

Anunta Tech Infrastructure Services Limited

**Financial statements
together with the
Independent Auditors' Report
for the year ended 31 March 2013**

Anunta Tech Infrastructure Services Limited

Financial statements together with Independent Auditors' Report *for the year ended 31 March 2013*

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ANUNTA TECH INFRASTRUCTURE SERVICES LIMITED

DIRECTORS' REPORT

Dear Members,

The Directors take great pleasure in presenting their Third Annual report on the business and operations of the Company alongwith the audited financial statements for the period ended March 31, 2013.

RESULTS /OPERATIONS

The performance of the Company for the financial year 2012-13 is summarised below:

(Rs in Million)

Particulars	FY 2012-13	FY 2011-12
Income	62.29	5.21
Profit/ (Loss) before Taxation	7.25	(69.43)
Less : Provision for Taxation	-	-
Profit/ (Loss) after Taxation	7.25	(69.43)
Accumulated balance carried forward to the balance sheet	(69.53)	(76.78)
Basic and diluted earning per share (Rs.)	6.90	(85.47)

Your directors do not recommend payment of dividend.

BUSINESS OVERVIEW

The Company focuses on providing Managed Application Delivery as a service. It also provides Service Level Agreements (SLAs) on application performance as experienced by the end user. The Company architects and provides ongoing management of application delivery using cloud technologies like virtualization, application streaming and thin clients. It provides companies unsurpassed productivity, flexibility and security in endpoint management and complete accountability of application performance management.

DISCONTINUATION OF BUSINESS

The Board at its meeting held on April 19, 2012 approved discontinuation of the business operated by the Company.

PARTICULARS OF EMPLOYEES

The statement of particulars required pursuant to Section 217(2A) of the Companies Act, 1956 read with the Companies (Particulars of Employees) (Amendment) Rules, 2002 forms part of the Report.

PUBLIC DEPOSITS

During the financial year under review, the Company had not accepted any deposits under Section 58A of the Companies Act, 1956.

DIRECTORS

During the period under review, Mr. Gaurav Bahadur resigned as Director of the Company effective from April 10, 2013. The Board places on record its appreciation for the contribution made by Mr. Gaurav Bahadur during his tenure as Director of the Company

The Company has received a notice along with the requisite deposits of Rs. 500 from the member of the Company pursuant to Section 257 of the Companies Act, 1956, proposing the appointment of Mr. Rajesh Subramaniam as a Director of the Company at the ensuing Annual General Meeting (AGM).

Mr. Ananda Mukerji retires by rotation at the ensuing Annual General Meeting and is eligible for re-appointment. The Board recommends his re-appointment at the ensuing AGM.

AUDITORS

M/s B S R & Co., Chartered Accountants, who were appointed as the Statutory Auditors of the Company by members at their previous AGM, shall be retiring on conclusion of the ensuing AGM and are eligible for re-appointment. Members are requested to consider their re-appointment from the conclusion of ensuing Annual General Meeting (AGM) upto the

conclusion of AGM, at a remuneration to be decided by the Board of Directors. The Company has received confirmation from M/s. B S R & Co., to the effect that their appointment, if made, will be within the limits of Section 224(1B) of the Companies Act, 1956.

SUBSIDIARY COMPANIES

As of March 31, 2013, the Company had no Subsidiary Company.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The Company has been taking significant efforts towards energy optimisation. The Company consumes electricity mainly for the operation of its computers. Though the consumption of electricity is negligible as compared to the total turnover of the Company, the Company has taken effective steps at every stage to reduce consumption of electricity.

During the year, the Company had no foreign exchange earnings. Expenditure in foreign currency was Rs. 10.49 Million during the year.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 217(2AA) of the Companies Act, 1956, with respect to Directors' Responsibility Statement, the Directors confirm that:

1. In the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
2. The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period;
3. The Directors had taken proper and sufficient care of the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities; and
4. The annual accounts were prepared on a going-concern basis.

ACKNOWLEDGEMENTS

The Board places on record its appreciation of all the employees and members of the staff for their dedicated service. The Board is confident that with their continued support, the Company will achieve its objectives and emerge stronger in the coming years.

The Company also expresses its gratitude to various governmental departments and organizations for their help and co-operation.

For and on behalf of the Board of Directors

Mumbai
May 7, 2013

Sd/-
Ananda Mukerji
Chairman

B S R & Co.

(Registered)
Chartered Accountants

Lodha Excelus
1st Floor, Apollo Mills Compound
N. M. Joshi Marg
Mahalakshmi
Mumbai - 400 011
India

Telephone +91(22) 3989 6000
Fax +91(22) 3090 2511

Independent Auditors' Report

To the Members of Anunta Tech Infrastructure Services Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Anunta Tech Infrastructure Services Limited ('the Company'), which comprise the Balance Sheet as at 31 March 2013, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for 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 Standards referred to in sub-section (3C) of Section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. 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 disclosures in the financial statements. The procedures selected depend on the auditor's judgment, 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 control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, 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.

