

Oracle Financial Services Software Inc.

Unaudited Balance sheet as at March 31, 2016

(Amounts in USD)

	<u>Notes</u>	<u>March 31, 2016</u>	<u>March 31, 2015</u>
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>Shareholders' funds</b>			
Share capital	3	1	1
Reserves and surplus	4	67,863,342	49,732,175
		<b>67,863,343</b>	<b>49,732,176</b>
<b>Non-current liabilities</b>			
Other long-term liabilities	5	-	490,548
Long-term provisions	6	774,173	774,173
		<b>774,173</b>	<b>1,264,721</b>
<b>Current liabilities</b>			
Trade payables	5	172,553	283,481
Other current liabilities	5	21,747,472	55,163,345
Short-term provisions	6	494,095	470,219
		<b>22,414,120</b>	<b>55,917,045</b>
<b>TOTAL</b>		<b>91,051,636</b>	<b>106,913,942</b>
<b><u>ASSETS</u></b>			
<b>Non-current assets</b>			
Fixed assets	7	196,774	270,401
Deferred tax assets	8	1,061,760	1,061,760
Long-term loans and advances	9	4,318,346	318,346
		<b>5,576,880</b>	<b>1,650,507</b>
<b>Current assets</b>			
Trade receivables	11	30,987,223	44,519,299
Cash and bank balances	12	6,280,464	7,328,433
Short-term loans and advances	9	2,609,088	1,308,574
Other current assets	10	45,597,981	52,107,129
		<b>85,474,756</b>	<b>105,263,435</b>
<b>TOTAL</b>		<b>91,051,636</b>	<b>106,913,942</b>
Summary of significant accounting policies	2		

The accompanying notes form an integral part of the financial statements.

**Oracle Financial Services Software Inc.**

**Unaudited Statement of profit and loss for the year ended March 31, 2016**

(Amounts in USD, except share data)

	<u>Notes</u>	<u>Year ended March 31,</u>	
		<u>2016</u>	<u>2015</u>
<b><u>INCOME</u></b>			
Revenue from operations	13	211,537,679	200,319,802
Other income, net	14	220,892	513,025
Total income		<u>211,758,572</u>	<u>200,832,827</u>
<b><u>EXPENSES</u></b>			
Cost of revenue		169,454,183	165,758,908
Employee costs	15	10,641,974	9,988,685
Travel related expenses (net of recoveries)		931,807	941,916
Professional fees		624,362	655,989
Other expenses	16	2,004,000	2,864,819
Depreciation and amortization	7	141,903	273,976
Total expenses		<u>183,798,228</u>	<u>180,484,293</u>
Profit before tax		27,960,343	20,348,534
Tax expenses			
Current tax		9,829,177	1,892,862
Deferred tax		-	(1,061,760)
Tax expenses	17	<u>9,829,177</u>	<u>831,102</u>
Profit for the year		<u>18,131,167</u>	<u>19,517,432</u>
Basic and diluted earnings per equity share of par value USD 0.01 (March 31, 2015 USD 0.01) each (in USD)		181,312	195,174
Weighted average number of equity shares used in computing earning per share		100	100
Summary of significant accounting policies	2		

The accompanying notes form an integral part of the financial statements.

## **Oracle Financial Services Software Inc.**

### **Notes annexed to and forming part of unaudited financial statements for the year ended March 31, 2016**

#### **Note 1: Corporate information**

Oracle Financial Services Software Inc (“the Company”) was incorporated in United States of America with limited liability on December 4, 2001. The company is a subsidiary of Oracle Financial Services Software America, Inc. (“OAI”) holding 100% ownership interest in the Company as at March 31, 2016. Effective January 2, 2004, Oracle Financials Services Software Limited acquired all shares in OAI.

The Company is principally engaged in the business of providing information technology solutions to the financial services industry worldwide. The Company has a suite of banking products, which caters to the needs of corporate, retail, investment banking, treasury operations and data warehousing.

