

HCL INVESTMENTS PTE. LTD.

(Incorporated in Singapore. Registration Number: 201025217Z)

ANNUAL REPORT

For the financial year ended 30 June 2012

HCL INVESTMENTS PTE. LTD.
(Incorporated in Singapore)

ANNUAL REPORT
For the financial year ended 30 June 2012

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HCL INVESTMENTS PTE. LTD.

DIRECTORS' REPORT

For the financial year ended 30 June 2012

The directors present their report to the members together with the audited financial statements for the financial year ended 30 June 2012.

Directors

The directors in office at the date of this report are as follows:

Sandeep Kanwar
Sundaram Sridharan

Arrangements to enable directors to acquire shares or debentures

Neither at the end of nor at any time during the financial year was the Company a party to any arrangement whose object was to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

Directors' interests in shares or debentures

According to the register of directors' shareholdings, none of the directors holding office at the end of the financial year had any interest in the shares or debentures of the Company or its related corporations, except as follows:

	Holdings registered in the name of director	
	At <u>30.06.2012</u>	At <u>30.06.2011</u>
Ultimate holding corporation – HCL Infosystems Ltd.		
Sandeep Kanwar	9,855	9,855

Directors' contractual benefits

Since the end of the previous financial period, no director has received or become entitled to receive a benefit by reason of a contract made by the Company or a related corporation with the director or with a firm of which he is a member or with a company in which he has a substantial financial interest, except as disclosed in this report, and except that all directors receive remuneration as a result of their employment with related corporations.

HCL INVESTMENTS PTE. LTD.

DIRECTORS' REPORT

For the financial year ended 30 June 2012

Share options

No options were granted during the financial year to subscribe for unissued shares of the Company.

No shares have been issued during the financial year by virtue of the exercise of options to take up unissued shares of the Company.

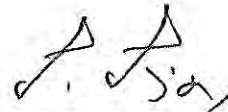
There were no unissued shares of the Company under option at the end of the financial year.

Independent auditor

The independent auditor, PricewaterhouseCoopers LLP, has expressed its willingness to accept re-appointment.



SANDEEP KANWAR
Director



SUNDARAM SRIDHARAN
Director

7 December 2012

HCL INVESTMENTS PTE. LTD.

STATEMENT BY DIRECTORS

For the financial year ended 30 June 2012

In the opinion of the directors,

- (a) the financial statements as set out on pages 5 to 21 are drawn up so as to give a true and fair view of the state of affairs of the Company at 30 June 2012 and of the results of the business, changes in equity and cash flows of the Company for the financial year then ended; and
- (b) at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.



SANDEEP KANWAR
Director



SUNDARAM SRIDHARAN
Director

7 December 2012

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
HCL INVESTMENTS PTE. LTD.**

Report on the Financial Statements

We have audited the accompanying financial statements of HCL Investments Pte. Ltd. (the "Company") set out on pages 5 to 21, which comprise the balance sheet as at 30 June 2012, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows for the financial year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Singapore Companies Act (the "Act") and Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair profit and loss accounts and balance sheets and to maintain accountability of assets.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of 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 the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

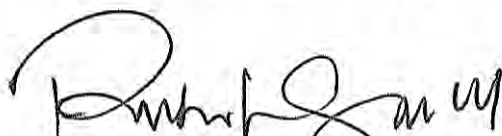
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements of the Company are properly drawn up in accordance with the provisions of the Act and Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Company as at 30 June 2012, and of the results, changes in equity and cash flows of the Company for the financial year ended on that date.

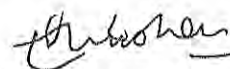
Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records required by the Act to be kept by the Company have been properly kept in accordance with the provisions of the Act.



PricewaterhouseCoopers LLP
Public Accountants and Certified Public Accountants

Singapore, 7 December 2012



APPROVED
FOR PARTNER'S SIGNATURE

HCL INVESTMENTS PTE. LTD.

