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Haskins & Sells LLP

Chartered Accountants
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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF C- EDGE TECHNOLOGIES LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of **C- Edge Technologies Limited** ('the Company'), which comprise the Balance Sheet as at March 31, 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 the 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 judgements 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

Our responsibility is to express an opinion on these financial statements based on our audit.

We 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.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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 judgement, 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 of the financial statements that give a 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.

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

Opinion

In our opinion and to the best of our information and according to the explanations given to us, 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 March 31, 2015, and its profit and its cash flows for the year then ended.

Report on Other Legal and Regulatory Requirements

As required by Section 143 (3) of the Act, we report that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

(c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

(e) On the basis of the written representations received from the Directors, taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2015 from being appointed as a Director in terms of Section 164 (2) of the Act.

(f) With respect to the other matters to be included in the Independent Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

(i) The Company does not have any pending litigations which would impact its financial position in its financial statements.

(ii) The Company did not have material foreseeable losses for their long term contracts.

(iii) The Company does not have any amounts required to be transferred to Investor Education and Protection Fund.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
Firm Registration No. 117366W / W - 100018

Joe Pretto
(Partner)
Membership No. 77491

Mumbai, April 9, 2015

C Edge Technologies Limited
BALANCE SHEET AS AT MARCH 31, 2015

		Note No.	As at March 31, 2015 ₹	As at March 31, 2014 ₹
I.	**EQUITY AND LIABILITIES**			
1	**Shareholders' funds**			
(a)	Share capital	3	10,00,00,000	10,00,00,000
(b)	Reserves and surplus	4	91,60,02,897	63,04,46,006
			101,60,02,897	73,04,46,006
2	**Non-current liabilities**			
(a)	Long-term borrowings	5	7,62,05,876	14,15,44,577
(b)	Deferred tax liabilities (Net)	6	2,08,46,662	2,42,99,607
(c)	Other long-term liabilities	7	66,19,233	37,33,521
(d)	Long-term provisions	8	92,77,005	70,10,979
			11,29,48,776	17,65,88,684
3	**Current liabilities**			
(a)	Trade payables		48,11,96,888	44,97,08,296
(b)	Other current liabilities	9	7,12,67,477	9,34,08,948
(c)	Short Term Provisions	10	3,90,27,875	-
			59,14,92,240	54,31,17,244
	TOTAL		**172,04,43,913**	**145,01,51,934**
II.	**ASSETS**			
1	**Non-current assets**			
(a)	Fixed assets			
	(i)Tangible assets	11	29,39,55,693	36,27,50,151
	(ii)Capital work-in-progress	11	-	4,54,98,363
			29,39,55,693	40,82,48,514
(b)	Long-term loans and advances	12	20,88,84,781	17,01,70,173
			50,28,40,474	57,84,18,687
2	**Current assets**			
(a)	Current investments	13	1,11,88,999	1,05,15,265
(b)	Unbilled revenue		4,65,77,984	12,38,22,427
(c)	Trade receivables	14	50,28,43,437	42,60,25,603
(d)	Cash and bank balances	15	54,66,10,369	18,05,69,326
(e)	Short-term loans and advances	16	9,89,29,127	12,82,42,837
(f)	Other current assets	17	1,14,53,523	25,57,789
			121,76,03,439	87,17,33,247
	TOTAL		**172,04,43,913**	**145,01,51,934**
III.	**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**	1-32		

As per our report attached

For **Deloitte Haskins & Sells LLP**
Chartered Accountants

JOE PRETTO
Partner

Mumbai, April 9, 2015

For and on behalf of **C-EDGE TECHNOLOGIES LIMITED**

N. CHANDRASEKARAN
Chairman

JAMBUNATHAN NARAYANAN
Director

BARINDRA SANYAL
Director

RAMACHANDRAN KRISHNAMURTHI
Director

K KRISHNA KUMAR
Chief Exexcutive Officer

ROHINTON PEER
Chief Financial Officer

PRAKASH MEHTA
Company Secretary

Mumbai, April 9, 2015

C Edge Technologies Limited
Statement of Profit and Loss for the year ended March 31, 2015

