

# **TVS Infotech Inc.**

## **ANNUAL REPORT**

**for the year ended  
31st March 2016**

# TVS Infotech Inc.

## Balance Sheet as at 31st March 2016

SI No	Particulars	Note No.	USD As at 31-03-2016		RUPEES As at 31-03-2016		USD As at 31-03-2015		RUPEES AS at 31-03-2015	
<b>I. EQUITY AND LIABILITIES</b>										
(1)	<b>Shareholders' funds</b>									
	(a) Share capital	1	368,170		24,394,944		368,170		23,010,625	
	(b) Reserves and surplus	2	(93,270)	<b>274,900</b>	(6,217,754)	<b>18,177,190</b>	(27,234)	<b>340,936</b>	(1,722,847)	<b>21,287,778</b>
(2)	<b>Non-current liabilities</b>									
(3)	<b>Current liabilities</b>									
	(a) Trade payables	3	356,166		23,599,582		313,436		19,589,746	
	(b) Other current liabilities	4	71,323	<b>427,489</b>	4,725,866	<b>28,325,448</b>	38,562	<b>351,998</b>	2,410,101	<b>21,999,847</b>
	<b>TOTAL</b>			<b>702,389</b>		<b>46,502,638</b>		<b>692,934</b>		<b>43,287,625</b>
<b>II. ASSETS</b>										
(1)	<b>Non-current assets</b>									
	(a) Fixed assets									
	(i) Tangible assets	5	4,451		257,383		4,514		261,520	
	(b) Long-term loans and advances	6	50,180	<b>54,631</b>	3,324,947	<b>3,582,330</b>	47,765	<b>52,279</b>	2,985,327	<b>3,246,847</b>
(2)	<b>Current assets</b>									
	(a) Trade receivables	7	456,479		30,246,324		405,744		25,359,016	
	(b) Cash and cash equivalents	8	155,204		10,283,816		201,005		12,562,787	
	(c) Short-term loans and advances	6	36,075	<b>647,758</b>	2,390,168	<b>42,920,308</b>	33,906	<b>640,655</b>	2,118,974	<b>40,040,777</b>
	<b>TOTAL</b>			<b>702,389</b>		<b>46,502,638</b>		<b>692,934</b>		<b>43,287,625</b>

Vinod Krishnan  
Director

Preethi Krishna  
Director

Kiran Ghodgaonkar  
Director

New York  
May 5, 2016

# TVS Infotech Inc.

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

SI No	Particulars	Note No	As at 31-03-2016		As at 31-03-2015	
			Value in USD	Value in Rs.	Value in USD	Value in Rs.
I	Income from Software Services	9	1,639,059	107,620,581	2,031,398	124,463,725
	Total Revenue		<b>1,639,059</b>	<b>107,620,581</b>	<b>2,031,398</b>	<b>124,463,725</b>
II	Expenses	10				
	Salaries, Wages and Other expenses		1,705,032	111,952,392	1,946,350	119,252,918
	Depreciation		63	4,137	66	4,044
	Total Expenses		<b>1,705,095</b>	<b>111,956,529</b>	<b>1,946,416</b>	<b>119,256,962</b>
III	<b>Profit before exceptional and extraordinary items and tax (I-II)</b>		<b>(66,036)</b>	<b>(4,335,942)</b>	<b>84,982</b>	<b>5,206,763</b>
IV.	Exceptional items IT Refund		-	-	29,206	1,789,452
V.	<b>Profit before extraordinary items and tax (V - VI)</b>		<b>(66,036)</b>	<b>(4,335,942)</b>	<b>114,188</b>	<b>6,996,215</b>
VI.	Extraordinary Items					
VII.	<b>Profit before tax (V- VI)</b>		<b>(66,036)</b>	<b>(4,335,942)</b>	<b>114,188</b>	<b>6,996,215</b>
VIII.	Tax expense: (1) Current tax (2) Provision for Taxation		- -	- -	- -	- -
IX	<b>Profit (Loss) for the period from continuing operations (VII-VIII)</b>		<b>(66,036)</b>	<b>(4,335,942)</b>	<b>114,188</b>	<b>6,996,215</b>
X	Profit/(loss) from discontinuing operations		-	-	-	-
XI	Tax expense of discontinuing operations		-	-	-	-
XII	<b>Profit/(loss) from Discontinuing operations (after tax) (X-XI)</b>		-	-	-	-
XIII	<b>Profit (Loss) for the period (IX + XII)</b>		<b>(66,036)</b>	<b>(4,335,942)</b>	<b>114,188</b>	<b>6,996,215</b>
XIV	Earnings per equity share: (1) Basic (2) Diluted No of Shares		<b>(0.18)</b> - - <b>368,170</b>	<b>(11.78)</b> - - <b>368,170</b>	<b>0.31</b> - - <b>368,170</b>	<b>19.00</b> - - <b>368,170</b>

