


Pimpri Chinchwad eServices Limited  
Balance Sheet as at June 30, 2015

	Notes	As at 30.06.2015 ₹/Lakhs	As at 30.06.2014 ₹/Lakhs
<b>Equity and Liabilities:</b>			
<b>Shareholders' funds</b>			
Share capital	2, 3	5.00	5.00
Reserves and surplus	3	(5.68)	(5.12)
<b>Current Liabilities</b>			
Trade payables	5	0.76	0.23
<b>Total equity and liabilities</b>		<b>0.08</b>	<b>0.11</b>
<b>Assets:</b>			
<b>Non Current Assets</b>			
Fixed assets	4	-	0.03
- Tangible assets			
<b>Current Assets</b>			
Cash and cash equivalents	6	0.08	0.08
<b>Total Assets</b>		<b>0.08</b>	<b>0.11</b>
<b>Significant Accounting Policies</b>	1		

This is the Balance Sheet referred to in our report of even date

The notes referred to above form an integral part of the Balance Sheet

For S D Chopra & Associates  
Chartered Accountants  
Firm Registration Number-003789N

  
S D Chopra  
Proprietor  
Membership Number 82537

For and on behalf of the Board of Directors

  
SG Murali  
Group CFO

  
Sunil Kumar Srivastava  
Director

  
Sashi Sekhar Mishra  
Director

Place : Noida  
Date : August 20, 2015

Pimpri Chinchwad eServices Limited  
Statement of Profit and Loss for the year ended June 30, 2015

	<u>Notes</u>	<u>Year ended 30.06.2015 ₹/Lakhs</u>	<u>Year ended 30.06.2014 ₹/Lakhs</u>
<b>Revenue</b>			
Revenue from operations		-	-
Other income		-	-
<b>Expenses</b>			
Depreciation and amortization expense	4	0.03	0.05
Other expenses	7	0.53	0.46
		<u>0.56</u>	<u>0.51</u>
<b>Profit/(Loss) before exceptional and extraordinary items and tax</b>		(0.56)	(0.51)
Exceptional items		-	-
<b>Profit/(Loss) before extraordinary items and tax</b>		(0.56)	(0.51)
Extraordinary items		-	-
<b>Profit/(Loss) before tax</b>		(0.56)	(0.51)
Tax expense			
- Current tax		-	-
- Deferred tax		-	-
<b>Profit/(Loss) for the year (a+b)</b>		<u>(0.56)</u>	<u>(0.51)</u>
<b>Earning per equity share (in ₹)</b>			
Basic (of ₹ 10/- each)		(1.12)	(1.02)
Diluted (of ₹ 10/- each)		(1.12)	(1.02)

**Significant Accounting Policies**


1

This is the Statement of Profit and Loss referred to in our report of even date

The notes referred to above form an integral part of the Statement of Profit and Loss

For S D Chopra & Associates  
Chartered Accountants  
Firm Registration Number-003789N

For and on behalf of the Board of Directors

  
S D Chopra  
Proprietor  
Membership Number 82537

  
SG Murali  
Group CFO

  
Sunil Kumar Srivastava  
Director

  
Sashi Sekhar Mishra  
Director

Place : Noida

Dated : August 20, 2015

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Pimpri Chinchwad eServices Limited


