to me, the Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the Register maintained under Section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii)(a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- (iv) The provisions of section 185 and 186 of the Companies Act, 2013 have been complied with wherever applicable in respect of loans, investments, guarantees and security.
- (v) The Company has not accepted any deposits as defined in the Companies Act, 2013 and Rules made thereunder. Accordingly, the requirements under paragraph 3(v) of the Order are not applicable to the Company.
- (vi) To the best of my knowledge and as explained, the Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/ services of the Company.
- (vii) (a) The Company is regular in depositing undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities and there were no outstanding dues under any other above referred heads as on the last day of the financial year under audit that were outstanding for a period of more than six months from the date they became payable.
- (b) Details of statutory dues which have not been deposited as on March 31, 2016 on account of disputes are given below:

Nature of Statute	Nature of Dues	Forum where dispute is pending	Period to which the amount relates	Amount involved (Rs.)
The Income Tax Act, 1961	Income tax	Commissioner of Income Tax (Appeals)	Assessment year 2011-12	26,518,318

- (viii) The Company has not borrowed any loans from any bank, financial institution or Government and has not issued any debentures.

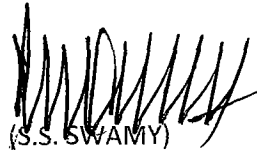
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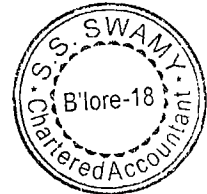
- (ix) The Company has not raised any moneys by way of initial public offer or further public offer (Including debt instruments) and has not raised any term loans.
- (x) Based on my audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, I report that no fraud by the Company or on the Company by the officers and employees of the Company has been noticed or reported during the year.
- (xi) No managerial remuneration has been paid or provided during the year.
- (xii) Clause 3(xii) of the Order is not applicable as the Company is not a Nidhi Company.
- (xiii) All the transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act, 2013 where applicable and the details have been disclosed in the financial statements as required by the applicable accounting standards.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review.
- (xv) Based on my audit procedures performed and according to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with them.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Bangalore

April 19, 2016


(S.S. SWAMY)

CHARTERED ACCOUNTANT
Membership No. 019990



ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVENDATE ON THE FINANCIAL STATEMENTS OF SASKEN NETWORK ENGINEERING LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

To the members of Sasken Network Engineering Limited

I have audited the internal financial controls over financial reporting of Sasken Network Engineering Limited ('the Company') as of March 31, 2016 in conjunction with my audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

My responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on my audit. I conducted my audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ('the Guidance Note') and the Standards on Auditing as specified under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, and both issued by the Institute of Chartered Accountants of India. Those standards and the Guidance Note require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

My audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. My audit of internal financial controls system over financial reporting included obtaining an understanding of internal financial controls system over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the internal financial controls system over financial reporting.

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Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial controls system over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention of timely detection of unauthorized acquisition, use or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.


Opinion

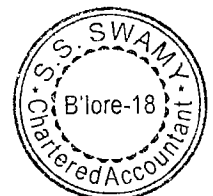
In my opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal financial control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Explanatory paragraph

I also have audited, in accordance with the Standards on Auditing issued the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act, the financial statements of Sasken Network Engineering Limited, which comprise the Balance Sheet as at March 31, 2016, and the related Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information, and my report dated April 19, 2016 expressed an unqualified opinion thereon.

Bangalore
April 19, 2016


(S.S. SWAMY)
CHARTERED ACCOUNTANT
Membership No. 019990



Sasken Network Engineering Limited

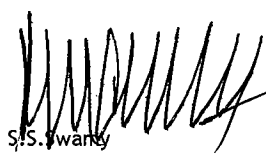
Balance Sheet

Amount in Rs.

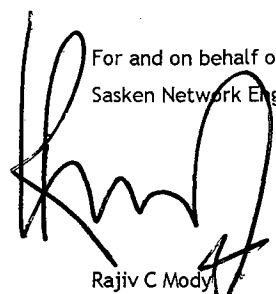
	Notes	As at March 31, 2016	As at March 31, 2015
EQUITY AND LIABILITIES			
Shareholders' funds			
a) Share capital	2	305,00,000	305,00,000
b) Reserves and surplus	3	453,78,698	1193,07,981
		<u>758,78,698</u>	<u>1498,07,981</u>
Non current liabilities			
a) Long term provisions	4	-	7,88,948
		-	<u>7,88,948</u>
Current liabilities			
a) Trade payables		16,58,833	185,52,707
b) Other current liabilities	5	31,146	12,20,041
c) Short term provisions	6	71,91,940	914,23,168
		<u>88,81,919</u>	<u>1111,95,916</u>
Total		<u>847,60,617</u>	<u>2617,92,845</u>
ASSETS			
Non current assets			
a) Fixed assets (net)			
i) Tangible fixed assets	7	7,91,046	24,38,303
ii) Intangible assets	8	-	-
		<u>7,91,046</u>	<u>24,38,303</u>
c) Deferred tax assets (net)	20(j)	76,04,000	97,33,000
d) Long term loans and advances	9	471,63,926	466,01,909
		<u>555,58,972</u>	<u>587,73,212</u>
Current assets			
a) Current investments	10	176,43,576	1048,06,078
c) Trade receivables	11	-	220,23,337
d) Cash and bank balances	12	14,60,446	581,24,005
e) Short term loans and advances	13	100,97,623	119,38,557
f) Other current assets	14	-	61,27,656
		<u>292,01,645</u>	<u>2030,19,633</u>
Total		<u>847,60,617</u>	<u>2617,92,845</u>


Significant Accounting policies and Notes attached herein form an integral part of the financial statements.

In terms of my report attached.


