**Chartered Accountants** 

6th Floor, HT House 18-20, Kasturba Gandhi Marg New Delhi-110 001, India

Tel: +91 11 4363 3000 Fax: +91 11 4363 3200

## INDEPENDENT AUDITOR'S REPORT

To the Members of Spice Digital Limited

#### Report on the Financial Statements

We have audited the accompanying standalone financial statements of Spice Digital Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss and Cash Flow Statement for the period then ended, and a summary of 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 standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control 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.

#### Auditor's Responsibility

Our responsibility is to express an opinion on these standalone 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, issued by the Institute of Chartered Accountants of India, as 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 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 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 effectiveness of such controls. An audit also includes evaluating the appropriateness of 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 standalone financial statements.

#### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, the standalone 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, its profit, and its cash flows for the nine months period ended on that date

Chartered Accountants

#### Report on Other Legal and Regulatory Requirements

- 1. As required by the Companies (Auditor's report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the Annexure 1 a statement on the matters specified in paragraphs 3 and 4 of the Order.
- 2. 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 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 it 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 aforesaid standalone 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 written representations received from the directors as on March 31, 2015, and 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;
- With respect to the other matters to be included in the Auditor's 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:
  - The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 33 to the financial statements;
  - The Company did not have any long-term contracts including derivative contracts for which there ii. were any material foreseeable losses;
  - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For S.R. Batliboi & CO. LLP

Chartered Accountants

ICAI Firm Registration Number: 301003E

per Anil Gupta

Partner

Membership Number: 87921

Place:

11/5/2015 Date:

12-51dg

**Chartered Accountants** 

Annexure A referred to in paragraph 1 under the heading "Report on other legal and regulatory requirements" of our report of even date

#### Re: Spice Digital Limited ('the Company')

- i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) Fixed assets have been physically verified by the management during the previous year in accordance with a planned programme of verifying them once in three years which, in our opinion is reasonable having regard to the size of the Company and the nature of assets. No material discrepancies were identified on such verification.
- ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the period.
  - (b) The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
  - (c) The Company is maintaining proper records of inventory and no material discrepancies were noticed on physical verification.
- iii) (a) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii)(a) and (b) of the Order are not applicable to the Company and hence not commented upon.
- Apart from rendering telecom related services, the Company is also in the business of development and sale of telecom related software. We are explained that such software is of unique and specialized nature, and hence, in such cases, it is not possible to make the comparison of prices with the market rates or with the sales of similar products to others parties. Read with above, 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, for the purchase of inventory, fixed assets, sale of goods and rendering of services. During the course of our audit, we have not observed any major weakness or continuing failure to correct any major weakness in the internal control system of the Company in respect of these areas.
- v) The Company has not accepted any deposits from the public.
- vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under clause 148(1) of the Companies Act, 2013, for the products/services of the Company.
- vii) (a) Undisputed statutory dues including provident fund, employees' state insurance, income-tax, salestax, wealth-tax, service tax, customs duty, excise duty, value added tax, cess and other material statutory dues have generally been regularly deposited with the appropriate authorities though there has been a slight delay in a few cases.
  - (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, wealth-tax, service tax, sales-tax, customs duty, excise duty, value added tax, cess and other material statutory dues were outstanding, at the period end, for a period of more than six months from the date they became payable.
  - (c) According to the records of the Company, the dues outstanding of income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, value added tax and cess on account of any dispute, are as follows:

**Chartered Accountants** 

- (vii) (a) The Holding Company and the Covered entities of the Group are generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, value added tax, cess and other material statutory dues applicable to it, however there is a slight delay in few cases by the Holding Company.
  - (b) According to the information and explanations given to us, no undisputed amount payable in respect provident fund, employees' state insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, value added tax, cess and other material statutory dues applicable to it were outstanding at the year end, for a period of more than six months from the date they became payable for the Covered entities of the Group;
  - (c) According to the records of the Holding company and the Covered entities of the Group, the dues outstanding of income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, value added and cess on account of any dispute, are as follows:

Name of the statute	Nature of dues	Amount Rs.	Period to which the amount relates	Forum where dispute is pending
Finance Act, 1944	Service tax demand on Short Message Peer to Peer Service	23,845,955	July 1, 2004 to May 15, 2008	Pending with Appellate Tribunal, Delhi
Finance Act, 1944	Service tax demand in respect of non-registration of corporate office as an input service distributor and availment of input service CENVAT credit.	10,128,837	April 1, 2007 to March 31, 2009	Pending with Appellate Tribunal, Delhi
Finance Act, 1944	Demand in respect of wrong availment of input service tax credit on various expenses.	2,067,825	April 1, 2006 to March 31, 2007	Pending with Commissioner (Appeals), Chandigarh

- (d) There are no amounts which are required to be transferred to the Investor Education and Protection Fund by the Holding company and the Covered entities of the Group in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder.
- (viii) The Holding Company has no accumulated losses at the end of the financial period and it has not incurred cash losses in the current and immediately preceding financial year. In case of covered entities, accumulated losses at the end of financial year are not more than fifty percent of its net worth and the covered entities have not incurred cash losses in the current and immediately preceding financial year.
- (ix) Based on our audit procedures and as per the information and explanations given by the management, and as reported by the other auditor who audited the Financial Statements of a covered entity of the group, we are of the opinion that the holding company and other covered entities of the Group have not defaulted in the repayment of dues to any bank. The group did not have any outstanding dues from any financial institution or debenture holders.
- (x) According to the information and explanations given to us, the Holding Company and the Covered entities of the Group have not given any guarantee for loans taken by others from bank or financial institutions.

(xi) The Holding Company and the other covered entities of the Group did not have any term loans outstanding during the year.

Chartered Accountants

(xii) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the consolidated financial statements and as per the information and explanations given by the management and reports of the other auditors who audited the financial statements / financial information of other Covered entities of the group, which we have relied upon, we report that no fraud on or by the Holding Company and the Covered entities of the Group have been noticed or reported during the period.

For S.R. Batliboi & Co. LLP

Chartered Accountants

ICAI Firm Registration Number: 301003E

per Anil Gupta

Partner

Membership Number: 87921

Place of Signature: No Lo

Date:

New Delhi)

Balance Sheet as at March 31, 2015		As at	As at
	Notes	31 March 2015	30 June 2014 Rs.
		Rs.	RS.
Equity and Liabilities			
Shareholders' funds	-		00% 500 040
Share capital	3	397,709,840	397,709,840
Reserves and surplus	4 _	2,458,340,341	2,329,991,483
		2,856,050,181	2,727,701,323
Non-current Liabilites			401.010
ong term liabilities	5	313,316	401,312
Deferred tax liabilities (net)	6	6,933,227	
ong term provisions	7 _	11,620,245	9,613,822
-		18,866,788	10,015,134
Current Liabilities			100 000 074
Trade payables	8	153,285,284	120,980,974
Other current liabilities	8	90,468,353	76,565,515
Short term provisions	7	22,307,883	18,296,618
•	•	266,061,520	215,843,107
COTAL	· _	3,140,978,489	2,953,559,564
	=		
APPLICATION OF FUNDS			
Fixed Assets		100.000.416	202,600,185
Tangible assets	9	198,028,416	58,249,807
Intangible assets	10	52,013,815	948,834
Capital work-in-progress		4,202,686	784,393,379
Non-current Investments	11	868,281,107	1,335,315
Deferred tax assets(net)	6		' '
Long term loans and advances	12	263,172,545	195,582,790
Other non-current assets	15	25,000	1,243,110,310
		1,385,723,569	1,243,110,310
Current assets			005.040.150
Current investments	13	165,586,516	335,212,158
nventories	14	556,000	2,456,878
Frade receivables	15	485,997,298	434,902,985
Cash and bank balances	16	162,508,593	170,938,787
Short term loans and advances	12	711,503,078	548,951,560
Other -current assets	15	229,103,435	217,986,886
	-	1,755,254,920	1,710,449,254
	-	3,140,978,489	2,953,559,564

As per our report of even date

The accompanying notes are an internal part of the financial statements

New Delh

For S.R. Batliboi & Co.LLP

Chartered Accountants

ICAI Firm Registration No. 301003E

per Anil Gupta

Partner

Membership No.: 87921

Place:

For and on behalf of the Board of Directors of Spice Digital Limited

Rajul Garg (Chairman)

DIN: 00085256

(Chief Executive Officer)

Suman Ghose Hazra (Director) DIN: 00012223

Sunii Kapoor (Chief Financial Officer)

Membership No: 079430

Subramanian Murali (Director)

DIN: 00041261

Kokila Afora

(Company Secretary) Membership No: A21670

		As at	As at
	Notes	31 March 2015	30 June 2014
		Rs.	Rs.
INCOME			
Revenue from operations (net)	17	927,549,815	1,254,283,831
Other Income	18	125,077,322	61,604,107
TOTAL		1,052,627,137	1,315,887,938
EXPENDITURE			
Purchase of traded goods		30,866,816	14,852,855
(Increase)/Decrease in inventories of traded			
goods	19	1,900,878	(2,130,303)
Operating expenses	20	355,227,305	516,317,938
Employee benefits expenses	21	232,869,689	256,764,805
Other expenses	22 _	194,529,847	252,993,071
TOTAL		815,394,535	1,038,798,366
Earning before interest ,tax, exceptional i	tem,		
depreciation and amortization (EBITDA)	(1)-(II)	237,232,602	277,089,572
Depreciation and amortization expense	23	49,057,402	76,080,256
Finance costs	24 _	64,428	3,261,600
Profit before exceptional item and tax		188,110,772	197,747,716
Exceptonal item	24.1	2,036,462	
Profit before tax		186,074,310	197,747,716
Tax expenses			
Current tax		40,800,000	41,500,000
Deferred tax charged / (credit)		8,268,542	(2,672,629)
income tax adjustments for earlier years	_	8,656,910	(1,376,620)
Fotal Tax Expense	_	57,725,452	37,450,751
Profit for the period/year	-	128,348,858	160,296,965
Earnings per equity share[nominal value of s	hare Rs.10		
(30 June 2014: Rs.10)]	25	3.23	4.03

The accompanying notes are an integral part of the financial statements As per our report of even date

New Delhi

For S.R. Batliboi & Co.LLP

Chartered Accountants

ICAI Firm Registration No. 301003E

per Anil Gupta

Partner Membership No.: 87921

Place:

Date:

For and on behalf of the Board of Directors of Spice Digital Limited

Rajul Garg (Chairman)

DIN: 00085256

Sunil Kapoor

Saket Agarwal (Chief Executive Officer) (Chief Financial Officer)

Membership No: 079430

Suman Chose Hazra

(Director) DIN: 00012223

Subramanian Murali (Director) DIN: 00041261

(Company Secretary) Membership No: A21670

		For the year ended March 31, 2015 (Rs.)	For the year ended June 30, 2014 (Rs.)
A.	Cash flow from operating activities		
	Net Profit before Tax	186,074,310	197,747,716
	Adjustments for		
	Depreciation / Amortization	51,093,864	76,080,256
	(Profit)/ Loss on disposal of Fixed Assets (net)	(1,132,828)	4,109,173
	Provision for Doubtful debts	(46,087,351)	(12,869,857
	Bad debts written off	(6,912,435)	2,821,521
	Provision for diminution in the value of current investments	-	4,435,607
	Interest Income	(54,748,041)	(33,731,318
	Dividend income	(5,150,053)	(7,145,873
	Income from long term Fixed Maturity Plan Investment (other than trade)	(8,489,100)	(3,990,500
	Loss/(Profit) on sale of current investments	(6,310,323)	1,817,553
	Provision for diminution in the value of current investments written back	(4,823,412)	=
	Interest paid	64,428	3,261,600
	Sundry balances written back	(8,601)	(87,127
	Provision for diminution in the value of long term investments	4,100,000	(3,000,000
	Operating profit before working capital changes	107,670,458	229,448,751
	Movement in Working Capital:		
	Decrease in Trade Receivables	1,905,473	71,665,404
	(Increase) / Decrease in Inventories	1,900,878	(2,130,303
	(Increase) / Decrease in Loans and Advances	(48,571,628)	17,974,136
	Decrease in Other Current Assets	6,425,599	4,743,236
	Increase in Trade Payable, Other Liabilities & Provisions	50,703,112	3,871,002
	Cash generated from Operations	120,033,892	325,572,227
	Direct taxes paid/(refund)	(111,006,348)	(108,975,550
	Net cash (used in) / generated from operating activities (A)	9,027,544	216,596,677
3.	Cash flow from Investing Activities		
	Purchase of Fixed Assets and Intangibles	(45,759,508)	(45,915,213
	Proceeds from disposal of Fixed Assets	1,202,691	(647,980
	Purchase of Current Investments	-	(250,819,456
	Investment in Subsidiary / Associate company	(87,987,728)	(2,503,600
	Proceeds from sale of investments	180,759,376	208,617,545
	Loans to subsidiary/fellow subsidiary companies	(36,428,188)	(32,500,000)
	Loan to a body corporate	(80,000,000)	-
	Dividend received	5,335,427	6,960,500
	Fixed Deposits made	22,600,541	101,842,362
	Interest Received	45,509,620	13,351,764
	Net cash generated/ (used in ) from investing activities (B)	5,232,231	(1,614,078
Ξ.	Cash flow from financing activities		
	Dividend paid	-	(198,854,920)
	Dividend distribution tax paid	-	(33,795,394
	Interest Paid	(64,428)	(3,261,600
	Net cash (used in) financing activities (C)	(64,428)	(235,911,914
	Net Increase in cash & cash equivalents (A+B+C)	14,195,347	(20,929,315
	Cash & Cash Equivalents at the begining of the period/year	107,711,683	128,640,998
	Cash & Cash Equivalents at the end of the period/year	121,907,030	107,711,683



Components of cash & cash equivalents as at 31 March, 2015
Cash on Hand
Cheques in Hand
Balances with Scheduled Banks:
On Current Accounts
Deposits with original maturity of less than three months

130,382	168,988
1,522,783	2,209,023
109,029,185	105,132,995
11,224,680	200,677
121,907,030	107,711,683

#### Note:

The above cash flow statement has been prepared under the "Indirect Method" as stated in the Accounting Standard 3 on Cash Flow Statement notified by Accounting Standards Rules, 2006 (as amended).

