

CA S.S. Swamy

B.Sc. B.Com. F.C.A., CAIIB

Chartered Accountant



Tel: 22424932 (O)

23416843 (R)

9845158963(M)

Office: 'Arya Plaza' 3/5, II Floor,
Bull Temple Road,
BANGALORE – 560 018.

**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS OF
SASKEN FINLAND OY**

Report on the Financial Statements

I have audited the accompanying financial statements of **SASKEN FINLAND OY** ("the Company"), which comprise the Balance Sheet as at 31st March, 2015, 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 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.

Auditors' 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 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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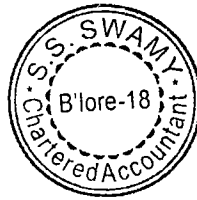
An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation and fair presentation of the financial statements that give 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion on the financial statements.

Opinion

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2015, and its profits and its cash flows for the year ended on that date.

Bangalore
April 16, 2015




S.S. SWAMY
CHARTERED ACCOUNTANT
3/5, II Floor, 'Arya Plaza'
Bull Temple Road
BANGALORE-560 018
Membership No. 019990

Sasken Finland Oy

Balance Sheet

Amount in Rs.

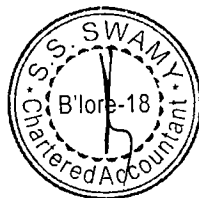
Particulars	Notes	As at	As at
		March 31, 2015	March 31, 2014
EQUITY AND LIABILITIES			
Share Capital	3	1,208,925	1,208,925
Reserves and surplus	4	116,904,764	254,558,201
Current liabilities			
Trade payables	5	12,889,752	17,536,684
Other current liabilities	6	25,117,699	39,600,551
Short term provisions	7	48,316,785	71,457,808
Total		204,437,925	384,362,169
ASSETS			
Non current assets			
Fixed assets			
Tangible fixed assets	8	8,362,830	12,579,076
Intangible fixed assets		1,083,670	40,644
Long term loans and advances	9	1,663,246	484,145
Current assets			
Trade receivables	10	95,927,764	209,709,565
Cash and bank balances	11	24,245,933	92,340,858
Short term loans and advances	12	13,127,444	29,641,694
Other current assets	13	60,027,038	39,566,187
Total		204,437,925	384,362,169

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

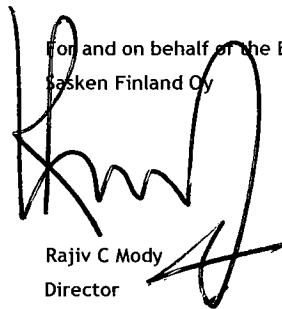
As per my report of even date


S.S. Swamy

Chartered Accountant
Membership No.019990



For and on behalf of the Board of Directors of
Sasken Finland Oy


Rajiv C Mody
Director

DIN: 00092037



Neeta Revankar
Director

DIN: 00145580

Place : Bangalore

Date : April 16, 2015



Sasken Finland Oy

Statement of Profit and Loss

Amount in Rs.

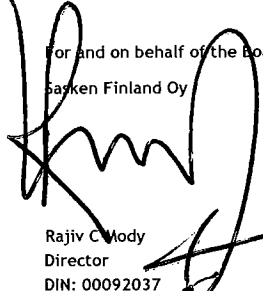

Particulars	Notes	For the Year Ended March 31, 2015	For the Year Ended March 31, 2014
Revenue from Operations	14	473,506,673	661,712,041
Other Income	15	2,219,083	(2,561,932)
Total Revenue		475,725,756	659,150,109
Expenses:			
Employee benefit expense	16	350,088,886	392,300,903
Other operational expense	17	84,750,491	123,461,244
Depreciation and amortization expense	8	4,664,231	7,491,038
Total expenses		439,503,608	523,253,185
Profit/(loss) before exceptional items and tax		36,222,148	135,896,924
Exceptional items		13,398,915	-
Profit/(loss) before tax		22,823,233	135,896,924
Tax expense/(credit):			
(1) Current tax		2,031,160	27,804,280
Total tax expense		2,031,160	27,804,280
Profit/(loss) after tax for the year		20,792,073	108,092,644
Earnings Per Share (Equity Share par value Euro 1 each)			
Basic		1,029	5,352
Diluted		1,029	5,352
Weighted average number of Equity Shares used in computation of			
Basic EPS		20,197	20,197
Diluted EPS		20,197	20,197

