

TVS Infotech Inc.

ANNUAL REPORT

**for the year ended
31st March 2017**

TVS Infotech Inc., USA

BALANCE SHEET AS AT 31ST MARCH 2017

Particulars	Note	As at 31st March 2017		As at 31st March 2016		As at 01st April 2015	
		USD	₹	USD	₹	USD	₹
ASSETS							
Non-current assets							
Property, plant and equipment	5	5,010	324,977	4,451	294,922	4,514	282,125
Financial assets							
- Others	6	19,649	1,274,419	17,971	1,190,786	15,556	972,272
Deferred tax assets (Net)							
Assets for current tax (net)	7	32,209	2,089,068	32,209	2,134,161	32,209	2,013,055
Other non-current assets	8	-	-				
		<u>56,868</u>	<u>3,688,464</u>	<u>54,631</u>	<u>3,619,869</u>	<u>52,279</u>	<u>3,267,452</u>
Current assets							
Financial assets							
- Trade receivables	9	869,578	56,400,860	456,479	30,246,324	405,744	25,359,016
- Cash and cash equivalents	10	5,510	357,399	155,204	10,283,816	201,005	12,562,787
- Other	6	49,827	3,231,805	12,260	812,189	24,497	1,530,915
Other current assets	8	8,313	539,161	23,815	1,577,979	9,409	588,059
		<u>933,229</u>	<u>60,529,225</u>	<u>647,758</u>	<u>42,920,308</u>	<u>640,654</u>	<u>40,040,777</u>
Total assets		<u>990,097</u>	<u>64,217,689</u>	<u>702,389</u>	<u>46,540,177</u>	<u>692,933</u>	<u>43,308,228</u>
EQUITY AND LIABILITIES							
Equity							
Equity Share capital	11	368,170	23,879,506	368,170	24,394,944	368,170	23,010,625
Other equity		(120,382)	(7,808,067)	(93,270)	(6,180,214)	(27,234)	(1,702,243)
Total equity		<u>247,788</u>	<u>16,071,439</u>	<u>274,900</u>	<u>18,214,730</u>	<u>340,936</u>	<u>21,308,382</u>
Liabilities							
Current liabilities							
Financial liabilities							
- Trade payables	12						
Dues to others		666,552	43,232,569	356,166	23,599,582	313,436	19,589,746
- Other financial liabilities	13	27,830	1,805,091	42,034	2,785,148	36,730	2,295,569
Other current liabilities	14	47,927	3,108,590	29,289	1,940,718	1,832	114,531
Total current liabilities		<u>742,309</u>	<u>48,146,250</u>	<u>427,489</u>	<u>28,325,448</u>	<u>351,998</u>	<u>21,999,846</u>
Total equity and liabilities		<u>990,097</u>	<u>64,217,689</u>	<u>702,389</u>	<u>46,540,177</u>	<u>692,933</u>	<u>43,308,228</u>

VINOD KRISHNAN
Director
(DIN: 00503518)

PREETHI KRISHNA
Deputy Managing Director
(DIN:)

KIRAN GHODGAONKAR
Director
(DIN:)

