

## CEREBRA LPO INDIA LIMITED

Balance Sheet as at 31st March 2016

Amounts in Rs.

Particulars	Note No.	(0)		(0)	
		As on 31-Mar-2016		As on 31-Mar-2015	
<b>EQUITY AND LIABILITIES</b>					
<b>Shareholders' funds</b>					
a. Share Capital	3	5,00,000		5,00,000	
b. Reserves and Surplus	4	42,40,146	47,40,146	1,50,35,189	1,55,35,189
<b>Non-current liabilities</b>					
b. Long term provisions	5	5,50,791	5,50,791	5,23,120	5,23,120
<b>Current Liabilities</b>					
a. Trade payables					
i.Total outstanding due of micro enterprise & Small enterprise		-		-	
ii.Total outstanding due of other than micro enterprise & Small enterprise		2,87,384		2,21,518	
b. Other Current liabilities	6	7,08,55,163		6,32,70,969	
c. Short term provisions	7	5,20,434	7,16,62,981	4,27,933	6,39,20,420
<b>TOTAL</b>			<b>7,69,53,918</b>		<b>7,99,78,729</b>
<b>ASSETS</b>					
<b>Non-current assets</b>					
a. Fixed Assets	8				
i. Tangible Assets	A	16,59,843		22,04,370	
ii. Intangible Assets	B	-		-	
b. Long term loans & advances	9	25,02,500		2,500	
c. Deferred tax Asset (Net)	10	-	41,62,343	17,01,461	39,08,331
<b>Current Assets</b>					
a. Trade receivables	11	7,03,48,035		7,39,80,130	
b. Cash & Cash equivalents	12	2,80,560		1,17,409	
c. Short term loans & advances	13	21,62,980	7,27,91,575	19,72,859	7,60,70,398
<b>TOTAL</b>			<b>7,69,53,918</b>		<b>7,99,78,729</b>
Significant accounting policy and additional information	1 & 2				

As per our Report of even date:  
For Ishwar & Gopal,  
Chartered Accountants

For and on behalf of the Board




V Ranganathan  
Director  
DIN : 01247305

Shridhar S Hegde  
Director  
DIN : 01247342

K.V.Gopalakrishnayya  
Partner  
Membership No : 021748  
Firm registration No : 001154S  
Place: Bangalore,  
Date : 30.05.2016

CEREBRA LPO INDIA LIMITED

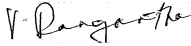

Notes to the Financial Statements as on 31st March 2016

Note	Particulars	As on 31-Mar-2016		As on 31-Mar-2015	
		Number	Amounts in INR	Number	Amounts in INR
<b>3 Share Capital</b>					
	<b>Authorised</b>				
a	Equity Shares	50,000	5,00,000	50,000	5,00,000
	<b>Issued</b>				
b	Equity Shares	50,000	5,00,000	50,000	5,00,000
	<b>Subscribed and paid fully</b>				
	Equity Shares	50,000	5,00,000	50,000	5,00,000
	<b>Subscribed but not paid fully</b>				
	Equity Shares	-	-	-	-
	<b>Total</b>	<b>50,000</b>	<b>5,00,000</b>	<b>50,000</b>	<b>5,00,000</b>
c	Par value Rs. 10 per equity share				
d	Reconciliation of the shares outstanding at the beginning and at the end of the reporting period				
	Particulars	Number	Amounts in INR	Number	Amounts in INR
	Equity Shares				
	Outstanding at the beginning of the period	50,000	5,00,000	50,000	5,00,000
	Issued during the period	-	-	-	-
	Outstanding at the end of the period	50,000	5,00,000	50,000	5,00,000
e	Terms / Rights attached to equity shares				
	The Company has only one class of equity shares having par value of Rs. 10 per share. Each holder of an equity share is entitled to one vote per share. The Company declares and pays dividend in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of share holders in the Annual General Meeting. During the year, the Company has not declared any dividend.				
	In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of shares held by the equity share holders.				
f	Particulars	Number	Amounts in INR	Number	Amounts in INR
	Shares held by holding company / ultimate holding company and / or their subsidiaries / associates - Holding Company - Cerebra Integrated Technologies Limited	35,000	3,50,000	35,000	3,50,000
g	Shares held by each shareholder holding more than 5 percent shares specifying the number of shares held				
		Number of shares	Percentage	Number of shares	Percentage
	Cerebra Integrated Technologies Ltd	35,000	70	35,000	70
	Gururaj K Upadhyaya	2,500	5	2,500	5
	P.Bharath	2,500	5	2,500	5
	P.Vishwamurthy	2,500	5	2,500	5
	Shridhar S Hegde	2,500	5	2,500	5
	Uma Ranganathan	2,500	5	2,500	5
	V Ranganathan	2,500	5	2,500	5
<b>4 RESERVES &amp; SURPLUS</b>					
	Surplus / (Deficit) in Statement of Profit & Loss Account				
	Balance as per last financial statement	1,50,35,189		2,06,63,640	
	Depreciation transferred as per new Companies Act 2013	-		(4,60,868)	
	Profit for the year	(1,07,95,043)		(51,67,583)	
	Net surplus / (Deficit) in statement of Profit & Loss Account		42,40,146		1,50,35,189
	<b>Total Reserves &amp; Surplus</b>		<b>42,40,146</b>		<b>1,50,35,189</b>
<b>5 LONG TERM PROVISIONS</b>					
	Provision for employee benefits				
	- Gratuity		2,91,745		2,93,472
	- Leave Benefits		2,59,046		2,29,648
			5,50,791		5,23,120

