

DIGICALL GLOBAL PRIVATE LIMITED
BALANCE SHEET AS AT MARCH 31, 2016

DESCRIPTION	Note No.	As at 31.3.2016	As at 31.3.2015
		Rs.	Rs.
EQUITY AND LIABILITIES			
1. Shareholders' Funds			
(a) Share Capital	2.1	55,000,000	55,000,000
(b) Reserves and Surplus	2.2	(20,394,571)	(20,676,227)
2. Non-Current Liabilities			
(a) Long Term Borrowings	2.3	10,659,670	-
(b) Long Term Provisions	2.4	759,926	1,089,661
3. Current Liabilities			
(a) Trade Payables	2.5	2,640,548	1,868,281
(b) Other Current Liabilities	2.6	11,969,292	6,968,597
(c) Short Term Provisions	2.7	15,439	20,517
TOTAL		60,650,304	44,270,829
ASSETS			
1. Non Current Assets			
(a) Fixed Assets	2.8		
i. Tangible Assets		5,408,332	5,634,403
ii. Intangible Assets		2,875,495	11,501,977
(b) Long Term Loans and Advances	2.9	1,363,466	-
(c) Other Non-Current Assets	2.10	-	23,035
2. Current Assets			
(a) Trade Receivables	2.11	42,569,304	19,742,761
(b) Cash and Cash Equivalents	2.12	255,109	2,774,739
(c) Short Term Loans and Advances	2.13	8,178,598	4,593,914
TOTAL		60,650,304	44,270,829
Significant Accounting Policies	1		
Notes on Financial Statements	2		

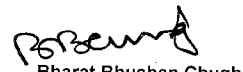
The notes referred above form an integral part of the Financial Statements

As per our report of even date attached
For **Oswal Sunil & Company**
Chartered Accountants
Firm Regn. No. 016520N

For and on behalf of the Board

CA Sunil Bhansali
Partner
M.No. 054645


Sunil Batra
Director
(DIN -02188254)


Bharat Bhushan Chugh
Director
(DIN -472532)

Place : New Delhi
Dated:

DIGICALL GLOBAL PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2016

DESCRIPTION	Note No.	For the Year Ended	For the Year Ended
		31.3.2016	31.3.2015
		Rs.	Rs.
1. Revenue			
Revenue From Operations	2.14	60,063,615	103,945,319
Other Income	2.15	648,258	165,683
		60,711,873	104,111,002
2. Expenses			
Employees Benefit Expenses	2.16	26,696,843	46,985,786
Finance Cost	2.17	1,308,048	92,816
Depreciation	2.8	12,037,359	13,340,478
Other Expenses	2.18	20,387,967	41,681,879
		60,430,217	102,100,960
Profit/ (Loss) Before Tax		281,656	2,010,042
Less: Tax Expense (Deferred Tax)		-	(1,419,743)
Profit/ (Loss) for the Year		281,656	3,429,785
Earning Per Equity Share (Face value of Rs.10/- each)			
Basic / Diluted (Rs.)		0.05	6.50
Significant Accounting Policies	1		
Notes on Financial Statements	2		

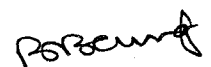
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DIGICALL GLOBAL PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2016