S.S. Swamy
Chartered Accountant
Membership No.019990

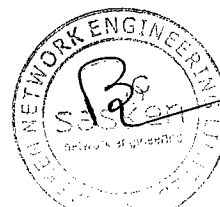



For and on behalf of the Board of Directors of
Sasken Network Engineering Limited


Neeta Revankar
Director
DIN No.00145580

Rajiv C Mody
Chairman
DIN No.00092037

Place : Bangalore
Date : April 19, 2016



Sasken Network Engineering Limited

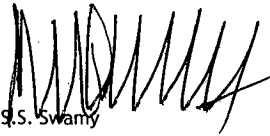
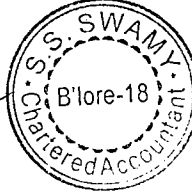
Statement of Profit and Loss

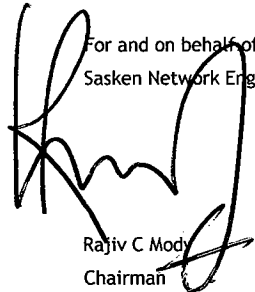

Amount in Rs.

	Notes	For the Year Ended March 31, 2016	For the Year Ended March 31, 2015
I	Revenue from operations	246,58,089	1276,91,656
II	Other Income	125,39,774	213,13,680
III	Total Revenue (I + II)	371,97,863	1490,05,336
IV	Expenses:		
	(Increase)/Decrease in Contracts in progress	-	65,04,014
	Employee benefit expense	73,14,481	538,49,553
	Depreciation and amortization expense	16,68,284	30,51,549
	Other expenses	275,52,430	562,92,820
		365,35,195	1196,97,936
V	Profit before tax (III - IV)	6,62,668	293,07,400
VI	Exceptional items	-	17,99,989
V	Profit before tax (III - IV)	6,62,668	275,07,411
VI	Tax expense		
	Current tax	-	30,47,805
	Deferred tax (credit)	21,29,000	40,25,000
	Minimum Alternate Tax Credit entitlement	-	(9,55,809)
	Total tax expense	21,29,000	61,16,996
VII	Profit for the year (V-VI)	(14,66,332)	213,90,415
VIII	Earnings Per Equity Share (EPS) in rupees (Equity Share par value Rs.10 each)		
	Basic	(0.48)	7.01
	Diluted	(0.48)	7.01
	Weighted average number of Equity Shares used in computation of		
	Basic EPS	30,50,000	30,50,000
	Diluted EPS	30,50,000	30,50,000

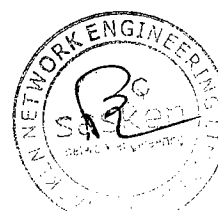
Significant Accounting policies and Notes attached herein form an integral part of the financial statements.

In terms of my report attached.



 S.S. Swamy
 Chartered Accountant
 Membership No.019990


 For and on behalf of the Board of Directors of
 Sasken Network Engineering Limited

 Rajiv C. Mody
 Chairman
 DIN No.00092037
 Neeta Revankar
 Director
 DIN No.00145580

Place : Bangalore
 Date : April 19, 2016



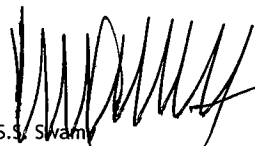
Cash Flow Statement	For the Year ended March 31, 2016	For the Year ended March 31, 2015
A. Cash flows from operating activities:		
Profit before tax	6,62,668	275,07,411
Adjustments for:		
Depreciation/Amortization	16,68,284	30,51,549
Reversal of excess provision for Trade receivables	42,33,426	(19,57,281)
Other non-cash (write back)/charges	(5,64,749)	(29,81,209)
Unrealised exchange (gain)/ loss	54,862	50,232
Other income	(74,79,134)	(106,11,922)
Operating Profit before working capital changes	(14,24,643)	149,73,906
Adjustments for:		
(Increase)/decrease in Trade receivables	135,01,623	665,45,640
(Increase)/decrease in Contracts in progress	-	65,04,014
(Increase)/decrease in Other Assets	61,27,656	128,94,083
(Increase)/decrease in Loans & Advances	18,40,934	(81,18,181)
Increase/(decrease) in Liabilities	(132,84,594)	(137,04,811)
Increase/(decrease) in Provisions	(30,40,195)	(79,74,863)
Cash generated from operations	37,20,781	711,19,788
Taxes (Paid)/ received, net	(5,62,017)	(69,76,252)
Net Cash from operating activities (A)	31,58,764	641,43,536
B. Cash flows from investing activities:		
Purchase of fixed assets and intangible assets	(21,027)	(2,55,160)
Sale of fixed assets	12,000	2,70,143
Interest received	19,61,455	2,78,142
Sale/(purchase) of Mutual Funds , net	926,68,181	(543,06,635)
(Investment) / Redemption of Bank Deposits	494,52,652	(495,01,749)
Net cash from/(used in) investing activities (B)	1440,73,261	-
C. Cash flows from financing activities:		
Payment of Dividend tax	(261,22,932)	-
Dividend Paid during the year	(1283,20,000)	-
Net cash used in financing activities (C)	(1544,42,932)	-
Net increase/(decrease) in Cash and Cash equivalents (A+B+C)	(72,10,907)	(393,71,723)
Impact on account of Foreign Currency Translation	-	-
Cash and Cash equivalents at the beginning of the year	86,11,755	479,83,478
Cash and Cash equivalents at the end of the year	14,00,848	86,11,755
Cash and cash equivalents at the end of the year (Refer note 12)		
Cash on hand	-	-
Balances with banks - Current accounts	14,00,848	86,11,755
	14,00,848	86,11,755

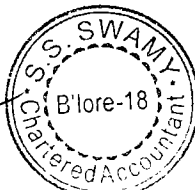
Supplementary non-cash flow information

Dividends received and re-invested in units of mutual funds	49,34,139	53,07,324
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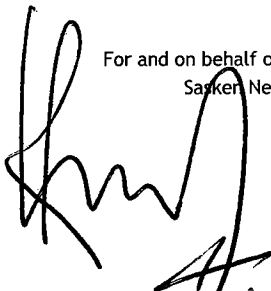
Significant Accounting policies and Notes attached herein form an integral part of the financial statements.


In terms of my report attached.