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

As per my report of even date



 S.S. Swamy
 Chartered Accountant
 Membership No.019990

For and on behalf of the Board of Directors of
 Sasken Finland Oy

 Rajiv C Mody
 Director
 DIN: 00092037

 Neeta Revankar
 Director
 DIN: 00145580

Place : Bangalore
 Date : April 16, 2015



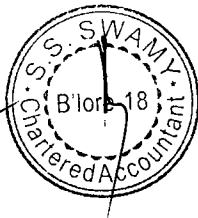
Sasken Finland Oy

Cash Flow Statement

Particulars	Amount in Rs.	
	For the Year Ended March 31, 2015	For the Year Ended March 31, 2014
Net Profit before tax	22,823,233	135,896,924
Adjustments for:		
Depreciation	4,664,231	7,491,038
Other non-cash - Gain on merger	-	370,130
Other non-cash (writeback)/charges	3,076,457	-
Unrealised Exchange loss/(gain)	(1,704,424)	-
Dividend & Interest Income	(270,109)	(217,536)
Operating profit before working capital changes	28,589,388	143,540,556
Adjustments for (increase) / decrease in operating assets:		
Trade Receivables	72,244,846	13,601,837
Short-term loans and advances	11,074,077	(9,628,260)
Other Current Assets	(26,045,746)	36,582,514
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	(1,428,431)	(217,928)
Short-term provisions	(7,191,932)	5,320,915
Other current liabilities	(7,214,924)	13,318,759
Cash generated from operations	70,027,278	202,518,393
Direct taxes (paid) / refund received [net]	(6,133,481)	372,624
Net cash from / (used in) operating activities	63,893,797	202,891,017
B. Cash flow from investing activities:		
Earmarked deposits matured	716,867	(250,695)
Purchase of fixed assets	(3,807,127)	(9,565,201)
Dividend, Interest Income	270,109	217,536
Net cash used in investing activities	(2,820,151)	(9,598,360)
C. Cash flow from financing activities:		
Payment of dividend	(90,235,747)	(189,458,588)
Net cash from financing activities	(90,235,747)	(189,458,588)
Net Increase/[Decrease] in Cash and cash equivalents	(29,162,101)	3,834,069
Impact on account of Foreign Currency Translation	(38,215,957)	(36,090,069)
Cash and cash equivalents at the beginning of the period	88,429,037	120,685,037
Cash and cash equivalents at the end of the period	21,050,979	88,429,037
Reconciliation of Cash and cash equivalents with the Balance Sheet:		
Cash and cash equivalents as per Balance Sheet	21,050,979	88,429,037
Less: Bank balances not considered as Cash and cash equivalents as defined in AS 3 Cash Flow Statements	-	-
Net Cash and cash equivalents [as defined in AS 3 Cash Flow Statements]	21,050,979	88,429,037
Balances with banks		
(i) In current account	21,050,979	88,429,037
(ii) Balance held as Margin Money in earmarked accounts	3,194,954	3,911,821
	24,245,933	92,340,858

As per my report of even date

S.S. Swamy
Chartered Accountant
Membership No.019990



Place : Bangalore
Date : April 16, 2015

For and on behalf of the Board of Directors of
Sasken Finland Oy

Rajiv E Mody
Director
DIN: 00092037

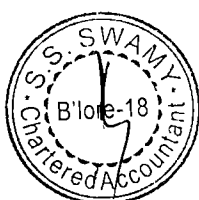
Neeta Revankar
Director
DIN: 00145580



Notes to financial statements for the year ended March 31, 2015

Amount in Rs.