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Independent Auditors' Report (Continued)

Anunta Tech Infrastructure Services Limited

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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:

- i. in the case of the Balance Sheet, of the state of affairs of the Company as at 31 March 2013;
- ii. in the case of the Statement of Profit and Loss, of the profit of the Company for the year ended on that date; and
- iii. in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2003 ("the Order") , issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.

As required by section 227(3) of the Act, we report that:

- a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c. the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d. in our opinion, the Balance Sheet, Statement of Profit and Loss Account and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of Section 211 of the Act; and
- e. on the basis of written representations received from directors of the Company as at 31 March 2013 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2013 from being appointed as a director in terms of clause (g) of sub-section (1) of Section 274 of the Act.

For B S R & Co.
Chartered Accountants
Firm's Registration No: 101248W


Vijay Bhatt
Partner

Membership No: 036647

Mumbai
7 May 2013

Anunta Tech Infrastructure Services Limited

Annexure to the Independent Auditors' Report – 31 March 2013

(Referred to in our report of even date)

1. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified annually. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) Fixed assets disposed of during the year were not substantial, and therefore, do not affect the going concern assumption.
2. The Company is a service Company, primarily rendering Information Technology (IT), IT enabled services and other value added services related to IT. It does not hold any physical inventories. Accordingly, paragraph 4(ii) of the Order is not applicable.
3. (a) The Company has not granted any loans secured or unsecured to companies, firms or other parties covered in the register maintained under Section 301 of the Act. Accordingly, clauses (b), (c) and (d) of paragraph 4(iii) of the Order are not applicable.
- (e) According to the information and explanations given to us, the Company has not taken any loans, secured or unsecured, from companies, firms or other parties covered in the register maintained under Section 301 of the Act. Accordingly, paragraphs 4(iii)(e) to 4(iii)(g) of the Order are not applicable.
4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business with regard to purchase of fixed assets and with regard to the sale of services. The activities of the Company do not involve purchase of inventory and sale of goods. In our opinion and according to the information and explanations given to us, there is no continuing failure to correct major weaknesses in internal control system.
5. (a) In our opinion and according to the information and explanations given to us, there are no contracts or arrangement referred to in Section 301 of the Act particulars of which needs to be entered in the register required to be maintained under that section. Accordingly clause (b) of paragraph 4(v) of the Order is not applicable.
6. The Company has not accepted any deposits from the public.
7. In our opinion, the internal audit system of the Company is commensurate with its size and the nature of its business.
8. The Central Government has not prescribed the maintenance of cost records under Section 209(1)(d) of the Act for any of the services rendered by the Company.

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Anunta Tech Infrastructure Services Limited

Annexure to the Independent Auditors' Report – 31 March 2013 (Continued)

9. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of accounts in respect of undisputed statutory dues including Provident Fund, Income tax, Service tax, Cess and other material statutory dues have been generally regularly deposited during the year with the appropriate authorities. As explained to us, the Company did not have any dues on account of Sales tax, Excise duty, Customs duty, Employees' State Insurance, Wealth tax and Investor Education and Protection Fund.
- According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Income tax, Cess and other material statutory dues were in arrears as at 31 March 2013 for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues of Provident fund, Income tax, Service tax and Cess which have not been deposited with the appropriate authorities on account of any dispute.
10. The Company has been in existence for a period of less than five year and accordingly clause 4(x) of the Order is not applicable to the Company.
11. In our opinion and according to the information and explanation given to us, the Company did not have any outstanding debentures or borrowings from banks or financial institutions during the year.
12. The Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
13. In our opinion and according to the information and explanations given to us, the Company is not a chit fund/nidhi/mutual benefit fund/society.
14. According to the information and explanations given to us, the Company is not dealing or trading in shares, securities, debentures and other investments.
15. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
16. In our opinion and according to the information and explanations given to us, the Company has not taken any term loans during the year.
17. According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we are of the opinion that the funds raised on short-term basis have not been used for long-term investment.
18. In our opinion and according to the information and explanation given to us, the Company has not made preferential allotment of shares to parties covered in the register maintained under Section 301 of the Act.

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BSR & Co.

Anunta Tech Infrastructure Services Limited

Annexure to the Independent Auditors' Report – 31 March 2013 (Continued)

19. According to the information and explanations given to us, the Company has not issued any debentures during the year.
20. The Company has not raised any money by public issues during the year.
21. According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.