As per our report of even date

For S.R. Batliboi & Co. LLP

Chartered Accountants 🛷

Chartered Accountants
ICAI Firm Registration No. 301003E

per Anil Gupta

Partner

Membership No.: 8792]

Place: Date:

For and on behalf of the Board of Directors

Rajul Garg (Chairman) DIN: 00085256

Subramanian Murali (Director)

DIN: 00041261

Sunil Kapoor (Chief Financial

Officer) Membership No: 079430

(Director) DIN: 00012223

Suman Phose Hazra

Saket AgarwaN (Chief Executive Officer)

(Company Secretary)

Membership No: A21670

#### Notes to financial statements for the period ended 31 March 2015

#### 1. Corporate Information

The Company is into the Information and Communication Technology business providing Value Added Services, Mobile Content and Roaming Management Services to the Telecom Operators. Also, the Company undertakes development and sale of telecom related software. During the previous year, based on license from Indian Railway Catering and Tourism Corporation, the Company has appointed agents for booking of railway tickets all over India. Besides IRCTC ticketing, agents also book air tickets, hotels and provides other travel needs through the platform provided by the Company. The Company gets one-time fee from the agents and also receives service charges on booking of tickets, hotels etc.

With the objective to expend their business in retail sector & financial sector, Spice Digital Limited has started a new business named DMT (Domestic Money Transfer) by executing an agreement with Yes bank Limited in the current financial year 2014-15. This is an extended arm of Yes Bank for the purpose of domestic remittances and this service is known as banking correspondence (BC).

Yes bank has given an access of their portal which is labeled by the Company for enabling these remittances and Company using their existing retail network or through new acquisition is providing the services to customers. Using this portal, any customer not having bank account can send the money to their relative, friends and others at any locations in India. Currently, this service is used for cash to account remittance only.

#### 2. Basis of Preparation

The financial statements of the Company have been prepared in accordance with generally accepted principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under section 133 of the Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below.

#### 2.1 Summary of significant accounting policies

#### A) Change in accounting policy

#### Depreciation on fixed assets

Till the year ended 30 June 2014, Schedule XIV to the Companies Act, 1956, prescribed requirements concerning depreciation of fixed assets. From the current year, Schedule XIV has been replaced by Schedule II to the Companies Act, 2013. The applicability of Schedule II has resulted in the following changes related to depreciation of fixed assets. Unless stated otherwise, the impact mentioned for the current year is likely to hold good for future years also.

#### a) Useful lives/ depreciation rates

Till the year ended 30 June 2014, depreciation rates prescribed under Schedule XIV to the Companies Act, 1956 were treated as minimum rates and the Company was not allowed to charge depreciation at lower rates even if such lower rates were justified by the estimated useful life of the asset. Schedule II to the Companies Act 2013 prescribes useful lives for fixed assets which, in many cases, are different from lives prescribed under the erstwhile Schedule XIV to the Companies Act, 1956. However, Schedule II to the Companies Act, 2013 allows company to use higher/ lower useful lives and residual values if such useful lives and residual values can be technically supported and justification for difference is disclosed in the financial statements.

Considering the applicability of Schedule II, the management has re-estimated useful lives and residual values of all its fixed assets. The management believes that depreciation rates currently used fairly reflect its estimate

(NS BBini)

#### Notes to financial statements for the period ended 31 March 2015

of the useful lives and residual values of fixed assets, though these rates in certain cases are different from lives prescribed under Schedule II.

Had the Company continued to follow the earlier useful life, the depreciation expense for the period would have been lower by Rs. 2,036,462 (disclosed under exceptional items in the statement of profit and loss) and and loss would have been lower by Rs. 2,036,462 and the net block of fixed assets would have been higher by Rs. 2,036,462.

#### b) Depreciation on assets costing less than Rs. 5,000/-

Till year ended 30 June 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 Rs. 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 depreciations of assets costing less than Rs.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 July 2014.

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

#### B) Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the 'reported period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

#### C) Tangible Fixed Assets

- i) Fixed assets are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises the purchase price, and any attributable cost of bringing the asset to its working condition for its intended use.
- ii) Subsequent expenditure related to an item of tangible asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing tangible assets, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the year during which such expenses are incurred.
- iii) Gains or losses arising from de-recognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

#### D) Depreciation on tangible fixed assets

- i. Buildings are depreciated over the period of lease or their useful lives whichever is lower. Useful life prescribed under Schedule II of the Companies Act, 2013 has been considered for calculating rate of depreciation.
- ii. Cost of Leasehold improvements is amortized over the period ranging from 1-6 years and leasehold land over the period ranging from 18-90 years or their useful lives whichever is lower.

(is RBelhi)

## Notes to financial statements for the period ended 31 March 2015

iii. Depreciation on fixed assets is calculated on a straight-line basis. The Company has used the following rates to provide depreciation on its fixed assets.

Tangible Assets	Rates (SLM) (in %)	Schedule II Rates (SLM) (in %)		
Data Processing Machines-Sites	19.00	15.83		
Data Processing Machines-Office	31.67	31.67		
Furniture & Fixtures	13.57	9.50		
Office Equipment - Mobile phones - Others	31.67 19.00	19.00 19.00		
Vehicles - Motor Cars - Motor buses	11.88 13.57	11.88 13.57		

#### E) Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. Intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Costs incurred towards in-house software development are charged to the statement of profit and loss as and when incurred.

Intangible assets are amortized on a straight line basis over the estimated useful economic life. The Company uses a rebuttable presumption that the useful life of intangible assets will not exceed 10 years from the date when the asset is available for use. Such intangible assets not yet available for use are tested for impairment annually, either individually or at the cash-generating unit level. All other intangible assets are assessed for impairment whenever there is an indication that the intangible asset may be impaired.

The amortization period and the amortization method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortization period is changed accordingly. If there has been a significant change in the expected pattern of economic benefits from the asset, the amortization method is changed to reflect the changed pattern. Such changes are accounted for in accordance with AS 5 Net Profit or Loss for the Period, Prior Period items and Changes in Accounting Policies.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

A summary of amortization policies applied to the Company's intangible assets is as follow:-

Intangible Assets	Estimated Useful Life (Years)
Computer Software - SAP (ERP) and Sites	5 years
Intellectual Property Rights	5 years
Computer Software – Office	3 years

#### F) Leases

Where the Company is the lessee



#### Notes to financial statements for the period ended 31 March 2015

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

#### Where the Company is the lessor

Leases in which the Company does not transfer substantially all the risks and benefits of ownership of the asset are classified as operating leases. Assets subject to operating leases are included in fixed assets. Lease income on an operating lease is recognized in the statement of profit and loss on a straight-line basis over the lease term. Costs, including depreciation, are recognized as an expense in the statement of profit and loss. Initial direct costs such as legal costs. Brokerage costs etc. are recognized immediately in the statement of profit and loss.

#### G) Impairment of tangible and intangible assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future, cash flows are discounted to their present value using a pre-tax discount rate that reflects current market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

#### H) Government grants and subsidies

Grants and subsidies from the government are recognized when there is reasonable assurance that (i) the Company will comply with the conditions attached to them, and (ii) the grant /subsidy will be received.

Government grants of the nature of promoters' contribution are credited to capital reserve and treated as a part of the shareholders' funds.

#### Investments

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties.

Current investments are carried in the financial statements at lower of cost and fair value determined on an individual investment basis. Long term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the statement of profit and loss.

#### J) Inventories

Traded goods are valued at lower of cost and net realizable value. Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on FIFO basis.

## Notes to financial statements for the period ended 31 March 2015

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs necessary to make the sale.

#### K) Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

#### Sale of goods

Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The Company collects sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the Company. Hence, they are excluded from revenue.

#### Sale of telecom related software

Revenue is recognized at the time when the 'user acceptance test certificate' is received from the customers.

#### Income from services

Revenue from value added services are recognized at the end of each month in which the services are rendered. The Company collects service tax on behalf of the government and, therefore, it is not an economic benefit flowing to the Company. Hence, it is excluded from revenue.

#### Interest

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "interest income" in the statement of profit and loss.

#### Dividends

Dividend income is recognized when the Company's right to receive dividend is established by the reporting date.

## Income on Fixed Maturity Plan Investments

Income on fixed maturity plan investments in various schemes of mutual funds is recognized based on reasonable certain yield at the balance sheet date.

#### L) Foreign Currency Translation

Foreign currency transactions and balances

#### i) Initial Recognition

Foreign currency transactions are recorded in the 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.

## ii) Conversion

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction. Non monetary items,

## Notes to financial statements for the period ended 31 March 2015

which are measured at fair value or other similar denominated in a foreign currency, are translated using the exchange rate at the date when such value was determined.

#### iii) Exchange differences

Exchange differences arising on the settlement of monetary items at rates different from those at which they were initially recorded during the period or recorded during the Previous period, are recognized as income or as expense in the period in which they arise.

## M) Retirement and other employee benefits

- Retirement benefit in the form of provident fund and national pension scheme are defined contribution schemes. The Company has no obligation, other than the contribution payable to the provident fund and national pension scheme. The Company recognizes contribution payable to the provident fund and national pension scheme as expenditure, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre payment will lead to, for example, a reduction in future payment or a cash refund.
- ii) Gratuity is a defined benefit obligation. The Company has created an approved gratuity fund for the future payment of gratuity to the employees. The costs of providing benefits under this plan are determined on the basis of actuarial valuation at each period-end. Actuarial valuation is carried out for the plan using the projected unit credit method. Gratuity liability of an employee, who leaves the Company before the close of the period and which is remaining unpaid, is provided on actual computation basis. Actuarial gains and losses are recognized in full in the period in which they occur in the statement of profit and loss.
- iii) Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date. The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year-end. Actuarial gains/losses are immediately taken to the statement of profit and loss and are not deferred. The Company presents the leave as a current liability in the balance sheet to the extent it does not have an unconditional right to defer its settlement for 12 months after the reporting date. Where Company has the unconditional legal and contractual right to defer the settlement for a period beyond 12 months, the same is presented as non-current liability.

#### N) Income taxes

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 the Income-Tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current period and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future and

## Notes to financial statements for the period ended 31 March 2015

taxable income will be available against which such deferred tax assets can be realized. In situation where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

In the situations where the Company is entitled to a tax holiday under the Income-tax Act, 1961 enacted in India, no deferred tax (asset or liability) is recognized in respect of timing differences which reverse during the tax holiday period, to the extent the Company's gross total income is subject to the deduction during the tax holiday period. Deferred tax in respect of timing difference which reverse after the tax holiday period is recognized in the period in which the timing difference originate. However, the Company restricts recognition of deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized. For recognition of deferred taxes, the timing differences which originate first are considered to reverse first.

At each reporting date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes down the carrying amount of deferred tax asset to the extent it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

Minimum alternate tax (MAT) paid in a period is charged to the statement of profit and loss as current tax. The Company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period i,e., the period for which MAT credit is allowed to be carried forward. In the period in which the Company recognizes MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income Tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit entitlement". The Company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specific period.

#### O) Segment reporting policy

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole.

#### P) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

#### Q) Provisions

A provision is recognized when the Company has a present obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the

NSRE

## Notes to financial statements for the period ended 31 March 2015

obligation and a reliable estimate can be made of the amount of obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

#### R) 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. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

#### S) Cash and cash equivalents

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

#### T) Government Grants and Subsidies

Grants and subsidies from the government are recognized when there is reasonable assurance that (i) the Company will comply with the conditions attached to them, and (ii) the grant /subsidy will be received.

Government grants of the nature of promoters' contribution are credited to capital reserve and treated as a part of shareholders' funds.

#### U) Measurement of EBITDA

As permitted by the Guidance Note on the Revised Schedule VI to the Companies Act, 1956, the Company has elected to present earnings before interest, tax, depreciation and amortization (EBITDA) as a separate line item on the face of the statement of profit and loss. In its measurement, the Company does not include depreciation and amortization expense, finance costs and tax expense.



_	31 March 2015 Rs.	30 June 2014 Rs.	
3.Share Capital			
Authorised shares(No.) 100,000,000 (Previous year: 100,000,000) equity shares of Rs. 10 each	1,000,000,000	1,000,000,000	
Issued, subscribed and paid up shares 39,770,984 (Previous year: 39,770,984) equity shares of Rs. 10 each fully paid up Total issued, subscribed and fully paid-up share capital	397,709,840 397,709,840	397,709,840 <b>397,709,840</b>	

#### a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period/year

Equity shares	31 March 20	30 June 2014		
Educia pourse	No. of shares	Amount in Rs.	No. of shares	Amount in Rs.
At the beginning of the period/year	39,770,984	397,709,840	39,770,984	397,709,840
Outstanding at the end of the period/year	39,770,984	397,709,840	39,770,984	397,709,840

#### b. Terms/rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs10 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the equity shareholders 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.

#### c. Shares held by holding/ultimate holding

Out of equity shares issued by the Company, shares held by its holding company are as below:

	31 March 2015	30 June 2014
	Rs.	Rs.
Spice Mobility Limited	1	
35,470,674 (Previous year: 35,470,674) equity shares of Rs.10 fully paid up	354,706,740	354,706,740

#### d. Details of shareholders holding more than 5% shares in the Company

·	31 March 2015		30 June 2014	
Equity shares of Rs 10 each fully paid	No. of shares	% of holding	No. of shares %	6 of holding
Spice Mobility Limited Mediatek Singapore Pte. Limited	35,470,674 4,288,969	89.19% 10.78%	35,470,674 4,288,969	89.19% 10.78%

As per the records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

e) During the year ended March 31, 2013, the Company had bought back 3,118,701 equity shares of Rs. 10 each as fully paid up.