	As at March 31, 2015	As at March 31, 2014
3. Share Capital		
<u>Authorised capital</u>		
72,000 (As of March 31, 2014 : 72,000) Equity Shares of 1 Euro each (Minimum Capital - 8,000 Euro; Maximum Capital - 50,000,000 Euro)	72,000	72,000
<u>Issued, subscribed and paid up capital</u>		
20,197 (As of March 31, 2014: 20,197) Equity Shares of 1 Euro each fully paid up Equity shares with voting rights held by Sasken Communication Technologies Limited and its nominees	1,208,925	1,208,925
Number of shares held	20,197	20,197
% holding	100%	100%
	1,208,925	1,208,925
4. Reserves and surplus		
<u>Securities premium</u>		
Opening balance	80,385,374	80,385,374
	80,385,374	80,385,374
<u>Foreign exchange translation reserve</u>		
Opening balance	69,865,135	67,595,000
Add: movements during the year	(68,209,763)	2,270,135
	1,655,372	69,865,135
<u>Profit and loss account balance</u>		
Opening balance	104,307,692	185,303,506
Add: profit for the year	20,792,073	108,092,644
Less: Dividend paid	(90,235,747)	(189,458,588)
Add: Gain on account of Merger	-	370,130
	34,864,018	104,307,692
Total	116,904,764	254,558,201
5. Trade payables		
<u>For goods, services and expenses</u>		
- Dues to other creditors	12,889,752	17,536,684
	12,889,752	17,536,684
6. Other current liabilities		
Statutory liabilities	22,915,589	34,352,323
Deferred revenues	1,254,884	2,115,614
Capital creditors	947,226	3,132,614
	25,117,699	39,600,551
7. Short term provisions		
Provision for Employee compensated absences	48,316,785	61,851,975
Provision for Warranty*	-	6,134,343
Provision for Income Tax	-	3,471,490
	48,316,785	71,457,808
*Movement in provisions in accordance with Accounting Standard 29 on "Provisions, Contingent Liabilities and Contingent Assets":		
Particulars	As at March 31, 2015	As at March 31, 2014
Opening Balance	6,134,343	-
Additions during the year	-	6,134,343
Less: Amounts utilized/(reversed) during the year	(6,134,343)	-
Closing balance	-	6,134,343

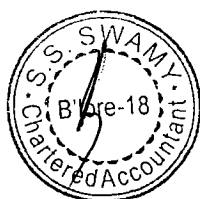


Sasken Finland Oy

Notes to financial statements for the year ended March 31, 2015

8. Fixed Assets

Particulars	Amount in Rs.											
	Gross Block				Depreciation/Amortization/Impairment					NET BLOCK		
	Balance as at April 1, 2014	Additions	Deletions	Adjustments	Balance as at March 31, 2015	Balance as at April 1, 2014	For the year	Deletions	Adjustments	Balance as at March 31, 2015	As at March 31, 2015	As at March 31, 2014
Tangible Assets												
Tangible Assets												
- Computers	19,797,809	170,006	-	(3,633,512)	16,334,303	19,797,809	193,605	-	(3,657,111)	16,334,303	-	-
- Furniture and Fittings	62,589,224	-	-	(11,487,063)	51,102,161	57,596,438	2,102,462	-	(10,850,547)	48,848,353	2,253,808	4,992,786
- Plant & Machinery including Office Equipments	202,188,017	1,743,588	4,553,909	(36,277,346)	163,100,350	194,601,727	2,110,798	4,553,909	(35,167,311)	156,991,305	6,109,045	7,586,290
Tangible Assets Total	284,575,050	1,913,594	4,553,909	(51,397,921)	230,536,814	271,995,974	4,406,865	4,553,909	(49,674,969)	222,173,961	8,362,853	12,579,076
Intangible Assets												
- Computer Software	10,885,479	1,300,403	-	(1,997,799)	10,188,083	10,844,835	257,366	-	(1,997,765)	9,104,436	1,083,647	40,644
Intangible Assets Total	10,885,479	1,300,403	-	(1,997,799)	10,188,083	10,844,835	257,366	-	(1,997,765)	9,104,436	1,083,647	40,644
Balance as at March 31, 2015	295,460,529	3,213,997	4,553,909	(53,395,720)	240,724,897	282,840,809	4,664,231	4,553,909	(51,672,734)	231,278,397	9,446,500	12,619,720
Balance as at March 31, 2014	241,735,133	9,598,931	-	44,126,465	295,460,529	232,817,440	7,491,038	-	42,532,331	282,840,809	12,619,720	

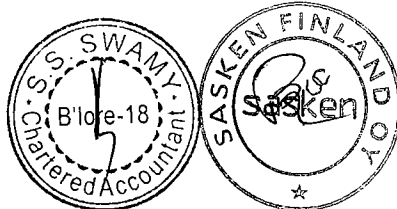


Sasken Finland Oy

Notes to financial statements for the year ended March 31, 2015

Amount in Rs.