For BSR & Co.
Chartered Accountants
Firm's Registration No: 101248W


Vijay Bhatt
Partner

Membership No: 036647

Mumbai
7 May 2013

Anunta Tech Infrastructure Services Limited

Balance sheet

as at 31 March 2013

(Currency: In Indian rupees)

	Notes	31 March 2013	31 March 2012
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	3	10,500,000	10,500,000
Reserves and surplus	4	20,473,188	13,227,223
		<u>30,973,188</u>	<u>23,727,223</u>
Non-current liabilities			
Long-term provisions	5	-	3,164,773
		<u>-</u>	<u>3,164,773</u>
Current liabilities			
Trade payables	6	1,362,432	4,464,898
Other current liabilities	7	43,327,972	21,981,586
Short-term provisions	8	-	2,370,338
		<u>44,690,404</u>	<u>28,816,822</u>
TOTAL		<u><u>75,663,592</u></u>	<u><u>55,708,818</u></u>
ASSETS			
Non-current assets			
Fixed assets	9		
-Tangible assets		9,800	13,035
-Intangible assets		1,034,711	1,553,461
		<u>1,044,511</u>	<u>1,566,496</u>
Other non-current assets	10	1,380,719	-
Current assets			
Current investments	11	-	12,000,000
Trade receivables	12	6,951,650	-
Cash and cash equivalents	13	1,445,266	39,584,867
Short-term loans and advances	14	64,841,446	2,097,250
Other current assets	15	-	460,205
		<u>74,619,081</u>	<u>54,142,322</u>
TOTAL		<u><u>75,663,592</u></u>	<u><u>55,708,818</u></u>
Significant accounting policies	2		

The accompanying notes from 1 to 25 are an integral part of the financial statements.

As per our report of even date attached.

For B S R & Co.

Chartered Accountants

Firm's Registration No: 101248W

Vijay Bhatt

Partner

Membership No: 036647

Mumbai
7 May 2013

For and on behalf of the Board of Directors of
Anunta Tech Infrastructure Services Limited

Ananda Mukerji
Chairman

Dinesh Jain
Director

Bangalore
7 May 2013

Rajesh Subramaniam
Director

Sweta Shah
Company Secretary

Anunta Tech Infrastructure Services Limited

Statement of profit and loss

for the year ended 31 March 2013

(Currency: In Indian rupees)

	Notes	31 March 2013	31 March 2012
Income			
Revenue from operations	16	59,919,235	10,726
Other income	17	2,366,657	5,196,544
		<u>62,285,892</u>	<u>5,207,270</u>
Expenses			
Employee benefits expense	18	18,265,006	26,626,921
Depreciation and amortization	9	521,985	656,090
Other expenses	19	36,252,936	47,354,482
		<u>55,039,927</u>	<u>74,637,493</u>
Profit / (loss) before taxation		7,245,965	(69,430,223)
Less : Provision for taxation		-	-
- Current tax		1,380,719	-
Less: MAT credit entitlement		(1,380,719)	-
Profit / (loss) after taxation		<u>7,245,965</u>	<u>(69,430,223)</u>
Earnings per share			
Weighted average number of equity shares outstanding during the year		1,050,000	812,295
Earnings per share (Rs)			
- Basic and diluted		<u>6.90</u>	<u>(85.47)</u>
Nominal value per share (Rs)		<u>10</u>	<u>10</u>
Significant accounting policies	2		

The accompanying notes from 1 to 25 are an integral part of the financial statements.

As per our report of even date attached.

For B S R & Co.
Chartered Accountants
Firm's Registration No: 101248W

For and on behalf of the Board of Directors of
Anunta Tech Infrastructure Services Limited


Vijay Bhat
Partner
Membership No: 036647

Ananda Mukerji
Chairman


Rajesh Subramaniam
Director


Dinesh Jain
Director


Sweta Shah
Company Secretary

Mumbai
7 May 2013

Bangalore
7 May 2013

Anunta Tech Infrastructure Services Limited

Cash flow statement

for the year ended 31 March 2013

(Currency: In Indian rupees)

	31 March 2013	31 March 2012
Cash flow from operating activities		
Net profit / (loss) after tax	7,245,965	(69,430,223)
Adjustments for		
Depreciation and amortisation	521,985	656,090
Foreign exchange loss/ (gain), net	349,671	(4,519,750)
Profit on sale on investments, net	(1,116,827)	(676,794)
Interest expenses\ (income)	(1,249,830)	485,221
Operating cash flow before changes in working capital	5,750,964	(73,485,456)
Changes in working capital		
Increase in trade receivables	(6,951,650)	-
Increase in loans and advances and other current assets	(62,591,554)	(1,656,630)
Increase in trade payables, provisions and other current liabilities	12,343,283	23,277,159
Net changes in working capital	(57,199,921)	21,620,529
Income taxes paid	(1,517,507)	(456,475)
Net cash used in operating activities (A)	(52,966,464)	(52,321,402)
Cash flow from investing activities		
Purchase of investment in mutual funds	-	(91,071,716)
Sale of investment in mutual funds	13,116,827	79,748,509
Interest received	1,710,036	4,059,545
Purchase of fixed assets	-	(1,330,069)
Net cash generated from / (used in) investing activities (B)	14,826,863	(8,593,731)
Cash flow from financing activities		
Proceeds from issuance of equity shares	-	100,000,000
Net cash generated from financing activities (C)	-	100,000,000
Net (decrease) / increase in cash and cash equivalents (A+B+C)	(38,139,601)	39,084,867
Cash and cash equivalents at the beginning of the year	39,584,867	500,000
Cash and cash equivalents at the end of the year	1,445,266	39,584,867



Anunta Tech Infrastructure Services Limited

Cash flow statement (Continued)

for the year ended 31 March 2013

(Currency: In Indian rupees)


Notes to the cash flow statement

Cash and cash equivalents consist of cash on hand and balance with banks. Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts.