#### **Note 2: Summary of significant accounting policies**

##### **(a) Basis of presentation**

The financial statements of the Company have been prepared in accordance with accounting principles generally accepted in India (Indian GAAP) and are presented complying in all material respects with the Accounting Standards notified under section 133 of the Indian Companies Act, 2013 (the ‘Act’), read together with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared under the historical cost convention on an accrual and going concern basis.

The accounting policies have been consistently applied by the Company and are consistent with those used in the previous years, except for the change in accounting policy described in note (c) below.

However, as these financial statements are not statutory financial statements, full compliance with the above Act, is not required and so they do not reflect all the disclosures required under the Act.

The significant accounting policies adopted by the Company, in respect of the financial statements are set out as below:

##### **(b) Use of estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates are based upon management’s best knowledge of current events and actions, actual results could differ from these estimates.

##### **(c) Change in accounting policy for depreciation on fixed assets.**

Till year ended 31 March 2014, to comply with the requirements of Schedule XIV to the Companies Act, 1956, the Company was charging 100% depreciation on assets costing less than ₹5,000/- in the year of purchase. However, Schedule II to the Companies Act 2013, applicable from the current year, does not recognize such practice. Hence, to comply with the requirement of Schedule II to the Companies Act, 2013, the Company has changed its accounting policy for depreciation of assets costing less than ₹5,000/-. As per the revised policy, the Company is depreciating such assets over their useful life as assessed by the management. The management has decided to apply the revised accounting policy prospectively from accounting periods commencing on or after 1 April 2014.

The change in accounting for depreciation of assets costing less than ₹ 5,000/- did not have any material impact on financial statements of the company for the current year.

## Oracle Financial Services Software Inc.

### Notes annexed to and forming part of unaudited financial statements for the year ended March 31, 2016

#### **(d) Fixed assets including intangibles and capital work-in-progress, depreciation, amortization and impairment**

##### *Fixed assets including intangibles and capital work-in-progress*

Fixed assets including assets under finance lease arrangements are stated at cost less accumulated depreciation. The Company capitalizes all direct costs relating to the acquisition and installation of fixed assets. The cost of fixed assets not ready to use before balance sheet date are disclosed under 'Capital work-in-progress'. Product Intellectual Property Rights (IPRs) acquired as part of business acquisitions are capitalized based on a fair value. The Company records the difference between considerations paid to acquire these IPRs and the fair value of assets and liabilities acquired as goodwill.

The Company purchases certain specific-use application software, which is in ready to use condition, for internal use. It is estimated that such software has a relatively short useful life, usually less than one year. The Company, therefore, charges to income the cost of acquiring such software.

##### *Depreciation and amortization*

Depreciation and amortization are computed as per the straight-line method using the rates arrived at based on the useful lives estimated by the management. The estimated useful life considered for depreciation of fixed assets is as follows:

<u>Asset description</u>	<u>Asset life (in years)</u>
<b>Tangible assets</b>	
Improvement of leasehold premises	Lesser of 7 years or lease term
Computer equipments	3
Office equipments	5
Furniture and fixtures	2-7

During the current year, the Company has changed the estimated useful life of office equipment from 7 years to 5 years. There is no material impact on depreciation for the year due to this change in estimated useful life.

The management has estimated, based on an internal assessment, the useful lives of the following classes of assets.

- The useful lives of servers and networking equipments forming part of computer equipments are estimated as 3 years. These lives are lower than those indicated in schedule II.
- The useful lives of furniture and fixtures and electrical and other installations estimated at 2-7 years. These lives are lower than those indicated in schedule II.

#### **(e) Foreign currency transactions**

##### *Initial recognition*

Foreign currency transactions are recorded in reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

## Oracle Financial Services Software Inc.

### Notes annexed to and forming part of unaudited financial statements for the year ended March 31, 2016

#### *Conversion*

Foreign currency denominated monetary items are translated into reporting currency at the closing rates of exchange prevailing at the date of the balance sheet. 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.

#### *Exchange differences*

Exchange differences arising on the settlement of monetary items, or on reporting monetary items of the Company at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or expenses in the year in which they arise.