S. S. Swamy
Chartered Accountant
Membership No.019990

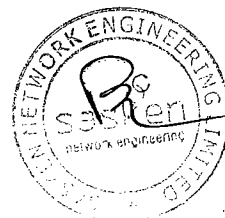


For and on behalf of the Board of Directors of
Sasken Network Engineering Limited


Rajiv C. Moolg
Chairman
DIN No.00092037


Neeta Revankar
Director
DIN No.00145580

Place : Bangalore
Date : April 19, 2016



2. Share capital

Particulars	Amount in Rs.	
	As at March 31, 2016	As at March 31, 2015
2. Authorised capital		
5,000,000 Equity shares of Rs 10 each with 1 voting right per share [At March 31, 2015, 5,000,000 Equity shares of Rs.10 each]	500,00,000	500,00,000
Issued, subscribed and paid up capital		
3,050,000 Equity Shares of Rs. 10/- each fully paid up with 1 voting right per share [As at March 31, 2015 3,050,000 Equity Shares of Rs. 10/- each fully paid up with 1 voting right per share]	305,00,000	305,00,000
[All the Equity shares are held by the Holding Company - Sasken Communication Technologies Limited and its nominees] There is no change in the share capital and in the share holding pattern as compared to previous year.		
	305,00,000	305,00,000

Shareholders holding more than 5 percent shares in the Company:

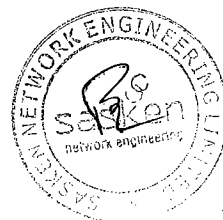
Class of shares / Name of shareholder		
Equity shares with voting rights held by Sasken Communication Technologies Limited and its nominees		
Number of shares held	30,50,000	30,50,000
% holding in that class of shares	100%	100%

3. Reserves and surplus

Particulars	Amount in Rs.	
	As at March 31, 2016	As at March 31, 2015
(a) General reserve		
Opening balance	88,21,353	88,21,353
Closing balance	88,21,353	88,21,353
(b) Surplus in the Statement of Profit and loss		
Opening balance	1104,86,628	1711,33,973
Less: Retained Earnings Adjustment account	-	(57,779)
Add: Profit for the year	(14,66,332)	213,90,415
Less: Proposed dividend	(600,00,000)	(683,20,000)
Less: Dividend tax on proposed dividend	(124,62,951)	(136,59,981)
Closing balance	365,57,345	1104,86,628
Total	453,78,698	1193,07,981

4. Long term provisions

Particulars	Amount in Rs.	
	As at March 31, 2016	As at March 31, 2015
Provision for Gratuity	-	7,88,948
Total	-	7,88,948



Sasken Network Engineering Limited
Reference to Notes forming part Balance sheet

Trade payables

Particulars	Amount in Rs.	
	As at March 31, 2016	As at March 31, 2015
<u>For goods, services and expenses</u>		
- Dues to Micro and Small Enterprises*	-	-
- Dues to other creditors	16,58,833	185,52,707
Total	16,58,833	185,52,707

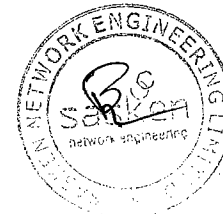
*The Ministry of Micro, Small and Medium Enterprises has issued an office memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum in accordance with the 'Micro, Small and Medium Enterprises Development Act, 2006 ('the Act'). Accordingly, the disclosure in respect of the amounts payable to such enterprises has been made in the financial statements based on information received and available with the Company.

5. Other current liabilities

Particulars	Amount in Rs.	
	As at March 31, 2016	As at March 31, 2015
Deferred revenues	-	4,64,044
Statutory liabilities	31,146	7,55,997
Total	31,146	12,20,041

6. Short term provisions

Particulars	Amount in Rs.	
	As at March 31, 2016	As at March 31, 2015
Provision for Employee compensated absences	-	12,12,299
Provision for Gratuity	-	10,38,948
Proposed dividend	-	683,20,000
Dividend tax	-	136,59,981
Income Tax (Net of Advance Income Tax)	71,91,940	71,91,940
Total	71,91,940	914,23,168



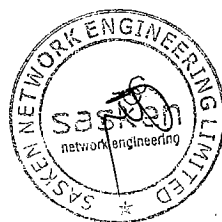
Sasken Network Engineering Limited

Reference to Notes Forming Part of Balance Sheet

Fixed Assets

Amount In Rs.

