

Sasken Inc			
Balance Sheet		Amount in USD	
	Reference in notes	As at March 31, 2014	As at March 31, 2013
EQUITY AND LIABILITIES			
Shareholders' funds	1	22,500	22,500
Reserves and surplus	2	(2,686,115)	(2,875,956)
Non-current liabilities			
Long term borrowings	3	7,025,501	6,576,411
Current liabilities			
Trade payables	4	1,045,475	1,407,478
Other current liabilities	5	511,151	283,668
Short term provisions	6	10,509	35,523
Total		5,929,021	5,449,623
ASSETS			
Non current assets			
Fixed assets			
Tangible fixed assets	7		192
Intangible fixed assets	7	0	0
Non current investments			
Deferred tax assets (net)	8	5,000,000	4,250,000
Long term loans and advances	9	2,512	1,400
Other non current assets			
Current assets			
Inventories	10	0	0
Trade receivables	11	511,219	1,055,783
Cash and bank balances	12	66,920	81,303
Short term loans and advances	13	298,770	14,170
Other current assets	14	49,600	46,775
Total		5,929,021	5,449,623

Notes to accounts

The notes to accounts form an integral part of the Balance Sheet.

21

For and on behalf of the Board of Sasken Inc.

Place : Bangalore
Date : 25th April 2014



Rajiv C. Mody
Rajiv C Mody
Director

Neeta Revankar
Neeta Revankar
Director

Sasken Inc			
Statement of Profit and Loss		Amount in USD	
	Reference in notes	For the Year Ended March 31 2014	For the Year Ended March 31 2013
Revenue from Operations	15	3,611,753	3,751,639
Other Income	16	2,623	9,924
Total Revenue		3,614,376	3,761,563
Expenses:			
Employee benefit expense	17	352,335	736,161
(Increase)/decrease of work-in-progress, stores and components	18	0	0
Other operational expense	19	2,832,774	2,227,847
Depreciation and amortization expense	7	191	816,527
Finance cost	20	249,630	215,487
Total expenses		3,434,930	3,996,022
Profit/(loss) before tax		179,446	(234,459)
Tax expense/(credit):			
(1) Current tax		(10,395)	45,147
Total tax expense		(10,395)	45,147
Profit/(loss) for the period carried to the Balance Sheet		189,841	(279,606)

Notes to accounts

21

The Notes to Accounts referred to above form an integral part of the Profit & Loss Account.

For and on behalf of the Board of Sasken Inc.

Place : Bangalore

Date : 25th April 2014



[Signature]
Rajiv C Mody
Director

[Signature]

Neeta Revankar
Director

Sasken Inc		
Reference to notes forming part of the Balance Sheet	Amount in USD	
Schedule 1	As at March 31, 2014	As at March 31, 2013
Shareholders' funds		
Authorised capital		
5,000,000 Equity shares of \$ 0.01 each (At March 31, 2012, 5,000,000 Equity shares of \$0.01 each)	50,000	50,000
Issued, subscribed and paid up capital		
(2,250,000 Equity shares of \$ 0.01 each fully paid up)	22,500	22,500
	22,500	22,500
Schedule 2		
	As at March 31, 2014	As at March 31, 2013
Reserves and surplus		
Securities premium		
Opening balance	2,227,500	2,227,500
Total	2,227,500	2,227,500
Profit and loss account balance		
Opening balance	(5,103,456)	(4,823,850)
Add: profit for the year	189,841	(279,606)
Total	(4,913,615)	(5,103,456)
Grand Total	(2,686,115)	(2,875,956)
Schedule 3		
	As at March 31, 2014	As at March 31, 2013
Long term borrowings		
Unsecured		
Loan from holding Company - Sasken Communication Technologies Limited (Terms of loan include, Interest @ Libor + 300 basis points (previous year libor + 200 basis points) to be repaid at the end of the term or as mutually agreed between the parties)	6,976,410	5,126,410
Loan from related party - Sasken Communication Technologies Mexico, SA de C.V (Terms of loan include, Interest @ 3.29% p.a to be repaid at the end of the term or as mutually agreed between the parties)	49,091	1,450,000
Total	7,025,501	6,576,410
Schedule 4		
	As at March 31, 2014	As at March 31, 2013
Trade payables		
For goods, services and expenses		
- Dues to other creditors	1,045,475	1,407,478
Total	1,045,475	1,407,478
Schedule 5		
	As at March 31, 2014	As at March 31, 2013
Other current liabilities		
Interest accrued and due on Inter co borrowings	144,976	245,719
Deferred revenues	366,175	37,949
Total	511,151	283,668
Schedule 6		
	As at March 31, 2014	As at March 31, 2013
Short term provisions		
Provision for Employee compensated absences	8,309	17,373
Provision for Warranty	-	-
Provision for Income Tax (net).	2,200	18,150
Total	10,509	35,523