#### **(f) Revenue recognition**

Revenue is recognized as follows:

##### *Product licenses and related revenue:*

- License fees are recognized, on delivery and subsequent milestone schedule as per the terms of the contract with the end user.
- Implementation and customization services are recognized as services are provided, when arrangements are on a time and material basis. Revenue for fixed price contracts is recognized using the proportionate completion method.

Proportionate completion is measured based upon the efforts incurred to date in relation to the total estimated efforts to complete the contract. The Company monitors estimates of total contract revenue and cost on a routine basis throughout the delivery period. The cumulative impact of any change in estimates of the contract revenue or costs is reflected in the period in which the changes become known. In the event that a loss is anticipated on a particular contract, provision is made for the estimated loss.

- Product maintenance revenue is recognized, over the period of the maintenance contract on a straight line basis.

##### *IT solutions and consulting services:*

- Revenue from IT solutions and consulting services are recognized as services are provided, when arrangements are on a time and material basis.
- Revenue from fixed price contracts is recognized using the proportionate completion method. Proportionate completion is measured based upon the efforts incurred to date in relation to the total estimated efforts to complete the contract. The Company monitors estimates of total contract revenue and cost on a routine basis throughout the delivery period. The cumulative impact of any change in estimates of the contract revenue or costs is reflected in the period in which the changes become known. In the event that a loss is anticipated on a particular contract, provision is made for the estimated loss.

## Oracle Financial Services Software Inc.

### Notes annexed to and forming part of unaudited financial statements for the year ended March 31, 2016

#### *Business Processing Services ('BPO'):*

- Revenue from BPO services are recognized as services are provided, as per the arrangement with customers.

Cost and revenue in excess of billings is classified as unbilled revenue while billing in excess of revenue is classified as deferred revenue.

#### *Interest income*

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

#### **(g) Leases**

##### *Where the Company is the lessee*

Leases of assets under which all the risks and rewards of ownership are effectively retained by the lessor are classified as operating leases. Lease payments under operating leases are recognized as an expense in statement of profit and loss on a straight-line basis over the lease term.

#### **(h) Income-tax**

Tax expense comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with income tax act and tax laws prevailing in the respective jurisdiction where the Company operates. Advance taxes and provisions for current income taxes are presented in the balance sheet after off-setting advance taxes paid and income tax provisions. Deferred income taxes are recognized for the future tax consequences attributable to timing differences between the financial statement determination of income and their recognition for tax purposes. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. Unrecognized deferred tax assets of earlier years are re-assessed and recognized to the extent that it has become reasonably certain that future taxable income will be available against which deferred tax assets can be realized. The carrying value of assets is reviewed at each balance sheet date. The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain, that sufficient future taxable income will be available against which deferred tax asset can be realized.

#### **(i) Earnings per share**

The earnings considered in ascertaining the Company's earnings per share comprise the net profit after tax. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the year.

#### **(j) Provisions**

A provision is recognized when an enterprise 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 a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on management 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 management estimates.

**Oracle Financial Services Software Inc.**

**Notes annexed to and forming part of unaudited financial statements  
for the year ended March 31, 2016**

**(k) Contingent liabilities**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

**(l) Cash and cash equivalents**

Cash and cash equivalents for the purpose of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

## Oracle Financial Services Software Inc.

### Notes annexed to and forming part of unaudited financial statements as at March 31, 2016

(Amounts in USD)

	March 31, 2016	March 31, 2015
<b>Note 3: Share capital</b>		
<b>Authorized:</b>		
3,000 (March 31, 2015 - 3,000) equity shares of USD 0.01 each	30	30
<b>Issued, subscribed and fully paid up:</b>		
100 (March 31, 2015 - 100) equity shares of USD 0.01 each	1	1

(a) The Company has only one class of equity shares having a par value of USD 0.01 per share. Each holder of equity shares is entitled to one vote per share.

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 equity shares held by the shareholders.

(b) Details of shareholders holding more than 5% equity shares in the Company

	March 31, 2016		March 31, 2015	
	Number of equity shares	% of equity shares	Number of equity shares	% of equity shares
Oracle Financial Services Software America, Inc.	100	100.00%	100	100.00%

As per records of the Company, the above shareholding represents both legal and beneficial ownerships of equity shares.