STATEMENT OF COMPREHENSIVE INCOME

For the financial year ended 30 June 2012

	Note	Financial year ended 30.6.2012 US\$	For the financial period from 29.11.2010 (date of incorporation) to 30.6.2011 US\$
Revenue	3	1,072,373	613,173
Expenses			
- Allowance for impairment of investment in a joint venture	8	(800,000)	-
- Bank charges		(201,421)	(68,248)
- Legal and professional fees		(13,312)	(7,504)
- Audit fees		(23,242)	(4,474)
- Other		(6,142)	(6,874)
Profit before income tax		28,256	526,073
Income tax expense	4	(138,853)	(58,000)
(Loss)/profit after tax		(110,597)	468,073
Total comprehensive (loss)/income		(110,597)	468,073

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

HCL INVESTMENTS PTE. LTD.**BALANCE SHEET***As at 30 June 2012*

	Note	As at 30.6.2012 US\$	As at 30.6.2011 US\$
ASSETS			
Current assets			
Cash at bank	5	823,347	405,523
Other receivables	6	914,159	544,924
Loan to a subsidiary	7	300,000	-
		<u>2,037,506</u>	<u>950,447</u>
Non-current assets			
Investment in a joint venture	8	56,517	1,256,517
Investment in a subsidiary	9	15	-
		<u>56,532</u>	<u>1,256,517</u>
Total assets		<u>2,094,038</u>	<u>2,206,964</u>
LIABILITIES			
Current liability			
Other payables	10	22,708	405,890
Current income tax liability	4	138,853	58,000
Total liabilities		<u>161,561</u>	<u>463,890</u>
NET ASSETS		<u>1,932,477</u>	<u>1,743,074</u>
EQUITY			
Share capital	11	1,575,001	1,275,001
Retained earnings		357,476	468,073
Total equity		<u>1,932,477</u>	<u>1,743,074</u>

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

HCL INVESTMENTS PTE. LTD.

STATEMENT OF CHANGES IN EQUITY
For the financial year ended 30 June 2012

	Note	Share capital US\$	Retained earnings US\$	Total US\$
2012				
Beginning of financial year		1,275,001	468,073	1,743,074
Shares issued during the year	11	300,000	-	300,000
Total comprehensive loss		-	(110,597)	(110,597)
End of financial year		1,575,001	357,476	1,932,477
2011				
Issuance of ordinary shares for the purpose of incorporation	11	1	-	1
Shares issued during the period	11	1,275,000	-	1,275,000
Total comprehensive income		-	468,073	468,073
End of financial period		1,275,001	468,073	1,743,074

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

HCL INVESTMENTS PTE. LTD.**STATEMENT OF CASH FLOWS***For the financial year ended 30 June 2012*

	Financial year ended 30.6.2012 US\$	For the financial period from 29.11.2010 (date of incorporation) to 30.6.2011 US\$
Cash flows from operating activities		
(Loss)/profit after tax	(110,597)	468,073
Adjustments for:		
- Allowance for impairment of investment in a joint venture	800,000	-
- Income tax expense	138,853	58,000
- Dividend income	(109,055)	(103,881)
Operating cash flows before working capital changes	719,201	422,192
Change in working capital		
- Other receivable	(473,116)	(441,043)
- Other payables	16,818	5,890
Cash generated from/(used in) operating	262,903	(12,961)
Income tax paid	(58,000)	-
Net cash provided by/(used in) operating activities	204,903	(12,961)
Cash flows from investing activity		
Acquisition of joint venture	-	(856,517)
Acquisition of subsidiary	(15)	-
Dividend received	212,936	-
Net cash provided by/(used in) investing activities	212,921	(856,517)
Cash flow from financing activities		
Loan to a subsidiary	(300,000)	-
Proceeds from issuance of ordinary shares	300,000	1,275,001
Net cash provided by financing activities	-	1,275,001
Net increase in cash and cash equivalents	417,824	405,523
Cash at bank at beginning of financial year/date of incorporation	405,523	-
Cash at bank at end of financial year/period	823,347	405,523

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

HCL INVESTMENTS PTE. LTD.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2012

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. General information

The Company is incorporated and domiciled in Singapore. The address of its registered office is 1, North Bridge Road, #19-04/05 High Street Centre, Singapore 179094.

The principal activity of the Company is that of an investment holding company. The principal activity of its subsidiary is disclosed in Note 9.