3,000,000
54 004 231
54,994,331
95,778,760
31,187,010
1,984,734,417
160,296,965
2,145,031,382



Spice Digital Limited
Notes to financial statements for the period ended 31 March 2015

	31 March 2015	30 June 2014
	Rs.	Rs.
5. Long term liabilities		
Trade payables (refer note 35 for details of due to micro and small enterprises)	313,316	401,312
Total	313,316	401,312



Spice Digital Limited Notes to financial statements for the period ended 31 March 2015

	Rs.	
	173.	Rs.
6. Deferred tax liabilities (net)		
Deferred Tax Liabilities		
Fixed assets: Impact of difference between tax depreciation and depreciation/amortization charged for the financial		
	20.640.222	22,160,146
reporting	20,649,233	22,100,140
Impact of income recognised in the statement of profit and		
loss in the current /earlier years but chargeable to tax in		
subsequent years	4,319,190	22,160,146
Gross Deferred Tax Liabilities	24,968,423	22,100,140
Deferred Tax Assets		
Impact of expenditure charged to the statement of profit		
and loss in the current / earlier years but allowable for		•
tax purpose in subsequent years		
- Provision for doubtful debts	6,300,252	16,541,948
- Others	11,734,944	6,953,513
Gross Deferred Tax Assets	18,035,196	23,495,461
Net Deferred Tax (Assets)/ Liabilities	6,933,227	(1,335,315)



Spice Digital Limited Notes to financial statements for the period ended 31 March 2015

	Long-term		Short-t	erm
	31 March 2015 Rs	30 June 2014 Rs.	31 March 2015 Rs.	30 June 2014 Rs.
7. Provisions		<del></del> -		
Provision for employee benefits Provision for gratuity (refer note 26) Provision for leave benefits	11,620,245	9,613,822	10,490,590 11,817,293	6,805,327 11,491,291
Total	11,620,245	9,613,822	22,307,883	18,296,618



	31 March 2015 Rs.	30 June 2014 Rs.
8. Trade Payables and Other current liabilities  Trade payables(refer note 35 for details of dues to micro and small enterprises)	153,285,284	120,980,974
Other liabilities Payable towards capital goods Employee related payable Unearned revenue Advances from customers Service tax payable TDS Payable Provident Fund Payable. Other Statutory dues payable Other payable	2,585,880 50,162,172 275,945 23,534,362 214,274 8,878,076 2,674,142 333,452 1,810,050 90,468,353	1,143,551 45,814,351 695,084 14,606,887 7,238,072 4,925,327 2,061,355 80,888
Total	243,753,637	197,546,489



Notes to financial statements for the period ended 31 March 2015 9. Tangible Assets

(Amount in Rs.)

	T. 1.1 Y	Leasehold	Buildings	Data Processing	Furniture &	Office	Vehicles	Total
	Leasenoid Land	Improvement	Smarre	Machines	Fixture	Equipment	000 7	070 717 040
1.00 1 10	7120217	15.145.683	97,021.036	392,057,109	21,584,008	40,140,976	1,038,720	073,/1/,049
vs at 50-Jun-15	1704/77/600		14 544 471	4.013,582	325,184	3,336,341	-	22,219,578
Additions			- 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1,	36.850.729	266.243	687,330		37,804,302
Disposals				250,000,000	21 642 040	780 087 CF	1.038.720	608.132.325
As at 30-June-2014	56,729,517	15,145,683	111,565,507	207,412,466	0.004040	4 270 560	3.053.270	29 233 054
Aditions		1,388,134	3,282,817	14,476,213	2,704,043	4,326,300	2,2,000,0	700,000,00
ruanionio Si		3.807.096	-	175,950	394,080	809,300	E	3,100,440
Jisposais	7120 517	107 705 701	114.848.324	373,520,225	23,952,912	46,309,255	4,091,999	632,178,953
As at 31-March-2015	30,142,317	107/07/07	2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2					
<b>Depreciation</b>			007 107 70	307 021 405	15 003 340	28 132 882	747.650	394,443,138
As at 30-Jun-13	12,499,898	14,860,176	26,197,688	290,921,495	7+0,000,01	4 000 400	769 00	15 132 113
Ol man Com the wood	2 542 420	278.707	5,733,738	29,763,100	2,406,107	4,609,403	70,037	411,404,04
harge for the year	77-67-6-7		     	33.563.582	191,306	588,222	•	34,343,110
Disposals	1		767 760 70	200 121 013	17 200 150	32 154 063	846.287	405.532,140
As at 30-June-2014	15,042,318	15,138,883	31,931,426	293,121,013	1/02/0/7	2004101400	242 140	22 724 061
Charge for the year	1.908.556	245,129	4,531,248	19,660,299	1,780,384	7,105,5	747,140	33,734,701
Cital go 101 title year		3 804.659		167,156	375,728	769,021	1	5,110,504
Disposais	710 010 7	11 570 353	45 6A6 674	312.614.156	18,702,806	36,752,239	1,088,435	434,150,537
As at 31-March-2015	16,950,8/4	CCC,6/C,111	10,404,00					i
NET BLOCK				010000	002 7777	10 635 034	102 433	202,600,185
Ac at 30-Inn-14	41,687,199	008'9	79,634,081	66,098,949	4,344,/30	10,033,724	100 C	100 000
Ac at 31 March 2015	39.778.643	1.147,368	78,385,650	690,906,069	5,250,106	9,557,016	3,003,304	176,020,071

# Notes:

1. Fixed Assets include following assets given on operating lease:

			,		A communicated Depression	Donreciation	Net	Net Block
Dowtionlans	Gross Block	Block	Depre	Depreciation	Accumulated	Depi ceramon		
1 al dynam 5	As at March 31	As at June 30.	For the year period March 31,	the year March 31, For the year ended As at March 31,	As at March 31,	As at June 30,	As at March 31,	
	2015	2014		June 30, 2014	2015	2014	2015	As at June 30, 2014
					0000	2 044 501	100 COC 5	5 651 343
	100 503 0	9 505 034	358 739	477.929	3,303,330	2,344,391	1,272,004	C1-C61 CO6C
Teasehold Land	456,585,854		10.500		040 040	100 000	11 790 038	12 568 506
: :	19 950 487		787.568	1,050,288	7,078,549	0,230,301	11,700,730	200000
Building	10,07,407			F100001	10 201 070	0 235 572	17.073.542	18.219.849
Total	27.455.421	27,455,421	1,146,307	1,2,826,1	10,301,07	4100000	1000	
Lucai								

2. Data processing machines include assets having gross block of Rs. 7,289,830 (Previous year: Rs.7,289,830) and written down value of Nil (Previous year: Rs.1,062,717) which are held in joint ownership with others.

3. Deletion from data Processing Machines include tangible assets of Rs. Nil, WDV of Rs. Nil (Previous year Rs. 289,949 and Rs. 243,322 respectively) transferred to cost of goods sold.



Notes to financial statements for the period ended 31 March 2015

10. Intangible Assets

(Amount in Rs.)

	Computer Software	Intellectual	Total
	Computer Sort, and	Property Rights	Total
As at 30-Jun-13	343,772,319	2,900,000	346,672,319
Additions	14,019,333	8,731,000	22,750,333
Disposals	63,033,517	<u>-</u>	63,033,517
As at 30-June-2014	294,758,135	11,631,000	306,389,135
Additions	11,122,911		11,122,911
Disposals			
As at 31-03-2015	305,881,046	11,631,000	317,512,046
	3 00,0 = 2,1	-	
Amortisation	279,917,496	607,205	280,524,701
As at 30-Jun-13		2,231,783	30,648,144
Charge for the year	28,416,361	, 2,231,103	63,033,517
Disposals	63,033,517		
As at 30-June-2014	245,300,340	2,838,988	248,139,328
Charge for the year	15,629,175	1,729,728	17,358,903
Disposals	-		
As at 31-03-2015	260,929,515	4,568,716	265,498,231
NET BLOCK	49,457,795	8,792,012	58,249,807
As at 30-Jun-14 As at 31-03-2015	44,951,531	7,062,284	52,013,815

#### Note:

1. Computer software includes assets having gross block of Rs. 18,831,600 (Previous year: Rs.18,831,600) and written down value of Rs. Nil (Previous year: Rs. 1,898,637) which are held in joint ownership with



-	31 March 2015 Rs.	30 June 2014 Rs.
11. Non-current investments Unquoted equity instruments Trade investments (value at cost unless stated otherwise) Investment in subsidiaries 10,000,000 (Previous year: 10,000,000) equity shares of Rs. 10 each fully paid up in Mobisoc Technology Private Limited (at cost less provision for other than temporary diminution in value Rs. 8,500,000 (Previous year: Rs. 4,400,000))	91,500,000	95,600,000
10,039,997 (Previous year: 10,039,997) equity shares of Rs. 10 each fully paid up in Spice Labs Private Limited	100,399,970	100,399,970
15,735,600 equity shares( Previous year: 15,735,600) of 1 Sing \$ each in S GIC Pte. Limited	585,360,875	585,360,875
38,860 (Previous year: 38,860) equity shares of Tk 100 each in Spice Digital Bangladesh Limited	3,032,534	3,032,534
Investment in Associates 3,514 (Previous year: Nil) equity shares of Rs10 each in Vavia Technologies Private Limited 83,636 (Previous year: Nil) equity share of Re 1 each in	10,000,000	-
Anytime Learning Private Limited	77,987,728	
· -	868,281,107	784,393,379
Aggregate amount of unqouted investments *Aggregate provision for diminution in the value of	868,281,107	784,393,379
investments	8,500,000	4,400,000



•	Non-Curren	t	Curre	ent
•	31 March 2015	30 June 2014	31 March 2015	30 June 2014
	Rs	Rs.	Rs.	Rs.
12. Loans and advances				
Capital advances				
unsecured, considered good	5,494,400	1,902,379		<del></del>
(A)	5,494,400	1,902,379	-	-
Security Deposits		10 417 750	3,818,513	1,487,590
unsecured, considered good	17,433,414	19,417,750	3,818,513	1,487,590
<b>(B)</b>	17,433,414	19,417,750	3,010,313	1,407,570
Loan and advances to related parties(refer note 29)				
unsecured, considered good			248,928,188	212,500,000
Loans to subsidiary/fellow subsidiary companies		-	4,873,846	7,865,608
Advances to related parites		<del>-</del> _	253,802,034	220,365,608
( C)	-	-	253,002,034	220,003,000
Advances recoverable in cash or kind			80,647,264	33,088,156
unsecured, considered good			80,647,264	33,088,156
<b>(D)</b>	-	-	00,047,204	20,000,100
Loans and advances to employees	1 506 241	842,566	1,330,053	1,886,222
Unsecured, considered good	1,526,341	842,566	1,330,053	1,886,222
(E)	1,526,341	042,300	1,350,000	1,000,===
Other loans and advances				
(Unsecured, considered good)	155 542 500	172,743,508	_	
MAT Credit Entitlement (refer note 37)	157,543,508	172,743,508	358,337,530	281,588,095
Advance income-tax (net of provision for taxation)	1,174,882	676,587	6,009,601	6,303,038
Prepaid expenses	1,174,502	-	7,558,083	4,232,851
Balance with statutory/government authorities	80,000,000	-	-	-
Loan to a body corporate (F)	238,718,390	173,420,095	371,905,214	292,123,984
(1)	,,	-		
Total(A+B+C+D+E+F)	263,172,545	195,582,790	711,503,078	548,951,560



	31 March 2015 Rs.	30 June 2014 Rs.
13. Current investments Unquoted mutual fund units of Rs. 10 each fully paid up Current portion of long term investments (valued at cost)		
5,000,000 (Previous year:5,000,000) Birla Sun Life Fixed Term Plan-Series KJ- Growth Regular	50,000,000	50,000,000
3,000,000 (Previous year: 3,000,000) TATA Fixed Maturity Plan- Series 47 Scheme D-Plan A-Growth	30,000,000	30,000,000
5,000,000 (Previous year: 5,000,000) DWS Fixed Maturity Plan Series 53-Regular Plan Growth	50,000,000	50,000,000
Current Investments (at lower of cost and fair value, unless stated otherwise)		
Nil (Previous year 3,045,814) ICICI Prudential Regular Saving Fund Quarterly Dividend #	-	36,431,596
78,639 (Previous year 1,048,638) ICICI Prudential Income Regular Plan Growth	2,999,642	40,000,000
Nil (Previous year 1,671,039) SBI Magnum Income-Fund Dividend #	-	19,216,115
Nil (Previous year 653,829) SBI Magnum Income-Fund Regular Plan Growth	-	20,000,000
2,922,144 (Previous year 3,583,934) IDFC Super Saver Income Fund- Quarterly dividend Regular Plan	32,586,874	39,910,825
Nil (Previous year 801,231) SBI Magnum Fund-Regular Plan Quarterly dividend #	-	9,528,876
Unquoted mutual fund units of Rs. 1000 each fully paid up		
Nil (Previous year: 13,144) Reliance Liquid Fund Treasury Plan -Direct Growth Plan		40,124,746
Timi-Direct Grown Tan.	165,586,516	335,212,158
Aggregate amount of unquoted investments {Net Assets		· .
value Rs. 179,147,268 (Previous year Rs. 342,603,287)) #Aggregate provision for diminution in the value of	165,586,516	335,212,158
investments		4,823,413
14. Inventories(valued at lower of cost and net realizable value)		
Traded goods	556,000 556,000	2,456,878 2,456,878