Sasken Inc Reference to notes forming part of the Balance Sheet		Amount in USD									
		Gross Block					NET BLOCK				
Schedule 7 - Fixed assets		Balance as at April 1, 2013	Additions	Deletions	Balance as at March 31, 2014	Balance as at April 1, 2013	For the year	Deletions for the year	Balance as at March 31, 2014	As at March 31, 2014	As at March 31, 2013
Particulars											
Tangible Assets											
- Freehold Land											
- Buildings											
- Leasehold Improvements		12,336			12,336	12,336			12,336		
- Computers		41,158			41,158	41,158			41,158		1
- Electrical Fittings		19,352			19,352	19,352			19,352		
- Furniture and Fittings		6,751			6,751	6,560	191		6,751		191
- Plant & Machinery including Office Equipments											
- Vehicles		79,597			79,597	79,405	191		79,596		192
Total											
Intangible Assets											
- Computer Software		22,787			22,787	22,787			22,787		0
- Contract Rights		0			0	0			0		0
- Non Compete Fees									0		0
- Goodwill in Consolidation		814,779			814,779	814,779		814,779	814,779		0
Total		837,566			837,566	837,566	0		22,787		0
Total		917,163	0		102,384	916,971	191		102,383	0	192
Balance as at March 31, 2013		2,387,824	349		917,163	1,571,455	816,527		916,970	192	816,370



Sasken Inc		
Reference to notes forming part of the Balance Sheet	Amount in USD	
Schedule 8	As at March 31, 2014	As at March 31, 2013
Non current investments		
A. Unquoted, Non Trade, at cost		
Investment in Omni Capital Fund L.L.P, a Limited Liability Partnership in USA	5,000,000	4,250,000
	5,000,000	4,250,000
Aggregate amount of unquoted investments	5,000,000	4,250,000
Schedule 9	As at March 31, 2014	As at March 31, 2013
Long term loans and advances		
Unsecured considered good		
Advance income tax (net)	2,512	1,400
Total	2,512	1,400
Schedule 10	As at March 31, 2014	As at March 31, 2013
Inventories (at lower of cost or net realizable value)		
Work in progress	-	-
Total	-	-
Schedule 11	As at March 31, 2014	As at March 31, 2013
Trade receivables		
Unsecured considered good		
Outstanding for more than six months from due date	-	-
Outstanding for less than six months from due date	511,219	1,055,783
Unsecured considered doubtful		
Outstanding for more than six months from due date	115,000	-
Less: Provision for doubtful debts	(115,000)	-
Total	511,219	1,055,783
Schedule 12	As at March 31, 2014	As at March 31, 2013
Cash and bank balances		
Cash and cash equivalents		
Balances with banks	66,920	81,303
Total	66,920	81,303
Schedule 13	As at March 31, 2014	As at March 31, 2013
Short term loans and advances		
Unsecured considered good		
Security deposits	5,939	5,939
Prepaid Exp & other recoveries	281,656	-
Advance to suppliers	101	32
Loans and Advances to Employees	11,075	8,199
Total	298,771	14,170
Schedule 14	As at March 31, 2014	As at March 31, 2013
Other current assets		
Unbilled Revenues	49,600	46,775
Total	49,600	46,775