	31 March 2013	31 March 2012
Balances with banks		
- in current accounts	1,445,266	1,584,867
- in deposit accounts less than three months	-	38,000,000
	<u>1,445,266</u>	<u>39,584,867</u>

As per our report of even date attached.

For B S R & Co.
Chartered Accountants
Firm's Registration No: 101248W


Vijay Bhat
Partner
Membership No: 036647

Mumbai
7 May 2013

For and on behalf of the Board of Directors
Anunta Tech Infrastructure Services Limited

Ananda Mukerji
Chairman


Dinesh
Director

Bangalore
7 May 2013


Rajesh Subramaniam
Director


Sweta Shah
Company Secretary

Anunta Tech Infrastructure Services Limited

Notes to the financials statements

for the year ended 31 March 2013

(Currency: In Indian rupees)

1 Background

Anunta Tech Infrastructure Services Limited ('Anunta' or 'the Company') was incorporated on 1 November 2010. It is a 100% subsidiary of Firstsource Solutions Limited. The Company is engaged in the business of providing and facilitating range of Information Technology (IT) and IT enabled services, delivering technology-driven business solutions and other value added services related to IT. The Company commenced its business with effect from 31 December 2010. The Company has entered into a business transfer agreement with 'Anunta Technology Management Services Limited' (Purchaser) for transfer of its information technology infrastructure management services for a lump sum consideration of Rs.45 million included in sale of services.

2 Significant accounting policies

2.1 Basis of preparation

The financial statements have been prepared and presented under the historical cost convention, on accrual basis of accounting, in accordance with accounting principles generally accepted in India and comply with the Accounting Standards prescribed in the Companies (Accounting Standard) Rules, 2006 issued by the Central government in consultation with the National Advisory Committee on Accounting Standards and with the relevant provisions of the Companies Act, 1956, to the extent applicable. All assets and liabilities have been classified as current and non current as per the company's normal operating cycle and other criteria set out in the revised schedule VI to the Act.

2.2 Use of estimates

The preparation of the financial statements in conformity with Generally Accepted Accounting Principles ('GAAP') in India requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and the reported amount of income and expenses for the year. Management believes that the estimates made in the preparation of financial statements are prudent and reasonable. Actual results could differ from those estimates. Any revisions to accounting estimates are recognised prospectively in current and future periods.

2.3 Revenue recognition

Revenue from providing Information Technology Enabled Services (ITES) is recognised on accrual basis upon completion of the related services and is billable in accordance with the specific terms of the arrangement / acceptance of work.

Interest income is recognised using the time proportion method, based on the underlying interest rates.

2.4 Investments

Non-current investments are carried at cost and provision is made when in the management's opinion there is a decline, other than temporary, in the carrying value of such investments. Current investments are valued at the lower of cost and market value.



Anunta Tech Infrastructure Services Limited

Notes to the financials statements (Continued)

for the year ended 31 March 2013

(Currency: In Indian rupees)

2 Significant accounting policies (Continued)

2.5 Fixed assets and depreciation

Fixed assets are stated at cost less accumulated depreciation and impairment, if any. Cost includes freight, duties, taxes and incidental expenses related to acquisition and installation of the fixed assets. Depreciation on fixed assets is provided pro rata to the period of use based on management's best estimate of useful lives of the assets (which are shorter than those prescribed under the Companies Act, 1956) as summarized below:

Asset category	Useful life (in years)
Tangible assets	
Furniture, fixture and office equipment	3 - 5
Intangible assets	
Software	3 - 4

Individual assets costing upto Rs 5,000 are depreciated in full in the period of purchase.

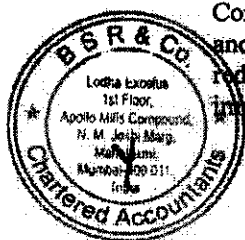
2.6 Impairment of assets

In accordance with AS 28 'Impairment of Assets' prescribed in the Companies (Accounting Standards) Rules 2006, the carrying amounts of the Company's assets are reviewed at each balance sheet date to determine whether there is any impairment. The recoverable amount of the assets (or where applicable, that of the cash generating unit to which the asset belongs) is estimated as the higher of its net selling price and its value in use. An impairment loss is recognised whenever the carrying amount of an asset or a cash generating unit exceeds its recoverable amount. Impairment loss is recognised in the statement of profit and loss or against revaluation surplus where applicable.

2.7 Employee Benefits

Gratuity

The Company's gratuity scheme with insurer is a defined benefit plan. The Company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any plan assets is deducted. The present value of the obligation under such defined benefit plan is determined based on actuarial valuation by an independent actuary using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plan are based on the market yields on Government securities as at the Balance Sheet date. When the calculation results in a benefit to the Company, the recognised asset is limited to the net total of any recognised actuarial losses and past service costs and the present value of any future refunds from the plan or reductions in future contributions to the plan. Actuarial gains and losses are recognised immediately in the statement of profit and loss.