	For the Year Ended 31.3.2016 Rs.	For the Year Ended 31.3.2015 Rs.
A. Cash flow from Operating Activities		
Net Profit before taxes	281,656	2,010,042
Adjustments for:		
Depreciation	12,037,359	13,340,478
Interest and Finance charges	1,038,676	-
Amount written back	(608,403)	863,149
Preliminary Expenses w/off	23,034	23,034
Operating Profit Before Working Capital Changes	12,772,322	16,236,703
Adjustments for:		
Trade and Other Receivables	(22,826,543)	4,931,727
Other Current Assets	(3,584,684)	403,189
Trade payables & Other Current Liabilities	6,381,366	(3,834,197)
Long-term Provisions	(334,813)	184,711
Cash Generated from Operations	(7,592,352)	17,922,133
Net Cash used in Operating Activities	(7,592,352)	17,922,133
B. Cash Flow from Investing Activities		
Purchase of Fixed Assets	(3,184,806)	(26,093)
Capital Advances	(1,363,466)	-
Net Cash Used in Investing Activities	(4,548,272)	(26,093)
C. Cash from Financing Activities		
Unsecured Loan from Others	-	(15,426,116)
Long Term Borrowing	10,659,670	-
Interest and Finance charges	(1,038,676)	-
Net cash from Financing Activities	9,620,994	(15,426,116)
Net Increase in Cash & Cash Equivalents	(2,519,630)	2,469,924
Cash & Cash Equivalent (Opening Balance)	2,774,739	304,815
Cash & Cash Equivalent (Closing Balance)	255,109	2,774,739

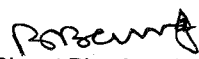
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CA Sunil Bhansali
Partner
M.No. 054645

Place : New Delhi
Dated:


Sunil Batra
Director
(DIN -02188254)


Bharat Bhushan Chugh
Director
(DIN -472532)

DIGICALL GLOBAL PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 2.1	Share Capital	As at 31.3.2016	As at 31.3.2015
		Rs.	Rs.
	Authorised: 1,00,00,000 (Previous year 1,00,00,000) Equity shares of Rs. 10 each	100,000,000	100,000,000
		100,000,000	100,000,000
	Issued, Subscribed and Paid up: 55,00,000 (Previous year 5500,000) Equity shares of Rs. 10/- each fully paid up with voting rights	55,000,000	55,000,000
		55,000,000	55,000,000

Reconciliation of Number of Equity Shares	As at 31.3.2016 (No.)	As at 31.3.2015 (No.)
Opening No. of Equity Shares	5,500,000	500,000
Add: Additions during the year (on conversion of OFCDs)	-	5,000,000
Closing No. of Equity Shares	5,500,000	5,500,000

Shareholders holding more than 5% Shares:-		
Name of the Share Holder	As at 31.3.2016	As at 31.3.2015
Digicall Teleservices Private Limited (Holding Company)* - No. of Shares	5,500,000	5,500,000
- % of Holding	(100%)	(100%)

* Including Nominees holding shares on behalf of Digicall Teleservices Private Limited

Note 2.2	Reserves and Surplus	As at 31.3.2016 (Rs.)	As at 31.3.2015 (Rs.)
	Surplus		
	Opening Balance	(20,676,227)	(24,106,012)
	Add: Net Profit/(Loss) for the Year	281,656	3,429,785
		(20,394,571)	(20,676,227)

Note 2.3	Long Term Borrowings	As at 31.3.2016 (Rs.)	As at 31.3.2015 (Rs.)
	Secured		
	Term Loan From Andra Bank #	14,444,058	-
	Less:- Current Maturities on long term debts	(3,784,388)	-
		10,659,670	-

Andra Bank Term Loan @ 12.50% P.A. payable in 24 monthly instalments after six months gestation period and secured By:-

1. Hypothecation of fixed assets generated by term loan including existing equipments.
2. Collateral Security: pledge of 32,96,704 shares of Holding Company i.e. M/s Media Matrix Worldwide Ltd
3. Gurarantors: Corporate Gurantee of Holding Company M/s Digicall Teleservices Pvt Ltd. and M/s Media Matrix worldwide Limited.