Sasken Inc		
Reference to note forming part of the Statement of Profit and Loss	Amount in USD	
Schedule 15	For the Year ended March 31 2014	For the Year Ended Mar 31 2013
Revenue from operations		
Sale of software products	2,667,729	2,521,762
Sale of software services	944,024	1,229,877
Total	3,611,753	3,751,639

Sasken Inc		
Reference to note forming part of the Statement of Profit and Loss		
Schedule 16	For the Quarter Ended March 31 2014	For the Year Ended Mar 31 2013
Other Income		
Miscellaneous income		
Write back of unclaimed balances/ provisions	-	9,924
Exchange Gain / (Loss)	-	-
Total	-	9,924



Sasken Inc		
Reference to note forming part of the Statement of Profit and Loss	Amount in USD	
Schedule 17	For the Year Ended	For the Year Ended
Employee Benefit Expense	March 31 2014	Mar 31 2013
Salaries & Bonus	307,710	663,409
Contribution to Provident and Other Funds	26,624	51,628
Staff Welfare	17,089	21,124
Recruitment and Relocation	913	
Total	352,336	736,161

Schedule 18	For the Year Ended	For the Year Ended
Increase/(decrease) of work-in-progress, stores and components	March 31 2014	Mar 31 2013
Opening balance		
Work-in-progress		-
Closing balance		
Work-in-progress		-
	-	-
Total	0	0

Schedule 19	For the Year Ended	For the Year Ended
Other operational expense	March 31 2014	Mar 31 2013
Rent	9,419	28,583
Repairs and maintenance	-	-
-Plant and machinery	-	562
-Building	1,595	50
-Others	-	2,386
Communication expenses	1,730	7,219
Printing and Stationery	-	571
Travel expenses	(228)	24,425
Electricity and water charges	2	1,642
Professional, legal and consultancy charges	2,697,770	2,085,731
Insurance	-	-
Contract staff cost	-	61,800
Warranty expenses [net of reversal]	-	-
Commission	-	2,244
Doubtful debts provided/(reversed),net	115,000	-
Membership & Subscriptions	2,500	297
Rates and taxes	4,515	8,266
Miscellaneous expenses	470	3,773
Total	2,832,774	2,227,847

Schedule 20	For the Year Ended	For the Year Ended
Finance Cost	March 31 2014	Mar 31 2013
Interest expense on bank loans	-	-
Interest paid on loan from group companies	249,629	215,487
Exchange Loss		
Total	249,629	215,487



Sasken Inc			
Balance Sheet		Amount in INR	
	Reference in notes	As at March 31, 2014	As at March 31, 2013
EQUITY AND LIABILITIES			
Shareholders' funds	1	951,154	951,154
Reserves and surplus	2	(160,528,374)	(155,893,822)
Non-current liabilities			
Long term borrowings	3	420,897,792	357,099,087
Current liabilities			
Trade payables	4	62,634,401	76,426,042
Other current liabilities	5	30,623,080	15,403,172
Short term provisions	6	629,622	1,928,880
Total		355,207,675	295,914,513
ASSETS			
Non current assets			
Fixed assets			
Tangible fixed assets	7	49	10,429
Intangible fixed assets	7	1	1
Non current investments			
Long term loans and advances	8	299,550,000	230,775,000
	9	150,494	76,020
Current assets			
Inventories	10	0	0
Trade receivables	11	30,627,106	57,329,022
Cash and bank balances	12	4,009,160	4,414,733
Short term loans and advances	13	17,899,328	769,425
Other current assets	14	2,971,537	2,539,883
Total		355,207,675	295,914,513

Notes to Accounts

21

The notes to accounts form an integral part of the Balance Sheet.