<b>6 OTHER CURRENT LIABILITIES</b>				
Advance from Holding Company		6,12,39,149		5,55,38,567
Dues to statutory authorities		84,06,276		62,56,417
Liabilities for expenses		12,09,738		14,75,985
		7,08,55,163		6,32,70,969
<b>7 SHORT TERM PROVISIONS</b>				
Provision for Employee Benefits				
- Bonus		4,60,370		3,65,127
- Gratuity		19,161		25,587
- Leave Benefits		40,903		37,219
Provision for Income Tax				
		5,20,434		4,27,933
<b>9 LONG TERM LOANS AND ADVANCES</b>				
Security Deposits [ Considered Good ]		25,02,500		2,500
		25,02,500		2,500
<b>10 DEFERRED TAX ASSETS / (LIABILITIES)</b>				
On account of				
Carry forward losses		-		9,37,479
Temporary disallowances under Income Tax		-		9,21,415
Depreciation		-		(1,57,433)
		-		17,01,461
<b>11 TRADE RECEIVABLES</b>				
Outstanding for a period exceeding six months from the date they are due for payment				
- Unsecured, Considered Good	6,82,14,850		7,10,79,027	
- Unsecured, Considered Doubtfull	28,70,921		6,744	
	7,10,85,771		7,10,85,771	
Less: Provision for Bad Debts	28,70,921	6,82,14,850	6,744	7,10,79,027
Others		21,33,185		29,01,103
		7,03,48,035		7,39,80,130
<b>12 CASH AND CASH EQUIVALENTS</b>				
Cash at Bank - Current Account		71,297		37,000
Cash on Hand		1,96,676		68,170
Foreign Currency on hand		12,587		12,239
		2,80,560		1,17,409
<b>13 SHORT TERM LOANS AND ADVANCES</b>				
Prepaid Expenses		5,007		4,882
Advance to Suppliers		14,26,000		14,26,000
Advance Income tax / TDS (net)		4,45,104		5,03,214
Balance with statutory / Government authorities		2,86,869		38,763
		21,62,980		19,72,859

## Statement of Profit and Loss for the year ended 31st March, 2016

Amounts in Rs.

Particulars	Note No.	For the Year ended		For the Year ended	
		31-Mar-2016		31-Mar-2015	
Revenue from operations	14		1,84,56,197		1,86,97,003
Other Income	15		34,776		2,093
<b>Total Revenue</b>			<b>1,84,90,973</b>		<b>1,86,99,096</b>
Expenses:					
Employee benefits expense	16		1,27,29,248		1,20,17,721
Financial costs	17		87,461		1,49,501
Depreciation and amortization expense	18		5,44,527		13,34,497
Other expenses	19		1,42,23,318		1,03,64,960
<b>Total Expenses</b>			<b>2,75,84,555</b>		<b>2,38,66,679</b>
Profit before tax			(90,93,582)		(51,67,583)
Tax expense:					
Current tax			-		
Deferred tax		17,01,461	17,01,461		
Profit/ (Loss) for the Year			(1,07,95,043)		(51,67,583)
Earning per equity share:					
(1) Basic			(216)		(103)
(2) Diluted			(216)		(103)
Significant accounting policy and additional information	1 & 2				
As per our Report of even date: For Ishwar & Gopal, Chartered Accountants		For and on behalf of the Board			
K.V.Gopalakrishnayya Partner Membership No : 021748 Firm registration No : 001154S Place: Bangalore Date : 30.05.2016		 V Ranganathan Director DIN : 01247305		 Shridhar S Hegde Director DIN : 01247342	

## Notes to the Financial Statements for the year ended 31st March 2016

Amounts in Rs.