Cash Flow Statement for the Year ended June 30 2015

Particulars	Year ended 30.06.2015 ₹/Lakhs	Year ended 30.06.2014 ₹/Lakhs
<b>A. Cash Flow from Operating Activities:</b>		
Net Profit / (Loss) before Tax	(0.56)	(0.51)
Adjustments for :		
Depreciation	0.03	0.05
Operating Profit/(Loss) before working capital changes	(0.53)	(0.46)
Adjustments for :		
Increase / (Decrease) in Trade Payables	0.53	0.00
Cash used in operations	-	(0.46)
<b>Net Cash used in operating activities</b>	<b>-</b>	<b>(0.46)</b>
<b>B. Cash Flow from Investing Activities :</b>		
Sale/(Purchase) of Fixed Assets	-	-
<b>Net Cash generated from (used in) Investing Activities</b>	<b>-</b>	<b>-</b>
<b>C. Cash Flow from Financing Activities :</b>		
Net cash generated from (used in) financing activities	-	-
<b>Net Increase/ (Decrease) in Cash &amp; Cash Equivalents (A+B+C)</b>	<b>-</b>	<b>(0.46)</b>
Cash & Cash Equivalents, beginning of the year	0.08	0.54
Cash & Cash Equivalents, end of the year	0.08	0.08
<b>Net Increase/ (Decrease) as disclosed above</b>	<b>-</b>	<b>(0.46)</b>

This is the Cash Flow Statement referred to in our report of even date

For and on Behalf of Board of Directors

For S. D. Chopra & Associates  
Chartered Accountants  
Firm Registration Number-003789N

  
S. D. Chopra  
Proprietor  
M. No. 82537

  
SG Murali  
Group CFO

  
Sunil Kumar Srivastava  
Director

  
Sashi Sekhar Mishra  
Director

Place : Noida

Date : August 20, 2015

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## **Pimpri Chinchwad eServices Limited**

### **1. Significant Accounting Policies**

#### **A. Background**

Pimpri Chinchwad eServices Limited (hereinafter referred as "the Company") was incorporated on September 21, 2010 to carry on the business of Electronic Services provider and other Internet Enabled Services including Consultancy, Networking, Trading, Advertising, Retailing, Promoting, Publishing and others, and to Buy, Lease, or otherwise Acquire, and to sell, Lease, or otherwise offer Web Server Space, either in India or outside India.

#### **B. Basis of Accounting**

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Pursuant to Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, till the Standards of Accounting or any addendum thereto are prescribed by Central Government in consultation and recommendation of the National Financial Reporting Authority of the existing Accounting Standard notified under the Companies Act, 1956 shall continue to apply. Consequently these financial statements have been prepared to comply in all material aspects with the Accounting Standards notified under Section 211(3C) (Companies Accounting Standards Rules, 2006, as amended) and other relevant provisions of the Companies Act, 2013.

#### **C. Fixed Assets**

Fixed Assets are stated at cost less depreciation.

#### **D. Depreciation**

- (a) Depreciation on fixed assets of the Company is provided on a pro-rata basis on straight-line method using the useful lives of assets prescribed in Schedule II of the Companies Act, 2013.
- (b) Individual assets costing Rs. 5,000 or less are depreciated / amortised fully in the year of acquisition.

#### **E. Provisions and contingencies**

The company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that probably will not require an outflow of resources or where a reliable estimate of the amount of the obligation cannot be made.

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**F. Use of estimates**

The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period.



**Pimpri Chinchwad eServices Limited**

Notes to the Financial Statements as at June 30, 2015

	<u>As at 30.06.2015 ₹/Lakhs</u>	<u>As at 30.06.2014 ₹/Lakhs</u>
<b>2- Share Capital</b>		
<u>AUTHORISED SHARE CAPITAL</u>		
50,000 Equity Shares (2014- 50,000) of Rs.10/- each	5.00	5.00
<b>TOTAL</b>	<b>5.00</b>	<b>5.00</b>
<u>ISSUED, SUBSCRIBED AND PAID UP SHARE CAPITAL</u>		
50,000 Equity Shares (2014- 50,000) of Rs.10/- each Fully Paid Up	5.00	5.00
<b>TOTAL</b>	<b>5.00</b>	<b>5.00</b>
Notes:		
	<u>As at 30.06.2015 ₹/Lakhs</u>	<u>As at 30.06.2014 ₹/Lakhs</u>
(i) <b>Shares held by Holding Company</b>		
42,500 (2014- 42,500) Equity shares held by HCL Infosystems Limited, the Holding Company.	4.25	4.25
(ii) <b>Terms and Right attached to equity shares:</b>		
The Company has only one class of equity share having a face value of ₹ 10/- each. Each holder of equity shares is entitled to one vote per share.		
In the event of liquidation of the Company, the holders of equity share 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 Shareholders.		
(iii) <b>Shareholders Holding more than 5% of Shares Capital</b>	<u>As at 30.06.2015</u>	<u>As at 30.06.2014</u>
	No of Shares	No of Shares
	% of shares	% of shares
(a) HCL Infosystems Limited	42,500	42,500
(b) IL&FS Environmental Infrastructure And Services Limited	7,500	7,500
	85.00	85.00
	15.00	15.00