For and on behalf of the Board of Sasken Inc

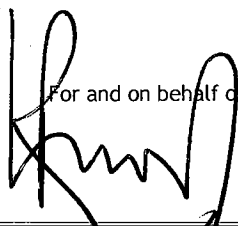



Place : Bangalore

Date : 25th April 2014

Rajiv C Mody
Rajiv C Mody
Director

Neeta Revankar
Neeta Revankar
Director

Sasken Inc			
Statement of Profit and Loss			Amount in INR
	Reference in notes	For the Year Ended March 31, 2014	For the Year Ended March 31, 2013
Revenue from Operations	15	218,431,876	205,164,919
Other Income	16	160,031	545,752
Total Revenue		218,591,907	205,710,671
Expenses:			
Employee benefit expense	17	20,923,674	40,091,963
(Increase)/decrease of work-in-progress, stores and components	18	0	0
Other operational expense	19	172,102,660	121,838,436
Depreciation and amortization expense	7	11,334	44,531,056
Finance cost	20	15,110,636	11,734,357
Total expenses		208,148,304	218,195,812
Profit/(loss) before tax		10,443,603	(12,485,141)
Tax expense/(credit):			
(1) Current tax		(562,513)	2,497,580
(2) Deferred tax		0	0
(3) Minimum Alternate Tax Credit entitlement		0	0
Total tax expense		(562,513)	2,497,580
Profit/(loss) for the year carried to the Balance Sheet		11,006,116	(14,982,722)
<p>Notes to Accounts</p> <p>The notes to accounts form an integral part of the Balance Sheet.</p>			
		21	
		For and on behalf of the Board of Sasken Inc	
			
		Rajiv C. Nandy	Neeta Revankar
		Director	Director
Place : Bangalore			
Date : 25th April 2014			



Sasken Inc		
Reference to notes forming part of the Balance Sheet	Amount in INR	
Schedule 1	As at March 31, 2014	As at March 31, 2013
Shareholders' funds		
Authorised capital		
5,000,000 Equity shares of \$ 0.01 each (At March 31, 2012, 5,000,000 Equity shares of \$0.01 each)	1,969,013	1,969,013
Issued, subscribed and paid up capital		
(2,250,000 Equity shares of \$ 0.01 each fully paid up)	951,154	951,154
	951,154	951,154
Schedule 2	As at March 31, 2014	As at March 31, 2013
Reserves and surplus		
Securities premium		
Opening balance	94,164,246	94,164,246
Total	94,164,246	94,164,246
Foreign exchange translation reserve		
Opening balance	(11,668,211)	(2,639,996)
Add: movements during the year	(15,640,667)	(9,028,215)
Less: movements during the year		
Total	(27,308,878)	(11,668,211)
Profit and loss account balance		
Opening balance	(238,389,857)	(223,407,135)
Add: profit for the year	11,006,116	(14,982,722)
Total	(227,383,741)	(238,389,857)
Grand Total	(160,528,373)	(155,893,822)
Schedule 3	As at March 31, 2014	As at March 31, 2013
Long term borrowings		
Unsecured		
Loan from holding Company - Sasken Communication Technologies Limited (Terms of loan include, Interest @ Libor + 300 basis points (previous year Libor + 200 basis points) to be repaid at the end of the term or as mutually agreed between the parties)	417,956,750	278,364,087
Loan from related party - Sasken Communication Technologies Mexico (Terms of loan include, Interest @ 3.29% p.a to be repaid at the end of the term or as mutually agreed between the parties)	2,941,042	78,735,000
Loan from related party - Sasken Network Solutions Inc (Terms of loan include, Interest @ 2.12% p.a to be repaid at the end of the term or as mutually agreed between the parties)		
Total	420,897,792	357,099,087
Schedule 4	As at March 31, 2014	As at March 31, 2013
Trade payables		
For goods, services and expenses		
- Dues to other creditors	62,634,401	76,426,042
Total	62,634,401	76,426,042
Schedule 5	As at March 31, 2014	As at March 31, 2013
Other current liabilities		
Interest accrued and due on Inter co borrowings	8,685,512	13,342,542
Deferred revenues	21,937,568	2,060,631
Total	30,623,080	15,403,172
Schedule 6	As at March 31, 2014	As at March 31, 2013
Short term provisions		
Provision for Employee compensated absences	497,820	943,335
Provision for Warranty		
Provision for Income Tax (net)	131,802	985,545
Total	629,622	1,928,880



Sasken Inc

Reference to notes forming part of the Balance Sheet

Schedule 7 - Fixed assets

Amount in Rs.