2. Significant accounting policies

2.1 Basis of preparation

The financial statements have been prepared in accordance with Singapore Financial Reporting Standards ("FRS"). The financial statements have been prepared under the historical cost convention, except as disclosed in the accounting policies below.

The preparation of these financial statements in conformity with FRS requires management to exercise its judgement in the process of applying the Company's accounting policies. It also requires the use of certain critical accounting estimates and assumptions.

Interpretations and amendments to published standards effective in 2012

On 1 July 2011, the Company adopted the new or amended FRS and Interpretations to FRS ("INT FRS") that are mandatory for application from that date. Changes to the Company's accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS and INT FRS.

The adoption of these new or amended FRS and INT FRS did not result in substantial changes to the Company's accounting policies and had no material effect on the amounts reported for the current or prior financial years.

HCL INVESTMENTS PTE. LTD.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2012

2. Significant accounting policies (continued)

2.2 Revenue recognition

Revenue comprises the fair value of the consideration received or receivable for the rendering of services in the ordinary course of the Company's activities

Revenue is recognised as follows:

(a) Rendering of service – Management services

Management service revenue from the joint venture is recognised when the service is provided.

(b) Dividend income

Dividend income is recognised when the right to receive payment is established.

2.3 Consolidation

The financial statements are the separate financial statements of the Company. The Company is exempted from the preparation of consolidated financial statements as the Company is a wholly-owned subsidiary of HCL Infosystems Ltd., a company incorporated in India, listed on the Bombay Stock Exchange which publishes consolidated financial statements available for public use. The registered office of HCL Infosystems Ltd. is 806, Siddharth, 96, Nehru Place, New Delhi - 110 019.

2.4 Investment in joint venture

Joint venture is an entity over which the Company has contractual arrangements to jointly share the control over the economic activity of the entity with one or more parties.

Investment in joint venture is stated at cost less accumulated impairment losses in the balance sheet.

On disposal of investment in joint venture, the difference between disposal proceeds and the carrying amounts of the investments are recognised in profit or loss.

2.5 Investment in a subsidiary

Investment in a subsidiary is stated at cost less accumulated impairment losses in the balance sheet. On disposal of investment in a subsidiary, the difference between net disposal proceeds and the carrying amount of the investment is recognised in profit or loss.

HCL INVESTMENTS PTE. LTD.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2012

2. Significant accounting policies (continued)

2.6 Income taxes

Current income tax is recognised at the amount expected to be paid to or recovered from the tax authorities.

Deferred income tax is recognised for all temporary differences except when the deferred income tax arises from the initial recognition of an asset or liability that affects neither accounting nor taxable profit or loss at the time of the transaction.

Current and deferred income tax is measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date, and are recognised as income or expenses in profit or loss, except to the extent that the tax arises from a transaction which is recognised directly in equity.

2.7 Impairment of non-financial assets

Investments in subsidiary and joint venture

Investments in joint venture and subsidiary are reviewed for impairment whenever there is any objective evidence or indication that these assets may be impaired.

If the recoverable amount of the asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. The difference between the carrying amount and recoverable amount is recognised as an impairment loss in profit or loss.

An impairment loss for an asset is reversed if, and only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. The carrying amount of this asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of accumulated depreciation) had no impairment loss been recognised for the asset in prior years. A reversal of impairment loss for an asset is recognised in profit or loss.

2.8 Loans and receivables

Cash at bank

Other receivables

Loan to a subsidiary

Cash at bank, other receivables and loan to a subsidiary are initially recognised at their fair values plus transaction costs and subsequently carried at amortised cost using the effective interest method, less accumulated losses.

HCL INVESTMENTS PTE. LTD.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2012

2. Significant accounting policies (continued)

2.8 Loans and receivables (continued)

Cash at bank

Other receivables

Loan to a subsidiary

The Company assesses at each balance sheet date whether there is objective evidence that these financial assets are impaired and recognises an allowance for impairment when such evidence exists. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy and default or significant delay in payments are objective evidence that these financial assets are impaired.