Anunta Tech Infrastructure Services Limited

Notes to the financial statements (*Continued*)

for the year ended 31 March 2013

(Currency: In Indian rupees)

2 Significant accounting policies (*Continued*)

2.7 Employee Benefits (*Continued*)

Compensated absences

Provision for compensated absence cost has been made based on actuarial valuation by an independent actuary at balance sheet date.

The employees of the Company are entitled to compensated absence. The employees can carry-forward a portion of the unutilized accrued compensated absence and utilize it in future periods or receive cash compensation at termination of employment for the unutilized accrued compensated absence. The Company records an obligation for compensated absences in the period in which the employee renders the services that increase this entitlement. The Company measures the expected cost of compensated absence as the additional amount that the Company expects to pay as a result of the unused entitlement that has accumulated at the balance sheet date.

Provident fund

All employees of the Company receive benefits from a provident fund, which is a defined contribution retirement plan in which both, the Company and the employees, contribute at a determined rate. Monthly contributions payable to the provident fund are charged to the statement of profit and loss as incurred.

2.8 Leases

Operating lease

Lease rentals in respect of assets acquired under operating lease are charged off to the statement of profit and loss as incurred on a straight line basis.

2.9 Taxation

Income tax expense comprises current tax expense and deferred tax expense or credit.

Current taxes

Provision for current income-tax is recognised in accordance with the provisions of Indian Income-tax Act, 1961 and is made annually based on the tax liability after taking credit for tax allowances and exemptions. In case of matter under appeal, full provision is made in the financial statements when the Company accepts liability.



Anunta Tech Infrastructure Services Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2013

(Currency: In Indian rupees)

2 Significant accounting policies (Continued)

2.9 Taxation (Continued)

Deferred taxes

Deferred tax assets and liabilities are recognised for the future tax consequences attributable to timing differences that result from differences between the profits offered for income taxes and the profits as per the financial statements. Deferred tax assets and liabilities are measured using the tax rates and the tax laws that have been enacted or substantively enacted at the balance sheet date. The effect of a change in tax rates on deferred tax assets and liabilities is recognised in the period that includes the enactment date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realized in the future, however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is virtual certainty of recognition of such assets. Deferred tax assets are reassessed for the appropriateness of their respective carrying values at each balance sheet date.

The profits of the Company are exempt from taxes under the Income tax Act, 1961, being profit from Special Economic Zones (SEZ). Income from SEZ are eligible for 100% deduction for the first five years, 50% deduction for next 5 years and 50% deduction for another 5 years, subject to fulfilling certain conditions. In this regard, the Company recognises deferred taxes in respect of those originating timing differences which reverse after the tax holiday period resulting in tax consequences. Timing differences which originate and reverse within the tax holiday period do not result in tax consequence and, therefore, no deferred taxes are recognised in respect of the same.

2.10 Earnings per share

The basic earnings per equity share is computed by dividing the net profit or loss for the period attributable to the equity shareholders by the weighted average number of equity shares outstanding during the reporting period. The number of shares used in computing diluted earnings per share comprises the weighted average number of shares considered for deriving basic earnings per share, and also the weighted average number of equity shares which may be issued on the conversion of all dilutive potential shares, unless the results would be anti-dilutive.

2.11 Provisions and contingencies

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.



Anunta Tech Infrastructure Services Limited

Notes to the financial statements (*Continued*)

for the year ended 31 March 2013

(Currency: In Indian rupees)

2 Significant accounting policies (*Continued*)

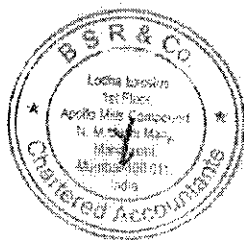
2.11 Provisions and contingencies (*Continued*)

Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of resources would be required to settle the obligation, the provision is reversed.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an economic benefit will arise, the asset and related income are recognised in the period in which the change occurs.

2.12 Foreign currency transactions

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of the transaction. Net exchange gain or loss resulting in respect of foreign exchange transactions settled during the year is recognised in the statement of profit and loss for the year. Foreign currency denominated assets and liabilities other than fixed assets are translated at the year end exchange rates and the resulting net gain or loss is recognised in the statement of profit and loss.



Anunta Tech Infrastructure Services Limited

Notes to the financial statements (Continued)

as at 31 March 2013

(Currency: In Indian rupees)

31 March 2013 31 March 2012

3 Share capital

Authorised			
1,500,000 (31 March 2012: 1,500,000) equity shares of Rs 10 each	15,000,000	15,000,000	
	15,000,000	15,000,000	
Issued, subscribed and paid-up			
1,050,000 (31 March 2012: 1,050,000) equity shares of Rs 10 each, fully paid up	10,500,000	10,500,000	
	10,500,000	10,500,000	

a. Reconciliation of shares outstanding at the beginning and at the end of the year

	31 March 2013		31 March 2012	
	Number of shares	Amount	Number of shares	Amount
At the commencement of the year	1,050,000	10,500,000	50,000	500,000
Shares issued during the year	-	-	1,000,000	10,000,000
At the end of the year	1,050,000	10,500,000	1,050,000	10,500,000

b. Particulars of shareholders holding more than 5% equity shares

	31 March 2013		31 March 2012	
	Number of shares	% of holding	Number of shares	% of holding
Firstsource Solutions Limited, holding company	1,050,000	100	1,050,000	100

c. Rights, preferences and restrictions attached to equity shares

The Company has a single class of equity shares. Accordingly, all equity shares rank equally with regard to dividends and share in the Company's residual assets. The equity shares are entitled to receive dividend as declared from time to time. The voting rights of an equity shareholder are in proportion to its share of the paid-up equity capital of the Company.