Repayment Schedule

Financial Year	As at 31.3.2016 (Rs.)	As at 31.3.2015 (Rs.)
2016-17	3,784,388	-
2017-18	7,161,735	-
2018-19	3,497,935	-
Grand Total	14,444,058	-

Note 2.4	Long Term Provisions	As at 31.3.2016 (Rs.)	As at 31.3.2015 (Rs.)
	Provision for Employee Benefits		
	Gratuity (Unfunded)	531,631	780,696
	Leave Encashment (Unfunded)	228,295	308,965
		759,926	1,089,661

Note 2.5	Trade Payables	As at 31.3.2016 (Rs.)	As at 31.3.2015 (Rs.)
	Trade Payables (other than MSME) (Refer Note No. 2.27)	2,640,548	1,868,281
		2,640,548	1,868,281

DIGICALL GLOBAL PRIVATE LIMITED
Note - 2.8 - Fixed Assets

Particulars	Original Cost						Accumulated Depreciation		Net Book Value	
	As at 1 Apr 2015	Additions	Deletions	As at 31st March 2016	As at 1 Apr 2015	Additions *	Deletions	As at 31st March 2016	As at 31st March 2016	
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	
Tangible Assets										
Office Equipment	9,236,790	1154142	-	10,390,932	4,478,004	3,169,071	-	7,547,075	2,743,857	4,758,786
Computers	2,803,217	523363	-	3,326,580	2,297,119	167,363	-	2,464,482	862,098	506,098
Furniture and fixtures	510,000	1,507,301	-	2,017,301	140,481	74,443	-	214,925	1,802,376	369,519
Intangible Assets										
Business Rights & Goodwill	43,132,412	-	-	43,132,412	31,630,435	8,626,482	-	40,256,917	2,875,495	11,501,977
Total	55,682,419	3,184,806	-	58,867,225	38,546,039	12,037,359	-	50,583,399	8,283,826	17,136,380
PREVIOUS YEAR	55,656,326	26,093	-	55,682,419	25,205,561	13,340,478	-	38,546,039	17,136,380	30,450,765

* Depreciation is charged on the basis of useful life of fixed assets. The Company has adopted useful life of fixed assets as given in Part 'C' of Schedule II of the Companies Act, 2013 in respect of all tangible fixed assets.

DIGICALL GLOBAL PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 2.6	Other Current Liabilities	As at 31.3.2016 (Rs.)	As at 31.3.2015 (Rs.)
	Current Maturities on long term debts (Refer Note No.2.3)	3,784,388	-
	Statutory Liabilities Payable	4,355,065	568,340
	Expenses Payable	2,860,287	6,400,257
	Creditors for Capital Goods	969,552	-
		11,969,292	6,968,597

Note 2.7	Short Term Provisions	As at 31.3.2016 (Rs.)	As at 31.3.2015 (Rs.)
	Provision for Employee Benefits Gratuity (Unfunded)	7,408	9,449
	Leave Encashment (Unfunded)	8,031	11,068
		15,439	20,517

Note 2.9	Long Term Loans and Advances	As at 31.3.2016 (Rs.)	As at 31.3.2015 (Rs.)
	Unsecured, Considered Good Capital Advances	1,363,466	-
		1,363,466	-

Note 2.10	Other Non-Current Assets	As at 31.3.2016 (Rs.)	As at 31.3.2015 (Rs.)
	Unamortised Expenses Preliminary Expenses (to the extent not written-off)	-	23,035
		-	23,035

Note 2.11	Trade Receivables	As at 31.3.2016 (Rs.)	As at 31.3.2015 (Rs.)
	Unsecured, Considered Doubtful Debts Outstanding for a Period Exceeding Six Months	7,223,742	6,816,432
	Unsecured, Considered Good Debts Outstanding for a Period Exceeding Six Months	7,689,955	2,107,201
	Other Debts	28,377,981	11,500,771
		43,291,678	20,424,404
	Less: Provision for Doubtful Debts	722,374	681,643
		42,569,304	19,742,761

Note 2.12	Cash and Cash Equivalents	As at 31.3.2016 (Rs.)	As at 31.3.2015 (Rs.)
	Cash in hand	3,944	11,145
	Balance with Banks		
	In Current Accounts	18,564	2,548,928
	In Fixed Deposit Account (maturity period of less than 12 Months) **	232,601	214,666
	** Pledged as margin money with HDFC Bank for Bank Gurrantee		
		255,109	2,774,739