	As at March 31, 2015	As at March 31, 2014
9. Long term loans and advances		
<u>Unsecured considered good</u>		
Security deposits	395,289	484,145
Advance income tax (net)	1,267,957	-
	1,663,246	484,145
10. Trade receivables		
<u>Unsecured considered good</u>		
Outstanding for more than six months from due date	45,954,773	60,025,364
Outstanding for less than six months from due date	49,972,991	149,684,201
	95,927,764	209,709,565
11. Cash and bank balances		
<u>Cash and cash equivalents</u>		
Balances with banks	21,050,979	88,429,037
<u>Other bank balances</u>		
Balance in Margin money	3,194,954	3,911,821
	24,245,933	92,340,858
12. Short term loans and advances		
<u>Unsecured considered good</u>		
Loans & advances to Employees	139,680	-
Prepaid expenses/Other recoverables	12,987,764	29,641,694
	13,127,444	29,641,694
13. Other current assets		
Unbilled Revenues	60,027,038	39,566,187
	60,027,038	39,566,187

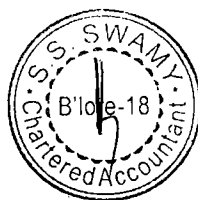


Sasken Finland Oy

Notes to financial statements for the year ended March 31, 2015

Amount in Rs.

	For the Year Ended March 31, 2015	For the Year Ended March 31, 2014
14. Revenue from operations		
Sale of software services	473,506,673	661,712,041
	473,506,673	661,712,041
15. Other Income		
Miscellaneous income	306,189	555,401
Interest income on Bank Deposits (Gross)	270,109	217,536
Exchange loss/(gain)	1,642,785	(3,334,869)
	2,219,083	(2,561,932)



Sasken Finland Oy

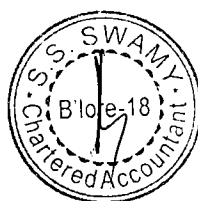
Notes to financial statements for the year ended March 31, 2015

Amount in Rs.

	For the Year Ended March 31, 2015	For the Year Ended March 31, 2014
16. Employee Benefit Expense		
Salaries & Bonus	273,916,223	313,747,670
Contribution to Provident and Other Funds	68,511,578	72,546,405
Staff Welfare	6,568,005	4,819,591
Recruitment and Relocation	1,093,080	1,187,237
	350,088,886	392,300,903

	For the Year Ended March 31, 2015	For the Year Ended March 31, 2014
17. Other operational expense		
Rent	23,626,054	27,512,677
Repairs and maintenance		
-Plant and machinery	4,202,256	5,010,901
-Building	6,712,637	8,362,548
-Others	332,289	314,982
Communication expenses	7,997,299	9,256,675
Travel expenses	10,651,423	12,948,546
Electricity and water charges	415,351	804,988
Professional, legal and consultancy charges	7,834,272	9,540,768
Insurance	2,383,510	3,211,403
Contract staff cost	2,578,588	8,687,597
Software expenses	3,476,214	2,874,283
Training and conference expenses	475,321	121,963
Warranty expenses [net of reversal]	-	6,287,545
Selling expenses - others	1,339,552	645,001
Bad debts written off	3,076,457	-
Membership & Subscriptions	75,508	-
Audit Fees*	892,079	1,891,263
Rates and taxes	32,346	-
Miscellaneous expenses	3,788,464	1,423,215
Printing and Stationery	17,172	-
Recovery of costs from related companies	4,843,699	24,566,890
	84,750,491	123,461,244

* represents fees paid for audit under local GAAP.