Vinod Krishnan  
Director

Preethi Krishna  
Director

Kiran Ghodgaonkar  
Director

New York  
May 5, 2016

**CASH FLOW STATEMENT for the year ending 31st March, 2016**

	USD		INR		USD		INR	
	Year ended 31-03-2016		Year ended 31-03-2016		Year ended 31-03-2015		Year ended 31-03-2015	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>								
Net Profit before Tax		(66,036)		(4,335,942)		114,188		6,996,215
Add: Extraordinary Item: Compensation / gratuity paid to Employees under Early Retirement Scheme		-		-		-		-
Net Profit before Tax and Extraordinary Items		(66,036)		(4,335,942)		114,188		6,996,215
<b>Adjustments For:</b>								
Depreciation and amortisation charge	63		4,137		66		4,044	
Unrealised Exchange (gain)/ loss	-		-		-		-	
Interest expense	-		-		-		-	
Exchange difference on account of translation of foreign currency cash and cash equivalents	-		-		-		-	
Profit on Sale of Assets	-		-		-		-	
		63		4,137		66		4,044
<b>Operating Profit before Extra ordinary items &amp; Working Capital changes: (A)</b>		(65,973)		(4,331,805)		114,254		7,000,259
<b>Increase/Decrease in Working Capital : (B)</b>								
(Increase) / Decrease in Trade and other receivables								
Trade receivables	(50,735)		(4,887,307)		(63,592)		(4,857,268)	
Short-term loans and advances	(2,169)		(271,194)		(20,896)		(1,339,490)	
Trade payables	42,730		4,009,836		91,317		6,280,322	
Other current liabilities	32,761		2,315,765		(153)		90,287	
Short-term provisions	-		-		-		-	
		22,587		1,167,100		6,675		173,851
Cash Generated From Operations		(43,386)		(3,164,705)		120,929		7,174,110
<b>NET CASH FROM OPERATING ACTIVITIES (1) (A) - (B)</b>		(43,386)		(3,164,705)		120,929		7,174,110
<b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>								
Long-term loans and advances		(2,415)		(339,620)		(9,630)		(700,269)
Non-current investments		-		-		10,000		599,200
Purchase of Fixed Assets		-		-		(172)		(10,750)
<b>NET CASH USED IN INVESTING ACTIVITIES (2)</b>		(2,415)		(339,620)		198		(111,819)
Exchange difference on account of translation of foreign currency cash and cash equivalents (4)		-		1,225,355		-		714,190
<b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (1+2+3+4)</b>		(45,801)		(2,278,971)		121,127		7,776,481
<b>CASH AND CASH EQUIVALENTS -Opening Balance</b>		201,005		12,562,787		79,878		4,786,306
<b>CASH AND CASH EQUIVALENTS-Closing Balance</b>		155,204		10,283,816		201,005		12,562,787
Notes: CASH AND CASH EQUIVALENTS include:								
b) With Banks:								
i) in Current Accounts		155,204		10,283,816		201,005		12,562,787
ii) in Deposit Accounts		-		-		-		-
		155,204		10,283,816		201,005		12,562,787

**VINOD KRISHNAN**  
 Director

**Preethi Krishna**  
 Director

**Kiran Ghodgaonkar**  
 Director

 New York  
 May 5, 2016

**1 Share Capital**

S No	Particulars	USD As at 31-03-2016		RUPEES AS at 31-03-2015	
		Value in USD	Value in Rs.	Value in USD	Value in Rs.
a	<b>Authorised</b> 60,000 Common Shares	368,170	24,394,944	368,170	23,010,625
	<b>Issued</b> 20,000 Common Shares of USD 1/- each fully paid up 34,817 Common Shares of USD 10/- each fully paid up	368,170	24,394,944	368,170	23,010,625
c	<b>Subscribed and Paid-up</b> 20,000 Common Shares of USD 1/- each fully paid up 34,817 Common Shares of USD 10/- each fully paid up	368,170	24,394,944	368,170	23,010,625

**d Reconciliation of number of shares**

S No	Equity Shares	USD As at 31-03-2016		RUPEES AS at 31-03-2015	
		Value in USD	Value in Rs.	Value in USD	Value in Rs.
1	Balance at the beginning of the year	368,170	24,394,944	368,170	23,010,625
2	Add: Shares issued during the year	-	-	-	-
3	Bonus Shares issued during the year	-	-	-	-
	Balance as at the end of the year	368,170	24,394,944	368,170	23,010,625