		Note No.	For the year ended March 31, 2015 ₹	For the year ended March 31, 2014 ₹
I	Revenue from operations	18	219,21,85,608	185,58,33,262
II	Other income	19	2,85,17,438	98,81,891
	Total Revenue		222,07,03,046	186,57,15,153
III	**Expenses:**			
	Employee benefits expense	20	28,25,96,440	22,48,51,437
	Operation and other expenses	21	133,94,75,885	124,52,55,681
	Finance costs	22	2,19,19,017	2,80,67,937
	Depreciation	11	14,10,97,756	11,96,21,425
	Total expenses		178,50,89,098	161,77,96,480
IV	Profit before tax		43,56,13,948	24,79,18,673
V	**Tax expense:**			
(i)	Current tax	31	15,35,10,002	7,42,19,996
(ii)	Deferred tax (benefit) / expense		(34,52,945)	99,01,458
VII	**Profit for the year**		28,55,56,891	16,37,97,219
VIII	Earnings per equity share- Basic and diluted (₹)		28.56	16.38
	Weighted average number of equity shares		1,00,00,000	1,00,00,000
	Face value per equity share (₹)		10	10
IX.	**NOTES FORMING PART OF THE FINANCIAL STATEMENTS**	1-32		

As per our report attached

For **Deloitte Haskins & Sells LLP**
Chartered Accountants

JOE PRETTO
Partner

Mumbai, April 9, 2015

For and on behalf of **C-EDGE TECHNOLOGIES LIMITED**

N. CHANDRASEKARAN
Chairman

JAMBUNATHAN NARAYANAN
Director

BARINDRA SANYAL
Director

RAMACHANDRAN KRISHNAMURTHI
Director

K KRISHNA KUMAR
Chief Exexcutive Officer

ROHINTON PEER
Chief Financial Officer

PRAKASH MEHTA
Company Secretary

Mumbai, April 9, 2015

C - EDGE TECHNOLOGIES LIMITED
Statement of Cash Flow for the year ended March 31, 2015

	Note No.	For the year ended March 31, 2015 ₹	For the year ended March 31, 2014 ₹
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before Taxes		43,56,13,948	24,79,18,673
Adjustments for:			
Depreciation		14,10,97,756	11,96,21,425
Interest expense		2,19,19,017	2,80,67,937
Interest Income		(2,77,05,076)	(95,13,554)
Dividend from mutual funds		(6,73,734)	(6,71,925)
Operating Profit before working capital changes		57,02,51,911	38,54,22,556
Unbilled Revenues		7,72,44,443	(10,44,92,770)
Trade Receivables		(7,68,17,834)	(14,19,71,951)
Loans and Advances		41,74,948	76,74,590
Trade Payables, Current Liabilities and Provisions		1,82,79,237	8,82,71,103
Cash generated from Operations		**59,31,32,705**	**23,49,03,528**
Taxes paid		(16,80,57,973)	(11,77,25,300)
Net cash provided by Operating activities		**42,50,74,732**	**11,71,78,228**
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of fixed assets		(9,19,55,072)	(11,62,26,156)
Purchase of mutual fund units		(6,73,734)	(6,71,925)
Dividend income		6,73,734	6,71,925
Interest income		1,88,09,342	98,54,271
Inter Corporate Deposits placed		-	(4,00,00,000)
Inter Corporate Deposits matured		4,00,00,000	-
Fixed Deposits placed with banks having original maturity over three months		(6,00,00,000)	-
Fixed Deposits with banks matured having original maturity over three months		1,98,00,000	4,00,00,000
Net cash used in investing activities		**(7,33,45,730)**	**(10,63,71,885)**
CASH FLOWS FROM FINANCING ACTIVITIES			
Interest paid		(2,58,87,959)	(2,02,04,259)
Net cash used in Financing activities		**(2,58,87,959)**	**(2,02,04,259)**
Net increase / (decrease) in cash and cash equivalents		**32,58,41,043**	**(93,97,916)**
Cash and cash equivalents at the beginning of the year		**16,07,69,326**	**17,01,67,242**
Cash and cash equivalents at the end of the year		**48,66,10,369**	**16,07,69,326**
Short - Term bank deposits having original maturity over three months		6,00,00,000	1,98,00,000
Cash and Bank balance at the end of the year as per Note 15		**54,66,10,369**	**18,05,69,326**
NOTES FORMING PART OF THE FINANCIAL STATEMENTS	1-32		