Sasken Finland Oy

Notes forming part of the accounts for the year ended March 31, 2015

1. Description of Business

Sasken Finland Oy ("SF" or "the Company") is engaged at Finland in wireless technology and its applications, i.e. mobile handsets and telecom equipments. It is operating in wireless technology providing total wireless design services of different technologies as well as communication protocols and standards by integrating hardware and software design.

SF has its headquarters in Kaustinen, Finland.

2. Significant Accounting Policies

(a) Basis for preparation of financial statements

The financial statements have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP) and complies in all material respects with the Accounting Standards notified under section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014). The financial statements have been prepared under the historical cost convention on an accrual basis, except in case of certain financial instruments which are measured at fair values and in case of assets for which impairment is made and revaluation is carried out. The accounting policies have been consistently applied by the Company and are consistent with those used during the previous year, other than those disclosed.

The presentation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's best knowledge of current events and actions the Company may undertake in future, actual results ultimately may differ from the estimates.

(b) Revenue Recognition

The Company derives its revenues from services.

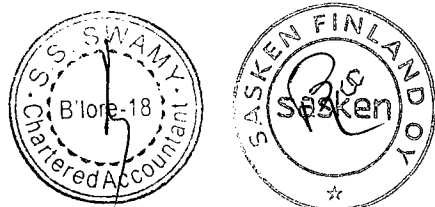
Revenue from time and material service contracts is recognized as the services are provided. Revenue from fixed price service contracts is recognized based on the proportionate completion method, provided collection is probable.

Dividend income is recognized when the right to receive dividend is established.

Interest income is recognized on an accrual basis.

(c) Fixed Assets (including intangible assets)

Fixed assets (including intangible assets) are stated at cost, less accumulated depreciation less impairment, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Financing costs relating to acquisition of fixed assets are also included to the extent they relate to the period till such assets are ready to be put to use.



(d) Depreciation

Based on an independent assessment, the management has estimated the useful lives of the following classes of assets, which are lower than or equal to those indicated in Schedule II. Depreciation is provided on Straight Line Method (SLM), over the estimated useful life of the asset, as follows:

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

Leasehold improvements at leased property are depreciated over the estimated useful life or the lease period of the property, whichever is lower.

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

Intangible assets comprise of the following and are depreciated over the estimated useful life as given below:

1. Computer Software -

- a. Computer Software used for development of software/rendering software services - Over the life of the project/product - 1 year to 5 years.
- b. Generic Computer Software - over 1 year.
- c. Product Software for administration purposes - 3 years.

(e) Investments

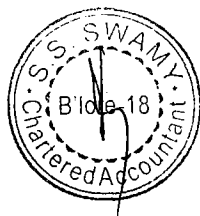
Investments are classified as current or long term based on management intention at the time of purchase. Current investments are carried at lower of cost and net realizable value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of the investments. On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the Statement of profit and loss.

(f) Inventories

Inventories are valued at cost or net realizable value. The cost of inventories includes all costs of purchase and other costs incurred to bring the inventories to its present condition.

(g) Foreign currency transactions

- i. Initial Recognition - Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency approximately at the date of the transaction.
- ii. Conversion - Foreign currency monetary items are reported using the closing rate. Non-monetary items, which are carried in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction.



iii. Exchange Differences - Exchange differences arising on the settlement or conversion of monetary items, are recognized as income or as expenses in the period in which they arise except those arising on liabilities pertaining to fixed assets acquired from outside Finland, which are adjusted with the cost of the fixed assets.

iv. Translation of Integral and Non-Integral foreign operation. The financial statements of an integral foreign operation are translated as if the transactions of the foreign operation have been those of the company itself.

In translating the financial statements of a non-integral foreign operation for incorporation in financial statements, the assets and liabilities, both monetary and non-monetary, of the non-integral foreign operation are translated at the closing rate; income and expense items of the non-integral foreign operation are translated at exchange rates at the dates of the transactions; and all resulting exchange differences are accumulated in a foreign currency translation reserve until the disposal of the net investment.

On the disposal of a non-integral foreign operation, the cumulative amount of the exchange differences which have been deferred and which relate to that operation are recognised as income or as expenses in the same period in which the gain or loss on disposal is recognised.