(c) There is no movement in the shares outstanding at the beginning and at the end of the year.

(Amounts in USD)

	March 31, 2016	March 31, 2015
<b>Note 4: Reserves and surplus</b>		
<b>Securities premium</b>		
Balance, beginning of the year	999,999	999,999
Received during the year	-	-
Balance, end of the year	999,999	999,999
<b>Surplus in the statement of profit and loss</b>		
Balance, beginning of the year	48,732,175	29,214,744
Profit for the year	18,131,167	19,517,432
Less : Appropriations	-	-
Balance, end of the year	66,863,341	48,732,176
<b>Total reserves and surplus</b>	67,863,341	49,732,175

**Oracle Financial Services Software Inc.**

**Notes annexed to and forming part of unaudited financial statements as at March 31, 2016**

	(Amounts in USD)		(Amounts in USD)	
	March 31, 2016		March 31, 2015	
	Non-current	Current	Non-current	Current
<b>Note 5: Liabilities</b>				
Trade Payables				
- Others	-	172,553	-	283,481
	-	<b>172,553</b>	-	<b>283,481</b>
Accrued expenses		1,681,936	474,438	2,309,530
Intercompany payable	-	7,365,661	-	39,005,967
Advance received from customers	-	-	-	605,399
Deferred revenues	-	12,427,902	16,110	12,896,923
Other liabilities				
- Withholding and other taxes	-	51,966	-	182,676
- Other statutory dues	-	220,007	-	162,850
	-	<b>21,747,472</b>	<b>490,548</b>	<b>55,163,345</b>
	-	<b>21,920,024</b>	<b>490,548</b>	<b>55,446,826</b>
<b>Note 6: Provisions</b>				
Provision for Taxes	774,173	-	774,173	-
For employee benefits				
Compensated absence	-	494,095	-	470,219
	<b>774,173</b>	<b>494,095</b>	<b>774,173</b>	<b>470,219</b>

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Oracle Financial Services Software Inc.

Notes annexed to and forming part of unaudited financial statements as at March 31, 2016

Note 7 : Fixed Assets

(Amounts in USD)

Particulars	Gross block				Depreciation				Net block	
	As at April 01, 2015	Additions	Sale/deletions	As at March 31, 2016	As at April 01, 2015	For the year	Sale/deletions	As at March 31, 2016	As at March 31, 2016	As at March 31, 2015
Improvement to leasehold p	3,985,966	-	-	3,985,966	3,879,391	40,885		3,920,276	65,690	106,575
Computer equipments	2,760,351	68,649	-	2,829,000	2,661,879	86,754		2,748,633	80,367	98,472
Office equipments	345,803	-	-	345,803	345,124	331		345,455	348	679
Furniture and fixtures	1,466,050	-	-	1,466,050	1,401,375	13,931		1,415,306	50,744	64,675
<b>Total</b>	<b>8,558,170</b>	<b>68,649</b>	<b>-</b>	<b>8,626,819</b>	<b>8,287,769</b>	<b>141,902</b>	<b>-</b>	<b>8,429,671</b>	<b>196,774</b>	<b>270,401</b>
<b>As at March 31, 2015</b>	8,481,607	98,654	22,091	8,558,170	8,035,884	273,976	22,091	8,287,769	270,401	

Oracle Financial Services Software Inc.