As per our report attached

For **Deloitte Haskins & Sells LLP**
Chartered Accountants

JOE PRETTO
Partner

Mumbai, April 9, 2015

For and on behalf of **C-EDGE TECHNOLOGIES LIMITED**

N. CHANDRASEKARAN
Chairman

JAMBUNATHAN NARAYANAN
Director

BARINDRA SANYAL
Director

RAMACHANDRAN KRISHNAMURTHI
Director

K KRISHNA KUMAR
Chief Exexcutive Officer

ROHINTON PEER
Chief Financial Officer

PRAKASH MEHTA
Company Secretary

Mumbai, April 9, 2015

C Edge Technologies Limited
Notes forming part of the financial statements

1) Nature of Operation

C-Edge Technologies Limited (herein referred to as 'the Company') is a subsidiary of Tata Consultancy Services Ltd (TCS) which owns 51% of the equity shares. The balance 49% of the equity shares are owned by State Bank of India. The main objects of the Company are to provide information technology related services and solutions; to develop, procure, license / sublicense and supply computer software and to design, manufacture, procure, supply hardware and to develop, customize and adapt any software for its own use or for the use of multiple users and to provide computer hardware / software maintenance services.

2) Significant Accounting Policies

a) Basis of Preparation

The financial statements are prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 ("the 2013 Act") read with Rule 7 of the Companies (Accounts) Rules 2014 and the relevant provisions of the 2013 Act, as applicable. The financial statements have been prepared on accrual basis under the historical cost convention.

b) Use of estimates

The preparation of financial statements requires the management of the Company to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenses during the year. Example of such estimates include provisions for doubtful debts, employee retirement benefit plans, provision for income taxes, accounting for contract costs expected to be incurred and the useful lives of fixed assets . The management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the difference between the actual results and the estimates are recognised in the year in which the results are known / materialise.

c) Fixed Assets

Fixed Assets are stated at cost, less accumulated depreciation. Costs include all expenses incurred to bring the assets to its present location and condition for its intended use. In respect of fixed assets, other than capital work in progress, acquired during the year, depreciation is charged on straight line basis so as to write off the cost of the asset over the useful life and for the assets acquired prior to April 01, 2014, the carrying amount as at April 01, 2014 is depreciated over the remaining useful life based on evaluation.

Name of the Asset	Period
Office Equipment	5 years
Furniture & Fixtures	5 years
Computers	4 years

Fixed assets costing ₹ 5,000 or less will be fully depreciated in the month of purchase.

Fixed assets under finance lease are depreciated over the lease period.

d) Investments

Long - term investments and current maturities of long term investments are stated at cost, less provision for other than temporary dimunition in value. Current investments, except for current maturities of long term investments, comprising investments in mutual funds are stated at lower of cost and fair value.

e) Revenue Recognition

Revenue from contracts priced on a time and materials basis are recognised when services are rendered and related costs are incurred.

Revenue from ASP (Application Service Provider) platforms are recognised as the services are performed and amount earned. Amounts are considered to be earned once evidence of an agreement or contractual arrangement has been obtained, services are delivered and collectability is reasonably assured.

Revenue from unit priced contracts are recognised as the related services are rendered.

Revenue from sale of equipment are recognised upon delivery, which is when the title passes to the customer.

Dividends are recorded when the right to receive payment is established.

f) Employee Benefits [Refer note 24]

i) Post-employment benefit plans

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

For defined benefit schemes, the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuations being carried out at each balance sheet date. Actuarial gains and losses are recognized in full in the statement of profit and loss for the period in which they occur. Service cost is amortised on a straight-line basis over the average period until the benefits become vested. The retirement benefit obligation recognised in the balance sheet represents the present value of the defined benefit obligation.

ii) Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognised during the period when the employee renders the service. These benefits include leave encashment and performance incentives.

g) Foreign Currency Transactions

Income and expense in foreign currencies are converted at the exchange rates prevailing on the date of the transaction. Foreign currency monetary assets and liabilities are translated at the closing exchange rate prevailing on the date of the balance sheet. Exchange gains and losses arising on translation are recognised in the statement of profit and loss.

h) Taxation

Tax expense comprises of current and deferred income taxes. Current tax is measured based on applicable tax rates and is computed in accordance with the Income Tax Act, 1961.

Deferred tax expense or benefit is recognised on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

In the event of unabsorbed depreciation and carry forward of losses, deferred tax assets are recognised only to the extent that there is virtual certainty that sufficient taxable income will be available to realise such assets. In other situations, deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realise these assets.

Advance taxes and provisions for current income taxes are presented in the Balance Sheet after offsetting advance taxes paid and income tax provisions arising in the same tax jurisdictions.

The Company offsets deferred tax assets and deferred tax liabilities relating to taxes on income levied by the same governing taxation laws.

I) Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. Provisions (excluding retirement benefits) 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 estimate. Contingent liabilities are not recognised in the financial statements. A Contingent asset is neither recognised nor disclosed in the financial statements.

j) Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into known amount of cash that are subject to an insignificant risk of change in value and have original maturities of three months or less from the date of purchase, to be cash equivalents.