(h) Retirement Benefits

The Company contributes to the retirement benefit at defined rate as percentage of the salary. This contribution is as per Finnish pension law and same is remitted to the Insurance Company. The Company has no further obligation other than the above contribution

(i) Impairment of assets

i. The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

ii. After impairment, depreciation is provided on the revised carrying amount of the assets over its remaining useful life.

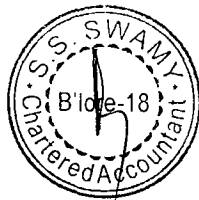
iii. A previously recognized impairment loss is increased or reversed depending on changes in circumstances. However the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation if there was no impairment.

(j) Warranty

The Company provides for the estimated costs based on trend of past analysis and nature of services rendered, which may be incurred under free warranties, as provided in licensing and service contracts.

(k) Research and Development

All research and development costs are charged to Profit and Loss account when incurred. Equipment or facilities that are acquired or constructed for research and development activities, which have alternative future uses are capitalized as intangible assets. Depreciation on such assets is charged to expense as research and development costs.



(l) Income Taxes

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with Finnish taxation Law. Deferred income taxes reflect the impact of current period timing differences between taxable income and accounting income for the period and reversal of timing differences of earlier years. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date.

(m) Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders' by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they were entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the period are adjusted for events of bonus issue; bonus element in a rights issue to existing shareholders'; share split; and reverse share split (consolidation of shares).

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

(n) Provisions

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.

(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 solution offered to its customers, which may be in the form of products or services.

The Company currently operates in single business segment, i.e. services.

The geographical segment information is disclosed based on the location of the customers. The geographical segment in which the Company currently operates is Europe.

(p) Operating Leases

Operating leases payments are recognized as expense in the profit and loss account on a straight-line basis over the lease term.

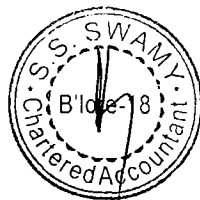
18. Other notes

a) Estimated amount of contracts remaining to be executed on capital account (net of advances) is Nil
(As at March 31, 2014: Nil)

b) Contingent Liabilities - Bank Guarantee given amounting to Rs. 3,194,954 (As at March 31, 2014: Rs. 3,911,821)

19. Provision for taxation

The operations of SF are taxable under the Finnish Tax Laws.



20 Related Party Disclosures

(a) Remuneration paid to Key Managerial Personnel

Name of the related party	Relationship	Amount in Rs.	
		Year Ended March 31, 2015	Year Ended March 31, 2014
Toni Varila	Managing Director	8,016,205	8,202,766

The above does not include provisions for employee benefits determined on actuarial basis and provisions for compensated absences.

(b) The following table summarizes the transactions and balances of the Company with group companies:

List of related parties

Holding Company	Sasken Communication Technologies Limited
Fellow Subsidiary Company	Sasken Communication Technologies (Shanghai) Co., Limited

Transactions	Amount in Rs.	
	Year Ended March 31, 2015	Year Ended March 31, 2014
Sasken Communicaton Technologies Ltd		
Software development services rendered	Nil	7,833,595
Software development services procured	4,001,092	23,791,598
Common Administrative support services received	1,605,380	1,009,603
Common Administrative support services rendered	Nil	155,593
Dividend Paid	90,235,747	189,458,609

Balances	Amount in Rs.	
	As at March 31, 2015	As at March 31, 2014
Sasken Communicaton Technologies Ltd		
Receivable	Nil	6,842,839
Sasken Communication Technologies (Shanghai) Co., Limited		
Receivable	45,954,754	60,025,328
Payable (Incl. provisions)	8,348,778	10,225,469

21 Segment reporting

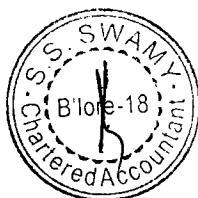
The Company currently operates in single business segment, i.e. services.

The geographical segment information is disclosed based on the location of the customers. The geographical segment in which the Company currently operates is Europe.