Note 2.13	Short Term Loans and Advances	As at 31.3.2016 (Rs.)	As at 31.3.2015 (Rs.)
	Unsecured, Considered Good		
	Advances to Suppliers	33,165	12,300
	Staff Loans & Advances	730,196	300,000
	Prepaid Expenses	896,549	265,393
	Service Tax Refundable	3,458,934	3,290,101
	TDS Recoverable	2,404,013	1,844
	Security Deposits	655,741	721,941
	Interest Accrued But Not Due on Fixed Deposit	-	2,335
		8,178,598	4,593,914

DIGICALL GLOBAL PRIVATE LIMITED
NOTES FORMING PART OF THE FINANCIAL STATEMENTS

Note 2.14	Revenue from Operations	For the Year Ended 31.3.2016 (Rs.)	For the Year Ended 31.3.2015 (Rs.)
	Service Charges from Call Center Operations (Foreign)	36,063,615	103,945,319
	Service Charges from Call Center Operations (Domestic)	24,000,000	-
		60,063,615	103,945,319

Note 2.15	Other Income	For the Year Ended 31.3.2016 (Rs.)	For the Year Ended 31.3.2015 (Rs.)
	Amount Written Back	608,403	43,910
	Interest on Fixed Deposit	17,771	18,434
	Sales of Scrap	-	8,130
	Other Income	22,084	95,209
		648,258	165,683

Note 2.16	Employees Benefit Expenses	For the Year Ended 31.3.2016 (Rs.)	For the Year Ended 31.3.2015 (Rs.)
	Salaries and Incentives	25,741,806	45,375,845
	Contribution to Provident and Other Funds	724,245	1,125,981
	Other Employees Benefits	230,792	483,960
		26,696,843	46,985,786

Note 2.17	Finance Cost	For the Year Ended 31.3.2016 (Rs.)	For the Year Ended 31.3.2015 (Rs.)
	Interest Expense	1,038,676	-
	Bank Charges	269,372	92,816
		1,308,048	92,816

Note 2.18	Other Expenses	For the Year Ended 31.3.2016 (Rs.)	For the Year Ended 31.3.2015 (Rs.)
	Payment to auditors:		
	-Statutory Audit Fees	176,000	175,000
	-Tax Audit Fees	25,000	25,000
	Provision for Doubtful Debts	-	681,643
	Amount Written Off	-	907,059
	Electricity & Water Charges	1,812,210	4,315,939
	Rent & hiring Charges	2,889,000	6,480,000
	Rates & Taxes	169,000	1,121,401
	Repair & Maintenance		
	- Equipment	42,874	99,502
	- Others	522,612	400,383
	Communication Expenses	4,133,341	7,534,037
	Travelling, Conveyance & Vehicle Expenses	7,316,607	9,912,669
	Printing & Stationery	34,156	77,863
	Legal & Professional Charges	1,001,615	1,738,582
	Housekeeping & Security Service Charges	1,206,911	2,606,180
	Recruitment Expenses	447,777	440,511
	Call/Data Charges	727,214	3,437,666
	Sales Promotion and Advertisement Expenses	9,165	101,361
	General Expenses	164,325	366,221
	Exchange Fluctuation	(312,874)	1,237,828
	Preliminary Expenses Written Off	23,034	23,034
		20,387,967	41,681,879

DIGICALL GLOBAL PRIVATE LIMITED
NOTE 1- SIGNIFICANT ACCOUNTING POLICIES

i. Basis of Accounting

- i) Financial Statements have been prepared under the historical cost convention in accordance with the generally accepted accounting principles and to comply with Accounting Standards referred to in section 133 of the companies Act 2013 read with Rule 7 of Company (Accounts) Rules 2014, to the extent applicable.
- ii) The company follows the mercantile system of accounting and recognizes the income & expenditure on accrual basis.
- iii) All assets and liabilities have been classified as Current or Non-current as per Company's normal operating cycle. Based on the nature of products and time between acquisition of assets/materials of processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle being a period of one year for the purpose of classification of assets and liabilities as current and non-current.

ii. Use of Estimates

The preparation of the financial statements requires the management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent assets and liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Examples of such estimates include provisions for doubtful debts, income taxes and intangible assets.