Fixed Asset	Notes Reference	Gross Block					Depreciation / Amortization					Net Block	
		Opening Balance	Additions during the year	Deductions	Adjustment (Refer Notes below)	As at March 31, 2016	Opening Balance	During the year	Deductions	Adjustment (Refer Notes below)	As at March 31, 2016	As at March 31, 2016	As at March 31, 2015
Tangible Assets - Owned	7												
<u>Electrical Fittings</u>													
Current Year		74,880	-	-	-	74,880	51,979	14,980	-	66,959	7,921	22,901	
(Previous Year)		(2,62,403)	(-)	(1,87,523)	(-)	(74,880)	(2,24,522)	(14,980)	(1,87,523)	(51,979)	(22,901)	(37,881)	
<u>Leasehold Improvement</u>													
Current Year		-	-	-	-	-	-	-	-	-	-	-	-
(Previous Year)		(1,62,589)	(-)	(1,62,589)	(-)	-	(1,62,589)	-	(1,62,589)	-	(-)	-	-
<u>Computers</u>													
Current Year		56,90,448	-	82,824	-	56,07,624	53,79,831	3,02,838	82,824	55,99,845	7,779	3,10,617	
(Previous Year)		(109,41,780)	-	(52,51,332)	(-)	(56,90,448)	(95,20,212)	(10,14,642)	(52,12,802)	(57,779)	(3,10,617)	(14,21,568)	
<u>Furniture and Fittings</u>													
Current Year		4,77,603	-	-	-	4,77,603	3,94,666	44,775	-	4,39,441	38,162	82,937	
(Previous Year)		(6,27,663)	(-)	(1,50,060)	(-)	(4,77,603)	(4,86,705)	(48,709)	(1,40,748)	(3,94,666)	(82,937)	(1,40,958)	
<u>Plant and Equipment</u>													
Current Year		319,25,248	21,027	4,85,610	-	314,60,665	314,53,259	3,37,370	4,85,610	313,05,019	1,55,646	4,71,989	
(Previous Year)		(406,82,289)	(-)	(87,57,041)	(-)	(319,25,248)	(393,42,928)	(8,03,552)	(86,93,221)	(314,53,259)	(4,71,989)	(13,39,361)	
<u>Office Equipment</u>													
Current Year		91,50,463	-	2,31,250	-	89,19,213	76,00,604	9,68,321	2,31,250	83,37,675	5,81,538	15,49,859	
(Previous Year)		(114,15,323)	(2,55,160)	(25,20,020)	(-)	(91,50,463)	(88,80,989)	(11,66,501)	(24,46,886)	(76,00,604)	(15,49,859)	(25,34,334)	
Tangible Assets - Current Year TOTAL		473,18,642	21,027	7,99,684	-	465,39,985	448,80,339	16,68,284	7,99,684	457,48,939	7,91,046	24,38,303	
Tangible Assets - Previous Year TOTAL		(640,92,047)	-	(170,28,565)	(-)	(473,18,642)	(586,17,945)	(30,48,384)	(168,43,769)	(448,80,339)	(24,38,303)	(54,74,102)	
Intangible Assets - Owned	8												
<u>Computer Software</u>													
Current Year		193,59,523	-	-	-	193,59,523	193,59,523	-	-	193,59,523	-	-	
(Previous Year)		(307,96,148)	-	(114,36,625)	(-)	(193,59,523)	(307,92,510)	(3,165)	(114,36,152)	(193,59,523)	-	(3,638)	
Intangible Assets - Current Year TOTAL		193,59,523	-	-	-	193,59,523	193,59,523	-	-	193,59,523	-	-	
Intangible Assets - Previous Year TOTAL		(307,96,148)	-	(114,36,625)	(-)	(193,59,523)	(307,92,510)	(3,165)	(114,36,152)	(193,59,523)	-	(3,638)	
Current Year TOTAL		666,78,165	21,027	7,99,684	-	658,99,508	642,39,862	16,68,284	7,99,684	651,08,462	7,91,046	24,38,303	
Previous Year TOTAL		(948,88,195)	-	(284,65,190)	(-)	(666,78,165)	(894,10,455)	(30,51,549)	(282,79,921)	(642,39,862)	(24,38,303)	(54,77,740)	

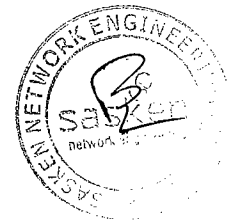


9. Long term loans and advances

Particulars	Amount in Rs.	
	As at March 31, 2016	As at March 31, 2015
<u>Unsecured, considered good</u>		
Advance income tax (Net of Provision for tax)	462,08,117	456,46,100
MAT Credit Entitlement	9,55,809	9,55,809
Total	471,63,926	466,01,909

10. Current investments

Particulars	Amount in Rs.	
	As at March 31, 2016	As at March 31, 2015
<u>i. Unquoted, at lower of cost and net realizable value.</u>		
<u>Investment in Mutual Funds</u>		
Nil (As at March 31, 2015: 260,222.03) units of Rs.Nil each of Sundaram Money Fund Direct Plan Daily Dividend	-	26,28,893
1625.274 (As at March 31, 2015: 4,084.461) units of Rs.1,675.03 each of SBI Magnum Insta Cash Fund- Direct plan- Daily Dividend	27,22,382	68,41,595
Nil (As at March 31, 2015: 70,787.659) units of Rs.Nil each of HDFC Liquid Fund-Direct Plan DDR	-	7,21,907
Nil (As at March 31, 2015: 17,559.875) units of Rs.Nil each of Reliance Liquid Fund TP - Direct Daily Dividend Reinvestment	-	268,44,438
4689.949 (As at March 31, 2015: Nil) units of Rs.1003.25 each of SBI Premier d Liquid Fund -Direct Daily Dividend Reinvestment	47,05,191	-
Nil (As at March 31, 2015: 31,124.281) units of Rs.Nil each of IDFC Cash Fund DDR - Direct	-	311,40,982
Nil (As at March, 2015: 3,693.396) units of Rs.Nil each of DSP BlackRock Liquidity Fund - Direct Plan - Daily Dividend	-	36,94,564
Nil (As at March, 2015: 8,571.197) units of Rs.Nil each of Tata Money Market Fund Direct Plan - DDR	-	85,84,214
3,617.064 (As at March, 2015: 9,953.901) units of Rs.1,011.6200 each of Kotak Floater ST -Direct - DDR	36,59,094	100,69,565
Nil (As at March, 2015: 97,284.290) units of Rs.Nil each of JM High Liquidity Fund - Direct - DDR	-	10,14,695
Nil (As at March, 2015: 3,721.197) units of Rs.Nil each of LIC Nomura MF Liquid Fund -Direct - DDR	-	40,85,874
Nil (As at March, 2015: 30,259.354) units of Rs.Nil each of Birla Sun Life Floating Rate Fund Short Term Plan - DDR	-	30,26,541
Nil (As at March, 2015: 4,624.246) units of Rs.Nil each of Canara Robeco Liquid Direct - DDR	-	46,49,679
652,097.797 (As at March, 2015: 149,489.3710) units of Rs.10.551 each of IDFC Ultra Short Term Fund - DDR - Direct	65,56,909	15,03,131
	176,43,576	1048,06,078
Aggregate amount of Current investments	176,43,576	1048,06,078



11. Trade receivables

Particulars	Amount in Rs.	
	As at March 31, 2016	As at March 31, 2015
<u>Unsecured considered good</u>		
Outstanding for more than six months from due date	-	32,29,155
Outstanding for less than six months from due date	-	187,94,182
<u>Unsecured considered doubtful</u>		
Outstanding for more than six months from due date	50,31,010	13,86,630
Outstanding for less than six months from due date	-	-
Less: Provision for doubtful trade receivables	(50,31,010)	(13,86,630)
Total	-	220,23,337