C Edge Technologies Limited
Notes forming part of the financial statements

3) SHARE CAPITAL

The Authorised, Issued, Subscribed and Fully paid up share capital comprises of equity shares having par value of ₹ 10 each as follows :

	As at March 31, 2015 ₹	As at March 31, 2014 ₹
(a) Authorised :		
4,00,00,000 equity shares of ₹ 10 each (Previous Year 4,00,00,000 equity shares of ₹ 10 each)	40,00,00,000	40,00,00,000
	40,00,00,000	40,00,00,000
(b) Issued, Subscribed and Paid up:		
1,00,00,000 equity shares of ₹ 10 each (Previous Year 1,00,00,000 equity shares of ₹ 10 each)	10,00,00,000	10,00,00,000
	10,00,00,000	10,00,00,000

51,00,000 equity shares of ₹ 10 each (As at March 31, 2014: 51,00,000 equity shares of ₹ 10 each) held by Tata Consultancy Services Limited, the Holding Company.

Reconciliation of number of shares

	As at March 31, 2015		As at March 31, 2014	
	No. of Equity shares	₹	No. of Equity shares	₹
At the beginning of the year	51,00,000	5,10,00,000	51,00,000	5,10,00,000
Issued during the year	-	-	-	-
Outstanding at the end of the year	51,00,000	5,10,00,000	51,00,000	5,10,00,000

Rights, Preferences and restrictions attached to shares

The Company has one class of equity shares having a par value of ₹ 10 per share. Each shareholder is eligible for one vote per share held. The dividend, if any, proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

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

	As at March 31, 2015		As at March 31, 2014	
	No. of Equity shares	Holding	No. of Equity shares	Holding
Tata Consultancy Services Limited (Holding company)	51,00,000	51%	51,00,000	51%
State Bank Of India	49,00,000	49%	49,00,000	49%
	1,00,00,000	100%	1,00,00,000	100%

C Edge Technologies Limited
Notes forming part of the financial statements

4) RESERVES AND SURPLUS

Reserves and surplus consists of the following:

	As at March 31, 2015 ₹	As at March 31, 2014 ₹
Surplus in Statement of Profit and loss		
Opening balance	63,04,46,006	46,66,48,787
Add : Profit for the year	28,55,56,891	16,37,97,219
	91,60,02,897	63,04,46,006

5) LONG TERM BORROWINGS

Long-term borrowings consist of the following:

	As at March 31, 2015	As at March 31, 2014
	₹	₹
Secured Loans		
Long term maturities of obligation under finance lease	7,62,05,876	14,15,44,577
	7,62,05,876	**14,15,44,577**

Obligations under finance lease are secured against fixed assets obtained under finance lease arrangements. Each finance lease obligation is repayable by way of 60 equated monthly installments beginning from the month subsequent to taking the lease.

6) DEFERRED TAX BALANCES

Major components of deferred tax balances comprise of the following:

	As at March 31, 2015 ₹	As at March 31, 2014 ₹
Deferred tax liabilities (net)		
Depreciation	3,81,62,665	3,92,30,218
Finance lease obligations	(1,37,65,687)	(1,24,93,697)
Provision for employee benefits	(31,67,257)	(23,83,031)
Others	(3,83,059)	(53,883)
Total	2,08,46,662	2,42,99,607

7) OTHER LONG-TERM LIABILITIES

Other long -term liabilities consists of the following:

	As at March 31, 2015	As at March 31, 2014
	₹	₹
Operating Lease obligations for rent rationalisation	11,09,687	1,58,527
Interest accrued but not due	55,09,546	35,74,994
	66,19,233	37,33,521

8) LONG - TERM PROVISIONS

Long-term provisions consist of the following:

	As at March 31, 2015	As at March 31, 2014
	₹	₹
Provision for employee benefits	92,77,005	70,10,979
	92,77,005	70,10,979

Provision for employee benefits pertains to provision for gratuity.

9) OTHER CURRENT LIABILITIES

Other current liabilities consist of the following:

		As at March 31, 2015 ₹	As at March 31, 2014 ₹
(a)	Current maturities of finance lease obligations	6,78,37,361	6,82,47,297
(b)	Interest accrued on finance lease obligation	-	59,03,494
(c)	Advance received from customers	10,02,633	14,30,088
(d)	Statutory liabilities (including taxes deducted at source and provident fund)	18,28,983	1,78,28,069
(e)	Other payables	5,98,500	-
		7,12,67,477	9,34,08,948

Obligations under finance lease are secured against fixed assets obtained under finance lease arrangements. Each finance lease obligation is repayable by way of 60 equated monthly installments beginning from the month subsequent to taking the lease.