Notes annexed to and forming part of unaudited financial statements as at March 31, 2016

	(Amounts in USD)		(Amounts in USD)	
	March 31, 2016		March 31, 2015	
	Non-current	Current	Non-current	Current
<b>Note 8: Deferred tax assets</b>				
On Unabsorbed tax losses	1,061,760	-	1,061,760	-
	<u>1,061,760</u>	<u>-</u>	<u>1,061,760</u>	<u>-</u>
<b>Note 9: Loans and advances (unsecured, considered good)</b>				
Loan to subsidiaries	4,000,000.00	-	-	-
Advances recoverable in cash or in kind or for value to be received:				
Deposits for premises and others	318,346	-	318,346	-
Prepaid expenses	-	7,125	-	56
Other advances	-	91,018	-	59,127
Advance tax, net of provision for taxes	-	2,510,945	-	1,249,391
	<u>4,318,346</u>	<u>2,609,088</u>	<u>318,346</u>	<u>1,308,574</u>
<b>Note 10: Other assets</b>				
Unbilled revenue	-	20,107,579	-	18,697,214
Amount receivable towards intercompany transactions (Refer Note 20)	-	25,478,643	-	33,409,915
Interest Accrued on :				
Loan to Subsidiaries	-	11,759	-	-
Recoverable expenses - billed	-	-	-	-
	<u>-</u>	<u>45,597,981</u>	<u>-</u>	<u>52,107,129</u>
<b>Note 11: Trade receivables [unsecured]</b>				
<b>(a) Outstanding for a period exceeding six months from the date they are due for payment:</b>				
Considered good	-	-	-	12,450,864
Considered doubtful	-	618,155	2,636,368	353,208
	-	618,155	2,636,368	12,804,072
Provision for doubtful receivables	-	(618,155)	(2,636,368)	(353,208)
	-	-	-	<u>12,450,864</u>
<b>(b) Other receivables:</b>				
Considered good	-	30,987,223	-	32,068,435
Considered doubtful	-	-	-	-
	-	30,987,223	-	32,068,435
Provision for doubtful receivables	-	-	-	-
	-	<u>30,987,223</u>	-	<u>32,068,435</u>
	<u>-</u>	<u>30,987,223</u>	<u>-</u>	<u>44,519,299</u>
<b>Note 12: Cash and bank balances</b>				
<b>Cash and cash equivalents</b>				
Balances with banks:				
Current accounts	-	6,280,464	-	7,328,433
<b>Amount disclosed under current assets</b>	<u>-</u>	<u>6,280,464</u>	<u>-</u>	<u>7,328,433</u>

Oracle Financial Services Software Inc.

Notes annexed to and forming part of Unaudited financial statements for the year ended March 31, 2016

(Amounts in USD)

Year ended March 31,

	2016	2015
<b>Note 13: Revenue from operations</b>		
Product licenses and related activities	177,544,206	131,553,706
IT solutions and consulting services	33,993,474	57,226,001
Business Processing Services ('BPO')	-	11,540,095
	<b>211,537,679</b>	<b>200,319,802</b>
<b>Note 14: Other income, net</b>		
<b>(a) Interest income</b>		
Interest on:		
Bank deposits	1,644	3,457
Loan to subsidiaries	11,759	-
Income tax refund	-	1,404
	<b>13,403</b>	<b>4,861</b>
<b>(b) Other income, net</b>		
Foreign exchange gain, net	(464,038)	(1,325,616)
Miscellaneous income	671,526	1,833,780
	<b>207,489</b>	<b>508,164</b>
	<b>220,892</b>	<b>513,025</b>
<b>Note 15: Employee costs</b>		
Salaries and bonus	10,051,220	9,658,723
Staff welfare expenses	356,809	162,073
Contribution to provident and other funds	233,946	167,889
	<b>10,641,974</b>	<b>9,988,685</b>
<b>Note 16: Other expenses</b>		
Application software	(408,999)	95,172
Communication expenses	272,978	87,976
Rent	1,909,223	1,909,139
Advertising expenses	(39)	10,729
Repairs and maintenance:		
Buildings and leasehold premises	6,689	6,414
Computer equipments	13,232	57,358
Others	24,708	13,580
Rates and taxes	(837)	11,586
Provision for doubtful debts, net	(498,341)	303,948
Bad debts	492,378	175,209
Auditor's remuneration		
Audit Fees	(10,440)	-
Miscellaneous expenses	203,446	193,708
	<b>2,004,000</b>	<b>2,864,819</b>
<b>Note 17: Provision for taxes</b>		
<b>Provision for taxes</b>		
Current taxes	9,829,177	1,892,862
Deferred tax*	-	(1,061,760)
	<b>9,829,177</b>	<b>831,102</b>