12. Cash and bank balances

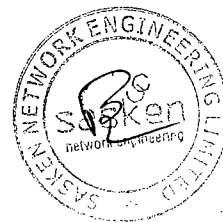
Particulars	Amount in Rs.	
	As at March 31, 2016	As at March 31, 2015
<u>Cash and cash equivalents</u>		
Cash on hand	-	-
Balances with banks - Current accounts	14,00,848	86,11,755
<u>Other bank balances</u>		
Bank deposits with maturity less than or equal to 12 months	-	495,00,000
Bank balances held as margin money/security against guarantees	59,598	12,250
	59,598	495,12,250
Total	14,60,446	581,24,005

13. Short term loans and advances

Particulars	Amount in Rs.	
	As at March 31, 2016	As at March 31, 2015
<u>Unsecured, considered good</u>		
Security deposits	80,00,000	80,00,000
Advances recoverable in cash or in kind or for value to be received		
- Advances to employees	36,056	-
- Balances with government authorities-Service Tax	20,14,113	15,81,439
- Prepaid expenses	47,454	23,57,118
Total	100,97,623	119,38,557

14. Other current assets

Particulars	Amount in Rs.	
	As at March 31, 2016	As at March 31, 2015
Interest Income Accrued but not due	-	24,87,541
Unbilled Revenues	-	36,40,115
Total	-	61,27,656



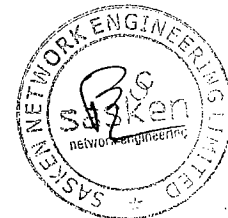
Sasken Network Engineering Limited
Reference to Notes forming part of statement of profit and loss

15. Revenue from Operations

Particulars	Amount in Rs.	
	For the Year Ended March 31, 2016	For the Year Ended March 31, 2015
Revenue from software services	246,58,089	1276,91,656
Total	246,58,089	1276,91,656

16. Other Income

Particulars	Amount in Rs.	
	For the Year Ended March 31, 2016	For the Year Ended March 31, 2015
Dividend on current investments	49,34,139	53,07,324
Net gain on sale of current investments	5,71,540	25,38,915
Interest on Bank deposits	19,61,455	27,65,683
Write back of unclaimed balances/provisions	47,98,175	29,81,209
Profit on sale of fixed assets	12,000	84,874
Exchange gain	2,62,465	2,96,095
Miscellaneous income	-	23,405
Doubtful trade receivables reversed	-	30,22,070
Liquidation Proceeds from Subsidiary [refer note 20(m)]	-	42,94,105
Total	125,39,774	213,13,680



Sasken Network Engineering Limited

Reference to Notes forming part of financial statements Profit and loss

17. (Increase)/decrease in Contracts in progress

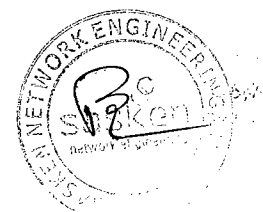
Particulars	Amount in Rs.	
	For the	For the
	Year Ended March 31, 2016	Year Ended March 31, 2015
Opening balance of contracts in progress	-	65,04,014
Less: Closing balance of contracts in progress	-	-
Total	-	65,04,014

18. Employee benefit expense

Particulars	Amount in Rs.	
	For the	For the
	Year Ended March 31, 2016	Year Ended March 31, 2015
Salaries & Bonus (includes Gratuity of Rs 1,520,645. Previous period Rs.221,850)	71,71,331	517,66,799
Contribution to Provident and Other Funds	20(f)(II) 16,031	14,72,387
Employees State Insurance	20(f)(II) -	62,209
Staff Welfare	91,686	4,26,397
Recruitment and Relocation	35,433	1,21,761
Total	73,14,481	538,49,553

19. Other expenses

Particulars	Amount in Rs.	
	For the	For the
	Year Ended March 31, 2016	Year Ended March 31, 2015
Rent	36,23,397	123,09,573
Repairs and maintenance		
-Plant and machinery	11,94,062	21,51,345
-Building	(1,287)	3,97,644
-Others	97,389	6,77,595
Communication expense	1,60,421	21,85,231
Travel expense (Net of Income Rs.Nil Previous year Rs.1,850,285)	2,48,858	39,71,206
Electricity and water charges	17,091	10,58,570
Professional, legal and consultancy charges	2,67,859	19,82,085
Insurance	-	2,52,406
Contract staff cost	172,45,690	257,51,243
Software expense	-	8,82,837
Selling expense - others	32,861	4,983
Doubtful debts trade receivables provided/(reversed)*	42,33,426	(30,64,073)
Bad trade receivables	-	41,28,862
Auditor's Remuneration		
- Audit fees (including fees for consolidated financials)	1,00,000	10,50,000
- Reimbursement of expenses	17,868	94,650
Rates and taxes	2,52,770	2,78,981
Membership & Subscription	-	1,12,868
Printing & Stationery	-	1,68,578
Miscellaneous expense	62,025	18,98,236
Total	275,52,430	562,92,820



Sasken Network Engineering Limited

Notes forming part of the financial statements for the year ended March 31, 2016

1. Description of Business and significant accounting policies

Sasken Network Engineering Limited ("SNEL" or "the Company") is a provider of installation & commissioning services and technical support services to network equipment vendors & operators. SNEL has its headquarters in Bangalore, India

Significant Accounting Policies

a) Basis of accounting and preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act"), as applicable. The financial statements have been prepared under the historical cost convention and on an accrual basis. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

b) Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

c) Revenue Recognition

Income from services

The Company derives its revenues from Installation & Commissioning services and Technical Support services. Revenue on such services are recognized on completion of services and provided the collection is probable.