Notes	to financial sta	tements for	the period	ended 31	March 2015

•	Non-Curr	ent	Curr	ent
	31 March 2015 Rs.	30 June 2014 Rs.	31 March 2015 Rs.	30 June 2014 Rs.
15. Trade receivable and other assets				
15.1 Trade receivables*				
Unsecured, considered good unless stated otherwise Outstanding for a period exceeding six months from the date they are due for payment				
		_	144,516,564	84,597,686
Unsecured, considered good		_	22,523,742	62,671,169
Doubtful			167,040,306	147,268,855
n in a traditional contraction	- -	_	22,523,742	62,671,169
Provision for doubtful receivables (A)			144,516,564	84,597,686
Other receivables	•			
Unsecured, considered good	_	-	341,480,734	350,305,299
Doubtful	-	-	372,409	6,312,333
Doublidi		-	341,853,143	356,617,632
Provision for doubtful receivables	_	_	372,409	6,312,333
(B)		-	341,480,734	350,305,299
Total(A+B)	-	-	485,997,298	434,902,98
	•			
	Non-Curr	ent	Curr	ent
	Non-Curr 31 March 2015	ent 30 June 2014	31 March 2015	30 Јипе 2014
15.2 Other Assets Unsecured, considered good	31 March 2015 Rs.	30 June 2014 Rs.	31 March 2015	30 June 2014
	31 March 2015	30 June 2014 Rs.	31 March 2015	30 June 2014
Unsecured, considered good	31 March 2015 Rs.	30 June 2014 Rs.	31 March 2015 Rs. 28,980,840	30 June 2014 Rs.
Unsecured, considered good  Non-current bank balances (note 16)  Others	31 March 2015 Rs.	30 June 2014 Rs.	31 March 2015 Rs. 28,980,840 509,402	30 June 2014 Rs.
Unsecured, considered good  Non-current bank balances (note 16)  Others  Interest receivable on Income Tax Interest accrued on fixed deposits Interest accrued on inter-corporate loans	31 March 2015 Rs.	30 June 2014 Rs.	31 March 2015 Rs. 28,980,840	30 June 2014 Rs. 885,13. 26,365,33.
Unsecured, considered good  Non-current bank balances (note 16)  Others  Interest receivable on Income Tax Interest accrued on fixed deposits Interest accrued on inter-corporate loans Dividend receivable on current investments	31 March 2015 Rs.	30 June 2014 Rs.	31 March 2015 Rs. 28,980,840 509,402 6,998,644	30 June 2014 Rs. 885,13: 26,365,33: 185,37
Unsecured, considered good  Non-current bank balances (note 16)  Others  Interest receivable on Income Tax Interest accrued on fixed deposits Interest accrued on inter-corporate loans Dividend receivable on current investments Receivable against Ticketing	31 March 2015 Rs.	30 June 2014 Rs.	28,980,840 509,402 6,998,644 13,364,691	885,13 26,365,33 185,37 12,882,82
Unsecured, considered good  Non-current bank balances (note 16)  Others  Interest receivable on Income Tax Interest accrued on fixed deposits Interest accrued on inter-corporate loans Dividend receivable on current investments Receivable against Ticketing Rent Receivable	31 March 2015 Rs.	30 June 2014 Rs.	31 March 2015 Rs. 28,980,840 509,402 6,998,644	885,13 26,365,33 185,37 12,882,82
Unsecured, considered good  Non-current bank balances (note 16)  Others  Interest receivable on Income Tax Interest accrued on fixed deposits Interest accrued on inter-corporate loans Dividend receivable on current investments Receivable against Ticketing Rent Receivable Income accrued on investment in Fixed Maturity Plan	31 March 2015 Rs.	30 June 2014 Rs.	28,980,840 509,402 6,998,644 13,364,691 1,036,705	885,13 26,365,33 185,37 12,882,82 140,32
Unsecured, considered good  Non-current bank balances (note 16)  Others  Interest receivable on Income Tax Interest accrued on fixed deposits Interest accrued on inter-corporate loans Dividend receivable on current investments Receivable against Ticketing Rent Receivable Income accrued on investment in Fixed Maturity Plan Investments	31 March 2015 Rs.	30 June 2014 Rs.	28,980,840 509,402 6,998,644 13,364,691	885,13: 26,365,33: 185,37: 12,882,82: 140,32: 3,990,50
Unsecured, considered good  Non-current bank balances (note 16)  Others Interest receivable on Income Tax Interest accrued on fixed deposits Interest accrued on inter-corporate loans Dividend receivable on current investments Receivable against Ticketing Rent Receivable Income accrued on investment in Fixed Maturity Plan	31 March 2015 Rs.	30 June 2014 Rs	28,980,840 509,402 6,998,644 13,364,691 1,036,705	30 Јипе 2014



•	Non-Curre	ent	Curre	ent
<del></del>	31 March 2015	30 June 2014	31 March 2015	30 June 2014
_	Rs.	Rs.	Rs.	Rs.
16, Cash and Bank Balances				
Cash and cash equivalents				
Balance with banks:				105 100 005
On current accounts	-	-	109,029,185	105,132,995
Deposit with original maturity			11,224,680	200,677
of less than three month	-	-	1,522,783	2,209,023
Cheques on hand	-	_	130,382	168,988
Cash on hand			121,907,030	107,711,683
Other bank balances*				
Deposits with original maturity				0.140.000
for more than 3 months but upto 12 months	-	-	40,601,563	2,140,000
for more than 12 months	25,000		10.504.550	61,087,104
	25,000	<u> </u>	40,601,563	63,227,104
Amount disclosed under non-current assets (refer note 15.2)	/25 000		_	_
	(25,000	''		
_			162,508,593	170,938,787

<sup>\*</sup>Includes receipts pledged with bank as margin money against issuance of bank guarantee Rs. 34,172,662 (Previous year Rs. 33,510,677)



Spice Digital Limited				4016
Notes to financial statements	for the period	ended 31	March	7012

	31 March 2015 Rs.	30 June 2014 Rs.
17. Revenue from operations	00 DOT W24	16,022,862
Sale of traded goods	38,805,731	1,238,260,969
Sales of services	888,744,084	1,254,283,831
Revenue from operations	927,549,815	1,20-1,200,000
Details of sale of traded goods	20 805 521	16,022,862
Sale of telecom related hardwares and others	38,805,731	16,022,862
	38,805,731	10,022,002
Details of services rendered	000 544 084	1,238,260,969
Value Added Services Revenue	888,744,084	1,236,266,707
18 Other income		
Interest income on	3,801,034	10,557,275
Bank deposits	21,909,554	22,978,352
Inter corporate loans	28,980,840	,
Income Tax refund	56,613	195,691
Others	50,015	
Dividend income on	5,150,053	7,145,873
Current investments	8,489,100	3,990,500
ncome from long term Fixed Maturity Plan Investment	6,310,323	-
Vet gain on sale of current investments	0,510,525	
Provision for diminution in the value of current investments	4,823,412	-
written back	•,•• ,	
Provision for diminution in value of investment in a	<u>-</u>	3,000,000
subidiary company written back	2,431,018	-
Exchange difference (net) Provision for doubtful debts written back 46,087,351	• •	
Less: Bad Debts written off 6,912,435	39,174,916	10,048,336
Profit on disposal of fixed assets (net)	1,132,828	<del>-</del>
Rental Income	2,806,673	3,551,630
Sundry balances written back (net)	8,601	87,127
Other non-operating income	2,357	49,323
Office from observing mooning —	125,077,322	61,604,107



Traded goods

20. Operating Expenses

Value added service charges

•	31 March 2015 Rs.	30 June 2014 Rs.
19. (Increase)/Decrease in inventories		
Inventory at the end of the period/year Traded goods	556,000 556,000	2,456,878 2,456,878
Inventory at the beginning of the period/year	2.456.878	326,575

2,456,878

2,456,878

1,900,878

355,227,305 355,227,305



326,575

(2,130,303)

516,317,938 **516,317,938** 

Spice Digital Linear		
Notes to financial statements	1. 1. 7.7	+ xx
ar C	or the neriod ended )	I MINICH ZULD

Notes to financial statements for the period ended 31 March	1 2013	
	31 March 2015	30 June 2014
	Rs.	Rs.
<del></del> -		<del></del>
21. Employee benefits expenses		001 000 000
Salaries, wages and bonus	207,341,446	231,020,292
Contribution to provident and other funds	12,470,941	13,160,993
Gratuity expense (refer note 26)	5,790,263	3,874,390
Staff welfare expenses —	7,267,039	8,709,130
Statt World Corporate ————————————————————————————————————	232,869,689	256,764,805
22. Other expenses		
	21,764,928	26,210,597
Rent	1,735,572	1,698,315
Rates and taxes	1,120,902	1,264,112
Insurance	1,120,702	
Repair and maintenance	6,299,172	9,444,423
Computers and others	404,091	81,142
Buildings	9,390,847	13,500,619
Electricity and water		9,375,446
Advertising and sales promotion	15,419,394	13,664,654
Commission on sale of services	15.048.160	23,176,904
Travelling and conveyance	15,848,189	19,540,010
Communication costs	14,332,614	69,679,315
Legal and professional fees	49,730,852	60,000
Director's sitting fees	302,472	3,359,880
Payment to auditors(refer details below)	3,926,794	40,810,456
Vehicle running and maintenance	33,696,033	40,810,450
Provision for diminution in value of investment in subsidiary	4,100,000	1 017 552
Loss on sale of current investments (net)	-	1,817,553
Provision for diminution in the value of current investments	- '	4,435,607
Exchange Difference (net)	-	1,116,631
Loss on disposal of fixed assets(net)	-	4,109,173
Charity and donation -other than political parties	128,100	148,500
Corporate Social Responsibility Expenditure	5,500,000	- 100 =0.4
Miscellaneous expenses	10,829,887	9,499,734
Miscentification expenses — —	194,529,847	252,993,071
Payment to auditor		
As auditor:		1,150,000
Audit fee	1,400,000	300,000
Tax audit fee	400,000	·
Limited review	1,000,000	1,200,000
Audit of tax account	400,000	400,000
In other capacity:-		220.001
Other services (certification fees)	670,358	220,001
Reimbursement of expenses	56,436	89,879
		3,359,880



Basic and Diluted earnings per share (Rs.)

Spice Digital Limited Notes to financial statements for the period ended 31 Mar	ch 2015	
Notes to libancial statements for the party	31 March 2015 Rs.	30 June 2014 Rs.
23. Depreciation and amortization expense Depreciation on tangible assets Amortization on intangible assets	31,698,499 17,358,903 49,057,402	45,432,112 30,648,144 76,080,256
24. Finance costs Interest expense (including Rs. 55,728 (Previous year Rs. 25,556) on income tax)	64,428 64,428	3,261,600 3,261,600
24.1 Exceptional Items Additional depreciation due to change in useful life (Refer Note 2.1 (a))	2,036,462 2,036,462	
25. Earning per share(EPS)		
Net profit as per profit and loss statement (Rs.)  Opening number of equity shares  Closing number of equity shares	128,348,858 39,770,984 39,770,984	160,296,965 39,770,984 39,770,984
Weighted average number of equity shares outstanding during the period/year	39,770,984	39,770,984



#### 26. Gratuity benefit plans

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service or part thereof in excess of six months. The scheme is funded with an insurance company in the form of a qualifying insurance policy.

The following tables summarize the components of net benefit expense recognized in the statement of profit and loss and the funded status and amounts recognized in the balance sheet.

#### Statement of profit and loss

Net employee benefit expense recognized in employee cost:

	March 31, 2015	June 30, 2014
	Rs.	Rs.
	2,947,570	3,299,774
Current service cost	1,275,993	1,458,442
Interest cost	(285,229)	(477,315)
Expected return on plan assets	1,960,968	(70,502)
Net actuarial Loss / (gain) recognized in the period / year Expenses recognized in the statement of profit and loss*	5,899,302	4,210,399
Actual return on plan assets	284,246	347,110

<sup>\*</sup>Excluding reversal of provision in respect of left employees of Rs. 109,039 (Previous year: Rs. 336,009).

#### Balance Sheet

Benefit asset/ liability	March 31, 2015 Rs.	June 30, 2014 Rs.
- C 11 Ct - Li-tion	22,885,127	20,530,561
Defined benefit obligation	774,292	4,111,412
Fair value of plan assets Funded status/Difference	(22,110,835)	(16,419,149)

Changes in present value of th	e defined benefi	t obligation are as	follows:
--------------------------------	------------------	---------------------	----------

Changes in present value of the defined benefit out	March 31, 2015	June 30, 2014
	Rs.	Rs.
Opening defined benefit obligation	20,530,561	17,158,137
• –	1,275,993	1,458,442
Interest cost	2,947,570	3,299,774
Current service cost	(3,835,405)	(1,700,076)
Benefits paid*	6.423	514,991
Acquistion adjustment	1,959,985	(200,707)
Actuarial (gain) on obligation	22,885,127	20,530,561
Closing defined benefit obligation	<u> </u>	

<sup>\*</sup> Including Rs.214,039 (Previous year: Rs. 304,212) paid directly by the Company.

Changes in the fair value of plan assets are as follows:

Changes in the fair value of plan assets are as follows.	March 31, 2015 Rs.	June 30, 2014 Rs
Opening fair value of plan assets Expected return Contributions by employer Benefits paid Actuarial gains/(loss) on plan assets Closing fair value of plan assets	4,111,412 285,229 - (3,621,366) (983) 774,292	5,160,166 477,315 (1,395,864) (130,205) 4,111,412

The Company expects to contribute Rs.7,467,193 to gratuity fund in the next year. (Previous year Rs.6,290,336)



Investments with insurer

## Notes to financial statements for the period ended 31 March 2015

The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:

March 31, 2015	June 30, 2014
%	%
100	100

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled. These rates are different from the actual rate of return during the current year.

The principal assumptions used in determining gratuity obligations for the Company's plans are shown below:

	March 31, 2015	June 30, 2014
	(%)	(%)
Discount rate	7.75%	8.50%
Expected rate of return on plan assets	9.25%	9.25%
Increase in compensation cost	8.00%	8.00%
Employee turnover		
Upto 30 years	15.00	15.00
31 to 34 years	15.00	15.00
Above 44 years	15.00	15.00

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

b) Disclosure as required by para 120 (n) of Accounting Standard Standard 15 (Revised) for current and previous four periods are as follows:

	March 31, 2015	June 30, 2014	June 30, 2013	June 30, 2012	March 31, 2011
Defined benefit obligation	22.885,127	20,530,561	17,158,137	17,521,328	22,570,765
	774,292	4.111.412	5,160,166	9,790,831	4,951,931
Plan assets	(22,110,835)	(16,419,149)	(11,997,971)	(7,730,497)	(17,618,834)
Surplus/ (deficit)	( , , ,	200,707	(1,581,736)	3,058,512	1,699,308
Experience adjustments on plan liabilities - (loss)/ gain	(1,959,985)	,	(76,076)	122,779	77,985
Experience adjustments on plan assets – (loss)/ gain	(983)	(130,205)	(70,070)	122,777	11,702

Defined Contribution Plan:	March 31, 2015 Rs.	June 30, 2014 Rs.
Charged to Statement of Profit and Loss Contribution to Provident Fund Contribution to National Pension Scheme	10,416,182 856,656	11,212,454 787,104



### Notes to financial statements for the period ended 31 March 2015

#### 27. Leases

In case of assets taken on operating Lease:

Office premises and guest house are obtained on operating lease. In the case of office premises and guest houses, the lease term vary between 11 months to 5 years. There are no restrictions imposed by lease arrangements. There is no contingent rent. All the leases are cancelable in nature.

Particulars	For the period ended March 31, 2015 (Rs.)	For the year ended June 30, 2014 (Rs.)
Lease payment for the period / year	21,764,928	26,210,597

In case of assets given on operating Lease:

The Company has let a portion of its office premises on operating lease. The lease term is for 11 months and thereafter renewable on mutual agreement. There is no escalation clause in the lease agreement. There are no restrictions imposed by lease arrangement.

Particulars	For the period ended March 31, 2015 (Rs.)	For the year ended June 30, 2014 (Rs.)
Lease rent received during the period / year	2,806,673	3,551,630

#### 28. Segment information

#### Business Segments:

The Company is engaged in the Information and Communication Technology business rendering mobile-related services to various telecom service providers. Based on identical services, the Company deals in, which have similar risks and rewards, the entire business is considered as operating as a single business segment in terms of Accounting Standard-17 'Segment Reporting' notified by Accounting Standards Rules, 2006 (as amended) and hence, there are no additional disclosures to be given other than those already given in the financial statements.