Other payables pertains to capital creditors.

C Edge Technologies Limited
Notes forming part of the financial statements

10) SHORT TERM PROVISIONS

Short-term provisions consist of the following:

	As at March 31, 2015	As at March 31, 2014
	₹	₹
Current income taxes (net)	3,90,27,875	-
	3,90,27,875	-

C Edge Technologies Limited
Notes forming part of the financial statements

11) FIXED ASSETS

Fixed assets consist of the following:

Description	Gross Block as at April 1, 2014 ₹	Additions ₹	Deletions/ Adjustments ₹	Gross Block as at March 31, 2015 ₹	Accumulated Depreciation as at April 1, 2014 ₹	Depreciation for the year ₹	Depreciation on Deletions/ Adjustments ₹	Accumulated Depreciation as at March 31, 2015 ₹	Net book value as at March 31 , 2015 ₹	Net book value as at March 31, 2014 ₹
(a) TANGIBLE FIXED ASSETS										
COMPUTER EQUIPMENT	32,96,38,100	7,11,08,943	-	40,07,47,043	(15,21,66,805)	(8,31,83,343)	-	(23,53,50,148)	16,53,96,895	17,74,71,295
	20,88,58,553	*12,07,79,547*	-	*32,96,38,100*	*(9,15,89,460)*	*(6,05,77,345)*	-	*(15,21,66,805)*	*17,74,71,295*	*11,72,69,093*
ATM RELATED EQUIPMENT	28,50,01,026	-	-	28,50,01,026	(10,22,94,477)	(5,70,00,233)	-	(15,92,94,710)	12,57,06,316	18,27,06,549
	28,50,01,026	-	-	*28,50,01,026*	*(4,52,94,244)*	*(5,70,00,233)*	-	*(10,22,94,477)*	*18,27,06,549*	*23,97,06,782*
OFFICE EQUIPMENT	23,59,472	10,39,530	-	33,99,002	(8,85,802)	(5,31,826)	-	(14,17,628)	19,81,374	14,73,670
	8,61,316	*14,98,156*	-	*23,59,472*	*(2,98,714)*	*(5,87,088)*	-	*(8,85,802)*	*14,73,670*	*5,62,602*
FURNITURE AND FIXTURES	44,70,074	1,54,825	-	46,24,899	(33,71,437)	(3,82,354)	-	(37,53,791)	8,71,108	1,098,637
	21,03,257	*23,66,817*	-	*44,70,074*	*(19,14,678)*	*(14,56,759)*	-	*(33,71,437)*	*10,98,637*	*188,579*
Total	**62,14,68,672**	**7,23,03,298**	-	**69,37,71,970**	**(25,87,18,521)**	**(14,10,97,756)**	-	**(39,98,16,277)**	**29,39,55,693**	**36,27,50,151**
	49,68,24,152	*12,46,44,520*	-	*62,14,68,672*	*(13,90,97,096)*	*(11,96,21,425)*	-	*(25,87,18,521)*	*36,27,50,151*	*35,77,27,056*
Capital Work-in-progress									-	*4,54,98,363*
Grand Total									29,39,55,693	40,82,48,514

ATM related equipment capitalised as tangible fixed assets are under finance lease. Net change has been adjusted in purchase of fixed assets determining cash flows from investing activities.

12) LONG - TERM LOANS & ADVANCES

Long-term loans and advances consist of the following:

	As at March 31, 2015 ₹	As at March 31, 2014 ₹
Unsecured, Considered good		
(a) Security deposits	2,04,49,090	1,96,83,860
(b) Advance tax (including refunds receivable) (net)	14,57,53,439	9,21,77,593
(c) Prepaid expenses	4,26,82,252	5,83,08,720
	20,88,84,781	17,01,70,173

13) CURRENT INVESTMENT

Current investments consist of the following:

	As at March 31, 2015	As at March 31, 2014
	₹	₹
Investment in Mutual Funds (Unquoted):		
L147ID SBI-SHF Ultra Short Term Fund- Institutional plan-daily dividend	53,90,750	50,71,392
UTI Treasury Advantage Fund- Institutional plan-daily dividend	57,98,249	54,43,873
	1,11,88,999	1,05,15,265

14) TRADE RECEIVABLES (Unsecured)