Note No	Particulars	For the Year ended 31-Mar-2016	For the Year ended 31-Mar-2015
14	Revenue from Operations Sale of Services	1,84,56,197	1,86,97,003
	Revenue from operations (Net)	1,84,56,197	1,86,97,003
	<b>Details of Services Rendered</b>		
	Medical Transcription	1,72,81,824	1,82,33,908
	LPO Services	11,74,373	4,63,095
		1,84,56,197	1,86,97,003
15	<b>Other Income</b>		
	Excess Provision / (Unclaimed Credit) Withdrawn		
	Interest income- income tax refund	34,776	-
	Discount received		2,093
		34,776	2,093
16	Employee Benefit Expenses		
	Salaries and Wages	1,13,77,463	1,07,82,394
	Contribution to provident & Other Funds	8,56,612	6,87,292
	Staff Welfare expenses	4,95,173	5,48,035
		1,27,29,248	1,20,17,721
17	Financial Costs		
	Interest on Income Tax/ TDS	33,819	99,437
	Other Borrowing Costs	53,642	50,064
		87,461	1,49,501
18	Depreciation and amortisation expenses		
	Depreciation of tangible assets	5,44,527	13,54,889
	Prior Year Depreciation		(20,392)
		5,44,527	13,34,497
19	Other Expenses		
	Power and Fuel	2,10,269	2,43,322
	Rent	26,04,176	17,85,380
	Repairs to Others	64,534	1,06,725
	Insurance	3,366	829
	Rates & Taxes, excluding taxes on income	21,81,137	21,31,125
	Remuneration to Auditors	1,01,880	85,325
	Professional Charges	31,400	50,200
	Travelling and Conveyance	34,210	13,248
	Communication expenses	4,41,214	4,67,250
	Fees to home transcriptionist	55,71,192	53,04,339
	Advertisement / Business Promotion	1,700	-
	Office Expenses	43,862	47,926
	Net Loss on foreign currency transaction and translation	10,201	12,650
	Provision for doubtful Debts/write off	28,64,177	25,000
	Loss on sale of Assets	-	31,641
	Water Charges	60,000	60,000
		1,42,23,318	1,03,64,960
	Remuneration to Auditor		
	Audit fees	75,000	60,000
	Tax Audit fees	25,000	15,000
	Reimbursement of expenses / Service tax	1,880	10,325
		1,01,880	85,325

CEREBRA LPO INDIA LIMITED  
Cash Flow Statement for the year ended 31st March 2016

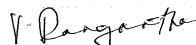
Amounts in Rs.


Particulars	Year ended 31-03-2016		Year ended 31-03-2015	
<b>A. Cashflow from operating activities</b>				
Net Profit before tax and extraordinary items		(90,93,582)		(51,67,583)
Adjustments for:				
Depreciation (net)	5,44,527		13,34,497	
Interest paid	33,819			
Interest received	(34,776)			
Loss on sale of Fixed Assets		5,43,570	31,641	
Operating Profit /(Loss) before working capital changes		(85,50,012)		(38,01,446)
Adjustment for changes in :				
(Increase)/Decrease in Trade & other receivables	13,87,078		(2,97,725)	
Increase/(Decrease) in Trade & Other Payable	77,70,232		44,68,112	
		91,57,310		41,70,387
Cash generated from operations		6,07,298		3,68,941
Income tax paid (net)		(4,45,104)		(2,45,657)
Net Cash flow before extraordinary items		1,62,194		1,23,284
<b>Net cashflow from Operating Activities</b>		1,62,194		1,23,284
<b>B. Cash Flow from Investing activities</b>				
Interest received	34,776			
Sale of fixed assets	-		56,937	-
Purchase of Fixed Assets			(1,92,952)	
<b>Net cash generated from Investing Activities</b>		34,776		(1,36,015)
<b>C. Cashflow from Financing Activities</b>				
Increase in borrowing and provision				
Interest payment	(33,819)		-	
<b>Net cash flow from financing activities</b>		(33,819)		-
<b>Net Increase / (Decrease) in Cash &amp; Cash equivalents (A+B+C)</b>		1,63,151		(12,731)
Cash & Cash equivalents				
Opening Balance		1,17,409		1,30,140
Closing Balance		2,80,560		1,17,409
<b>Net Increase / (Decrease) in cash and cash equivalents</b>		1,63,152		(12,731)

The figures in cash flow statement are based on or have been derived from the annual financial statements of the company.

As per our Report of even date:  
For Ishwar & Gopal,  
Chartered Accountants

For and on behalf of the Board

  
V Ranganathan  
Director  
DIN : 01247305

  
Shridhar S Hegde  
Director  
DIN : 01247342

K.V.Gopalakrishnayya  
Partner  
Membership No : 021748  
Firm registration No : 001154S  
Place: Bangalore  
Date : 30.05.2016