Place : Chennai
Date : 20 May 2017

TVS Infotech Inc., USA

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2017

	Note	Year ended 31st March 2017		Year ended 31st March 2016	
		USD	Rs.	USD	Rs.
Revenue from operations	15	2,450,751	164,273,833	1,639,059	107,620,581
Other income	16	9,751	653,630	-	-
Total Income		<u>2,460,502</u>	<u>164,927,463</u>	<u>1,639,059</u>	<u>107,620,581</u>
Expenses					
Employee benefits expense	18	595,106	39,889,937	414,677	27,227,702
Depreciation and amortization expense	19	380	25,471	63	4,137
Other expenses	20	1,892,128	126,829,317	1,290,355	84,724,690
Total expenses		<u>2,487,614</u>	<u>166,744,725</u>	<u>1,705,095</u>	<u>111,956,529</u>
Profit before exceptional items and tax		(27,112)	(1,817,262)	(66,036)	(4,335,942)
Exceptional item	28	-	-	-	-
Profit before tax		<u>(27,112)</u>	<u>(1,817,262)</u>	<u>(66,036)</u>	<u>(4,335,942)</u>
Tax expense					
a) Current tax	21	-	-	-	-
b) Deferred tax		-	-	-	-
c) Adjustment of tax relating to earlier periods		-	-	-	-
Profit for the Year from continuing operations		<u>(27,112)</u>	<u>(1,817,262)</u>	<u>(66,036)</u>	<u>(4,335,942)</u>
Profit/ (loss) from discontinued operations					
Tax income/(expense) of discontinued operations		-	-	-	-
Profit/ (loss) from discontinued operations (after tax)		-	-	-	-
Profit/(loss) for the period		<u>(27,112)</u>	<u>(1,817,262)</u>	<u>(66,036)</u>	<u>(4,335,942)</u>
Other comprehensive income					
17					
i) Items that will not be reclassified to profit or loss					
- Income tax relating to items that will not be reclassified to profit or loss		-	-	-	-
ii) Items that will be reclassified to profit or loss					
- Income tax relating to items that will be reclassified to profit or loss		-	207,388	-	(289,066)
		-	-	-	-
			207,388		(289,066)
Total comprehensive income for the year		<u>(27,112)</u>	<u>(1,609,874)</u>	<u>(66,036)</u>	<u>(4,625,008)</u>
<i>(Comprising Profit and Other Comprehensive Income for the year)</i>					
Earnings per equity share					
21					
Basic		(0.07)	(4.37)	(0.18)	(12.56)
No. of shares		368,170	368,170	368,170	368,170

VINOD KRISHNAN
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(DIN: 00503518)

PREETHI KRISHNA
Deputy Managing Director
(DIN:)

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(DIN:)

Place : Chennai
Date : 20 May 2017

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2017

	Year ended 31st March 17		Year ended 31st March 16	
	USD	Rs.	USD	Rs.
Cash flows from operating activities				
Profit before tax	(27,112)	(1,817,262)	(66,036)	(4,335,942)
<i>Adjustments to reconcile net income to net cash provided by operating activities</i>				
Depreciation and amortization	380	25,471	63	4,137
Operating profit before working capital changes	<u>(26,732)</u>	<u>(1,791,791)</u>	<u>(65,973)</u>	<u>(4,331,805)</u>
Adjustments for:				
Decrease in trade payables	310,386	19,632,987	42,730	4,009,836
(Decrease)/ increase in other current liabilities	4,434	187,815	32,761	2,315,765
(Increase)/Decrease in trade receivables	(413,100)	(26,154,536)	(50,735)	(4,887,307)
(Increase)/Decrease in other non-current assets	(1,677)	(38,540)		
Increase in short-term loans and advances	-	-	(2,169)	(271,194)
Decrease/(Increase) in long-term loans and advances	-	-	(2,415)	(339,620)
(Increase)/ decrease in other current assets	(22,066)	(1,380,798)		
Cash from/ (used) in operating activities	<u>(122,023)</u>	<u>(7,753,072)</u>	<u>20,173</u>	<u>827,479</u>
Direct taxes paid, net				
Net cash from/ (used) in operating activities before extraordinary item	<u>(148,755)</u>	<u>(9,544,863)</u>	<u>(45,801)</u>	<u>(3,504,326)</u>
Net cash from/ (used) in operating activities	<u>(148,755)</u>	<u>(9,544,863)</u>	<u>(45,801)</u>	<u>(3,504,326)</u>
B. Cash flow from investing activities				
Purchase of assets (including capital work-in-progress and capital advances)	(939)	(60,933)	-	-
Net cash from/ (used) in investing activities	<u>(939)</u>	<u>(60,933)</u>	<u>-</u>	<u>-</u>
C. Cash flow from financing activities	<u>(149,694)</u>	<u>(9,605,795)</u>	<u>(45,801)</u>	<u>(3,504,326)</u>
Exchange difference on account of translation of foreign currency cash and cash equivalents (4)	-	(320,622)		1,225,355
Net cash generated from financing activities	<u>(149,694)</u>	<u>(9,926,417)</u>	<u>(45,801)</u>	<u>(2,278,971)</u>
D. Net cash flows during the year				
E. Cash and cash equivalents at the beginning	155,204	10,283,816	201,005	12,562,787
F. Cash and cash equivalents taken over on amalgamation (Also, refer note 3)				
G. Cash and cash equivalents at the end	<u>5,510</u>	<u>357,399</u>	<u>155,204</u>	<u>10,283,816</u>
Cash and cash equivalents comprise of:				
Cash on hand				
Balances with banks in current accounts	5,510	357,399	155,204	10,283,816
Cash and cash equivalents as per note 20	<u>5,510</u>	<u>357,399</u>	<u>155,204</u>	<u>10,283,816</u>