Geographical Segment \*

The following table shows the distribution of the Company's consolidated operating revenue by geographical location of customers, regardless of where the goods were produced/services were rendered from:

Particulars	For the period ended March 31, 2015 (Rs.)	For the year ended June 30, 2014 (Rs.)
Domestic Market	749,670,054	907,338,450
Overseas Markets	177,879,761	346,945,381
Total	927,549,815	1,254,283,831



## Notes to financial statements for the period ended 31 March 2015

The following table shows the distribution of the Company's consolidated trade receivables by geographical market:

Particulars	As at March 31, 2015 (Rs.)	As at June 30, Rs.)
Domestic Market	291,441,582	318,482,277
Overseas Markets	217,451,867	185,404,210
Total	508,893,449	503,886,487

The following table shows the carrying amount of fixed assets and additions to tangible and intangible fixed assets by geographical area in which the assets are located:

Particulars	Carrrying tangible and fixed a (R	l intangible ssets*	Additions to intangible f	ixed assets
	As at march 31,2015	As at June 30,2014	As at march 31,2015	As at June 30,2014
Domestic Market	2,41,474,131	244,558,899	403,55,964	44,969,911
Overseas Markets	12,770,786	17,239,928	-	<u>-</u>
Total	254,244,917	261,798,827	40,355,964	44,969,911

<sup>\*</sup> including capital work in progress.

The following table shows the carrying amount of other assets excluding debtors and fixed assets by geographical area in which the assets are located:

Particulars	Carrying amount o (Rs.)	f other assets
	As at March 31, 2015	As at June 30, 2014
Domestic Market	1766,709,651	1,607,226,210
Overseas Markets	634,026,623	649,631,545
Total	2,400,736,274	2,256,857,755

### 29. Related Party Disclosures

Names of related parties and related party relationship

Related parties where control exists

Ultimate Holding Company

Smart Global Corporate Holdings Private Limited (Formerly known as,

Spice Global Investments Private Limited)

Holding Company

Spice Mobility Limited (Formerly known as S Mobility Limited)

Smart Ventures Private Limited (Formerly known as Smart Ventures

Limited and prior to that Si2i Mobility Private Limited)

Subsidiaries

Mobisoc Technology Private Limited

Spice Labs Private Limited



#### Notes to financial statements for the period ended 31 March 2015

Spice Digital Bangladesh Limited

S GIC Pte. Limited Beoworld Sdn Bhd.

Spice VAS (Africa) Pte. Limited Spice Digital Nigeria Limited Spice VAS Ghana Limited Spice VAS Uganda Limited

Spice Digital South Africa Pty. Limited

Spice Vas Kenya Limited Spice VAS Tanzania Limited Spice VAS Zambia Limited

#### Related parties with whom transactions have taken place during the period / year

Fellow Subsidiaries

Wall Street Finance Limited Goldman Securities Private Limited Kimaan Exports Private.Limited Hindustan Retail Private Limited

Spice Retail Limited

Spice Online Retail Private Limited

Bougainvillea Multiplex & Entertainment Center Private Limited

Sterea Infratech Limited

Smart Entertainment Limited (Formerly Known as Spice

Enfotainment Limited)

Smart Value Ventures Private Limited (Formerly known as Spice

Investment and Finance Advisors Private Limited)

Saket City Hospitals Private Limited (Formerly known as G.M. Modi

Hospital Corporation Private Limited) Omnia Education Private Limited

Smart Ventures Private Limited (Formerly known as Smart Ventures

Limited)

Key Management Personnel

Mr. Saket Agarwal (Chief Executive Officer) Mr. Sunil Kapoor (Director till 26<sup>th</sup> August 2013) Mr. Vikram Dheer (Director till 26<sup>th</sup> August 2013) Mr. Shezad Azad (Director till 26<sup>th</sup> August 2013)

Relatives of Key Management

Personnel

Mrs. Rupali Dheer (till 26<sup>th</sup> August 2013) Mrs. Farhat Azad (till 26<sup>th</sup> August 2013)

Mr. Kuldeep Chand Kapoor

Enterprises owned or significantly VCorp Mercantile Private Limited influenced by Key Management Personnel or their Relatives

Associate

Vavia Technologies Private Limited





Transmitters  Street of Particulars  Machiner Chemistrian  Treet Communities  Treet Communities  Treet Communities  Treet Communities  Treet Communities  Treet Communities  Street Street Instituted (Formerly known as Smart Ventures Limited and priest to that Si2) Mobility Prieste Limited  Street Communities  Treet Communities  Treet Communities  Treet Communities  Treet Communities  Street Limited  Street Street Limited  Street Particular Limited  Street Limited  Street Limited  Street Limited  Treet Communities  Street Limited  Street Limited  Treet Communities  Street Limited  Street Limited  Street Limited  Treet Communities  Street Limited	For the year and ing June, 2014	Holding Company For the period For the period 2015	Company For the year ending June, 2014	Subsi For the period ending March,	Subsidiary od For the year	For the J	Fellow Subsidinry nerlod For the year farch, ending June, 2014	Associate For the period ending March, cod	cinte For the yenr ending June, 2014
Transactions from Value Addeal Services  So GCP Pe, Labriddeel Labriddeel  Source Defined Beneficial Labriddeel  Source Person II Labriddeel  Source Read II Labriddeel  Department of Labridgeel Transactions of the Company Raws and Stant Ventures Labriddeel  Traved Commission Provined Lambool  Traved Commission Provined Lambool  Traved Commission Provined Lambool  Traved Commission Traved Commission  The Source Person II Labriddeel  Source Read Labriddeel  Source Read Labridgeel  Source Read Labridgeel  Source Read Labridgeel  Source Read Labridgeel  Source Advisors Private Labridge  Source Advisors Private Labridgeel  Source Advisors Person Labridge (Formerly known as Spice Investment and  Traved Commission Private Labridgeel  Source Advisors Private Labridgeel  Source Advisors Private Labridgeel  Source Advisors Private Labridgeel  Source Advisors Private Labridgeel  Source Commission Private Labridgeel  Source Comm	For the year and ing June, 23914		For the year ndlng June, 2014	For the period ending March,	For the year	₩	For the year ending June, 2014		For the year ending June, 2014
Transmettion  S. G.C.P. Per Linited  S. G.C.P. Per Linited  S. G.C.P. Per Linited  State School Hamilton Linited  State School Hamilton Hamilton Linited  State School Hamilton Hamilton Hamilton  Travet Communitation  Bougainvolles Moltiples & Entertainment Cemetr Private Limited and prior to that SEM Mobility Private Limited  State School Hamilton Linited (Formerly brown as State Ventures Limited  State Mobility Limited (Formerly known as State Limited)  State Related Corporate Holdings Private Limited  State Mobility Limited  State School Hamilton  State School Hamilton  State Hamilton  State Hamilton  State Mobility Private Limited  State Chile Reali Private Limited  State Chile Reali Private Limited  State Chile Reali Private Limited  State Office Realing Private Limited  State Office Limited  State Chile Realing Private Limited  State	19 020			2015	ending Jane, 2014			2012	
S. GK. Pre Limited Size Distributed Size Librated Machine The Charles of March Limited (Formerly known as Smart Ventures Limited and prior to that SEM Mobility Private Limited) Trand Communities  Trand Communities  Trand Communities  Trand Communities Spice Machine Limited (Formerly known as Spice Enfoaimment Limited) Spice Machine Limited (Formerly known as Spice Enfoaimment Limited) Spice Machine Tryona Limited (Formerly known as Spice Enfoaimment Limited) Spice Libra Private Limited Spice Spic	19.022								8
Suice Distill Bennalezh Limited.  Suice Distill Bennalezh Limited.  Modieur Technologu Phrese Limited.  Modieur Technologu Phrese Limited (Formerly Incom as Sunart Ventures Limited and prart to that SES Modifier Threse Limited (Formerly Incom as Sunart Ventures Limited and prart to that SES Modifier Phrese Limited.)  Travel Commutation  Travel Commutation  Travel Commutation  Travel Commutation  Bassawan Limited  Bassawan Limited  Sanier Research Phrese Limited (Formerly known as Spitor Bassawan Volume Ventures Phrese Limited)  Format Collectors Phrese Limited  Sanier State Limited  Sanier State Limited  Sanier State Phrese Limited  Format Children Phrese Limited  Sanier Watter Phrese Limited  Sanier State Phrese Limited  Sanier State Phrese Limited  Sanier State Phrese Limited  Sanier State Stat	19.022	9 1 E		1,489,769	5.820.453		ľ		
Shier Recall Limited  Share Technology Provide Limited  Share Vertures Fronte Limited  Share Vertures Fronte Limited  Share Vertures Fronte Limited  Share Vertures Fronte Limited  Travel Commutation  Share Limited  Share Limited  Share Marken Limited  Share Marken Limited  Share Marken Limited  Share Weath Instituted (Formerly known as Shier Investment and Share Commutation)  Share Vertures Private Limited  Share Colline Reall Private Limited  Share Colline Reall Private Limited  Corporation Private Limited  Share Vertures Private Limited  Share Share Share Charges  Verture Committee No. Limited  Share Share Share Share Share Charges  Verture Committee No. Limited  Share Sh	19023	1 6		24.317.411	2,275,978				
Mendieor Chemique Private Limited Smart Ventures Frivate Limited Smart Ventures Frivate Limited Forest Constitution Travet Constitution Beganismilian Multiples & Einertainment Center Private Limited States Multiples & Einertainment Center Private Limited States Multiples & Einertainment Center Private Limited States Multiples & Einertainment States Indicated States Multiples & Einertainment Indicated States Multiples & Einertainment Indicated States Multiples Private Limited (Formerly known as Spice Brew States Chapter Limited States Private Limited States Private Limited States Multiples Private Limited States Multiples Private Limited States Multiples Private Limited States Multiples Private Limited States Childres Private Limited States Childres Private Limited States Childres Put Limited States Added Stravite Charges Verial Technologies Put Lid States Childres Retail Private Limited	19.022	,			,	7,556.088	3,744,267		
Sharif Vernates Trivole Intellect Connectivity Enrown as Sharif Vernatures infort to that SEJ Mobility Enriced Lambed)  Traved Commission  Traved Commission  Traved Commission  Traved Commission  Traved Commission  Special Intellect  Special Mobility Limited Former'ty known as Shobility Limited  Spice Real Limited  Smart Global Cocyoned Former'ty brown as Spice Elveriment  Smart Global Cocyoned Former's brown as Spice Elveriment  Smart Global Cocyoned Former's brown as Spice Elveriment  Smart Global Cocyoned Former's Promon Limited  Spice Libbs Private Limited  Smart Walney Venture Friends Limited  Smart Walney Westerney Friends Limited  Smart Walney Private Limited  Smart Mobile Pleasured Friends Limited  Smart Cocking Pleasured	19.022		•	196,634	360,000	1			
Treved Commission  Bassain-while Multiplace & Entertainment Center Private Limited Bassain-Multiplace & Entertainment Center Private Limited States Medially Limited Fermer's Resony as \$ Mobility Limited   States Resul Limited States Resul Limited States Entertainment Limited   States Bassainment Limited   States Limited   States Limited   States Limited   States Limited   States Limited   States Why Private Limited   States Why Private Limited   States Why Private Limited   States Why Result   States Carlot Result   States	18.022					000 57			
Travel Commission  Provide Commission  Provide Commission  Provide Commission  Provide Commission  Solice Medital's Limited former't known as Shobilite Limited  Solice Medital's Limited former't known as Shobilite Limited  Somet Bend Limited  Samet Oblow Corpone Solicine Private Limited  Samet Solice Limited  Solice Liab Private Limited  Solice Liab Read Private Limited  Solice Colline Read Service Tharges  Verille Limited  Solice Colline Read Private Limited  Solice Colline Read Private Limited  Solice Colline Read Private Limited  Solice Limited  Solice Limited	10061								
Spice Mobility Lainted (Formerly known as Mobility Lainted) Spice Retail Lainted (Formerly known as Mobility Lainted) Smart Band Lainted (Formerly known as Spice Enforthment Smart Global Cocyonie Holdings Private Limited (Formerly known as Spice Enforthment Smart Global Lockopunel Lainted (Formerly known as Spice Enforthment Spice Lade Private Limited Spice Lade Private Limited Smart Value Value volumes Private Limited Smart Value Value Lainted Smart Vortures Private Limited Cocyonalion Private Limited Spice Value Alded Service Charges Value Added Service Charges Venter Technologies Pv. Lid Side Chyptelingel Side Chyptelingel Side Chyptel Spirate Side Chyptel	19.022								
Seice Retail Limited  Sant Steretainment Limited  Sant Theretainment Jimited  Sant Theretainment Sant Good Copyment Jimited (Formerly Sanvan as Sant Steretain Copyment Fieldings Franch Limited)  Sant Limited Copyment Fieldings Franch Limited)  Spiete Labe Threat Limited  Sant Value Value Value Copyment Franch Limited  Sant Value Value Value Copyment Franch Copyment Sant Vacintres  Sant Vacuus Franch Limited  Copyment Franch Limited  Copyment Franch Limited  Value Added Service Charge  Value Added Service Charge  Value Added Service Charge  Sant Capy Fleepinger Fill  Sant Capyment Fill  Sant Capyme	19.022	480.125	279.947	,		22,246	68,447		
Sament Information Limited (Formerly known as Spice Enfouriment Samet (Orbad Corporne Holdings Private Limited) Formerly known as Orbad Investment Private Limited) Spices Labs Private Limited) Spices Labs Private Limited) Spices Labs Private Limited Series Infrared Limited Series Infrared Limited Series Infrared Formerly known as Spice lave Stand Ventures Private Limited (Formerly known as Smart Ventures Private Limited) Spices Unit and Stand Series Private Limited (Formerly known as Smart Ventures Infrared Limited) Spices Unit as Real Private Limited (Formerly known as G.M. Modil School Chry Heavillas Private Limited (Formerly known as G.M. Modil School Chry Heavillas Private Limited (Formerly known as G.M. Modil School Chry Heavillas School Chry Heavillas Private Limited) Value Action Spices Private Limited Spice Christian Spirate Limited Spice Christian Spirate Limited Spice Christian Spirate Limited Spice Christian Spirate Limited	19.022	•				486,460	466,691		
Smart Global brocatment Private Limited Smart Global brocatment Private Limited Schoul brocatment Private Limited Schoul brocatment Private Limited Schoul brocatment Private Limited Schoul britanch Limited Steme White Volumer Private Limited Transmer Advisors Private Limited (Formerly known as Sinat Ventures Private Limited Transmer Advisors Private Limited (Formerly known as Sinat Ventures Private Limited Commenty Report Death Private Limited Schoul Private Limited Schoul Private Limited Schoul Private Limited Corporation Private Limited Corporation Private Limited Transmer School School Schoul Private Limited		-		•	-	359,559			
Spice Lake Threat Limited Spice Lake Threat Limited Spice Lake Threat Limited Search Limited Smart Value Volume Verlance Smart Value Volume Verlance Smart Value Volume Verlance Smart Value Volume Verlance Smart Varuers Smart V	77074								
Stern, infinited, Limited Samur, Mark Journel, Limited (Formerly known as Spide inversionary Activates Private Limited (Formerly known as Smart Ventures) Finance Activates Private Limited) Sheart Ventures Private Limited, Formerly known as Smart Ventures Friend to that Sizi Mobility Erivated (Formerly known as GMA Modil) Spice Cohine Real! Private Limited Spice Venture Private Limited Corporation Private Limited. Venture Activate Limited Spice Cohine Stepate Limited Spice Cohine Stepate Limited Spice Cohine Real Service Claryes Spice Cohine Real Private Limited Spice Cohine Real Private Limited Spice Cohine Real Private Limited			,	1,601	296 17				
Smart Value Journers Private infinited (Formerly known as Spice lave Finance Advisors Private Lightch) Smart Vertiners Private Lightch Smart Vertiners Private Limited (Formerly known as Smart Vertiners and State Vertine Limited) Smart Vertiners Private Limited Spice Value Attent Pte Limited Spice Value Attent Pte Limited Corporation Private Limited Corporation Frivate Limited Veriate Andded Service Charges Veriate Andded Service Charges Veriate Andded Service Charges Veriate Technologies Pvt. Lid SGC Pte Limited Since Ophine Reaml Private Limited				-	,		1.737		
Transier Aurona Traine Latinical Traines Latinical Traines Latinical Traines Latinical Traines Latinical Commercy Actuaries Private Latinical Commercy Hospitals Private Latinical Commercy Hospitals Private Latinical Commercy Hospitals Private Latinical Commercy Co									
ration to than SIZI Mobility Private Limited.) Spiece Online Seal il Private Limited Spiec Value Adeal il Private Limited Salact City Hospitals Private Limited Concention Private Limited.  Verline Added Service Charges Verline Technologies Pri Lid S GIC Pre Limited S GIC Pre Limited S Gic Pre Limited				1	,	788,102	14.214		
Since Other Read il Trate Lanited Spinc Value Adding Pte. Lanited Sharet City Hospitals Private Limited Concention Trivate Limited.  Concention Trivate Limited.  You'le Malded Service Clarges Word Technologies Pre Lid  \$ GIC Pte Limited Spice Duline Read in Private Limited  Spice Duline Read in Private Limited		•	640,613	-	•	•	•		
State City Hospitals Prome Limited (Formerly brown as G.M. Modil) Corporation Private Limited. Variate Audied Service Clarages You'le Technologies Prt. Lid. S. G.C. Pre. Limited Spice Online Neural Private Limited		,		162 005	277 601		1,624	İ	
Corporation Private Limited.)  Value Aided Service Charges  Varia Technologies Pvt Lid  S GCC Per Limited  S pice Put Linited  S pice Durine Retail Trivate Limited				600,001	103,403				j
Value Added Service Charges Word Technologies PV-Lid S GC-Pe Linited Spice Online Retail Telvate Limited	1			-	٠	160,438	20,461		
Vavia Technologies Pvt Ltd S G/C Pre Limited Spice Online Retail Private Limited									
S GIC Pre Limited Spice Online Neural Private Limited	,	•						2,512,712	
Spice Online Retail Private Limited		-	•	10,850,003	14,438,162	•			
7						353,303			
iv) Other Income (Rental Income)			1						
Т	ŀ	ŀ	Ī		,	2.450.250			
Goldman Socurities Private Limited	•		E.	•	•	356.425	433,130		
Newt Daid									
Spice Mobility Limited (Formerly known as S Mobility Limited )	•	13,665,000	15,918,002	1	,		-		
The second secon									
Shine Refull funited						200. 27	700 02		
Bougainvillea Multiplex & Entertainment Center Private Limited		•		,		1			
Spice Online Retail Private Limited			•		ı	207,844	1,162,199		
with Strate Wolfers Personne									
Т	•		P8F C9	1	'   '				
Spice Online Retail Private Limited						134,584			
Spice Relail Limited						162,927			
viii) Telenhene Brankss									
Н				745.183	2,027,496		,		
Mobisso: Technology Private Limited				24.300.000	40.500.000	ľ			
П				200					
x) Interest Income									
Spice Retail Limited			,	•	1	9,148,410			
Hindustan Retail Pot Ltd.						4 478 663	2 347 172		
Smart Value Ventures Private Limited (Forncelly known as Spice Investment and									
Finance Advisors Private Lamiled)		•					171,781		
xi) Renumeration paid									
Saket Agarwal	-		•				,		
Vikram Dhoer	•	1	,		1		-		
Shehzad Azad		•							
Transport Transport									
xii) Reimbursement of Expenses paid to related companies									
П	•	•	•		359,933	1	,		
Wall Street Finance Limited						5,439			
Spice Icetail Littated	•	1				1,410,894	2,293,584		