Sale of traded goods

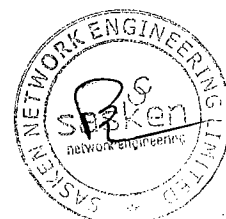
Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers.

d) Contracts-in-Process

Costs related to work in progress that are pending acceptances from customers as at the end of the reporting period are reported as contracts in process. Contracts in process are carried at lower of direct costs and net realizable value.

e) Inventories

Inventories are valued at the lower of cost and net realizable value. Cost is determined on a First-in-First-out basis and includes all direct costs in bringing the inventories to their present location and condition.



f) Fixed Assets

Fixed Assets are stated at cost of acquisition less accumulated depreciation. The cost of an asset comprises its purchase price and any cost directly attributable to bringing the asset to its present condition for intended use. Financing cost relating to acquisition of qualifying fixed assets are also included to the extent they relate to the period till such assets are ready to be put to use.

g) Depreciation and Amortisation

Depreciation on tangible fixed assets has been provided on the straight-line method over the estimated life of the asset, at the rates which are greater than or equal to the corresponding rates prescribed in Part C Schedule II of the Companies Act, 2013. Estimate life of the asset has been assessed as under based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.:

Type of asset	Estimated life (SLM)	Schedule II Estimated life (SLM)
Computers	3	3
Electrical Fittings	5	10
Furniture & Fixtures	10	10
Office Equipment	5	5
Test and Control Equipments	4	15

Leasehold improvements at leased premises are depreciated on SLM, over the estimated useful life or the lease period, whichever is lower

Assets with unit value Rs.5,000 or less are depreciated entirely in the period of acquisition.

Intangible assets which comprise of the following, are amortized over the estimated useful life, on a straight line basis, as given below:

- a) Generic Computer Software - over 12 months.
- b) Computer software used for rendering of services over the life of the Project / Product - 12 months to 60 months

h) Investments

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and net realizable value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments.

i) Foreign Currency Transactions and Translation

Transactions denominated in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction. Monetary items denominated in foreign currencies at year end are translated at the exchange rate on the date of the Balance Sheet. Non-monetary items denominated in foreign currencies are carried at cost. Exchange differences on settlement or restatement are adjusted in the Statement of Profit and Loss.

j) Employee Benefits

Employee benefits include provident fund, gratuity and compensated absences.

(i) Gratuity

For defined benefit plans in the form of gratuity the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet



date. Actuarial gains and losses are recognised in the Statement of Profit and Loss in the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested and otherwise is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.

(ii) Provident Fund

The contributions towards Provident Fund and Pension Fund are remitted to the Office of the Regional Provident Fund Commissioner, Bangalore. Contributions towards Provident Fund and Pension Fund are charged to the Statement of Profit and Loss on an accrual basis.

(iii) Compensated absences

Short-term compensated absences are provided based on estimates. Provision for Long-term compensated absences is made based on actuarial valuation as at the Balance Sheet date. Provision for compensated absences is made on an estimate of utilization / availment of the un-availed leave balance to the credit of the employees as at the year end.

k) Impairment of Assets

The Company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or recoverable amount of the cash-generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Statement of Profit and Loss. If at the Balance Sheet date there is an indication that if a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount.

l) Income Taxes

Income Tax comprises the current tax provision and the net change in the deferred tax asset or liability during the year.

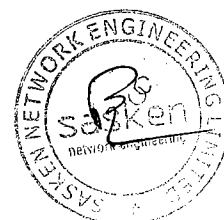
Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws.

Deferred tax assets and liabilities are recognized for the future tax consequences arising out of temporary differences between the carrying values of the assets and liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using enacted or substantively enacted tax rates applicable on the Balance Sheet date. Deferred tax assets are recognised and carried forward to the extent that there is a reasonable / virtual certainty (as applicable) that sufficient future taxable income will be available against which such deferred tax asset can be realised. The effect on deferred tax assets and liabilities resulting from change in tax rates is recognized in the income statement in the year of enactment of the change.

Minimum alternative tax (MAT) paid in accordance to the tax laws, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an asset if there is convincing evidence that the company will pay normal income tax. Accordingly MAT is recognized as an asset in the balance sheet when it is highly probable that future economic benefit associated with it flows to the company and the asset can be measured reliably.

m) Earnings Per Share

Basic Earnings per Share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.



For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

n) Provisions & Contingencies

A provision is recognized when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.

o) Segment Policy

Identification of segments:

The Company is focused in the telecommunication space. The risks and returns of the Company are predominantly determined by the nature of the solutions offered to its customers, which may be in the form of products or services. The primary reporting segment being business segment is installation & commissioning services and Technical Support services.

The geographical segment information is disclosed based on the location of the customers.

p) Operating Lease

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term are classified as operating lease. Operating lease payments are recognised as expense in the Statement of Profit and Loss on a straight line basis over the lease term.

q) Derivatives

Forward exchange contracts not intended for trading or speculation purposes covered by notified AS-11.

The premium or discount arising at the inception of forward exchange contracts is amortized as expense or income over the life of the contract. Exchange differences on such contracts are recognized in the Statement of Profit and Loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognized as income or as expense for the year.

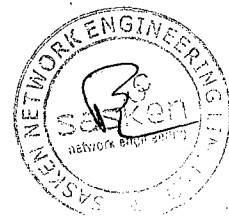
The Company has adopted the principles of Accounting Standard (AS) 30 'Financial Instruments: Recognition and Measurement'. Accordingly, forward exchange contracts taken to hedge the foreign exchange exposure on highly probable sales forecast transaction which qualify for hedge accounting are fair valued at Balance Sheet date and the effective portion of the resultant loss / (gain) is debited / credited to the hedging reserve and the ineffective portion is recognized in the Statement of Profit and Loss.

Changes in the fair value of derivative instruments that do not qualify for hedge accounting are recognized in the Statement of Profit and Loss as they arise.

Hedge Accounting is discontinued when the hedging instrument expires or is sold, or terminated, or exercised, or no longer qualifies for hedge accounting. Any cumulative gain or loss on the hedging instrument recognized in hedging reserve is transferred to the Statement of Profit and Loss when the forecasted transaction occurs or when a hedged transaction is no longer expected to occur.

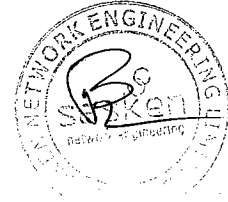
r) Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.



s) Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.