The management periodically assesses using external and internal sources, whether there is an indication that an asset may be impaired. Impairment occurs where the carrying value exceeds the present value of future cash flows expected to arise from the continuing use of the asset and its eventual disposal. The impairment loss to be expensed is determined as the excess of the carrying amount over the higher of the asset's net sales price or present value as determined above. Contingencies are recorded when it is probable that a liability will be incurred, and the amount can be reasonably estimated. Where no reliable estimate can be made; a disclosure is made as contingent liability. Actual results could differ from those estimates.

iii. Fixed Assets and Depreciation

- i) Fixed assets are stated at cost, less accumulated depreciation. Costs directly attributable to the purchase of fixed assets are capitalized until fixed assets are ready for use.

An Intangible asset is recognized, where it is probable that the future economic benefits attributable to the assets will flow to the enterprise and where its cost can be reliably measured.
- ii) Depreciation on tangible fixed assets upto year ended 31st March 2014 is provided on a pro-rata basis on the Straight Line Method at the rates and in the manner prescribed under Schedule XIV to the Companies Act, 1956.

Effective from 1st April 2014, depreciation is charged on the basis of useful life of fixed assets. The Company has adopted useful life of fixed assets as given in Part 'C' of Schedule II of the Companies Act, 2013 in respect of all fixed assets.
- iii) Intangible assets i.e. Business Rights & Goodwill are depreciated over the period of five years.
- iv) An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount.

iv. Revenue Recognition

The Company drives its revenue primarily from Call Centre Operations, which are provided on both time and fixed-price and call basis. Revenue from Services is recognized when respective service is rendered and accepted by the customer. Interest income is recognized on a time proportion basis taking into

account the amount outstanding and the rate applicable. Revenue is shown net of sales tax, Service Tax and applicable discounts and allowances.

v. **Foreign Currency Transactions**

Expenditure in foreign currency is accounted at the exchange rate prevalent when such expenditure is incurred. Exchange differences are recorded when the amount actually received on sales or actually paid when expenditure is incurred, is converted into Indian Rupees. The exchange differences arising on foreign currency transactions are recognized as income or expense in the period in which they arise except in respect of liabilities for acquisition of fixed assets, where such exchange difference is adjusted in the carrying cost of the respective fixed asset.

Monetary current assets and monetary current liabilities that are denominated in foreign currency are translated at the exchange rate prevalent at the date of the balance sheet. The resulting gain or loss is also recorded in the Statement of Profit and Loss.

vi. **Borrowing Costs**

Interest and other costs in connection with the borrowing of funds to the extent related/attributed to the acquisition/construction of qualifying fixed assets are capitalized upto the date when such assets are ready for its intended use and other borrowing costs are charged to Statement of Profit and Loss.

vii. **Taxation**

Tax expense for the year comprises of current tax and deferred tax.

Income tax is computed using the tax effect accounting method, where tax is accrued in the same period the related revenue and expense arises. Provision is made for income tax annually based on the tax liability computed, after considering tax allowances and exemptions.

The differences that result between the profit considered for income taxes and the profit as per the financial statements are identified, and thereafter a deferred tax asset or deferred tax liability is recorded for timing differences, namely the differences that originate in one accounting period and reverse in another, based on the tax effect of the aggregate amount being considered. The tax effect is calculated on the accumulated timing differences at the end of an accounting period based on prevailing enacted or substantially enacted regulations. Deferred tax assets are recognized only if there is reasonable certainty that they will be realized and are reviewed for the appropriateness of the respective carrying values at each balance sheet date.

viii. **Earnings per Share**

Basic Earnings Per Share is calculated by dividing the net profit after tax for the year (including the post-tax effect of extraordinary items, if any) attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

ix. **Miscellaneous Expenses**

Preliminary Expenses are amortized over a period of five years from the year of commencement of operations.

x. **Contingent Liabilities**

Depending on the facts of each case, and after evaluation of relevant legal aspects, the Company makes a provision when there is a present obligation as a result of a past event where the outflow of economic resources is probable and a relevant estimate of the amount of obligation can be made. The disclosure is made for all possible or present obligations that may but probably will not require outflow of resources as contingent liability in the financial statement.