On winding up of the Company, the holders of equity shares will be entitled to receive the residual assets of the Company, remaining after distribution of all preferential amounts in proportion to the number of equity shares held.



Anunta Tech Infrastructure Services Limited

Notes to the financial statements (Continued)

as at 31 March 2013

(Currency: In Indian rupees)

	31 March 2013	31 March 2012
4 Reserves and surplus		
Securities premium account		
At the commencement of the year	90,000,000	-
Add : Premium on shares issued during the year	-	90,000,000
At the end of the year	<u>90,000,000</u>	<u>90,000,000</u>
Balance in statement of profit and loss		
At the commencement of the year	(76,772,777)	(7,342,554)
Add: Net profit / (loss) for the year	<u>7,245,965</u>	<u>(69,430,223)</u>
At the end of the year	<u>(69,526,812)</u>	<u>(76,772,777)</u>
	<u>20,473,188</u>	<u>13,227,223</u>
5 Long-term provisions		
Provision for employee benefits		
Gratuity (refer note 24)	-	3,164,773
	-	<u>3,164,773</u>
6 Trade payables		
Trade payables for service and goods	1,362,432	4,464,898
	<u>1,362,432</u>	<u>4,464,898</u>
7 Other current liabilities		
Income received in advance	-	34,274
Payable to Firstsource Group USA, Inc.	12,563,063	11,773,894
Payable to Firstsource Solutions UK Limited	29,083,711	9,408,094
Employee benefits payable	-	259,046
Other liabilities	300,479	506,278
Provision for tax	1,380,719	-
	<u>43,327,972</u>	<u>21,981,586</u>
8 Short-term provisions		
Provision for employee benefits		
Gratuity (refer note 24)	-	770,497
Compensated absences	-	1,599,841
	-	<u>2,370,338</u>



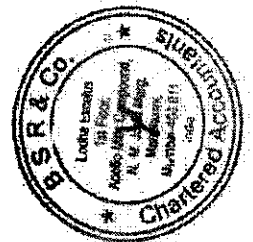
Anunta Tech Infrastructure Services Limited

Notes to the financial statements (Continued) as at 31 March 2013

(Currency: In Indian rupees)

9 Fixed assets

	Tangible Furniture, fixtures and office equipment	Intangible Software	Total
Gross block (at cost)			
As at 1 April 2012	16,173	2,238,896	2,255,069
Additions during the year	-	-	-
Deletions during the year	-	-	-
As at 31 March 2013	16,173	2,238,896	2,255,069
Accumulated depreciation / amortisation			
As at 1 April 2012	3,138	688,435	688,573
Charge for the year	3,235	518,750	521,985
On deletions during the year	-	-	-
As at 31 March 2013	6,373	1,204,185	1,210,558
Net block	9,800	1,034,711	1,044,511
As at 31 March 2012	13,035	1,553,461	1,566,496



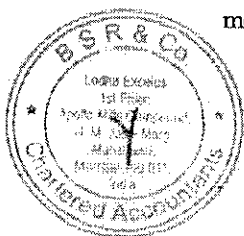
Anunta Tech Infrastructure Services Limited

Notes to the financial statements (Continued)

as at 31 March 2013

(Currency: In Indian rupees)

	31 March 2013	31 March 2012
10 Other non-current assets		
Minimum alternate tax credit entitlement	1,380,719	-
	<u>1,380,719</u>	<u>-</u>
11 Current investments (at lower of cost and fair value)		
Non-trade (Unquoted)		
Nil (31 March 2012: 50,135) units of DWS treasury fund Cash - Institutional Plan - Growth Option	-	6,000,000
Nil (31 March 2012: 40,464) units of ICICI Prudential Money Market - Cash Option - Growth	-	6,000,000
	<u>-</u>	<u>12,000,000</u>
(Net assets value of unquoted investments is Nil (31 March 2012: Rs 12,003,308))		
12 Trade receivables (Unsecured)		
Receivables outstanding for a period exceeding six months from the date they become due for payment		
- considered good	44,877	-
- considered doubtful	-	-
	<u>44,877</u>	<u>-</u>
Less: Provision for doubtful debts	-	-
	<u>44,877</u>	<u>-</u>
Others receivables		
- considered good	6,906,773	-
	<u>6,906,773</u>	<u>-</u>
	<u>6,951,650</u>	<u>-</u>
13 Cash and cash equivalents		
Balances with banks		
- in current accounts	1,445,266	1,584,867
- in deposit accounts (with original maturity of three months or less)	-	38,000,000
	<u>1,445,266</u>	<u>39,584,867</u>