VINOD KRISHNAN
Director
(DIN: 00503518)

PREETHI KRISHNA
Deputy Managing Director
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TVS Infotech Inc., USA

STATEMENTS OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2017

A. Equity Share Capital

Particulars	Notes	Amount	
		USD	Rs.
Balance at 1st April 2015	16	368,170	23,010,625
Restatement of opening balance		-	1,384,319
Balance at 31st March 2016		368,170	24,394,944
Restatement of opening balance		-	(515,438)
Balance at 31st March 2017		368,170	23,879,506

B. Other Equity

Particulars	Notes	Reserves and Surplus		Accumulated other comprehensive income		Total	
		Retained Earnings		Foreign currency translation reserve			
		USD	Rs.	USD	Rs.	USD	Rs.
Balances at 1st April 2016	11	(93,270)	(6,031,545)	-	(148,669)	(93,270)	(6,180,214)
Restatement of opening balance			(17,979)				(17,979)
Profit for the year		(27,112)	(1,817,262)	-	-	(27,112)	(1,817,262)
Other comprehensive income	17	-	-	-	207,388	-	207,388
Transferred from Retained earnings to general reserves		-	-	-	-	-	-
Dividends	12	-	-	-	-	-	-
Balances at 31st March 2017		(120,382)	(7,866,786)	-	58,719	(120,382)	(7,808,067)

Particulars	Notes	Reserves and Surplus		Accumulated other comprehensive income		Total	
		Retained Earnings		Foreign currency translation reserve			
		USD	Rs.	USD	Rs.	USD	Rs.
Balances at 1st April 2015	11	(27,234)	(1,842,640)	-	140,397	(27,234)	(1,702,242)
Restatement of opening balance			147,042	-	-	-	147,042
Profit for the year		(66,036)	(4,335,947)	-	-	(66,036)	(4,335,947)
Other comprehensive income	17	-	-	-	(289,066)	-	(289,066)
Transferred from Retained earnings to general reserves		-	-	-	-	-	-
Dividends	12	-	-	-	-	-	-
Balances at 31st March 2016		(93,270)	(6,031,545)	-	(148,669)	(93,270)	(6,180,213)

Particulars	Notes	Reserves and Surplus		Accumulated other comprehensive income		Total	
		Retained Earnings		Foreign currency translation reserve			
		USD	Rs.	USD	Rs.	USD	Rs.
Balances at 1 April 2014	11	(141,422)	(8,483,373)	-	-	(141,422)	(8,483,373)
Restatement of opening balance		-	(355,482)	-	-	-	(355,482)
Profit for the year		114,188	6,996,215	-	-	114,188	6,996,215
Other comprehensive income	17	-	-	-	140,397	-	140,397
Transferred from Retained earnings to general reserves		-	-	-	-	-	-
Dividends	12	-	-	-	-	-	-
Balances at 31 March 2015		(27,234)	(1,842,640)	-	140,397	(27,234)	(1,702,243)

NOTES TO FINANCIAL STATEMENTS (Contd.)