DIGICALL GLOBAL PRIVATE LIMITED
OTHER ADDITIONAL NOTES

2.19 - Contingent Liabilities

- Claims against the company, not acknowledged as debts amount to Rs. Nil (Previous year Rs. 78,941/-).
- Bonus payable for FY 2014-15 of Rs. 402,330/-. Pursuant to enactment of The Payment of Bonus (Amendment) Act 2015 by the Ministry of Law & Justice, whereby the ceiling on bonus, which was Rs 3,500 for an employee, was doubled retrospectively from 1st April, 2014 to Rs 7,000 or the minimum wage for the scheduled employment, as fixed by the appropriate Government, whichever is higher. Upon representation from various industry bodies by way of writ petitions in various State High Court challenging the retrospective effect from FY 2014-15, several high courts have stayed the retrospectively operation temporarily. For all above stay orders, it is clarified that the amendment would take effect from FY 2015-16 onwards. Considering the above stay orders of various high courts, management is of the view that additional liability for Bonus for FY 2014-15 would not arise.
- The Company periodically reviews all its long term contracts to assess for any material foreseeable losses. Based on such review wherever applicable, the Company has made adequate provisions for these long term contracts in the books of account as required under any applicable laws/accounting standards.
- As at March 31, 2016 the Company did not have any outstanding long term derivative contracts.

2.20 - Estimated amount of unexecuted capital contracts (net of advance) - Rs.Nil (Previous year Rs. Nil).

2.21 - Earnings per Share (EPS)

Basic and diluted Earnings Per Share [EPS] Comparison with previous year

Particulars	As at March 31, 2016	As at March 31, 2015
Basic		
Profit after tax as per accounts (Rs.)	281,656	3,429,785
Weighted average number of shares outstanding	5,500,000	527,397
Basic EPS (Rs.)	0.05	6.50
Diluted		
Profit after tax as per accounts (Rs.)	281,656	3,429,785
Weighted average number of shares outstanding	5,500,000	527,397
Add: Weighted average number of potential equity shares on account of employee stock options	-	-
Weighted average number of shares outstanding	5,500,000	527,397
Diluted EPS (Rs.)	0.05	6.50
Face Value per Share (Rs.)	10	10

2.22 - Deferred Tax

Particulars	As at March 31, 2016 (Rs.)	As at March 31, 2015 (Rs.)
Deferred Tax Assets		
Accrued Employee Costs	433,300	444,749
Provision for Doubtful Debts	223,214	210,628
Carry Forward Business Losses	2,362,964	4,690,179
Relating to Depreciation on Fixed Assets	2,872,012	626,774
Deferred Tax Liabilities		
Relating to Depreciation on Fixed Assets	-	-
Net Deferred Tax Assets/(Liabilities)	5,891,490	5,972,330

The management is of the view that currently the requirement of virtual certainty and convincing evidence as enunciated in Accounting Standard 22 relating to 'Accounting for Taxes on Income' is not met and therefore, Deferred Tax Assets (Net) have not been carried in the financial statements. Accordingly, the Company has not recognized the Deferred Tax Asset as at 31st March, 2016.