Particulars	Gross Block				Depreciation/Amortization/Impairment				NET BLOCK			
	Balance as at April 1, 2013	Additions	Deletions	Adjustments	Balance as at March 31, 2014	For the year	Deletions for the year	Adjustments	Balance as at March 31, 2014	Impairment Loss	As at March 31, 2014	As at March 31, 2013
Tangible Assets												
- Leasehold Improvements	669,823	-	-	69,203	739,026	-	-	69,203	739,026	-	-	-
- Computers	2,234,863	-	-	230,895	2,465,757	-	-	230,891	2,465,718	-	-	39
- Furniture and Fittings	1,050,821	-	-	108,565	1,159,386	-	-	108,566	1,159,387	-	-	(1)
- Plant & Machinery	335,089	-	-	34,620	369,708	11,334	-	33,669	369,696	-	-	12
- Office Equipments	31,479	-	-	3,253	34,732	-	-	3,253	34,732	-	-	(0)
- Vehicles	-	-	-	-	-	11,334	-	-	-	-	-	0
Total	4,322,074	-	-	446,535	4,768,609	11,334	-	445,582	4,768,560	-	50	10,429
Intangible Assets												
- Computer Software	1,237,344	-	-	127,836	1,365,181	-	-	127,836	1,365,180	-	-	1
- Contract Rights	44,242,501	-	-	4,570,910	(0)	-	-	3,319,002	0	-	-	(1)
- Goodwill Acquired	45,479,845	-	-	4,698,747	1,365,181	-	-	3,446,838	1,365,180	-	-	0
Total	49,801,919	-	-	5,145,282	6,133,790	11,334	47,561,504	3,892,420	6,133,740	-	50	10,429
Total	121,468,627	18,951	79,875,896	8,190,237	49,801,920	44,531,056	78,875,895	5,196,426	49,971,490	-	10,429	



Sasken Inc		
Reference to notes forming part of the Balance Sheet	Amount in INR	
Schedule 8	As at March 31, 2014	As at March 31, 2013
Non current investments		
A. Unquoted, Non Trade, at cost		
Investment in Omni Capital Fund L.L.P, a Limited Liability Partnership in USA	299,550,000	230,775,000
	299,550,000	230,775,000
Aggregate amount of unquoted investments	299,550,000	230,775,000
Aggregate provision for diminution in value of investments		
Schedule 9	As at March 31, 2014	As at March 31, 2013
Long term loans and advances		
Unsecured considered good		
Advance income tax (net)	150,494	76,020
Total	150,494	76,020
Schedule 10	As at March 31, 2014	As at March 31, 2013
Inventories (at lower of cost or net realizable value)		
Work in progress	-	-
Total	-	-
Schedule 11	As at March 31, 2014	As at March 31, 2013
Trade receivables		
Unsecured considered good		
Outstanding for more than six months from due date	-	-
Outstanding for less than six months from due date	30,627,106	57,329,022
Unsecured considered doubtful		
Outstanding for more than six months from due date	6,889,650	-
Outstanding for less than six months from due date	-	-
Less: Provision for doubtful debts	(6,889,650)	-
Total	30,627,106	57,329,022
Schedule 12	As at March 31, 2014	As at March 31, 2013
Cash and bank balances		
Cash and cash equivalents		
Balances with banks	4,009,160	4,414,733
Total	4,009,160	4,414,733
Schedule 13	As at March 31, 2014	As at March 31, 2013
Short term loans and advances		
Unsecured considered good		
Security deposits	355,783	322,468
Prepaid Exp & other recoveries	16,873,997	-
Advance to suppliers	6,066	1,738
Loans and Advances to Employees	663,482	445,220
Total	17,899,328	769,425
Schedule 14	As at March 31, 2014	As at March 31, 2013
Other current assets		
Unbilled Revenues	2,971,537	2,539,883
Total	2,971,537	2,539,883