22 Earnings per Share (EPS)

Reconciliation of the net income and number of shares considered in the computation of basic and diluted EPS is given below:

Particulars	Amount in Rs.	
	Year Ended March 31, 2015	Year Ended March 31, 2014
Profit/(Loss) for computation of basic and diluted EPS	20,792,073	108,092,644
Weighted average number of shares considered for basic EPS	20,197	20,197



23 Operating lease

The Company has operating leases for office premises that are (a) renewable on a periodic basis and are cancelable by giving a notice period ranging from 1 month to 6 months and (b) are non cancelable for specified periods under arrangements. Rent escalation clauses vary from contract to contract.

Particulars	Amount in Rs.	
	Year Ended March 31, 2015	Year Ended March 31, 2014
Rent expenses included in profit & loss account towards operating leases	23,626,054	27,512,677

Minimum lease obligation under non-cancellable lease contracts amounts to:

Particulars	Amount in Rs.	
	As at March 31, 2015	As at March 31, 2014
Due in one year of the balance sheet date	2,798,151	5,583,145
Due between one to five years	3,500,947	3,296,824

24 Merger

The Board of Directors of Sasken Communication Technologies Oy and Sasken Finland Oy (100% owned subsidiary by Sasken Communication Technologies Oy) on December 3, 2012 approved a draft terms of merger pursuant to which Sasken Communication Technologies Oy would merge by means of an absorption merger into Sasken Finland Oy. The Finnish Trade Register registered on December 10, 2012 the draft terms of merger. The Finnish Trade Register made a public notice to the creditors of Sasken Communication Technologies Oy which had the right to oppose the merger on December 11, 2012. The due date set by the Trade Register was March 25, 2013.

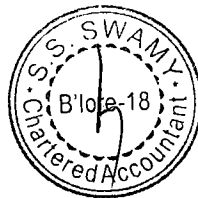
Sasken Finland Oy by means of a shareholders' unanimous resolution, dated February 28, 2013, approved the merger and the issuance of 20,197 new shares in Sasken Finland Oy as merger consideration to the shareholder of Sasken Communication Technologies Oy i.e. to Sasken Communication Technologies Limited.

The implementation date of the merger was April 1, 2013.

25 Dividend

Details of dividend approved and paid during the year is as follows:-
For the year ended March 31, 2015

Date of Shareholder's Meeting	20,197		Dividend Amount	
	No of Shares Outstanding:	Dividend / Share EUR	EUR	Rs.
18-Aug-2014		34.6586	700,000	41,824,090
23-Jan-2015		24.7561	500,000	26,895,365
25-Feb-2015		19.8049	400,000	21,516,292
			1,600,000	90,235,747



For the year ended March 31, 2014

No of Shares Outstanding:

20,197

Date of Shareholder's Meeting	Dividend / Share	Dividend Amount	
	EUR	EUR	Rs.
23/Aug/2013	30.5000	616,009	33,135,528
30/Oct/2013	31.7000	640,245	34,439,221
20/Jan/2014	39.6098	800,000	43,032,560
24/Mar/2014	49.5123	1,000,000	78,851,300
		3,056,253	189,458,609

26 During the year ended March 31, 2015, as decided by the management and Board of Directors of the Group, a one-time special payment was made to employees as a token of appreciation in relation to receipt of favorable award at an arbitration proceeding.

27 Comparatives

Previous year's figures have been regrouped/rearranged wherever necessary to conform with current year's presentation.

Signature to notes 1 to 19

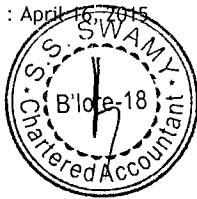
As per my report of even date



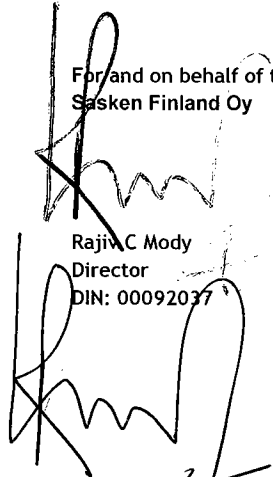
S.S. Swamy
Chartered Accountant
Membership No.019990

Place : Bangalore

Date : April 16, 2015



For and on behalf of the Board of Directors
Sasken Finland Oy



Rajiv C Mody
Director
DIN: 00092037



Neeta Revankar
Director
DIN: 00145580