**e Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company**

S No	Name of the Share Holder	USD As at 31-03-2016		RUPEES AS at 31-03-2015	
		No of Shares	Shares as % of Total No of Shares	No of Shares	Shares as % of Total No of Shares
1	TVS Infotech Limited	368,170	100%	368,170	100%
	Sub Total	-	-	-	-
	Total No of shares of the Company	368,170	100.00	368,170	100.00

**2 Reserves & Surplus****a General Reserve**

S No	Particulars	USD As at 31-03-2016		RUPEES AS at 31-03-2015	
		Value in USD	Value in Rs.	Value in USD	Value in Rs.
1	Balance as at the beginning of the year	-	-	-	-
2	Add: Transfer from Surplus in Profit	-	-	-	-
	Sub Total	-	-	-	-
3	Less: Amount utilized on issue of fully paid bonus shares	-	-	-	-
	Balance as at the end of the year	-	-	-	-

**b Surplus/Deficit in Statement of Profit and Loss**

S No	Particulars	USD As at 31-03-2016		RUPEES AS at 31-03-2015	
		Value in USD	Value in Rs.	Value in USD	Value in Rs.
1	Balance as at the beginning of the year	(27,234)	(1,722,847)	(141,422)	(8,483,373)
2	Profit for the Year	(66,036)	(4,335,947)	114,188	6,996,215
3	Balance available for appropriation(1+2)	(93,270)	(6,058,794)	(27,234)	(1,487,158)
	<b>Appropriations:</b>				
4	Transfe to General Reserve	-	-	-	-
5	Amount appropriated during the year Foreign Exchange Reserve/asset arising on account of application of Accounting Standard 11	-	(158,960)	-	(235,689)
	Balance as the end of the year(3-5)	-	(158,960)	-	(235,689)
<b>Total Reserves and Surplus (a+b)</b>		<b>(93,270)</b>	<b>(6,217,754)</b>	<b>(27,234)</b>	<b>(1,722,847)</b>

### 3 Trade Payables

Particulars	Short Term/Current			
	Value in USD		Value in Rupees	
	As at 31-03-2016	As at 31-03-2015	As at 31-03-2016	As at 31-03-2015
Sundry Creditors for Services	356,166	313,436	23,599,582	19,589,746
Sundry Creditors for Capital Items	-	-	-	-
<b>Total</b>	<b>356,166</b>	<b>313,436</b>	<b>23,599,582</b>	<b>19,589,746</b>

### 4 Other liabilities

Particulars	Short Term/Current			
	Value in USD		Value in Rupees	
	As at 31-03-2016	As at 31-03-2015	As at 31-03-2016	As at 31-03-2015
1 Statutory Dues	1,702	1,832	112,797	114,531
2 Outstanding Liabilities	26,934	26,925	1,784,631	1,682,804
3 Customer Advances	27,587	-	1,827,921	-
4 Non Statutory dues	15,100	9,805	1,000,517	612,766
<b>Total</b>	<b>71,323</b>	<b>38,562</b>	<b>4,725,866</b>	<b>2,410,101</b>

### 5 Fixed Assets Schedule

Particulars	Value in USD As at 31-03-2016			Value in Rupees As at 31-03-2016		
	Plant and Machinery	Furniture, Fixtures & Office Equipments	Total	Plant and Machinery	Furniture, Fixtures & Office Equipments	Total
<b>A</b>						
<u>Cost of Assets</u>						
As at 01-4-2015	11,949	5,191	17,140	715,984	311,488	1,027,472
Additions	-	-	-	-	-	-
Sales/Discards	-	-	-	-	-	-
Other Adjustments	-	-	-	-	-	-
- Exchange difference	-	-	-	-	-	-
- Borrowing Costs	-	-	-	-	-	-
As at 31-03-2016	11,949	5,191	17,140	715,984	311,488	1,027,472
<b>B</b>						
<u>Depreciation/Amortization</u>						
As at 01-4-2015	11,357	1,269	12,626	689,824	76,128	765,952
Charges for the year	-	63	63	-	4,137	4,137
Deduction on sale or discard	-	-	-	-	-	-
Impairment for the year	-	-	-	-	-	-
As at 31-03-2016	11,357	1,332	12,689	689,824	80,265	770,089
<b>C</b>						
<u>Written Down Value</u>						
As at 31-03-2016	592	3,859	4,451	26,160	231,223	257,383
As at 01-04-2015	592	3,922	4,514	26,160	235,360	261,520