The carrying amount of these assets is reduced through the use of an impairment allowance account which is calculated as the difference between the carrying amount and the present value of estimated future cash flows, discounted at the original effective interest rate.

2.9 Other payables

Other payables represent unpaid liabilities for goods and services provided to the Company prior to the end of financial year. They are classified as current liabilities if payment is due within one year or less (or in the normal operating cycle of the business, if longer). If not, they are presented as non-current liabilities.

Other payables are initially measured at fair values, and subsequently carried at amortised cost, using the effective interest method.

2.10 Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents include deposits with financial institutions which are subject to an insignificant risk of change in value.

2.11 Currency translation

The financial statements are presented in United States Dollar, which is the functional currency of the Company.

Transactions in a currency other than United States Dollar ("foreign currency") are translated into United States Dollar using the exchange rates at the dates of the transactions. Currency translation differences resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at the closing rates at the balance sheet date are recognised in profit or loss.

HCL INVESTMENTS PTE. LTD.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2012

2. Significant accounting policies (continued)

2.12 Fair value estimation of financial assets and liabilities

The fair values of current financial assets and liabilities carried at amortised cost approximate their carrying amounts.

The fair values of non-current financial liabilities carried at amortised cost are estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Company for similar financial liabilities.

2.13 Share capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issuance of new ordinary shares are deducted against the share capital account.

3. Revenue

	Financial year ended 30.6.2012 US\$	For the financial period from 29.11.2010 (date of incorporation) to 30.6.2011 US\$
Management fees from a joint venture	963,318	509,292
Dividend income from a joint venture	109,055	103,881
	<u>1,072,373</u>	<u>613,173</u>

4. Income taxes

(a) Income tax expense

	Financial year ended 30.6.2012 US\$	For the financial period from 29.11.2010 (date of incorporation) to 30.6.2011 US\$
Tax expense attributable to profit is made up of:		
Current income tax	121,193	58,000
Underprovision of current tax in preceding financial period	17,660	-
	<u>138,853</u>	<u>58,000</u>

HCL INVESTMENTS PTE. LTD.**NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 30 June 2012***4. Income taxes (continued)****(a) Income tax expense (continued)**

The tax on profit before tax differs from the theoretical amount that would arise using the Singapore standard rate of income tax as follows:

	Financial year ended 30.6.2012 US\$	For the financial period from 29.11.2010 (date of incorporation) to 30.6.2011 US\$
Profit before income tax	<u>28,256</u>	<u>526,073</u>
Tax calculated at a tax rate of 17% (2011: 17%)	4,804	89,432
Effects of:		
- Expenses not deductible for tax purposes	136,598	11,602
- Income not subject to tax	(20,647)	(17,660)
- Effect of tax exemption and tax relief	-	(25,374)
- Other	438	-
Tax charge	<u>121,193</u>	<u>58,000</u>

(b) Movements in current income tax liabilities

	As at 30.6.2012 \$	As at 30.6.2011 \$
Beginning of financial year/period	58,000	-
Tax payable on results for current financial year/ period	138,853	58,000
Income tax paid	(58,000)	
End of financial year/period	<u>138,853</u>	<u>58,000</u>

5. Cash at bank

At the balance sheet date, the carrying amount of cash at bank approximates its fair value and is denominated in United States Dollar.

HCL INVESTMENTS PTE. LTD.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2012

6. Other receivables

	As at 30.6.2012 US\$	As at 30.6.2011 US\$
Due from holding corporation (non-trade)	1	1
Amount due from a joint venture (non-trade)	914,158	544,923
	<u>914,159</u>	<u>544,924</u>

The non-trade balances due from holding corporation and a joint venture are interest-free, unsecured, repayable on demand and are denominated in United States Dollar. The carrying amounts approximate their fair values.

7. Loan to a subsidiary

	As at 30.6.2012 US\$	As at 30.6.2011 US\$
Loan to a subsidiary	<u>300,000</u>	-

The loan to a subsidiary is interest-free, unsecured, repayable on demand and is denominated in United States Dollar. The carrying amount approximates its fair value.