(\* includes provision for Deferred Tax Assets for the previous year amounting to USD 1,061,760)

**Oracle Financial Services Software Inc.**

**Notes annexed to and forming part of unaudited financial statements  
for the year ended March 31, 2016**

**Note 18: Capital commitments and Contingent liabilities**

<b>Particulars</b>	(Amounts in USD)	
	<b>March 31, 2016</b>	<b>March 31, 2015</b>
Capital Commitments	Nil	Nil
Contingent liabilities	Nil	Nil

**Note 19: Leases**

**Operating lease**

The Company has taken certain office premises under operating lease, which expire at various dates through year 2021. Some of the lease agreements have a price escalation clause. Gross rental expenses for the year ended March 31, 2016 aggregated to USD 1,909,223 (March 31, 2015 – USD 1,909,139). The minimum rental payments to be made in future in respect of these leases are as follows:

	(Amounts in USD)	
	<b>March 31, 2016</b>	<b>March 31, 2015</b>
Not later than one year	1,820,167	2,188,822
Later than one year but not later than five years	3,452,814	6,209,773
Later than five years	344,744	747,049
	<u>5,617,725</u>	<u>9,145,644</u>

**Note 20: Previous year figures**

Previous year's figures have been regrouped/ reclassified, where necessary, to conform with the current year's presentation, whenever applicable.

**Oracle Financial Services Software Inc.**

**Statement of cash flow for the year ended March 31, 2016**

(Amounts in USD)  
Year ended March 31,

	<b>2016</b>	<b>2015</b>
Cash flows from operating activities		
Profit before tax	27,960,343	20,348,534
Adjustments to reconcile profit before tax to cash (used in) provided by operating activities :		
Depreciation and amortization	141,903	273,976
Interest income	(13,403)	(4,861)
Effect of exchange rate changes in cash and cash equivalent	464,038	438,504
Unrealised exchange (gain) loss, net		887,112
Deferred rent	213,877	214,508
Provision for doubtful debts, net	(498,341)	303,948
Bad debts	492,378	175,209
<b>Operating Profit before Working Capital changes</b>	<b>28,760,795</b>	<b>22,636,930</b>
Movements in working capital		
(Increase) in trade receivables	13,538,038	(9,074,921)
Decrease (Increase) in other current assets	6,509,148	32,269,906
Decrease in short-term loans and advances	(38,960)	416,847
(Decrease) increase in trade payables	(110,928)	(628,816)
(Decrease) increase in other current liabilities	(33,629,751)	(40,881,214)
(Decrease) in other long-term liabilities	(490,548)	(284,545)
(Decrease) Increase in other short-term provisions	23,876	(20,221)
<b>Cash from operating activities</b>	<b>14,561,670</b>	<b>4,433,966</b>
Payment of domestic and foreign taxes	(11,090,731)	(2,260,389)
<b>Net cash provided by operating activities</b>	<b>3,470,939</b>	<b>2,173,577</b>
Cash flows from investing activities		
Additions to fixed assets including capital work-in-progress and advances	(68,275)	(98,654)
Loan to subsidiary company	(4,000,000)	-
Refund of deposits for premises and others	0	17,857
Interest received	13,403	4,861
<b>Net cash (used) in investing activities</b>	<b>(4,054,871)</b>	<b>(75,936)</b>
Net Increase /(decrease) in cash and cash equivalents	(583,932)	2,097,641
Cash and cash equivalents at beginning of the year	7,328,433	5,669,296
Effect of exchange rate changes	(464,038)	(438,504)
<b>Cash and cash equivalents at end of the year</b>	<b>6,280,464</b>	<b>7,328,433</b>

(Amounts in USD)  
Year ended March 31,

**Component of cash and cash equivalents**

Balances with banks:

Current accounts

**Total cash and cash equivalents [Refer note 12]**

**2016**                      **2015**

	6,280,464	7,328,433
	<b>6,280,464</b>	<b>7,328,433</b>