Notes forming part of the financial statements for the year ended March 31, 2016

20. Other Notes to accounts

a) Earnings per Share (EPS)

Earnings Per Share has been determined as follows:

Particulars		Amount in INR	
		For the Year Ended 31-Mar-2016	For the Year Ended 31-Mar-2015
Profit after tax as per the Statement of Profit and Loss	A	(1,466,332)	21,390,415
Profit attributable to Equity Shareholders	B	(1,466,332)	21,390,415
Weighted Average number of Shares for Basic EPS	C	3,050,000	3,050,000
Weighted Average number of Shares for Diluted EPS	D	3,050,000	3,050,000
		Rs.	Rs.
Nominal value of equity shares		10.00	10.00
Earnings Per Share			
Basic	A / C	(0.48)	7.01
Diluted	B / D	(0.48)	7.01

b) Earnings in Foreign Currency (on accrual basis)

	Amount in INR	
	For the Year ended 31-Mar-2016	For the Year Ended 31-Mar-2015
Revenue	24,658,089	79,038,534
Reimbursements	Nil	2,240,002
Dividend from Subsidiaries	Nil	4,294,105

c) Expenditure in Foreign Currency (on accrual basis)

	Amount in INR	
	For the Year ended 31-Mar-2016	For the Year Ended 31-March-2015
Travel expense	199,147	1,419,198
Contract staff cost	17,393,298	24,003,545
Salaries and other employee related costs	6,440,593	14,271,998
Other matters	6,731,998	9,968,603

d) Contingent liabilities and Commitments

Particulars	Amount in INR	
	As at 31-Mar-2016	As at 31-Mar-2015
Bank Guarantee	50,000	50,000
Contingent liabilities: Income tax matters relating to disallowance of certain deductions and fringe benefit taxes	26,518,318	26,518,318



e) The Ministry of Micro, Small and Medium Enterprises has issued an office memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum in accordance with the 'Micro, Small and Medium Enterprises Development Act, 2006 ('the Act'). Accordingly, the disclosure in respect of the amounts payable to such enterprises has been made in the financial statements based on information received and available with the Company.

f) **Employee Benefits**

i. The following computations provide disclosures in accordance with Accounting Standard (AS) 15 on Employee benefits, for Defined benefit plans - As per actuarial valuations :

There were no employees who were on rolls of the Company as on March 31, 2016. Previous year's numbers are provided below for comparison.

Amount in INR

	Particulars	As at 31-Mar-2015
i)	Components of employer expense	
1	Current Service cost	460,253
2	Interest cost	210,095
3	Expected return on plan assets	Nil
4	Past Service Cost	Nil
5	Actuarial Losses/(Gains)	2,317,214
6	Transfer in	Nil
7	Total expense / (gains) recognised in the Statement of Profit & Loss	2,987,562
ii)	Actual Contribution and Benefits Payments for the year ended March 31, 2016	
1	Actual benefit payments	Nil
2	Actual Contributions	Nil
iii)	Net (asset)/liability recognised in Balance Sheet as at March 31, 2016	
1	Present value of Defined Benefit Obligation (DBO)	1,827,896
2	Fair value of plan assets	Nil
3	Funded status [Surplus/(Deficit)]	Nil
4	Unrecognised Past Service Costs	Nil
5	Net (asset) / liability recognised in Balance Sheet	1,827,896
iv)	Change in Defined Benefit Obligations during the year ended March 31, 2016	
1	Present Value of DBO at beginning of year	6,478,528
2	Current Service cost	460,253
3	Interest cost	210,095
4	Actuarial (gains)/ losses	2,317,214
5	Transfer in	Nil
6	Past Service Cost	Nil
7	Benefits paid	(7,638,194)
8	Present Value of DBO at the end of year	1,827,896
v)	Change in Fair Value of Assets during the year ended March 31, 2016	
1	Plan assets at beginning of year	Nil



	Particulars	As at 31-Mar-2015
2	Actual return on plan assets	Nil
3	Actual Company contributions	Nil
4	Benefits paid	Nil
5	Plan assets at the end of year	Nil

		Compensated absences 31-Mar-2015
vi)	Actuarial Assumptions	
1	Discount Rate	7.9%
2	Attrition rate	10%
3	Salary escalation	5%
4	Mortality	Indian Assured Lives Mortality (1994 -96) (modified) Ultimate
5	Retirement Age Considered	60 Years

Experience Adjustments

Particulars	31-Mar-15	31-Mar-14	31-Mar-13	31-Mar-12
Defined benefit obligation	1,827,896	6,478,528	7,657,182	6,671,912
Plan Assets	Nil	Nil	Nil	Nil
Surplus/(Deficit)	1,827,896	6,478,528	7,657,182	6,671,912
Exp. Adjustment on Plan Liabilities	2,014,274	(308,205)	(1,016,967)	(441,635)
Assumptions change	302,940	319,627	184,866	(174,655)
Exp. Adjustment on Plan Assets	Nil	Nil	Nil	Nil

Note: Assumptions relating to future salary increases, attrition, etc. have been considered based on relevant economic factors such as inflation, market growth etc.