Anunta Tech Infrastructure Services Limited

Notes to the financial statements (Continued)

as at 31 March 2013

(Currency: In Indian rupees)

	31 March 2013	31 March 2012
14 Short-term loans and advances <i>(Unsecured, considered good)</i>		
To related party		
Recoverable from Firstsource Solutions Limited	62,867,465	1,054,203
To parties other than related party		
Tax deducted at source recoverable	1,973,981	456,475
Service tax receivable	-	546,572
Advances to employees	-	40,000
	64,841,446	2,097,250
15 Other current assets <i>(Unsecured, considered good unless otherwise stated)</i>		
Accrued interest	-	460,205
	-	460,205



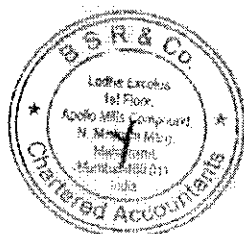
Anunta Tech Infrastructure Services Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2013

(Currency: In Indian rupees)

	31 March 2013	31 March 2012
16 Revenue from operations		
Sale of services	59,919,235	10,726
	<u>59,919,235</u>	<u>10,726</u>
17 Other income		
Interest income	1,249,830	4,519,750
Profit on sale/redemption of current investments, net	1,116,827	676,794
	<u>2,366,657</u>	<u>5,196,544</u>
18 Employee benefits expense		
Salaries and wages	17,438,924	24,414,586
Contribution to provident and other funds	691,855	2,208,445
Staff welfare expenses	134,227	3,890
	<u>18,265,006</u>	<u>26,626,921</u>
19 Other expenses		
Rent	4,420,306	2,793,780
Rates and taxes	34,890	2,550
Legal and professional fees	1,722,063	5,339,646
Car and other hire charges	435,544	140,672
Maintenance and upkeep	4,423,635	1,853,679
Recruitment and training expenses	74,752	202,262
Travel and conveyance	2,515,450	3,214,873
Communication expenses	721,894	318,858
Software expenses	105,589	375,650
Printing and stationery	39,795	693,209
Payment to auditors		
- Statutory audit	100,000	100,000
- Reimbursement of expenses	5,020	5,040
Meeting and seminar	494,376	1,988,220
Marketing expenses	12,835,255	21,299,476
Computer expenses	25,535	-
Books, periodicals and subscriptions	-	679,768
Information services	459	19,267
Bank administration charges	15,667	15,974
Membership fees	4,448	255
Registration fees	-	14,200
Common corporate costs	7,900,000	7,800,000
Foreign exchange loss, net	349,672	485,221
Miscellaneous expenses	28,586	11,882
	<u>36,252,936</u>	<u>47,354,482</u>



Anunta Tech Infrastructure Services Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2013

(Currency: In Indian rupees)

20 Segmental reporting

The Company has only one reportable Segment which is IT/ IT enabled services. Accordingly, figures appearing in the financial statements relate to this segment. Further, the entire operations are within India and hence, there is no separate geographic segment.

21 Related party transactions

Details of related parties including summary of transactions entered into during the year ended 31 March 2013 are summarized below:

a. Names of related parties and description of relationships:

Holding company	<ul style="list-style-type: none"> Firstsource Solutions Limited
Fellow subsidiary	<ul style="list-style-type: none"> Firstsource Group USA, Inc. Firstsource Solutions UK Limited

b. Transactions during the year and balances outstanding as at 31 March 2013 with related parties are as follows:

Name of the related party	Description	Transaction value during the year ended		Receivable / (payable) at	
		31 March 2013	31 March 2012	31 March 2013	31 March 2012
Firstsource Solutions Limited	Reimbursement of expenses	2,297,106	25,317,876	-	-
	Recovery of expenses	17,059,275	11,385,545	62,867,465	1,054,203
	Subscription of shares	-	100,000,000	-	-
Firstsource Group USA Inc	Reimbursement of expenses	-	11,519,703	(12,563,063)	(11,773,894)
Firstsource Solutions UK Limited	Reimbursement of expenses	20,115,115	9,408,094	(29,083,711)	(9,408,094)

22 Foreign currency exposures on payables that are not hedged by derivative instruments or otherwise are Rs 12,563,063 (equivalent to USD 0.23 million) (31 March 2012: Rs 11,773,894 equivalent to USD 0.23 million) and Rs 29,083,711 (equivalent to GBP 0.35 million) (31 March 2012: Rs 9,408,094 equivalent to GBP 0.12 million).