5 PROPERTY, PLANT AND EQUIPMENT

Gross block	Plant and Equipment		Furniture and fixtures		Office Equipments		Total	
	USD	₹	USD	₹	USD	₹	USD	₹
As at 01st April 2015	11,949	746,813	502	31,375	4,689	293,063	17,140	1,071,251
Additions (refer note a below)	-	-	-	-	-	-	-	-
Disposal	-	-	-	-	-	-	-	-
Restatement of opening balance	-	44,928	-	1,888	-	17,630	-	64,446
- Transfer	-	-	-	-	-	-	-	-
As at 31st March 2016	11,949	791,741	502	33,263	4,689	310,693	17,140	1,135,697
Additions	-	-	-	-	939	60,933	939	60,933
Disposal	-	-	-	-	-	-	-	-
Restatement of opening balance	-	(16,729)	-	(703)	-	(6,564)	-	(23,996)
- Transfer	-	-	-	-	-	-	-	-
As at 31st March 2017	11,949	775,012	502	32,560	5,628	365,062	18,079	1,172,634
Accumulated depreciation/ amortisation								
As at 01st April 2015	11,357	709,813	188	11,750	1,081	67,563	12,626	789,126
For the year	-	-	12	788	51	3,350	63	4,138
Deduction on disposal	-	-	-	-	-	-	-	-
Other Adjustments	-	-	-	-	-	-	-	-
- Transfer	-	-	-	-	-	-	-	-
Restatement of opening balance	-	42,702	-	707	-	4,065	-	47,474
Restatement of Current year dep.	-	-	-	7	-	31	-	38
- Impairment loss/(reversal)	-	-	-	-	-	-	-	-
As at 31st March 2016	11,357	752,515	200	13,252	1,132	75,008	12,689	840,775
For the year	-	-	13	871	367	24,600	380	25,471
Impairment for the year	-	-	-	-	-	-	-	-
Deduction on sale or discards	-	-	-	-	-	-	-	-
Other Adjustments	-	-	-	-	-	-	-	-
Restatement of opening balance	-	(15,900)	-	(280)	-	(1,585)	-	(17,765)
Restatement of Current year dep.	-	-	-	(28)	-	(796)	-	(825)
- Impairment loss/(reversal)	-	-	-	-	-	-	-	-
As at 31st March 2017	11,357	736,615	213	13,815	1,499	97,226	13,069	847,657
Net block								
As at 1st April 2015	592	37,000	314	19,625	3,608	225,500	4,514	282,125
As at 31st March 2016	592	39,226	302	20,011	3,557	235,685	4,451	294,922
As at 31st March 2017	592	38,397	289	18,745	4,129	267,836	5,010	324,977

TVS Infotech Inc., USA

NOTES TO FINANCIAL STATEMENTS (Contd.)

6 OTHER FINANCIAL ASSETS (UNSECURED CONSIDERED GOOD UNLESS OTHERWISE STATED)

	As at 31st March 2017				As at 31st March 2016				As at 01st April 2015			
	Long-term		Short-term		Long-term		Short-term		Long-term		Short-term	
	USD	₹	USD	₹	USD	₹	USD	₹	USD	₹	USD	₹
Security deposits	926	60,077			926	61,373	-	-	926	57,891	-	-
Advances to employees	8,723	565,742	49,827	3,231,805	7,045	466,813	12,260	812,189	4,630	289,381	17,734	1,108,234
Advances recoverable in cash or in kind			-	-							6,763	422,681
Others	10,000	648,600			10,000	662,600			10,000	625,000		
	<u>19,649</u>	<u>1,274,419</u>	<u>49,827</u>	<u>3,231,805</u>	<u>17,971</u>	<u>1,190,786</u>	<u>12,260</u>	<u>812,189</u>	<u>15,556</u>	<u>972,272</u>	<u>24,497</u>	<u>1,530,915</u>

7 ASSETS FOR CURRENT TAX (NET)

Advance Income-tax (net of provision for taxation 31st March 2017: \$ 32,208.89, 31st March 2016: \$20,669, 01st April 2015: \$16,641)

	32,209	2,089,068			32,209	2,134,161			32,209	2,013,055		
	<u>32,209</u>	<u>2,089,068</u>	<u>-</u>	<u>-</u>	<u>32,209</u>	<u>2,134,161</u>	<u>-</u>	<u>-</u>	<u>32,209</u>	<u>2,013,055</u>	<u>-</u>	<u>-</u>

8 OTHER ASSETS

(Unsecured, considered good)

Prepaid expenses			8,313	539,161	-	-	23,815	1,577,979	-	-	9,409	588,059
	<u>-</u>	<u>-</u>	<u>8,313</u>	<u>539,161</u>	<u>-</u>	<u>-</u>	<u>23,815</u>	<u>1,577,979</u>	<u>-</u>	<u>-</u>	<u>9,409</u>	<u>588,059</u>

9 TRADE RECEIVABLES

(Unsecured, considered good unless otherwise stated)