II. Details of payments to defined contribution plans:

Particulars	Amount in INR	
	For the Year Ended 31-Mar-16	For the Year Ended 31-Mar-15
Provident Fund & Pension Fund (excluding Labour welfare fund)	16,031	1,472,387
Employee State Insurance	Nil	62,209

g) Related Party Disclosures

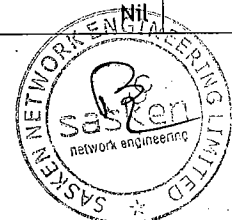
Name of the related parties and description of relationship

Holding Company: Sasken Communication Technologies Limited

Subsidiary: Sasken Network Solution Inc. **

Joint Venture of Holding Company: ConnectM Technology Solutions Pvt. Ltd. (ConnectM)

Particulars		Holding Company		Subsidiary**	
		For the Year Ended 31-March- 2016	For the Year Ended 31-March- 2015	For the Year Ended 31-March- 2016	For the Year Ended 31-March- 2015
		Transactions during the year			
Sale of Services	(*)	Nil	18,648,730	Nil	Nil
Rent Expenses		2,843,754	10,618,152	Nil	Nil



Reimbursement of expenses (Payable)		45,200	4,141,627	Nil	Nil
Reimbursements of cost transfers (Receivable)		Nil	6,648	Nil	Nil
Rent Deposit		Nil	Nil	Nil	Nil
Dividend Paid - interim and Final		60,000,000	68,320,000	Nil	Nil
Closing balances of the (Payables) and Receivables		As at 31-Mar-2016	As at 31-Mar-2015	As at 31-Mar-2016	As at 31-Mar-2015
Trade Receivables & other current assets	(*)	Nil	1,601,495	Nil	Nil
Security Deposits		8,000,000	8,000,000		
Trade Payables		1,045,009	Nil	Nil	Nil

**SNEL wholly owned subsidiary ceases to exist from 31st Dec 2014.

Particulars	Joint Venture of Holding Company (ConnectM)	
	For the Year Ended 31-Mar-2016	For the Year Ended 31-Mar-2015
Transactions during the year	Nil	Nil
Closing balances of the (Payables) and Receivables	As at 31-Mar-2016	As at 31-Mar-2015
Trade Receivables	321,843	321,843
Provision for Doubtful Trade Receivables	321,843	321,843

Related Parties have been identified by the management and relied upon by the auditors. No amount is / has been written off or written back during the year in respect of debts due from or to related parties.

h) Segment Reporting

The Company provides installation & commissioning services and Technical Support services, which in the opinion of the management represents a single business segment and hence no separate disclosure has been made. The geographical segment information is disclosed based on location of the customers.

Geographical Segments Revenues

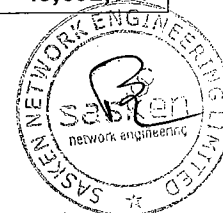
Amount in INR

Region	For the Year Ended 31-Mar-2016	For the Year Ended 31-March-2015
North America (including Canada)	Nil	23,215,678
Europe, Middle East & Africa	24,656,089	55,822,856
Asia-Pacific (including India)	Nil	48,653,122
Total	24,656,089	127,691,656

Assets:

Amount in INR

Region	As at 31-Mar-2016	As at 31-Mar-2015
North America (including Canada)	Nil	Nil
Europe, Middle East & Africa	33,155	22,256,023
Asia-Pacific (including India)	12,316,469	26,396,044
Total	12,349,624	48,652,067



i) Operating leases

The Company has operating leases for office/Guest House premises that are renewable on a periodic basis and are cancelable by giving a notice period ranging from 1 month to 6 months. Rent escalation clauses vary from contract to contract.

Amount in INR

	For the Year Ended 31-March-2016	For the Year Ended 31-March-2015
Rent expenses included in Statement of Profit & Loss towards operating leases	3,623,397	123,09,573

Non-cancellable lease agreements as on 31st March 2016: Rs. Nil (as on 31st March 2015 Rs. Nil)

j) Deferred Tax

Deferred Tax Asset as at March 31, 2016 comprises:

Amount in INR

Particulars	As at 31-Mar-2016	As at 31-Mar-2015
Timing differences on account of depreciation	6,962,000	8,235,000
On account of provision for doubtful trade receivables	633,000	469,000
Provision for employee benefits	9,000	1,029,000
Total	7,604,000	9,733,000

k) Foreign Currency Exposure

The year end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

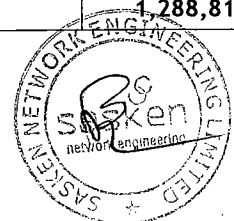
Amounts receivable in foreign currency on account of the following (*):

	Currency	As at 31-Mar-2016		As at 31-Mar-2015	
		Foreign Currency	Rupees	Foreign Currency	Rupees
Trade Receivables & Other Current Assets	GBP	Nil	Nil	Nil	Nil
	USD	Nil	Nil	155,506	9,718,359
	AED	Nil	Nil	580,368	9,874,781
Total			Nil		19,593,140

(*)- includes Unbilled Revenue

Amounts payable in foreign currency on account of the following:

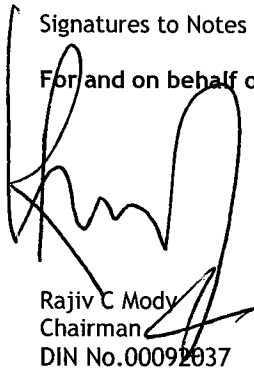
	Currency	As at 31-Mar-2016		As at 31-Mar-2015	
		Foreign Currency	Rupees	Foreign Currency	Rupees
Trade Payables	AED	Nil	Nil	18,198	1,137,276
	USD	Nil	Nil	8,906	151,534
Total			Nil		1,288,810



- l) The Board of Directors of the Company at its meeting held on September 14, 2015 approved the proposed Scheme of Amalgamation with its Holding Company- Sasken Communication Technologies Limited (SCTL) - with an appointed date of April 1, 2015 subject to approval by the Board of Directors of SCTL and other regulatory authorities. Post approval by the Board of SCTL, an application for the merger was filed in the Hon'ble High Court of Karnataka on March 30, 2016. The Hon'ble High Court of Karnataka on April 01, 2016 passed orders dispensing with the meetings of the equity shareholders and unsecured creditors for approving the Scheme of Amalgamation. SNEL is now permitted to file a petition within two weeks of receipt of certified copy of the order for which necessary application has been made.
- m) During the previous year, subsidiary of the Company, Sasken Network Solutions Inc (SNSI) is liquidated, and the proceeds received on liquidation are disclosed under other income.
- n) Figures for the previous period / year have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

Signatures to Notes 1 to 20

For and on behalf of the Board of Directors



Rajiv C Mody
Chairman
DIN No.00092037



Neeta Revankar
Director
DIN No.00145580

Place: Bangalore
Date: 19th April 2016