Trade receivables consist of the following:

	As at March 31, 2015 ₹	As at March 31, 2014 ₹
(a) Outstanding for a period exceeding six months from the date they were due for payment		
(i) Considered good	4,89,09,560	10,45,01,492
(ii) Considered doubtful	-	-
	4,89,09,560	10,45,01,492
(b) Others		
(i) Considered good	45,39,33,877	32,15,24,111
(ii) Considered doubtful	-	-
	45,39,33,877	32,15,24,111
	-	-
Less: Provision for doubtful debts		
	50,28,43,437	42,60,25,603

C Edge Technologies Limited
Notes forming part of the financial statements

15) CASH AND BANK BALANCES

Cash and bank balances consist of the following:

	As at March 31, 2015	As at March 31, 2014
	₹	₹
(a) Cash and cash equivalents		
Balances with banks		
In current accounts	4,40,41,571	1,30,79,541
In deposit accounts with original maturity less than 3 months	44,25,68,798	14,76,89,785
	48,66,10,369	16,07,69,326
(b) Other bank balances		
Short Term Bank deposits with original maturity of more than 3 months but within 12 months from the Balance Sheet date	6,00,00,000	1,98,00,000
	6,00,00,000	1,98,00,000
	54,66,10,369	18,05,69,326

16) SHORT TERM LOANS AND ADVANCES

Short -term loans and advances consist of the following:

		As at March 31, 2015 ₹	As at March 31, 2014 ₹
	Unsecured, Considered good		
(a)	Security deposits	20,60,000	19,45,000
(b)	Loans and advances to employees	7,97,799	7,53,382
(c)	Prepaid expenses	4,75,71,002	4,22,16,400
(d)	Indirect tax recoverable	1,77,62,030	2,58,91,871
(e)	Advance to suppliers	14,27,235	33,02,967
(f)	Inter-corporate deposits	-	4,00,00,000
(g)	Other loans and advances recoverable in cash or in kind or for value to be received	2,93,11,061	1,41,33,217
		9,89,29,127	12,82,42,837
	Other loans and advances recoverable in cash or in kind or for value to be received comprise :		
	Recoverable expenses	1,88,11,061	71,33,217
	Other advances	1,05,00,000	70,00,000

17) OTHER CURRENT ASSETS

Other current assets consist of the following:

	As at March 31, 2015 ₹	As at March 31, 2014 ₹
Interest receivable	1,14,53,523	25,57,789
	1,14,53,523	25,57,789

C Edge Technologies Limited
Notes forming part of the financial statements

18) REVENUE FROM OPERATIONS

Revenue from operations consist of the following:

	For the year ended March 31, 2015	For the year ended March 31, 2014
	₹	₹
(a) Information technology and consultancy services	216,63,80,608	185,58,33,262
(b) Sale of equipment	2,58,05,000	-
	219,21,85,608	**185,58,33,262**

C Edge Technologies Limited
Notes forming part of the financial statements

19) OTHER INCOME

Other Income consist of the following:

		For the year ended March 31, 2015	For the year ended March 31, 2014
		₹	₹
(a)	Interest income	2,77,05,076	95,13,554
(b)	Dividends from mutual funds (other investments)	6,73,734	6,71,925
(c)	Exchange gain / (loss)	1,28,303	(3,04,228)
(d)	Miscellaneous Income	10,325	640
		2,85,17,438	98,81,891

Interest income comprises :

Interest on bank deposits	2,37,96,387	95,13,554
Interest on inter corporate deposit	39,08,689	-

20) EMPLOYEE BENEFITS EXPENSE

Employee benefit expenses consist of the following:

	For the year ended March 31, 2015	For the year ended March 31, 2014
	₹	₹
(a) Salaries and Incentives	25,36,16,936	20,06,85,829
(b) Contribution to -		
Provident fund	1,10,58,338	87,91,049
Gratuity fund contributions	24,25,287	30,85,838
(c) Staff welfare expenses	1,54,95,879	1,22,88,721
	28,25,96,440	22,48,51,437

21) OPERATION AND OTHER EXPENSES

Operation and other expenses consist of the following:

		For the year ended March 31, 2015	For the year ended March 31, 2014
		₹	₹
(a)	Services rendered by business associates and others	28,93,93,383	31,10,86,710
(b)	Software and material costs	29,66,22,098	22,87,14,995
(c)	Communication expenses	41,16,74,879	39,20,52,138
(d)	Travelling and conveyance expenses	72,70,684	73,48,694
(e)	Rent	21,60,66,978	21,03,86,849
(f)	Legal and professional fees	46,78,241	65,20,021
(g)	Repairs and Maintenance	3,80,14,390	3,55,38,149
(h)	Recruitment and training expenses	39,65,579	10,13,345
(i)	Printing and stationery	6,29,145	28,06,634
(j)	Insurance	24,84,422	24,61,401
(k)	Rates and taxes	109,890	193,002
(l)	Entertainment	1,59,712	2,73,176
(m)	Electricity expenses	3,58,95,033	2,43,44,562
(n)	Security charges	1,72,85,505	1,32,92,436
(o)	Other expenses	1,52,25,946	92,23,569
		133,94,75,885	124,52,55,681

Other expenses includes expenditure on Corporate Social Responsibility of ₹ 47,21,000 (March 31, 2014 : ₹ NIL)

22) FINANCE COST

Finance costs consist of the following:

	For the year ended March 31, 2015	For the year ended March 31, 2014
	₹	₹
Interest expense	2,19,19,017	2,80,67,937
	2,19,19,017	2,80,67,937

23) AUDITOR'S REMUNERATION

	For the year ended March 31, 2015	For the year ended March 31, 2014
	₹	₹
For services as auditors	12,50,000	12,50,000
For other services	1,25,000	1,32,500
For reimbursement of expenses	19,044	7,225
For service tax	1,72,304	1,71,770
	15,66,348	15,61,495

Service tax input credit has been / will be availed.

24) Retirement Benefit Plans

a) Defined Contribution Plans

These are plans in which the Company pays pre-defined amounts to separate funds and does not have any legal or informal obligation to pay additional sums. The Company offers its employees defined contribution plan in the form of provident fund and family pension fund. Provident fund and family pension fund covers substantially all regular employees. While both, the employee and the Company pay predetermined contributions into the provident fund, contribution into the family pension fund are made by only the Company. The contribution is based on certain proportion of employee's salary. Contributions to Provident Fund are made to The Regional Provident Fund Commissioner for qualifying employees.

The Company recognised ₹ 1,10,58,338 (March 31, 2014: ₹ 87,91,049) for provident fund contributions in the statement of profit and loss.

b) Defined Benefit Plans

Gratuity liability is a defined benefit obligation and is wholly unfunded. The present value of the defined benefit obligation and the related current service cost were measured using the Projected Unit Credit Method with actuarial valuations being carried out at each balance sheet date.

The disclosure as required under Accounting Standard 15 regarding the Company's defined benefit plan is as follows:

Particulars	March 31, 2015 (₹)	March 31, 2014 (₹)
Projected Benefit Obligation as at Year Beginning	70,10,979	43,55,445
Current Service Cost	17,58,145	14,30,430
Interest Cost	6,30,988	3,70,213
Benefits Paid	(1,59,261)	(4,30,304)
Actuarial Loss	36,154	12,85,195
Projected Benefit Obligation as at Year End	92,77,005	70,10,979
Change in plan assets:		
Fair value of plan assets at the end of the year	92,77,005	70,10,979
Excess of obligation over plan assets	92,77,005	70,10,979
Accrued liability		
Net gratuity cost :		
Service cost	17,58,145	14,30,430
Interest on defined benefit obligation	6,30,988	3,70,213
Net actuarial Loss recognised in the year	36,154	12,85,195
Net gratuity cost	24,25,287	30,85,838
Assumptions used in accounting for the gratuity plan:		
Discount rate	8.00%	9.00%
Salary escalation rate	6.00%	6.00%

25) Segment Reporting

The Company has identified business segments as its primary segment and geographic segment as its secondary segment.

Primary segment of the Company is Banking, Financial Services and Insurance (BFSI), which is considered as a single segment.

Secondary segment of the Company is India, where its customers are located which is considered as a single segment.

C Edge Technologies Limited
Notes forming part of the financial statements

26) Related Party Disclosures

a) Related Parties and their Relationship

Ultimate Holding Company	Tata Sons Limited
Holding Company	Tata Consultancy Services Limited
Fellow Subsidiaries	APOnline Limited
	TCS Foundation
Investing Party	State Bank of India
Key Management Personnel	Mr. K Krishna Kumar - Chief Executive Officer
	Mr. Rohinton Peer - Chief Financial Officer (w.e.f. March 11, 2015)
	Mr. Prakash Mehta - Company Secretary