Participation   Participatio	Particulars	Ultimate Holding Company	ung company	range company	company	Substatis	A THINK		Fernis Substitutely	Associate	
Control Cont			For the year ending June, 2014	Far the period ending March, 2015	Far the year ending June, 2014		Fur the year ending June, 2014		For the year ending June, 2014	For the paried ending March, 2015	For the year ending June, 2014
Part	$\mathbf{r}$			750 062 7	\$67.276						
Mail Engineering Case   Control Principle Leader   Mail Engineering Case   M	Space Mobility Limited Formery Known as a Mobility Limited ? Smart Global Corporate Holdings Private Limited (Formerly known as Spice			1,700,000	770707			,			
State   Stat	Global Investment Private Limited)  Bonsahvelles Multiplex & Entertainment Center Private Limited		303,216				,		1.319,716		
State   Control Line   Control Date   Control Dat	Smart Entertainment Limited (Fermerly known as Spice Enfolainment Limited)	•	ı	-	•		į		26,876		
Figure 4 state from the control based and contro	Stereo Infratech Limited Smert Value Ventures Private Limited (Formerly known as Spice Investment and		t		1	•			50,450		
Sear Year Part Part Part Part Part Part Part Pa	Finance Advisors Private Limited)	٠		•			1		230,991		
1995   1995	Smart Ventures Private Limited (Formerly known as Smart Ventures Limited and	,		2 346 802	6 685 242	•	•		•		
Accordance   Acc	Spice Online Retail Private Limited	1	•				•	227,500			
1975   1975	Spice Vas Africa Pte. Limited	•	,	-	•	2,057,492	1,585,363				
Mail State   Proceed and Procedure   Pro	Salest City Hospitals Private Limited (Formerly known as G.M. Modi Hospital		1				•	2 981 988			
Mile State   Line   L	Spice Labs Private Limited		•			203,002	7,850,858				
Mayon Control Contro	Wall Street Finance Limited	•		-	1		•				
	Mobisoc Technology Private Limited	•			•	311,382	722.997				
Part of Market Legistra Caster Cast	Spice Retail Limited	•		•	1	1	•	715,624			
Proceedings of the procession of the processio	Goldman Securities Pvt Ltd							NO.			
State   December   D											
Processed Recognition of the Company Recognition Recognition of the Company Recognition Recogn		1	•	,	1		2,503,600				
Commission of											
Extending transfer	Purchase of investments							20 17 987 T7		,	
The part of the	Chans Equation France Langues										
Extraction   Part Age   Part Ag	Loun given during the year										
Statest Valence from the Limited and Limit		•			•	•	1	\$3,000,000			
Principal Legislation   Prin					000 000						
19,000,000	prior to that Si2i Mobility Private Limited)				30,000,000	-					
19,000,000	Long received back during the year										
Signer Potent Limited  Franciance Private Reporter Limited  Franciance Private Limited						-		10,000,000			
Provision for a distance through the property of the provised family and the provised for a distance through the provised family through the provised for a distance through the provised for a distance through through the provised for a distance through the											
Marchest Protect Entered Stretchest Entered Entered Stretchest Entered En	prior to that Sizi Mobility Private Limited)				30,000,000			י טייט מני			
Provision for distinction the votice of investment vortine back  Nobiced Pedia Select Mobility Limited Primate Limited Select Mobility Select	Kuman exports Physic Limited							27,000,000			
Mobile or Technology Private Limited         3,000,000           Short Media Plad         177353,70         2,000,000           Short Media Laster Plad         1,000,000         2,000,000           Yoth Least Plad         1,000,000         2,000,000           Remail Charter         1,000,000         2,000,000           Pown Breach Charter         1,000,000         2,000,000           Provided         1,000,000         2,000,000           Remail Charter	Provision for diminution in the yague of investment written buck										
Principal Puid	Mobisoc Technology Private Limited			1	•		3,000,000		•		
Votatice Lence Paid											
Voltable Lever paid         Voltable Lever paid           Notable Lever paid         Notable Lever paid           Remail Dates         Assistance           Wear Langer         Assistance           Assistance	Soice Mobility Limited (Formerly known as S Mobility Limited.)		ļ.		177,353,370			ľ	-		
A color between the case paid   A color between the case case   A color between the case   A colo											
Retail Classes	Vehicle Lease paid										
Comparing the	Kuldeep Chand Kapoor		•	•							
Appendix	Karbat Jareer Ferhat Azed	'	,				,		,		
New Part Conference   Part Conference	DAVID TO THE PARTY OF THE PARTY										
Received	nces at the year end				1	•		,	1		
10,01,027	Receivables						A 542 524				
16.653.837   1.0.653.837   2.74.538	S GC Pte Lumbed					ľ	******		L		
19   19   19   19   19   19   19   19	Spice Reinit Limited Spice Dietnit Bangladesh Limited					16,683,837					
9 8	Wall Street Finance Limited							2,741,53	82		
1 250,173 2,888,470 6,165,631 2,773,878 2		-	,								
9. Modelifer Limited 1 2,888,479 6,105,631 2,735,878	Payubles [320] Stream Discount (mitted		,			ľ	,		380,797		
1   2,888,70   6,168,51   2,715,878   2,	Spice Mobility Limited (Formerly known as S Mobility Limited )				530,171						
\$ 5.759.567 \$ 5.753.878 \$ 2.75	Mobisoc Technology Private Limited		-		•	·					
119,075,045	Spice Retail Limited	1				100 00 a		2,725			
119 JTK G865 607 1 119 JTK G865	S GIC Ple Limited					920 000					
119,076,655 11,00,00,000 11,00,000 11,000 11,	Spice Digital Bangladesh Limited	•				97779					
119,076,065 51,000,000 78,851,222 4,000,771 2,865,897 873,075	Saket Agarwa			<u> </u>		,	<u> </u>				
119.076.065 11.000.000 78.651.222 4.000.771 7.865.697 67.345								_			
119,00,200, 51,000,200, 78,651,220, 78,651	Lonns Receivable	-									
31,000,000 4,000,771 7,865,897 873,075	Spice Retail Limited	1		,	•		*	119,076,96			
Hindustan Rectail Prt Lidi   Advance recoverable     Spice Link Private Limited   4,000,771   7,865,607     Spice Link Packing the Limited   67,205   873,075     Will Street Fundament Limited   873,075   873,075     Will Street Fundament Limited   873,075     Will Street Fundament Li	Kimaan Exports Private Limited				•			00,000,10			
Advance recoverable Spice Labs Friende Limited Spice Labs Friende Limited Spice Labs Friende Limited Spice Valled Pic. Limited Spice Valled Pic. Limited	Hindustan Refail Pvt Lid					1		77.109.61			
4,000,771 1,385,507 67,335	4.5										
67235	Advance recoverable Codes I also Private Limited				1	4,000,771					
	Spice Vis Africa Ple Limited					-					
	Wall Street Finance Limited	•	-					873.07	2		

- //

1,....

			ातातम् । ज्ञातम्	Supprovi	rotang combany	e e e e e e e e e e e e e e e e e e e	Alalakabe	- Fullon	ready Substituty	neer	Associate
		For the period ending March, 2015	For the year ending June, 2014	For the perfud ending March, 2015	For the year ending June, 2014	For the period ending March, 2015	For the year ending June, 2014	For the period ending March, 2015	For the year ending June, 2014	For the period ending March, 2015	For the year ending June, 2014
Ī											
2	Unbilled Revenue										
Τ	S GIC Pre Limited		•			489,994	1,209,151				
	Spice Retail Limited		•	•			•	1,292,657	381,333		
	Spice Digital Baneladesh Limited					10,972,679	2,275,978				
Γ											
\$	Interest Receivable										
	Kimnan Exports Private Limited		•			•	•		10,641,158		
	Spice Retail Limited		•	•	,	-		2,169,863	13,327,532		
	Hindustan Retail Pyt Lid				1	*	•	2,832,485	3,242,040		
	Smart Ventures Private Limited (Formerly known as Smart Ventures Limited and										
	prior to that Si2i Mobility Private Limited)			'	154,603	•	•		•		
ų,	Advance against Investment										
	Spice Digital Bangladesh Limited	•	•	-		•	2,503,600	,	-		
viii)	Other Assets										
	Spice Mobility Limited (Formerly known as S Mobility Limited )		•	2,784,997	2,067,266	•	,		-		
	Smart Ventures Private Limited (Formerly known as Smart Ventures Limited and										
1	prior to that St2t Mobility Private Limited)	r	,	400,839	3,301,739			1			
	Bougainvilles Multiplex & Entertainment Center Private Limited	•	•	Þ		'	•	231.083			
	Spice Online Retail Private Limited	•	•		•	1	,	69,620			
	Sterea Infratech Limited	-	•		•	•	•	52,187			
	Spice Retail Limited	•			•	•	•	2,056,680	2,29		
	Goldman Securities Private Limited		1						5,228		
	Saket Agarwal	•			•		,		-		
ĺ	Wall Street Finance Limited		-	•					135,093		
	Spice VAS (Africa) Pte. Ltd					138,682					
	Saket City Hospitals Private Limited (Formerly known as G.M. Modi Hospital										
	Corporation Private Limited)							2,327,993			
	Spice Labs private ltd					48,490					
	Snurt Entertainment Limited (Forngely known as Spice Enfomment Limited)							2,418,595			
î	Provision for diminution in the value of investments										
	Mobisoc Technology Private Limited			•		8,500,000	4,400,000		•		