2.23 - Earnings in Foreign Exchange

Particulars	For the year ended March 31, 2016 (Rs.)	For the year ended March 31, 2014 (Rs.)
Call Centre Operations	36,063,615	103,945,319

2.24 - Expenditure in Foreign Currency

Particulars	For the year ended March 31, 2016 (Rs.)	For the year ended March 31, 2015 (Rs.)
Travelling Expenses	235,306	-
Consultancy Fees	-	598,310
	235,306	598,310

2.25 - Foreign Currency Exposure

The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:-

Particulars	As at 31 st March 2016		As at 31 st March 2015	
	Foreign Currency	INR	Foreign Currency	INR
Trade Receivable	USD 231,048.10	15,325,420	USD 308,323.36	19,297,959
	GBP 17,103.86	1,626,406	GBP 12,183.06	1,126,446
Trade payable	USD 1,471.08	97,577	USD 1,335.38	83,581

2.26 - Employee Benefits

The disclosures required under Accounting Standard 15 on "Employee Benefits", are given below:

A. Defined Contribution Plan

Contribution to Defined Contribution Plan, maintained under the Employees Provident Fund Scheme by the Central Government, is charged to Statement of Profit and Loss Account as under:

Particulars	For the year ended March 31, 2016 (Rs.)	For the year ended March 31, 2015 (Rs.)
Employer's Contribution to Provident Fund*	639,601	697,078

*Included in Employer's Contribution to Provident and other Funds

B. Defined Benefit Plan

Actuarial assumptions

Particular	Gratuity		Leave Encashment	
	2015-16	2014-15	2015-16	2014-15
Discount Rate (per annum)	8.00%	8.00%	8.00%	8.00%
Rate of increase in compensation levels	5.00%	5.00%	5.00%	5.00%

Table Showing changes in present value of obligations

Particular	Gratuity (Rs.)		Leave Encashment (Rs.)	
	2015-16	2014-15	2015-16	2014-15
Present Value of obligation as at the beginning of the period	790,145	674,581	320,033	250,886
Present Value of obligation as at the end of the period	539,039	790,145	236,326	320,033

Amounts to be recognized in balance sheet

Particular	Gratuity		Leave Encashment	
	2015-16	2014-15	2015-16	2014-15
Present Value of obligation as at the end of the period	539,039	790,145	236,326	320,033
Fair value of plan assets as at the end of the period	-	-	-	-
Net asset/ (liability) recognized in Balance Sheet	539,039	790,145	236,326	320,033
Funded Status	(539,039)	(790,145)	(236,326)	(320,033)

Amounts to be recognized in Statement of Profit and Loss

Particular	Gratuity		Leave Encashment	
	2015-16	2014-15	2015-16	2014-15
Current Service Cost	222,078	353,302	129,615	199,560
Past Service Cost	Nil	Nil	Nil	Nil
Interest Cost	63,385	53,966	25,673	20,071
Expected Return on Plan Assets	Nil	Nil	Nil	Nil
Curtailment Cost/(Credit)	Nil	Nil	Nil	Nil
Settlement Cost/(Credit)	Nil	Nil	Nil	Nil
Net Actuarial (gain)/loss recognized in the period	(140,361)	94,814	7,015	175,753
Expenses recognized in the Statement of Profit & Loss	145,112	502,082	162,303	395,384

Current and Non-Current Liability:

Particulars	Current Liability		Non Current Liability		Total Liability	
	2015-16	2014-15	2015-16	2014-15	2015-16	2014-15
Gratuity	7,408	9,449	531,631	780,696	539,039	790,145
Leave Encashment	8,031	11,068	2,28,295	308,965	236,326	320,033

2.27 The Company has amounts due to suppliers under The Micro, Small and Medium Enterprises Development Act 2006 as at March 31, 2016. The disclosure pursuant to the said Act is as under:

Particulars	As at March 31, 2016	As at March 31, 2015
Principal amount due to suppliers under MSMED Act, 2006	-	-
Interest accrued, due to suppliers under MSMED Act on the above amount, and unpaid	-	-
Payment made to suppliers (other than interest) beyond the appointed day during the year	-	-
Interest paid to suppliers under MSMED Act (other than Section 16)	-	-
Interest due and payable towards suppliers under MSMED Act for payments already made	-	-
Interest accrued and remaining unpaid at the end of the year to suppliers under MSMED Act	-	-