Anunta Tech Infrastructure Services Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2013

(Currency: In Indian rupees)

23 Supplementary statutory information (accrual basis)

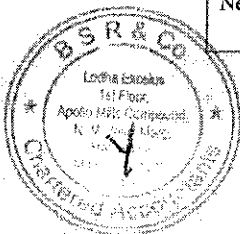
	31 March 2013	31 March 2012
<i>Expenditure in foreign currency</i>		
Marketing and support expenses	12,780,255	21,116,476
Meetings and seminars	421,520	1,329,418
Professional fees	535,663	448,500
Software expenses	50,130	151,421

24 Employee Benefit

a) Gratuity Plan

The following table sets out the status of the gratuity plan as required under AS 15
Reconciliation of opening and closing balances of the present value of the defined benefit obligation and fair value of plan assets:

Particulars	31 March 2013	31 March 2012
Change in present value of obligations		
Obligations at beginning of the year	-	-
Transfer from the parent company	-	3,105,946
Service cost	-	596,384
Interest cost	-	197,131
Actuarial (gain)/loss	-	63,213
Benefits paid	-	(27,404)
Obligations at the end of the year	-	3,935,270
Change in plan assets		
Fair value of plan assets at beginning of the year	-	-
Expected return on plan assets	-	-
Actuarial gain/(loss)	-	-
Contributions	-	27,404
Benefits paid	-	(27,404)
Fair value of plan assets at end of the year,	-	-
Reconciliation of present value of the obligation and the fair value of plan assets		
Present value of the defined benefit obligations at the end of the year	-	3,935,270
Fair value of plan assets at the end of year	-	-
Funded status being amount of liability recognised in the balance sheet	-	3,935,270
Gratuity cost for the year		
Service cost	-	596,384
Interest cost	-	197,131
Expected return on plan assets	-	-
Actuarial (gain)/loss	-	63,213
Net gratuity cost	-	856,728



Anunta Tech Infrastructure Services Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2013

(Currency: In Indian rupees)

24 Employee Benefit (Continued)

Particulars	31 March 2013	31 March 2012
Actual return on plan assets	-	
Assumptions		
Interest rate	-	8.60%
Estimated rate of return on plan assets	-	N.A.
Rate of growth in salary levels	-	10.00%
Withdrawal rate	-	25% reducing to 2% for over 20 years of service

Experience adjustments	31 March 2013	31 March 2012
On plan liabilities (gain) / loss	-	63,213
On plan assets (gain) / loss	-	-

The estimates of future salary increase, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market.

Gratuity cost, as disclosed above, is included under 'Salaries, bonus and other allowances'.

b) Contribution to provident funds

The provident fund charge during the year amounts to Rs 691,855 (31 March 2012: Rs 1,229,099)

c) Compensated absences

Actuarial assumptions	31 March 2013	31 March 2012
Interest rate	-	8.60%
Rate of growth in salary levels	-	10.00%



Anunta Tech Infrastructure Services Limited

Notes to the financial statements (Continued)

for the year ended 31 March 2013


(Currency: In Indian rupees)

- 25 Under the Micro Small and Medium Enterprises Development Act, 2006, (MSMED) which came into force from 2 October 2006 and on the basis of the information and records available with the Management:

	31 March 2013	31 March 2012
Principal amount and the interest due thereon remaining unpaid to any supplier as at the period end	Nil	Nil
Amount of interest paid by the Company in terms of section 16 of the MSMED, along with the amount of the payment made to the supplier beyond the appointed day during the accounting period	Nil	Nil
Amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED	Nil	Nil
Amount of interest accrued and remaining unpaid at the end of the accounting period	Nil	Nil
Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible	Nil	Nil

As per our report of even date attached.


For B S R & Co.
Chartered Accountants
Firm's Registration No: 101248W


Vijay Bhatt
Partner
Membership No: 036647

Ananda Mukerji
Chairman


Dinesh Jain
Director

For and on behalf of the Board of Directors of
Anunta Tech Infrastructure Services Limited


Rajesh Subramaniam
Director


Sweta Shah
Company Secretary

Mumbai
7 May 2013

Bangalore
7 May 2013

ANUNTA TECH INFRASTRUCTURE SERVICES LIMITED

Statement of Particulars of Employees pursuant to the provisions of Section 217 (2A) of the Companies Act, 1986 read with the Companies (Particulars of Employees) Rules, 1976 and forming part of the Directors' Report for the period from 01-04-2012 to 31-03-2013

Sr. No.	Name	Qualification	Age in years	Designation/ Nature of Duties	Date of Commencement of Employment	Remuneration Received Gross (Rs.)	Experience (No of Yrs)	Last Employment	Last Employment in Designation
1	SANJIV DALAL	B-Tech	55	Managing Director & CEO	April 1, 2011	2,228,201	28	Firstsource Solutions Ltd	EVP-Technology (CTO)

Notes: 1. Remuneration as above includes salary, taxable allowances, LTA, Value of perquisites as per the Income-Tax Rules, 1962 and Company's Contribution to Provident Fund, Pension Fund.

2. The nature of employment is contractual.

3. The employee mentioned above is not the relative of any Director of the Company.

4. Mr. Sanjiv Dalal was whole time employee of the Company and was employed for the part of the year.

5. Mr. Sanjiv Dalal does not hold by himself or along with his spouse and dependent children more than 2% of the equity shares of the Company.

For and behalf of the Board of Directors

Mumbai
May 7, 2013

Sd/-
Ananda Mukerji
Chairman