CZ NOSTRON &

			Personnel	Relatives of Key Windingement Personnel	influenced by k	ed of agrantement	3	LOGIL
	For the period ending March, 2015	For the year ending June, 2014	For the period ending March, 2015	For the year ending June, 2014	For the period For the year ending March, ending June, 2014	heir relatives For the year ending June, 2014	For the period ending March, 2015	Fur the year ending June, 2814
Transactions Revenue from Value Added Services								
					•		1,489,769	5.820,453
ice Digital Bangladesh Limited			•	•	•		24.317,411	İ
shisoc Technology Private Limited		•		•			196 634	
Smart Ventures Private Limited (Formerly known as Smort Ventures Limited and retor to that St21 Mobility Private Limited)							75.090	
Travel Commission  December 1 imited							240.00	20,447
the Mobility Limited (Former's known as S Mobility Limited.)				1	,		480 125	CP6 642
Spice Retail Limited	•		1	•			486.460	466.691
nart Entertainment Limited (Formerly known as Spice Enfotainment Limited)					•		359.559	1.543
Smart Global Corporate Holdings Private Limited (Formerly known as Spice								
obal Investment Private Limited)		Í				•		19,022
ice Lubs Private Limited		•		•	•		3,601	27,967
Smart Value Ventures Private Limited (Pormerly known as Spice Investment and						1		1614
Finance Advisors Private Limited)		-	•		,		207,882	14,214
nart Ventures Private Limited (Formerly known as Smart Ventures Limited and								
prior to that St21 Mobility Private Limited)	,	•	•	•		•	•	640,613
de Vanne Keurn Frivan Lannen	1			,			155.805	1,024
cet City Hospitals Private Limited (Formerly known as G.M. Modi Hospital								
Corporation Private Limited)	•	•	•	•	•		160,438	20,461
Value Auded Service Charges	1						012 013 0	
GIC Pte Limited			•	,			10.850.003	14.438.162
Spice Online Retail Private Limited							353,303	
Other Income (Rental Income)			1				2 450 250	3118 500
oldman Sociatios Private Limited			-				356.425	
Rent Paid							000	2000
sice Mobility Limited (Formerly Known as S Mobility Limited )	•	-			•		UUU, C00, E1	200,819,61
Business Promotion Expenses								
							63,203	966'05
Bousainvilles Multiplex & Entertainment Center Private Limited		•				•	•	
sice Online Retail Private Limited	•	•	•	•	1	•	207,844	1,162,199
of Works Department								
nice Mobility Limited (Formerly known as S Mobility Limited)				ľ				582 69
nice Online Retail Private Limited							134.584	
Spice Retail Limited							162,927	
Telephone Expubsis							000	
object lechnology Pavale Landed	•		r	<u></u>			745,185	2,027,496
enal & Professional Charges								
Mobisoc Teolmology Private Limited			1	,			24.300.000	40,500,000
Enterest Income								
Spice Retail Limited		,	E		,		9,148,410	11,400,272
imaan Exports Private Limited			t		,		6,064,399	
industan Retail Pvt Ltd	•	-		,	٠		4,478,663	
mart Value Ventures Private Limited (Formerly known as Spice Investment and								
Figuree Advisors Frvate Limited)	,		•				1	14,1/8
Popular neil								
School Americal	12 586 502	16 182 002					505 585 51	COO CS1 21
ilrom Dheer	-					ľ		405 606
hebrad Azni	'	1 133 409	,			ľ	'	1 133 409
Sunil Kanoor		1,966,647			•			1,966,647
Reimbursement of Expenses paid to related companies								
Spice Labs Private Limited		-			_		_	359,933
							11111	
vall Street hipance Limited							5,439	



Proceedings   Procedure   Pr				Perso	Personnel	influenced by k	cy management		
1995   1995		Far the period ending March, 2015	For the year ending June, 2014	For the period ending March, 2015		For the period ending March, 2015	For the year ending June, 2014		For the year ending June, 2014
1995   1995	Reimbursement of Expenses,								
Charge   Control   Contr	Smart Global Corporate Holdings Private Limited (Formerly known as Spice	•	1		,	•	•	4,737,536	
Appendix   Appendix   Appendix   Application   Applicati	Global Investment Private Limited) Renaninvilles Anthinies & Entensionment Center Private Limited		1		4				303,216
Content   December	Smart Entertainment Limited (Formerly known as Spice Enfolaimment Limited)							,	26.876
Content   Note at a CAL Most longing	States Infratect Limited Smart Value Vertures Private Limited (Formerly known as Spice Investment and	•					•	F	50,450
Character   Lands and Character   Lands an	Finance Advisors Private Limited)	•	•	-		,	•	,	230,991
A   A   A   A   A   A   A   A   A   A	Smart Ventures Private Limited (Formerly known as Smart Ventures Limited and prior to that Si2i Mobility Private Limited)	,	·	•	•	1	,	2.396.892	6 685 242
1979   1979	Spice Online Retail Private Limited	•	,			•	•	227,500	
1,11,11,11,11,11,11,11,11,11,11,11,11,1	Spice Vas Africa Pte. Limited Spice Vas Africa Ptential Chimied (Formerly known ne G M. Modi Hoseita)			•	1			2,057,492	
1,000,000   1,00	Corporation Private Limited)	-	-		•	•	•	2,981,988	
1411.858   1411.858	Spice Labs Private Limited		•			٠	,	203,002	
1,10,000 to 3,000,000   1,10,000 to 3,000 t	Wall Street Pinance Limited Mobiese Technolom Primited Timited		•	•	1	'	•	1,413,898	
1   1   1   1   1   1   1   1   1   1	Spice Retail Limited			1				715,624	
Content   Cont	Goldman Securities Pvt Ltd							44,000	
Type of the control o	Investment in Fauity Share								
From the Stand Venture Limited and Limited	Spice Digital Bangladesh Lim	,	-		•				2,503,600
Total Content Stand Veature Limited and Content Stand Content Stand Content Stand Content Stand Content Stand Content	N. Demokrate of instructionality								
Trementy brown as Smart Ventures Limited and Limited a		-	-				-	77,987,728	
From the Stream Vectors: Limited and Limit									
Limitedly brown as Smart Ventures Limited and Limited	- 1			,	,	-		53.000.000	000 005 62
Formerly Shown as Smort Ventures Lineinal and Lineinal and Lineinal Lineinal and Lineinal and Lineinal Lineinal and Lineinal Lineinal and Lineinal	Smart Ventures Private Limited (Formerly known as Smart Ventures Limited and								
Note of level the land of the level of the				,				t	30,000,000
Formerly known as Smart Ventures Lineted and   19,000,000								0000	
Limited   199,000,000   199,	Smart Ventures Private Linnied (Formerly known as Smart Ventures Linnied and	•			,		•	10:000,000	
A	prior to that S.21 Mobility Private Limited)		,		•	•		, 000 000	30,000,000
Vision as \$ Mobilin Limited   1   1   1   1   1   1   1   1   1	Administration of the control of the							29,000,000	
Filteren as S Mobiliv Limited   160,0667   160,001,027   17,335   16,653,337   17,335   16,653,337   17,335	Provision for diminution in								
Service at S. Mobility Limited.)   160,667   160,667   17333   160,687   17333   160,687   17333   160,883,877   17333   160,883,877   17333   173,878   170,878   173,878   170,878   173,878   170,878   1	Maddisoc Lecritology Private Limited				·			1	3,000,000
160,667   160,667   160,667   160,667   160,667   160,667   17333   173,435   160,633,57   160,101,027   160,101									
1 1,00,667	Spice Producty Caution (Fortherny Mowe) as 5 problem Children (				•	•			1//253/10
10,00,677   10,00,677   10,00,677   10,00,677   10,00,677   10,00,677   10,00,677   10,00,677   10,00,677   10,00,677   10,00,777   10,0	x) Vehicle Lease paid								
1 (7.3.13) (1.0.10, 1.2.2) (1.	Kuldeep Chand Kapoor				160,667		,		160,667
California   Cal	Ferhat Azad				17,333				17,333
1 (10,10,10,27)  1 (2,01,10,27	2.4								
1 (10,10,927   16,685,827   16,	Sulances at the year end					1			<u>'</u>
Venom as S Mobiliv Limited 1 2,741,538  4 2,741,538  4 3,877,300 1,731,475  4 3,877,300 2,41,232  5 1,000,000 2,100,	S GIC Pte Limited	•	•	,		1			
Control   Cont	Spice Retail Limited	,		•	•	•		10,101,927	
1 2,888,470  1 3,877,300  1 3,877,300  1 1,73,475  1 1,120,000  1 1,120,000  1 1,120,000  1 1,120,000  1 1,120,000  1 1,120,000  1 1,120,000  1 1,120,000  1 1,120,000  1 1,120,000  1 1,120,000,	Spice Digital Emplanest Limited Wall Street Finance Limited							2.741.538	
Paralla State Humon Limited         Paralla State Humon Limited           Spice Mobility Limited         2,888,770           Spice Mobility Limited         2,785,770           Spice Mobility Limited         2,785,770           Spice Mobility Limited         3,775,507           Spice District         3,775,507           Spice Mobility Limited         3,775,500           Spice Mobility Limited         3,775,500           Spice Mobility Limited         3,775,500           Spice Mobility Limited         3,775,500           Spice Mobility Limited         113,075,505           Spice Mobility Limited         113,075,505           Spice Mobility Limited         113,075,505           Mobility Limited         113,075,505           Advisors Everyenable         113,075,505           Spice Limited         113,075,505           Advisors Everyenable         113,075,505           Spice Limited         113,075,505 <t< td=""><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></t<>									
Spice Mobility Lamided Premerty known as Shoksity Lamided 1         2,888,470           Mobiose Technology Private Lamided         2,725,8470           And Description of the Common of Common o	i) Payables Wall Street Firmmer Limited								707 005
Mobited Technology Private Limited         2,78,8,70           Since Del Limited         2,75,578           Since Del Limited         1,73,477           Since Del Limited         812,778           Since Del Limited         8,877,300           Sanck Agazyal         3,877,300           Sanck Agazyal         3,877,300           Sanck Agazyal         5,877,300           Sanck Agazyal         3,877,300           Since Detail Limited         5,100,000           Hiddelian Reall For Lid         78,620,000           Advance Trained         78,620,000           Spice Varies Thinked         4,000,771           Spice Varies Thinked         4,000,771	Spice Mobility Limited (Formerly known as S Mobility Limited.)						,		530.171
Spice Definition         STASS RD           Select Pet Limited         3.877,300           Shee Definition         3.877,300           Shee Definition         \$812,078           Sheet Definition         \$812,078           Sheet Aspends         \$812,020           Advance recoverable         \$812,020           Sheet Ash Private Limited         \$812,020           Sheet Ash Private Limited         \$813,075	Mobisoc Technology Private Lámited	•	•	•	•			2,888,470	
2.00   2.00	Spice Refail Limited				-			2,725,878	
Shick Agreed   Shick Agreed   Shick Agreed   Shick Agreed   Shick Agreed   Shick Agreed   Shick Agreed   Shick Agreed   Shick Agreed   Shick Advance   Shick	Spice Digital Ransladesh Limited							879 678	
Stand Karpor   Stan	Saket Agarwal	3.877,300	1,731,475				ŀ	3,877,300	
119.076.666   119.076.666	Suril Kapoor	•	541,252	•		1	,		541,252
119.076.565   119.076.565	Т								
Kimman Expents Private Lamited   73,000,000	П	•		•	•			119,076,96	
Histologin Reini PV Ld			,		-	•		\$1,000,000	
Advance recoverable Saloe Labs Frome Limited Saloe Vas Africa Per Limited 873.075 873.075 873.075	Hindusian Ketail PVI LIG	'	1	•	1	'		78,851,222	32,500,000
4000,771	n) Advance recoverable								
\$13.075	Spice Labs Private Limited							4,000,771	1
	Wall Street Finance Limited							873.075	