8. Investment in a joint venture

	As at 30.6.2012 US\$	As at 30.6.2011 US\$
<i>Equity investments at cost</i>		
Beginning of financial year/period	1,256,517	-
Add: Additions	-	1,256,517
Less: Adjustment to investment (note a)	(400,000)	-
Less: Allowance for impairment (note b)	(800,000)	-
End of financial year/period	<u>56,517</u>	<u>1,256,517</u>

HCL INVESTMENTS PTE. LTD.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2012

8. Investment in a joint venture (continued)

Details of the joint venture are as follows:

<u>Name of company</u>	<u>Principal activity</u>	<u>Country of incorporation and place of business</u>	<u>Percentage of equity held</u>	
			<u>30.6.2012</u> %	<u>30.6.2011</u> %
Techmart Telecom Distribution FZCO	Trading in electronic, electronic and telecommunication products	Dubai, Jebel Ali Free Zone	20	20

- (a) At 30 June 2011, US\$400,000 of the acquisition cost was not paid to the vendor (Note 10) subject to the joint venture meeting certain performance targets.

At 30 June 2012, the performance targets have not been met and the US\$400,000 was no longer required. This was adjusted against the cost of investment at 30 June 2012.

- (b) At 30 June 2012, the Board of Directors of the joint venture approved plans to liquidate the joint venture. The joint venture has commenced liquidation subsequent to the financial year end. Management assessed the estimated recoverable amount of the investment and recorded an impairment charge of US\$800,000 in the current financial year.

9. Investment in a subsidiary

	<u>As at 30.6.2012</u> <u>US\$</u>	<u>As at 30.6.2011</u> <u>US\$</u>
<i>Equity investments at cost</i>		
Beginning of financial year/period	-	-
Additions	15	-
End of the financial year/period	<u>15</u>	<u>-</u>

Detail of the subsidiary is as follows:

<u>Name of company</u>	<u>Principal activities</u>	<u>Country of incorporation and principal place of business</u>	<u>Equity holding</u>	<u>Cost of investment</u>
			<u>30.6.2012</u> %	<u>30.6.2012</u> <u>US\$</u>
HCL Infosystems South Africa (Pty) Limited	Providing IT and computer software services and placement of IT professionals	South Africa	100	15

HCL INVESTMENTS PTE. LTD.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2012

9. Investment in a subsidiary (continued)

On 9 May 2011, the Company incorporated HCL Infosystems South Africa (Pty) Limited ("HISA").

10. Other payables

	As at 30.6.2012 US\$	As at 30.6.2011 US\$
Deferred consideration payable for investment in joint venture	-	400,000
Due to related corporation	4,257	-
Accrued operating expenses	18,451	5,890
	<u>22,708</u>	<u>405,890</u>

The non-trade amounts due to related corporations are interest-free, unsecured and repayable on demand.

At the balance sheet date, the carrying amounts of other payables approximate their fair values and are denominated in United States Dollar.

11. Share capital

	No. of ordinary shares	Amount
	<u>Issued share capital</u>	<u>Share capital US\$</u>
2012		
Beginning of financial year	1,275,001	1,275,001
Shares issued	300,000	300,000
End of financial year	<u>1,575,001</u>	<u>1,575,001</u>
2011		
At date of incorporation	1	1
Shares issued	1,275,000	1,275,000
End of financial period	<u>1,275,001</u>	<u>1,275,001</u>

All issued ordinary shares are fully paid. There is no par value for these ordinary shares.

Fully paid ordinary shares carry one vote per share and carry a right to dividends as and when declared by the Company.

HCL INVESTMENTS PTE. LTD.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2012

11. Share capital (continued)

On 4 November 2011, the Company issued 300,000 ordinary shares with no par value to the immediate and ultimate holding corporation for a cash consideration of US\$300,000.

The newly issued shares ranked parri passu with the previously issued shares.

12. Contingent liabilities

Contingent liabilities, excluding those relating to investment in joint venture (Note 8) and the investment in joint venture, of which the probability settlement is not remote at the balance sheet date, are as follows:

The Company issued corporate guarantee to a financial institution for borrowings of the joint venture of up to US\$10 million(2011: US\$13 million) to guarantee the performance of obligations by the joint venture in relation to issue a Stand-by Letter of Credit sanctioned to the joint venture by the bank. These guarantees were financial guarantees as they required the Company to reimburse the banks if the joint venture defaulted to certain terms and conditions as stipulated in the agreements.