Trade receivables (Also refer note 47(f))

i) Outstanding for a period exceeding 6 months from the date they are due for payment			869,578	56,400,860			456,479	30,246,324			405,744	25,359,016
	-	-	869,578	56,400,860	-	-	456,479	30,246,324	-	-	405,744	25,359,016

Doubtful

Less : Provision for bad and doubtful debts

	-	-	869,578	56,400,860	-	-	456,479	30,246,324	-	-	405,744	25,359,016
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Movements in the provision for impairment of receivables

Opening Balance			869,578	56,400,860								
Amount written off (uncollectable)			-	-								
Impairment loss			-	-								
Closing balance			<u>869,578</u>	<u>56,400,860</u>			<u>-</u>	<u>-</u>			<u>-</u>	<u>-</u>

10 CASH AND BANK BALANCES

Cash and cash equivalents

Balances with banks in current accounts			5,510	357,399			155,204	10,283,816			201,005	12,562,787
(A)	-	-	5,510	357,399	-	-	155,204	10,283,816	-	-	201,005	12,562,787
	<u>-</u>	<u>-</u>	<u>5,510</u>	<u>357,399</u>	<u>-</u>	<u>-</u>	<u>155,204</u>	<u>10,283,816</u>	<u>-</u>	<u>-</u>	<u>201,005</u>	<u>12,562,787</u>

NOTES TO FINANCIAL STATEMENTS (Contd.)

11	SHARE CAPITAL	As at 31st March 2017			As at 31st March 2016			As at 01st April 2015		
		Number	USD	Rs.	Number	USD	Rs.	Number	USD	Rs.
	Authorised									
	60,000 Common Shares	60,000	368,170	23,879,506	60,000	368,170	24,394,944	60,000	368,170	23,010,625
		<u>60,000</u>	<u>368,170</u>	<u>23,879,506</u>	<u>60,000</u>	<u>368,170</u>	<u>24,394,944</u>	<u>60,000</u>	<u>368,170</u>	<u>23,010,625</u>
	Issued, subscribed and fully paid up									
	20,000 common shares of USD 1/- each fully paid up		368,170	23,879,506		368,170	24,394,944		368,170	23,010,625
	34817 Common Shares of USD 10/- each fully paid up									
		<u>-</u>	<u>368,170</u>	<u>23,879,506</u>	<u>-</u>	<u>368,170</u>	<u>24,394,944</u>	<u>-</u>	<u>368,170</u>	<u>23,010,625</u>

a) There were no movement in the share capital during the current and previous year.

b) Shareholders holding more than 5% of the aggregate shares in the Company

	Nos.	% holding	Nos.	% holding	Nos.	% holding
TVS Infotech Limited	368,170	100.00%	368,170	100.00%	368,170	100.00%
	<u>368,170</u>	<u>100%</u>	<u>368,170</u>	<u>100.00%</u>	<u>368,170</u>	<u>100.00%</u>

c) Capital Management

The Company's capital management objectives are:

- to ensure the Company's ability to continue as a going concern
- to provide an adequate return to shareholders

by pricing products and services commensurately with the level of risk

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Group's capital management is to maximise the shareholder value.

Management assesses the Company's capital requirements in order to maintain an efficient overall financing structure while avoiding excessive leverage. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares, or sell assets to reduce debt. The amounts managed as capital by the Company for the reporting periods under review are summarised as follows:

12	TRADE PAYABLES	As at 31 March 2017				As at 31 March 2016				As at 1 April 2015			
		Long-term		Short-term		Long-term		Short-term		Long-term		Short-term	
		USD	Rs.	USD	Rs.	USD	Rs.	USD	Rs.	USD	Rs.	USD	Rs.
	Dues to micro and small enterprises (also, refer note (a) below)												
	Dues to others												
	Trade payables			666,552	43,232,569			356,166	23,599,582			313,436	19,589,746
		<u>-</u>	<u>-</u>	<u>666,552</u>	<u>43,232,569</u>	<u>-</u>	<u>-</u>	<u>356,166</u>	<u>23,599,582</u>	<u>-</u>	<u>-</u>	<u>313,436</u>	<u>19,589,746</u>