Protein teach   Protein		Particulars	Key Managen	Key Management Personnel	Relatives of Ko	Relatives of Key Management	Enterprises own	Enterprises owned or significantly	I	Total
Part da period   Part					Pers	onnel	influenced by I	tey management their relatives		
2015   2016			For the period	For the year	For the period	For the year	For the period	For the year	For the period	For the year
Ubbilled Revenue			2015	Line James Summ	2015	cucung June, 4014	2015	enaing June, 2014	ending March, 2015	ending June, 2014
United Received										
1992   1992   1993   1994   1995	v)	Unbilled Revenue								
1322.257   1.252		S GIC Pre Limited							490,004	130 000
Spice Digital Baneloloscy Limited		Spice Retail Limited			•				737 (0) 1	101,202,1
Interest Receivable									10.00001	000,000
Batter Receivable				İ					61071271	2,612,710
Richards and State and Exporter Private Limited         2 169 863 173         101           Bisting Baggert Private Limited         2 169 863 173         133 2485 173         133 2485 174         138 248	Š	Interest Receivable								
Spice Retail influenced		Kiman Exports Private Limited		-						
Ellipha Regul   Pri Lul		Spice Retail Limited							620 021 0	10,041,158
Stoke   Chairman   Private Limited   Formerly known as Smart Ventures   Limited and		Hindustes Retail Par Lid							2, 109, 803	15,327,352
Advance against Directanent		Smart Ventures Private Limited (Formerly known as Smart Ventures   imited and		t			-		2,832,485	2,242,040
Advoice against investment Spice Dictail Benefishers Limited Spice Dictail Benefishers Limited Spice Dictail Benefishers Limited Spice Dictail Benefishers Limited Spice Dictail Benefishers Limited Spice Dictail Benefishers Limited Spice Dictail Spice S		prior to that Si2i Mobility Private Limited)	•	•	•	•	•			167.602
Solice Delated Benelolach Limited   Character Limited   Characte										000,400
Spice Dictal Bamplabesh Limited	Ę,	Advance against Investment								
Other Assists		Spice Digital Bangladesh Limited								002 002 0
Size Abstract   Contect beauty   Conte										009,505,2
Stand Mobility Limited         2,7784,977         2,778,978         2,778,978         2,778,978 </td <td>(ii</td> <td>Other Assets</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>	(ii	Other Assets								
Start Venture Limited (Formerly known as Smart Ventures Limited and dates 25 most ventures Limited and dates 25 most ventures Limited (Formerly known as Smart Ventures Limited)   233 most ventures Limited		Spice Mobility Limited (Formerly known as S Mobility Limited )	,	•					1 704 007	2000
Provision of Private Limited   Provise Limited		Smart Ventures Private Limited (Formerly known as Smart Ventures: Limited and							2,184,797	2,007,200
Boundary   Boundary		prior to that Si2i Mobility Private Limited)	•	•	•		•	•	406 859	257 175 5
Spice Children   Provided   Pro		Bougainvillea Multiplex & Entertainment Center Private Limited	•	-					231 083	72 690
Since Rainfined Limited   20056680   22   20056680   22   20056680   22   20056680   22   20056680   22   20056680   22   20056680   22   20056680   22   20056680   22   20056680   22   20056680   22   22   22   22   22   22   22		Spice Online Relail Private Limited				-	•		069 620	27 950
Spice Road in Final Configuration         2.056,680         2.25           States Again in Final Configuration         255,000         2.056,680         2.25           State Again Extract Configuration         2.056,000         2.056,000         2.056,000           Well Street Filment Limited         1.38,062         3.000		Sterea Infratech Limited	•				•		52 187	50 197
Colciuma Searries Private Limited   225,000		Spice Retail Limited							2.056.680	2 207 650
Mark Agent Finance Latined   225,000   May State Finance Latined   225,000   May State Finance Latined   235,000   May State Finance Latined   235,000   May State Child (Formerly known as G.M. Most Hoogital   188,002   138,002   May State Latine		Goldman Securities Private Limited							20040000	000
Well Steet Finance Limited Sizion Vel Schizze Pic Limited Sizion Vel Schizze Pic Limited (Formarty known as G.M. Motil Hospital Corporation Private Limited) Sizion Labs private India State City Haspitals Private Limited) Sizion Labs private India Sizio		Saket Agarwal		225,000			'			275,000
State VAS (Afficial Pie, L1st State of W. Mod. Hospital 188,682   188,682   188,682   188,682   188,682   188,682   188,682   188,682   188,682   188,682   188,682   188,682   188,892   188,892   188,893		Wall Street Finance Limited			-		•			135 002
Staket City Hospitals Erforce Limited Formerly known as G.M. Moti Hospital  Carrontial Private Limited (Formerly known as G.M. Moti Hospital  State Land Private Inf.  State Land Private Inf.  State Land Formerly Limited Formerly Limited (Formerly Limited)  Provincial Limited Formerly Limited Formerly Limited (Formerly Limited)  Provincial Limited (Formerly Limited Formerly Limited)  2.418.595  Provincial Limited (Formerly Limited Formerly Limited)		Spice VAS (Africa) Ple, Ltd							139 603	rio co
Since Lake private Itd  Smart Endertainment Limited (Former's known as Spice Enfoatinment Limited)  Provision for Limited for Internation in the value of investingnits  Lake Spice Enfoatinment Limited (Former's known as Spice Enfoatinment Limited)  Provision for Limited (Former's known as Spice Enfoatinment Limited)  Provision For Private Limited (Former's known as Spice Enfoatinment Limited)		Saket City Hospitals Private Limited (Formerly known as G.M. Modi Hospital Consention Private Limited)				i			200,000	
Struct Endersiament Limited Formerty known as Spice Enfoairment Limited) Provision for illinitudia in the value of investments  2.418,595  Provision For Institute of Investments  2.418,595		Spice Labs private ltd							48 400	
Provision for dimination in the value of investingnit: Moissor Technology Private Limited		Smart Entertainment Limited (Formerty known as Spice Enfotairment Limited)			:				207.810.0	
Province deceleration of investments		-								
NAC US 9	Ħ	Provision for diminution i								
		Mobisoc Technology Private Limited							000 000	. 400 001



### Notes to financial statements for the period ended 31 March 2015

### 30. Value of imports calculated on CIF basis

Particulars	For the period ended March 31, 2015 (Rs.)	For the year ended June 30, 2014 (Rs.)	
Traded Goods	1,410,734	6,201,554	
Capital goods	4,744,569	1,626,398	

### 31. Earning in Foreign Currency (accrual basis)

Particulars	For the period ended March 31, 2015 (Rs.)	For the year ended June 30, 2014 (Rs.)	
Export of Services	177,879,761	346,945,381	

## 32. Expenditure in Foreign Currency (accrual basis)

	For the period ended March 31, 2015 (Rs.)	For the year ended June 30, 2014 (Rs.)
Value added service charges	52,920,779	98,170,979
Travelling & Conveyance	2,684,924	7,782,007
Legal & Professional Fees	708,395	409,800
Repairs & Maintenance	503,600	610,755
Commission on sale of services	-	13,664,654
Miscellaneous Expenses	64,251	66,529
Total	56,881,949	120,704,724



# Notes to financial statements for the period ended 31 March 2015

### 33. Contingent Liabilities

Particulars	As at March 31, 2015 (Rs.)	As at June 30, 2014 (Rs.)
the Short messaging peer-to-peer service tax on the Short messaging peer-to-peer service including penalty thereon, (including Rs 8,600,000, Previous year Rs 8,600,000 paid under protest which is appearing as security deposits under loans and advances (refer note 12))	105,026,067*	102,639,138*
The Company is of the view that it is an 'information technology service' and thus is exempt from the service tax. Based on discussions with the solicitors, the management believes that the Company has a good chance of success in the above mentioned case and hence, no provision there against is considered necessary.		
<ul> <li>Demands in respect of non-registration of corporate office as a input service distributor and availment of input service CENVAT credit.</li> </ul>	28,295,674**	26,873,481**
The Company is of the view that since it is having central registration so there is no requirement for separately registering the corporate office as input service distributor		
c) Show cause notice in respect of non-payment of service tax on unbilled revenue.	58,430,478	58,430,47
The Company is of the view that the service tax liability becomes payable only on the actual billing i.e. on actualization of the unbilled revenue.		
<ul> <li>d) Demand in respect of wrong availment of input service tax credit on various expenses.</li> </ul>	5,665,841***	5,665,841**
The Company is of the view that the service tax is in relation to the taxable output services provided, and service tax paid hence can be availed	1	

<sup>\*</sup> Including penalty of Rs. 33,540,957 (Previous year Rs. 33,431,357)



<sup>\*\*</sup> Including penalty of Rs 7,170,497 (Previous year Rs. 7,115,697)

\*\*\* Including penalty of Rs 3,598,016 (Previous year Rs. 3,598,016)

# Notes to financial statements for the period ended 31 March 2015

## 34. Capital Commitment

Particulars	As at March 31, 2015 (Rs.)	As at June 30, 2014 (Rs.)
Estimated amount of contracts (net of advances) remaining to be executed on capital account and not provided for.	1,441,580	14,715,465

# 35. Details of dues to micro and small enterprises as defined under the MSMED Act, 2006\*

·	For the period ending March 31, 2015 (Rs.)	For the year ending June 30, 2014 (Rs.)
The principal amount and the interest due thereon remaining		
unpaid to any supplier as at the end of accounting period.  The amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier	-	-
beyond the appointed day during the period.  The 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 period) but without adding the interest specified under Micro Small and Medium Enterprise Development Act,	-	,
2006.  The amount of interest accrued and remaining unpaid at the end of	-	-
each accounting period, and  The amount of further interest remaining due and payable even in the succeeding periods, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under Section 23 of the Micro Small and Medium Enterprise Development Act, 2006.	•	-

\*As certified by the management



# Notes to financial statements for the period ended 31 March 2015

36. The amount of foreign currency exposures that is not hedged by a derivative instrument or otherwise as at March, 31 2015 is as under:

Amount (in RS.)	Foreign Currency
73.086.753	USD 1,169,295
(77,963,664)	(USD 1,295,808)
Nil	Nil
(22,712)	(AFN 20,703)
Nil	Nil
(4,543,534)	(SGD 94,354)
144.347.272	TAKA 183,575,527
(100,664,048)	(TAKA 132,691,889)
17,841	EUR 263
(2,210,252)	(EUR 27,023)
	SGD 121,085
(9,708,689)	(SGD 202,572)
46,733,982	USD 747,684
(11,951,688)	(USD 198,599)
4,334,615	USD 69,320
(15,726,699)	(USD 261,328)
NIL	NIL
(30,430)	(MYR 1,632)
29 266.695	AFN 27,109,083
(23,736,238)	(AFN 22,812,576)
15 293	SGD 318
	(SGD 389)
4 47 070	IDR 9,39,22,368
	_ = _ 004.0/7
11,319,869	TAKA 1,43,96,19
(19,676,655)	
67.208	ETB 22,18
6,85	AED 40
11,56	JOD 13
15 16	PHP 1082
	`*
22 44	50 VND 1,13,46,2
J2,7.	(NI
	Nil (22,712) Nil (4,543,534) 144,347,272 (100,664,048) 17,841 (2,210,252) 5,759,367 (9,708,689) 46,733,982 (11,951,688) 4,334,615 (15,726,699) NIL (30,430) 29,266,695

(NSRBINI)

# Notes to financial statements for the period ended 31 March 2015

- 37. The asset of Rs. 157,543,508, (Previous year Rs. 172,743,508) recognized by the Company as 'MAT Credit Entitlement' under 'Loans and Advances', in respect of MAT payment for earlier years, represents that portion of MAT liability which can be recovered and set off in subsequent periods based on the provisions of Section 115JAA of the Income Tax Act, 1961. The management based on the present trend of profitability and also the future profitability projections, is of the view that there would be sufficient taxable income in foreseeable future, which will enable the Company to utilize MAT credit assets.
- 38. The Company is carrying Rs. 8,500,000 (Previous year: Rs. 4,400,000), as diminution in the value of long term investment in a subsidiary company, namely, Mobisoc Technology Private Limited. The amount of diminution in the value of investment has been provided based on the losses incurred by the said subsidiary company upto the period ended March 31,2015. The management is of the view that the diminution in the value of these investments so provided is adequate and no further provision is required there against.
- 39. Disclosure required under Sec 186(4) of the Companies Act 2013

Included in loans and advances to body corporate, the particulars of which are disclosed below

Name of the	1	Due date	Secured/ unsecured	30-Jun-14	TOWN 51 1011	Loan repaid	31-Mar-15	Purpose
Bharat BPO	Interest 11%	17-Nov-15	Unsecured	-	80,000,000	-	80,000,000	General corporate
Services Limited								purposes

Included in loans and advances to related parties, the particulars of which are disclosed below

		Secured/	30-Jun-14	Loan given	Loan Repaid	ST-Mar-12	rui pose
terest		unsecured	5.00.00.000	99,12,347		5.99,12,347	For meeting certain
11%	12-Dec-15	Unsecured	3,00,00,000	7791229717			business exigency
						e	requirement
110/	07 Feb. 16	Linsecured	5 00 00 000	91.64.618	-	5,91,64,618	General corporate
1170	U/-FCU-10	Onscenica	5,00,00,00	<b>2 - 9 9</b>		ļ	purposes
			2 2 5 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	£ 62 £1 000	1.00.00.000	7 88 51 222	General corporate
11%	19-Nov-15	Unsecured	3,25,00,000	5,63,51,444	1,00,00,000	7,00,51,222	purposes
							purposes
						7 7 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	G1
11%	01-Jun-15	Unsecured	8,00,00,000	-	2,90,00,000	5,10,00,000	
							purposes
1		1% 07-Feb-16 1% 19-Nov-15	1% 07-Feb-16 Unsecured 1% 19-Nov-15 Unsecured	1% 07-Feb-16 Unsecured 5,00,00,000 1% 19-Nov-15 Unsecured 3,25,00,000	1% 07-Feb-16 Unsecured 5,00,00,000 91,64,618  1% 19-Nov-15 Unsecured 3,25,00,000 5,63,51,222	1% 07-Feb-16 Unsecured 5,00,00,000 91,64,618 - 1% 19-Nov-15 Unsecured 3,25,00,000 5,63,51,222 1,00,00,000	1% 07-Feb-16 Unsecured 5,00,00,000 91,64,618 - 5,91,64,618  1% 19-Nov-15 Unsecured 3,25,00,000 5,63,51,222 1,00,00,000 7,88,51,222



### Notes to financial statements for the period ended 31 March 2015

Details of Investments made (At cost):

Particulars	Opening Investments	Investments made during the period	Closing Investments
10,000,000 (Previous year: 10,000,000) equity shares of Rs. 10 each fully paid up in Mobisoc Technology Private Limited (at cost less provision for other than temporary diminution in value Rs. 8,500,000 (Previous year: Rs. 4,400,000))	95,600,000	-	91,500,000*
10,039,997 (Previous year: 10,039,997) equity shares of Rs. 10 each fully paid up in Spice Labs Private Limited	100,399,970	-	100,399,970
15,735,600 equity shares (Previous year: 15,735,600) of 1 Sing \$ each in S GIC Pte. Limited	585,360,875	-	585,360,875
38,860 (Previous year: 38,860) equity shares of Tk 100 each in Spice Digital Bangladesh Limited	3,032,534	<u>-</u>	3,032,534
3,514 (Previous year: Nil) equity shares of Rs10 each in Vavia Technologies Private Limited	-	10,000,000	10,000,000
83,636 (Previous year: Nil) equity share of Re 1 each in Anytime Learning Private Limited	_	77,987,728	77,987,728

<sup>\*</sup> An additional provision Rs. 4,100,000 has been made for diminution in value of Investment.

#### 40. Previous year figures

The current period's figures are for nine months ended March 31, 2015. However, the previous year's figures are for the twelve months period ended June 30, 2014. Accordingly, current period's figures are not strictly comparable with those of previous year. Previous year's figures have been regrouped / rearranged wherever considered necessary to confirm to current period's classification.

As per our report of even date

For S.R Batliboi & Co. LLP ICAI Firm Registration No. 301003E Chartered Accountants

T

per Anil Gupta

Partner Membership No.: 18792

Place: Date:

Rajul Garg

(Chairman) DIN: 00085256

Saket Agarwal
(Chief Executive
Officer)

For and on behalf of the Board of Directors of Spice Digital Limited

> Suman Ghose Hazra

(Director) DIN: 00012223

DIN: 00012223

Sunil Kapoor (Chief Financial Officer)

Membership No: 079430

Subramanian Murali

(**Director**) DIN: 00041261

Kokita Arora (Company Secretary) Membership No: A21670