Sasken Inc		
Reference to note forming part of the Statement Profit and Loss		Amount in INR
Schedule 15	For the Year Ended March 31, 2014	For the Year Ended March 31 2013
Revenue from operations		
Sale of software products	161,324,732	136,061,992
Sale of software services	57,107,144	67,492,587
Sale of Common services		1,610,340
Total	218,431,876	205,164,919
Sasken Inc		
Reference to note forming part of the Statement Profit and Loss		
Schedule 16	For the Year Ended March 31, 2014	For the Year Ended March 31 2013
Other Income		
Miscellaneous income		
Write back of unclaimed balances/ provisions	-	541,237
Exchange gain	(12)	4,515
Total	(12)	545,752



Sasken Inc		
Reference to note forming part of the Statement Profit and Loss		Amount in INR
Schedule 17	For the Year Ended March 31, 2014	For the Year Ended Mar 31 2013
Employee Benefit Expense		
Salaries & Bonus	18,287,212	36,117,709
Contribution to Provident and Other Funds	1,586,109	2,830,017
Staff Welfare	1,000,561	1,144,237
Recruitment and Relocation		
Total	20,873,882	40,091,963

Schedule 18	For the Year Ended March 31, 2014	For the Year Ended Mar 31 2013
Increase/(decrease) of work-in-progress, stores and components		
Opening balance		
Work-in-progress	-	0
	0	0
Closing balance		
Work-in-progress	-	0
	0	0
Total	0	0

Schedule 19	For the Year Ended March 31, 2014	For the Year Ended Mar 31 2013
Other operational expense		
Rent	569,684	1,544,336
Repairs and maintenance		
-Plant and machinery	-	30,507
-Building	98,687	(1,399)
-Others	-	133,976
Communication expenses	101,730	388,827
Printing and Stationery	-	30,691
Travel expenses	(64,301)	1,338,367
Electricity and water charges	92	90,843
Professional, legal and consultancy charges	163,883,383	114,117,050
Insurance	-	0
Contract staff cost	(0)	3,340,023
Software expenses	-	0
Training and conference expenses	-	16,324
Warranty expenses [net of reversal]	-	17,000
Selling expenses - others	-	0
Commission	-	118,422
Doubtful debts provided/(reversed),net	3,660,570	
Membership & Subscriptions	154,412	15,757
Rates and taxes	284,436	448,383
Miscellaneous expenses	26,733	209,328
Total	168,715,426	121,838,434

Schedule 20	For the Year Ended March 31, 2014	For the Year Ended Mar 31 2013
Finance Cost		
Interest paid on loan from group companies	15,110,565	11,734,358
Other borrowing costs	-	0
Exchange loss/(gain) on borrowings	-	0
Exchange Loss	71	0
Total	15,110,636	11,734,358



Sasken Inc.

Schedules forming part of the accounts for the Quarter and Half Year Ended March 31, 2014

Schedule 21

Notes to accounts

1. Description of Business

Sasken Inc. was incorporated on September 25, 2007 in the State of Delaware, U.S as a wholly owned subsidiary of Sasken Communication Technologies Limited.

Pursuant to an Asset Purchase Agreement with Ingenient Technologies Inc., dated October 24, 2009, Sasken Inc acquired certain assets of Ingenient Technologies, Inc., on October 27, 2009.

The assets acquired include Ingenient's backlog and royalty producing contracts, Intellectual property, technical knowhow, engineering processes, software and hardware and fixed assets at its office in Rolling Meadows.

Sasken Inc will derive its revenues by licensing the multimedia software to its customers so they in turn could embed Sasken's software into their products. Once the finished product is manufactured by its customer, Sasken receives licensing fees and/or royalty fee depending upon the contractual relationship. Sasken Inc also provides Services to its customers in the multimedia software segment.

2. Significant Accounting Policies :

a. Basis for preparation of financial statements :

The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied.

b. Revenue Recognition :

The Company derives its revenues from product and technology licensing & services.

Licensing revenue is recognized when the product or technology is delivered and accepted.