Notes to Financial Statements for the year ending 31st March, 2016

Rupees

6 Loans and advances (Unsecured, Considered good unless stated otherwise)

Particulars	Non Current				Current			
	Value in USD		Value in Rupees		Value in USD		Value in Rupees	
	As at 31-03-2016	As at 31-03-2015	As at 31-03-2016	As at 31-03-2015	As at 31-03-2016	As at 31-03-2015	As at 31-03-2016	As at 31-03-2015
<b>A Security Deposits</b>								
	926	926	61,373	57,891	-	-	-	-
	<b>926</b>	<b>926</b>	<b>61,373</b>	<b>57,891</b>	-	-	-	-
<b>B Loans and Advances to Related Parties (refer note on related party)</b>								
	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
<b>C Other loans and advances</b>								
Advance Income-tax(net of provision for taxation)	32,209	32,209	2,134,161	2,013,055	-	-	-	-
Current Advances	10,000	10,000	662,600	625,000	-	-	-	-
Prepaid Expenses	-	-	-	-	23,815	9,409	1,577,979	588,059
Loans/Advances to employees	7,045	4,630	466,813	289,381	12,260	17,734	812,189	1,108,234
Advances recoverable in Cash or in kind	-	-	-	-	-	6,763	-	422,681
	<b>49,254</b>	<b>46,839</b>	<b>3,263,574</b>	<b>2,927,436</b>	<b>36,075</b>	<b>33,906</b>	<b>2,390,168</b>	<b>2,118,974</b>
<b>Total (A+B+C)</b>	<b>50,180</b>	<b>47,765</b>	<b>3,324,947</b>	<b>2,985,327</b>	<b>36,075</b>	<b>33,906</b>	<b>2,390,168</b>	<b>2,118,974</b>



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

### 7 Trade Receivables (Unsecured, considered good unless stated otherwise)

Particulars		Current			
		Value in USD		Value in Rupees	
		As at 31-03-2016	As at 31-03-2015	As at 31-03-2016	As at 31-03-2015
A	Outstanding for a period exceeding 6 months from the date they are due for payment	58,154	106,845	3,853,285	6,677,813
		(A) 58,154	106,845	3,853,285	6,677,813
B	Other Receivables	398,325	298,899	26,393,039	18,681,204
		(B) 398,325	298,899	26,393,039	18,681,204
		<b>Total (A+B)</b>	<b>456,479</b>	<b>405,744</b>	<b>30,246,324</b>

### 8 Cash and Bank Balances

Particulars		Current			
		Value in USD		Value in Rupees	
		As at 31-03-2016	As at 31-03-2015	As at 31-03-2016	As at 31-03-2015
Cash and Cash Equivalants					
a	Balances with Bank Current Account	155,204	201,005	10,283,816	12,562,787
		(A) 155,204	201,005	10,283,816	12,562,787

Rupees

Note No	Particulars	As at 31-03-2016		As at 31-03-2015	
		Value in USD	Value in Rs.	Value in USD	Value in Rs.
9	<b>Revenue from Operation from Services</b>				
	a) <b>Services</b>				
	Domestic Services	1,639,059	107,620,581	2,031,398	124,463,725
	Overseas Services	-	-	-	-
	<b>Total</b>	<b>1,639,059</b>	<b>107,620,581</b>	<b>2,031,398</b>	<b>124,463,725</b>

Note No	Particulars	As at 31-03-2016		As at 31-03-2015	
		Value in USD	Value in Rs.	Value in USD	Value in Rs.
10	<b>SALARIES &amp; WAGES AND OTHER EXPENSES</b>				
	Salaries, Wages and Bonus	384,947	25,275,602	406,341	24,896,522
	Sub Contract Expenses	1,175,431	77,178,767	1,232,952	75,542,938
	Staff & Labour welfare expenses	29,730	1,952,100	33,841	2,073,458
	Rent	9,664	634,538	9,600	588,192
	Rates & Taxes	5,734	376,470	3,386	207,433
	Insurance	17,263	1,133,470	22,600	1,384,710
	Legal expenses	20,470	1,344,060	5,358	328,285
	Maintenance Expenses	-	-	45	2,759
	Communication expenses	4,320	283,682	5,074	310,884
	Bad Debts	-	-	51,324	3,144,641
	Travel	8,242	541,190	8,136	498,474
	Consultancy fees	17,831	1,170,751	26,259	1,608,898
	Subscriptions	21,965	1,442,231	23,323	1,428,987
	Miscellaneous expenses (Items individually not exceeding 1% of sales)	9,435	619,531	118,112	7,236,737
		<b>1,705,032</b>	<b>111,952,392</b>	<b>1,946,350</b>	<b>119,252,918</b>