13 OTHER FINANCIAL LIABILITIES

Financial liabilities at fair value through profit or loss

Non statutory dues	18,764	1,217,029	15,100	1,000,517	9,805	612,766
Outstanding liabilities	9,066	588,062	26,934	1,784,631	26,925	1,682,804
	<u>-</u>	<u>27,830</u>	<u>1,805,091</u>	<u>-</u>	<u>42,034</u>	<u>2,785,148</u>
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>36,730</u>
						<u>2,295,569</u>

14 OTHER CURRENT LIABILITIES

Customer advances	14,483	939,421	27,587	1,827,921	-	-
Statutory dues	33,444	2,169,169	1,702	112,797	1,832	114,531
	<u>-</u>	<u>47,927</u>	<u>3,108,590</u>	<u>-</u>	<u>-</u>	<u>1,832</u>
						<u>114,531</u>

TVS Infotech Inc., USA

NOTES TO FINANCIAL STATEMENTS (Contd.)

	Year ended 31 March 2017		Year ended 31 March 2016	
	USD	Rs.	USD	Rs.
15 REVENUE FROM OPERATIONS				
Sale of service				
Domestic Sales	2,450,751	164,273,833	1,639,059	107,620,581
Export Sales	-	-	-	-
Revenue from operations (Gross)	<u>2,450,751</u>	<u>164,273,833</u>	<u>1,639,059</u>	<u>107,620,581</u>
16 OTHER INCOME				
Miscellaneous Income	9,751	653,630	-	-
	<u>9,751</u>	<u>653,630</u>	<u>-</u>	<u>-</u>
17 OTHER COMPREHENSIVE INCOME				
Other Comprehensive Income shall be classified into				
i) Items that will not be reclassified to profit or loss				
- Re-measurement gains (losses) on defined benefit plans				
Income tax effect				
- Revaluation of land and buildings				
Income tax effect				
-Net (loss)/gain on FVOCI equity securities				
Income tax effect				
ii) Items that will be reclassified to profit or loss				
Exchange differences on translation of foreign operations		207,388		(289,066)
Income tax effect				
- Net movement on cash flow hedges				
Income tax effect				
- Net (loss)/gain on FVOCI debt securities				
Income tax effect		207,388		(289,066)
	<u>-</u>	<u>207,388</u>	<u>-</u>	<u>(289,066)</u>
18 EMPLOYEE BENEFITS EXPENSE				
Salaries and wages	528,937	35,454,670	384,947	25,275,602
Staff welfare expenses	66,168	4,435,267	29,730	1,952,100
	<u>595,106</u>	<u>39,889,937</u>	<u>414,677</u>	<u>27,227,702</u>
19 DEPRECIATION AND AMORTIZATION EXPENSE				
Depreciation of tangible assets	380	25,471	63	4,137
Amortization of intangible assets	-	-	-	-
	<u>380</u>	<u>25,471</u>	<u>63</u>	<u>4,137</u>

NOTES TO FINANCIAL STATEMENTS (Contd.)

	Year ended 31 March 2017		Year ended 31 March 2016	
	USD	Rs.	USD	Rs.
20 OTHER EXPENSES				
Rent	11,545	773,841	9,664	634,538
Rates & taxes [excluding taxes on Income]		-	5,734	376,470
Insurance	16,113	1,080,079	17,263	1,133,470
Sub-contract expenses	1,746,443	117,064,074	1,175,431	77,178,767
Net Foreign exchange loss(net off gain)	382	25,572	-	-
Travel Expenses	16,943	1,135,691	8,242	541,190
Postage & Telecom Expenses	4,349	291,520	4,320	283,682
Consultancy	44,370	2,974,139	38,301	2,514,811
Bank Charges	3,426	229,639	-	-
Miscellaneous expenses	48,557	3,254,762	31,400	2,061,762
	1,892,128	126,829,317	1,290,355	84,724,690
Profit or loss section				
Accounting profit before tax	(27,112)	(1,817,262)	(66,036)	(4,335,942)
Accounting profit before income tax				
i) At India's statutory income tax rate of 30.90% (31 March 2016: 30.90%)	(8,378)	(561,534)	(20,405)	(1,339,806)
Tax effect of amounts which are not deductible (taxable) in calculating taxable income:				
ii) Disallowances:				
a) Investments in subsidiaries and joint ventures written-off				
b) Other items				
iii) Allowances				
a) Differential impact on account book depreciation and income tax depreciation				
b) Weighted deduction on research and development expenditure				
c) Dividend income from domestic companies				
d) Book profit on sale of investments				
e) Other items				
iv) Deductions under the provision of Income tax act 1961				
v) Adjustments for current tax of previous years				
	(8,378)	(561,534)	(20,405)	(1,339,806)
Tax expense comprises of:				
Current income tax:				
Current income tax charge (net of Minum alternate tax)				-
Adjustments in respect of current income tax of previous year				-
Deferred tax:				
Relating to origination and reversal of temporary differences				-
Income tax expense				-
Profit/(loss) from discontinuing operations				
a) Income				
b) Miscellaneous expenses				
c) Profit / (loss) from discontinuing operations (a) - (b)				-
Other Comprehensive Income section				
Deferred tax related to items recognised in OCI during in the year:				
a) Provision for employee benefits				-