Revenue from time and material service contracts is recognised as the services are provided. Revenue from fixed price service contracts are recognised based on the proportionate completion method, determined based on the achievement and acceptance of the milestone, provided collection is probable. Revenue from maintenance contracts is recognised ratably over the term of the maintenance arrangement.

In all cases revenue is recognised only when no further vendor obligations remain upto the stage of revenue recognised and the collection is probable. Revenue related to post contract customer support is recognised ratably over the support period.

Revenue from royalty is recognized on an accrual basis, provided collection is probable.

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

Interest income is recognized on a time proportion basis taking in to account the amount outstanding and the rate applicable.

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. Borrowing costs relating to acquisition of fixed assets, which necessarily take substantial period of time to get ready for intended use, are also included to the extent they relate to the period till such assets are ready to be put to use.



d. Depreciation :

Depreciation is provided on Straight Line Method (SLM) over the estimated useful life of the asset, at the rates mentioned below, which are greater than or equal to the corresponding rates prescribed in Schedule XIV of the Companies Act, 1956.

Type of asset	Rates (SLM)(%)
Building	5
Computers	25
Electrical Fittings	20
Furniture & Fixtures	10
Office Equipment	20
Plant and Equipments	20

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

e. 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 recognised as income or as expenses in the period in which they arise.
- 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.

f. 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.

g. Provisions:

A provision is recognised 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 their 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.

h. Segment Reporting:

The company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the company as a whole.

Identification of Segments:

The company is focused in the embedded communication 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 primary reporting segments are Software Services and Software Products.

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

Allocation of common costs:

Common allocable costs are allocated to the segments according to the relative contribution of each segment to the total common costs.

Unallocated items:

The Unallocated items include general corporate income and expense items, which are not allocated to any business segment.

3. Investments :

The company has invested \$ 5,000,000 (INR 309,000,000) (March 31, 2013 \$ 4,250,000) in Omni capital a limited liability partnership in USA.

4. Capital Commitment:

Sasken Inc is committed to contribute to the capital (net of investments) in Omni Capital, a limited liability partnership in USA amounting to US \$ Nil (equivalent Rs.Nil) (March 31, 2013 \$ 7.50 Lakhs).



5. Segment Reporting :

The business segmental information is given based on Software Services and Software Products offerings.

a. Business Segment Information :

Segmental Balance Sheet

Particulars	Amount in Rs. Lakhs	
	As at March 31, 2014	As at March 31, 2013
Segment Assets		
Software Services	152.67	144.43
Software Products	402.41	506.21
Other Services		
Corporate and Others (Unallocated)	2,997.01	2,308.51
TOTAL	3,552.08	2,959.15
Segment Liabilities		
	As at March 31, 2014	As at March 31, 2013
Software Services	182.22	339.14
Software Products	668.48	455.16
Other Services		
Unallocated Liabilities	4,297.15	3,714.27
TOTAL	5,147.85	4,508.57
Capital expenditure		
Software Services		
Software Products	0.00	0.19
Corporate & Others (Unallocated)		
TOTAL		0.19

Segmental Profit & Loss Account

	Amount in Rs. Lakhs	
	For the Year Ended	
	31-Mar-14	31-Mar-13
Revenues	2084.32	2051.65
Software Services	571.07	691.03
Software Products	1613.25	1360.62
Segment Profits	515.33	673.37
Software Services	105.38	45.55
Software Products*	409.95	627.82
Less :Corporate Expenses	412.50	803.70
Profit / (Loss) from operations	102.83	(130.33)
Add : Other Income, including exchange gain / (loss), net	1.60	5.46
Profit Before taxes	104.43	(124.87)
Less: Income taxes	(5.63)	24.98
Profit after taxes	110.06	(149.85)
Depreciation / Amortization		
Software Services	-	-
Software Products*	0.11	445.31
Corporate and Others (Unallocated)	-	-
Total	0.11	445.31



b. Geographic Segment Information:

Revenues:

Amount in Rs. Lakhs

Region	For the Year Ended	
	31-Mar-14	31-Mar-13
North America (including Canada)	458.94	321.70
Europe (EMEA)	205.36	247.17
Asia Pacific (other than India)	1512.39	1406.32
India	3.60	76.46
Total	2180.29	2051.65

Assets :

Sundry Debtors & Unbilled Revenue:

Amount in Rs. Lakhs

Region	As at March 31, 2014	As at March 31, 2013
North America (including Canada)	89.48	72.01
Europe (EMEA)	59.61	117.43
Asia Pacific (other than India)	252.34	378.45
India	3.45	5.40
Total	404.88	573.29

6. Operating Leases :

The Company has operating leases for office premises that are renewable on a periodic basis.