2.28 Segment Reporting

The Company's operations predominantly relate to providing Call Center Services related services for international clients as well as domestic clients. Accordingly, segments have been identified in line with Accounting Standard on Segment Reporting 'AS-17'. Domestic Call Centre and Overseas Call Centre Services are primary business segments. Details of business segments are as follows:

	Business Segments				Total	
	Domestic Call Centre		Overseas Call Centre			
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Segment Revenue						
Revenue From Operations	24,000,000	-	36,063,615	103,945,319	60,063,615	103,945,319
Segment Result	17,617,616	-	(17,984,218)	1,844,359	(366,602)	1,844,359
Unallocated Income					648,258	165,683
Profit Before tax					281,656	2,010,042
Deffered tax					-	(1,419,743)
Profit after tax					281,656	3,429,785
Other Information						
Segment assets	26,450,464	-	34,199,840	44,270,829	60,650,304	44,270,829
Segment liabilities	4,078,255	-	21,966,620	9,947,055	26,044,875	9,947,055
Depreciation	-	-	12,037,359	13,340,478	12,037,359	13,340,478
Capital Expenditure	-	-	3,184,806	26,093	3,184,806	26,093

2.29 Related Party Disclosures

Related Party Disclosures as required by Accounting Standard-18:

a. List of Related Parties and Relationships

Relationship	Related Party
Ultimate Holding Company	MN Venture Private Limited
Holding Company	Media Matrix World Wide Limited
Immediate Holding Company	Digicall Teleservices Pvt. Ltd
Fellow Subsidiary Companies	Digivive Services Private Limited Media Matrix Enterprises Private Limited Digivision Wireless Private Limited NexG Devices Private Limited
Key management personnel	N.A
Relatives of key management personnel	N.A.

b. Nature of transactions –

The transactions entered into with the related parties during the year along with related balances as at 31st March 2016 are as under:

Particulars	Digicall Teleservices Private Limited	
	Immediate Holding Company	
Relationship	31-3-2016	31-3-2015
Nature of Transaction:-		
Interest Expenses	938,114	-
Services rendered (Income)	24,000,000	-
Debit Notes received (Expenses)	5,906,121	13,611,754
Payment made against Debit Notes	5,906,121	13,611,754
Loan/Advance Taken	56,125,555	69,297,677
Loan/Advance Repaid	56,125,555	84,723,793
Closing Balances		
Sundry Debtors	24,050,464	-
Short Term Loan and Advance- Liabilities	NIL	NIL

2.30 Subsequent to allotment of 50,00,000 equity shares on 30th March 2015, the paid up share capital of the company stands increased to Rs. 5,50,00,000/- which requires the company to appoint a Whole time Company Secretary in accordance with the provisions of Section 203 of the Companies Act, 2013. The Company is looking for a suitable qualified Company Secretary to comply with the above provisions of the Companies Act, 2013.

2.31 Loans & advances, trade receivables / payables and other current / non-current assets are reviewed annually and in the opinion of the Management do not have a value on realization in the ordinary course of business, less than the amount at which they are stated in the Balance Sheet.

The response to letters sent, requesting confirmation of balances has been insignificant. In the management's opinion, in the event of any disparity in the balances, any consequential adjustments required on reconciliation of the balances will not be material in relation to the financial statements of the Company and the same will be adjusted in the financial statements as and when the reconciliation is completed.

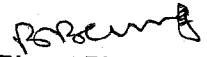
2.32 Previous year's figures have been regrouped, rearranged and reclassified, wherever necessary to conform to current year's classification.

As per our Audit Report of even date attached
For **Oswal Sunil & Company**
Chartered Accountants
Firm Reg. No : 016520N

For and on behalf of the Board of Directors

CA Sunil Bhansali
Partner
Membership No: 054645
Place: New Delhi
Date:


Sunil Batra
Director
(DIN - 02188254)


Bharat Bhushan Chugh
Director
(DIN - 00472532)