TVS Infotech Inc., USA

NOTES TO FINANCIAL STATEMENTS (Contd.)

	Year ended 31 March 2017		Year ended 31 March 2016	
	USD	₹	USD	₹
21 EARNINGS PER EQUITY SHARE				
Nominal value of equity shares	1		1	
Profit attributable to equity shareholders (A)	(27,112)	(1,609,874)	(66,036)	(4,625,008)
Weighted average number of equity shares outstanding during the year (B)	-		-	
Basic earnings per equity share (A/B) (in ₹)	(0.07)	(4.37)	(0.18)	(12.56)
Dilutive effect on profit (C)				
(Loss)/profit attributable to equity shareholders for computing diluted EPS (D) = (A+C)				
Dilutive effect on weighted average number of equity shares outstanding during the year (E)				
Weighted average number of equity shares for computing diluted EPS (F) = (B+E)				
Diluted earnings per equity share (D/F) (in ₹)				

Summary of significant accounting policies and other explanatory information

22 RELATED PARTY DISCLOSURES

Related Parties :

(I) Where Control exists:

(A) Holding Companies

1. TVS Infotech Ltd., Chennai

Fellow -Subsidiary Companies

i. Domestic Subsidiary

1. TVS Upasana Limited, Chennai (Formerly known as Upasana Engineering Limited)
2. Sundram Precision Components Limited, Chennai (Formerly known as Sundram Bleistahl Limited)
3. Sundram Fasteners Investments Limited, Chennai
4. Sundram Non Conventional Energy Systems Limited, Chennai

ii. Foreign Subsidiary

1. TVS Peiner Services GmbH, Germany
2. Cramlington Precision Forge Ltd, United Kingdom
3. Sundram Fasteners (Zhejiang) Ltd, Zhejiang , Peoples Republic of China
4. Peiner Umformtechnik GmbH , Peine , Federal Republic of Germany
5. PUT Grundstucks GmbH , Federal Republic of Germany
6. Sundram International Inc , Michigan, USA
7. Sundram International Ltd, United Kingdom

(II) Other Related Parties with whom transactions have been entered into during the year :

(A) Key Management Personnel

Mr Vinod Krishnan - Managing Director

(B) Relatives of Key Management Personnel

Ms Arundathi Krishna,

(C) Enterprise in which Key Management Personnel have significant influence

Upasana Finance Limited, Chennai

NOTES TO FINANCIAL STATEMENTS (Contd.)

(III) Transactions with related parties referred in (I) and (II) above, in ordinary course of business: (continued)		
Nature of transaction	Holding Companies (USD)	Holding Companies (Rs.)
Services		
Rendered	\$44327.21	2,875,063
Received	\$46613.72	3,023,366
Finance		
Inter Corporate Deposit Paid (Net)	-	-
Interest on Inter Corporate Deposit	-	-
Loans & Interest receivable write - off	-	-
Dividend Received	-	-
Dividend Paid	-	-
Others		
Leasing or hire purchase arrangements	-	-
Guarantees & Collaterals	-	-
Management contracts, Including deputation of employees	-	-
Outstanding balances		
Due to the Company	\$73885	4,792,211
Due by the Company	\$64466	4,181,256
(Previous year figures are in brackets)		

VINOD KRISHNAN
Director
(DIN: 00503518)

PREETHI KRISHNA
Deputy Managing Director
(DIN:)

KIRAN GHODGAONKAR
Director
(DIN:)

Place : Chennai
Date : 20 May 2017