Rent Expenses

Amount in Rs. Lakhs

Particulars	Year Ended	
	31-Mar-14	31-Mar-13
Rent Expenses included in profit & loss account towards operating leases	5.70	15.44

Minimum lease obligation under non-cancellable lease contracts amount to: Amount in Rs. Lakhs

	As at 31-Mar-14	As at 31-Mar-13
Due in one year of the balance sheet date (\$795.37*7)	3.34	0.42
Due between one to five years (\$ nil)	Nil	Nil



7. Related Party Disclosures:

Sasken Inc is a fully owned subsidiary of Sasken Communication Technologies Ltd.
Transactions and balances due to/(from) Holding company/Other Subsidiaries of the holding Co are as shown below:

a. Balances due to Holding Company:

Name of the party	Relationship	Nature of Balances	Amount in Rs.	
			As at 31-Mar-14	As at 31-Mar-13
Sasken Communication Technologies Ltd	Holding company	(i) Subscription of Share Capital	95,115,400	95,115,400
		(ii) Unsecured Loan	417,956,750	278,364,087
		(iii) Receivable balances	-	-
		(iv) Unbilled Revenue	-	-
		(v) Payable balances (incl. provisions)	70,949,089	74,594,635
Sasken Communication Technologies Mexico	Subsidiary of the holding Company	(i) Loan Outstanding	2,941,042	78,735,000
		(ii) Interest on Loan outstanding	19,351	4,494.791
Sasken Japan KK	Subsidiary of the holding Company	(i) Payable balances (incl. provisions)	-	9,648,291
Sasken Network Solutions Inc.	Subsidiary of the holding Company	(i) Loan Outstanding	-	-
		(ii) Interest on Loan outstanding	-	-



b. Balances due to Other Subsidiaries of the Holding Co.:

Name of the party	Relationship	Nature of Transactions	Amount in Rs.	
			For the Year Ended	
			31-Mar-14	31-Mar-13
Sasken Communication Technologies Ltd	Holding company	(i) Software development services procured from	158,703,955	76,917,883
		(ii) Interest on Loan	14,173,448	8,886,204
		(iii) Expenses transferred by SCTL	2,620,871	3,401,602
		(iv) Software development services rendered to	-	3,036,128
Sasken Communication Technologies Mexico	Subsidiary of the holding Company	(i) Interest on Loan	937,117	2,636,988
		(ii) Asset purchased from	-	-
Sasken Japan KK	Subsidiary of the holding Company	(i) Software development services procured from	-	34,638,461
Sasken Network Solutions Inc.	Subsidiary of the holding Company	(ii) Interest on Loan	-	225,134

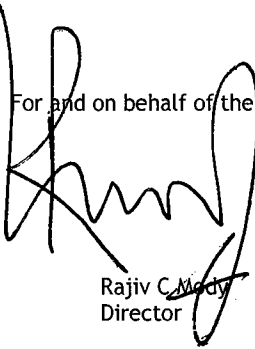


Certain employees of the company have been issued stock options under the Stock Option Plan of Sasken Communications Technologies Limited (SCTL). For the year ended March 31, 2014, SCTL has not incurred any cost (YTD March 31, 2013 83,568) as compensation cost for such options held by the employees of the company.

8. Comparatives:

Previous year figures have been re-grouped / re-arranged, wherever necessary to conform to the current year presentation.

Signature to Schedules 1 to 21



For and on behalf of the Board of Directors of Sasken Inc



Rajiv C. Mody
Director

Neeta Revankar
Director



Place: Bangalore
Date : 25th April 2014