b) Transactions with the Related Parties

For the year ended March 31, 2015

	Particulars	Holding Company	Investing Party	Fellow Subsidiaries	Total
		₹	₹	₹	₹
i)	Revenues	**49,44,04,742**	**26,96,41,582**	-	**76,40,46,324**
		43,14,08,407	30,14,39,443	-	73,28,47,850
ii)	Operation and other expenses	**18,95,15,703**	-	**47,48,544**	**19,42,64,247**
		19,05,26,904	-	23,010	19,05,49,914
iii)	Interest Income	-	**2,32,95,039**	-	**2,32,95,039**
		-	36,76,802	-	36,76,802

c) Balances with related parties

As at March 31, 2015

	Particulars	Holding Company	Investing Party	Fellow Subsidiaries	Total
		₹	₹	₹	₹
1	Trade Payables	**9,78,99,477**	-	-	**9,78,99,477**
		8,89,11,222	-	-	8,89,11,222
2	Security Deposit	-	-	**10,00,000**	**10,00,000**
		-	-	10,00,000	10,00,000
3	Unbilled Revenue	**1,03,73,283**	**3,04,26,564**	-	**4,07,99,847**
		5,68,67,442	5,79,19,067	-	11,47,86,509
4	Trade Receivables	**18,36,14,012**	**8,62,16,674**	-	**26,98,30,686**
		14,20,03,039	11,00,93,194	-	25,20,96,233
5	Balances with bank	-	**48,66,10,369**	-	**48,66,10,369**
		-	16,07,69,326	-	16,07,69,326
6	Prepaid Expenses	**4,99,46,892**	-	-	**499,46,892**
		5,33,43,125	-	-	5,33,43,125
7	Interest Receivable	-	**1,13,64,834**	-	**1,13,64,834**

27) Obligations towards Operating Leases

Non-cancellable operating lease obligation

	As at March 31, 2015 ₹	As at March 31, 2014 ₹
Not later than one year	3,53,55,840	3,53,82,240
Later than one year but not later than 5 years	10,49,30,682	14,14,44,379
Total	14,02,86,522	17,68,26,619

Rent expense of ₹ 3,63,07,000 (March 31, 2014 : ₹ 53,29,925) in respect of obligation under non-cancellable operating leases and ₹ 17,97,59,978 (March 31, 2014 : ₹ 20,50,56,924) in respect of cancellable operating leases have been charged to the statement of profit and loss.

28) Obligations towards Finance Leases

	As at March 31, 2015 ₹	As at March 31, 2014 ₹
Assets acquired under Finance Lease		
i) Minimum lease payments:		
Not later than one year	8,09,19,064	9,41,35,251
Later than one year but not later than 5 years	8,23,88,598	16,08,18,285
Total	16,33,07,662	25,49,53,536
ii) Present value of minimum lease payments:		
Not later than one year	6,78,37,361	6,82,47,297
Later than one year but not later than 5 years	7,62,05,876	14,15,44,577
Total	14,40,43,237	20,97,91,874

The finance lease options are renewable at the option of the lessee.

The Company has taken the assets under finance lease under a leasing agreement entered into with a financing company. Subsequently, the financing company is in the process of liquidation as at March 31, 2015. The company has paid its dues as per agreed repayment schedule upto October 31, 2014 to the financing company and for the period November 1, 2014 to March 31, 2015 to Official Liquidator, High Court Madras. However, the Company has received a notice of claim of ₹ 3,08,02,506 plus interest for the period upto July 31, 2014 from the financing company on August 25, 2014 followed up by another notice from the Office of Official Liquidator, High Court Madras on February 23, 2015. The Company contends that it has already paid the said amount based on the agreed repayment schedule.

29) Income in Foreign Currency

	As at March 31, 2015 ₹	As at March 31, 2014 ₹
Information technology and consultancy services	99,62,623	1,05,53,047

30) Expenditure in Foreign Currency

	As at March 31, 2015 ₹	As at March 31, 2014 ₹
Recruitment and training expenses	-	7,50,240

31) The Company has revised its policy of providing depreciation on fixed assets effective April 1, 2014. Depreciation is now provided on a straight line basis on all assets as against the policy of providing on written down value basis on some assets and straight line basis on others. Further the remaining useful life has also been revised wherever appropriate based on evaluation. The carrying amount as on April 1, 2014 is depreciated over the revised remaining useful life. As a result of these changes, the depreciation charge for the year ended March 31, 2015 is lower by ₹ 5,59,841 and the effect relating to the period prior to April 1, 2014 is a net credit of ₹ 1,22,759.

32) Previous years' figures have been recast / regrouped wherever necessary.