The management was confident that the joint venture, though possible, as not probable that they would not incur default and accordingly no provision for any liability was made in these financial statements.

13. Financial risk management

Financial risk factors

The Company's activities expose it to market risk (including currency risk and interest rate risk), credit risk, liquidity risk and capital risk.

(a) Market risk

(i) *Currency risk*

The Company's business operations are not exposed to significant foreign currency risks as it has no significant transactions denominated in foreign currencies.

(ii) *Interest rate risk*

The Company has insignificant financial assets or liabilities that are exposed to interest rate risk.

HCL INVESTMENTS PTE. LTD.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2012

13. Financial risk management (continued)

(b) Credit risk

The Company has no significant concentration of credit risk.

For cash at bank, the Company adopts the policy of dealing with financial institutions and other counterparties with high credit ratings. The maximum exposure to credit risk for each class of financial assets is the carrying amount of that class of financial instrument presented on the balance sheet. The Company's major classes of financial assets are amounts due from related corporations.

(i) *Financial assets that are neither past due nor impaired*

Cash at bank is neither past due nor impaired and is placed with bank with high credit-rating as determined by international credit-rating agencies. The amounts due from related corporations are recoverable in full.

(ii) *Financial assets that are past due and/or impaired*

There are no financial assets that are past due and/or impaired.

(c) Liquidity risk

The Company manages liquidity risk by maintaining sufficient cash to enable it to meet its operational requirements.

The table below analyses the maturity profile of the Company's financial liabilities based on contractual undiscounted cash flows:

	<u>Less than 1 year</u>	
	2012	2011
	US\$	US\$
Other payables	22,708	405,890

(d) Capital risk

The Company's objectives when managing capital are to ensure that the Company is adequately capitalised and to maintain an optimal capital structure. Total capital is calculated as equity as shown in the balance sheet.

The Company is not subject to any externally imposed capital requirements.

HCL INVESTMENTS PTE. LTD.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2012

13. Financial risk management (continued)

(e) Financial instruments by category

The aggregate carrying amounts of loans and receivables and financial liabilities at amortised cost are as follows:

	2012 US\$	2011 US\$
Loans and receivables	2,037,506	950,447
Financial liabilities at amortised cost	<u>22,708</u>	<u>405,890</u>

14. Immediate and ultimate holding corporation

The Company's immediate and ultimate holding corporation is HCL Infosystems Ltd., a company incorporated in India.

15. Related party transactions

(a) In addition to the information disclosed elsewhere in the financial statements, the following transactions took place between the Company and related parties at terms agreed between the parties:

	Financial year ended 30.6.2012 US\$	For the financial period from 29.11.2010 (date of incorporation) to 30.6.2011 US\$
Management fees received from joint venture	963,319	509,292
Dividend income received from joint venture	109,055	103,881
Payments made on behalf of the joint venture	<u>198,057</u>	<u>58,248</u>

16. Comparatives

During the previous financial period, the Company prepared its financial statements for the period from date of incorporation, 29 November 2010 to 30 June 2011. Hence, the comparative information in the statement of comprehensive income, statement of changes in equity, statement of cash flows and related notes are not comparable with that of the current year.

HCL INVESTMENTS PTE. LTD.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2012

17. Subsequent events

Subsequent to the financial year, the Company:

- issued 200,000 ordinary shares for US\$200,000 cash for the purpose of additional investment in a subsidiary; and
- made an additional investment of US\$200,000 in the subsidiary, HCL Infosystems South Africa (Pty) Limited.

18. New accounting standards and FRS interpretations

Certain new accounting standards, amendments and interpretations to existing standards have been published that are mandatory for accounting periods beginning on or after 1 July 2012. The Company does not expect the adoption of those accounting standards or interpretations to have a material impact on the Company's financial statements.

19. Authorisation of financial statements

These financial statements were authorised for issue in accordance with a resolution of the Board of Directors of HCL Investments Pte. Ltd. on 7 December 2012.