*Signature*

**Pimpri Chinchwad eServices Limited**

Notes to the Financial Statements as at June 30, 2015

**3- Movement in Share Capital and Reserve and Surplus**

Particulars	(₹ in Lakhs, except no. of share)		
	No. of Shares	Share Capital	Profit/(loss) Account
As at July 1, 2013	50,000	5.00	(4.61)
Issue of equity shares			
Shares bought back during the year			
Profit/(Loss) for the year			(0.51)
As at June 30, 2014	<u>50,000</u>	<u>5.00</u>	<u>(5.12)</u>
As at July 1, 2014	50,000	5.00	(5.12)
Issue of equity shares			
Shares bought back during the year			
Profit/(Loss) for the year			(0.56)
As at June 30, 2015	<u>50,000</u>	<u>5.00</u>	<u>(5.68)</u>

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Pimpri Chinchwad eServices Limited  
Notes to the Financial Statements as at June 30, 2015

4- Fixed Assets

Particulars	Gross Block			Accumulated Depreciation / Amortisation			Net Block		
	As at 01/07/2014	Addition	Deletions	As at 30/06/2015	As at 01/07/2014	Addition	Deductions	As at 30/06/2015	As at 30/06/2014
<u>Tangible Assets</u>									
Computer	0.16	-	-	0.16	0.13	0.03	-	0.16	0.03
<b>Total</b>	<b>0.16</b>	<b>-</b>	<b>-</b>	<b>0.16</b>	<b>0.13</b>	<b>0.03</b>	<b>-</b>	<b>0.16</b>	<b>0.03</b>
Previous Year	0.16	-	-	0.16	0.08	0.05	-	0.13	-

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**Pimpri Chinchwad eServices Limited**

Notes to the Financial Statements as at June 30, 2015

	<u>As at 30.06.2015 ₹/Lakhs</u>	<u>As at 30.06.2014 ₹/Lakhs</u>
<b>5- Trade Payables</b>		
Trade Payables		
- Outstanding due to other than Micro and Small Enterprises	0.76	0.23
<b>TOTAL</b>	<u>0.76</u>	<u>0.23</u>
<b>6- Cash And Cash Equivalents</b>		
Balances with Banks		
- On Current Account	0.08	0.08
<b>TOTAL</b>	<u>0.08</u>	<u>0.08</u>

**Pimpri Chinchwad eServices Limited**

Notes to the Statement of Profit and Loss for the year ended June 30, 2015

	<u>Year ended 30.06.2015 ₹/Lakhs</u>	<u>Year ended 30.06.2014 ₹/Lakhs</u>
<b>7 - Other Expenses</b>		
Legal and Professional	0.53	0.46
<b>TOTAL</b>	<u>0.53</u>	<u>0.46</u>

*Handwritten mark*

8. Contingent Liabilities

Claims against the company not acknowledged as debts - Rs. Nil (2014- Rs. Nil).

9. Estimated value of contracts capital account remaining to be executed and not provided for amount to Rs. Nil (2014- Rs. Nil).
10. Based on the information available with the Company no enterprise has been identified which is covered under the micro, small and medium enterprises Development Act, 2006. The amount outstanding for the same as on June 30, 2015 is Rs.Nil (2013- Rs. Nil).
11. Remuneration to Auditors (Excluding service tax)

	Amounts in ` Lakhs	
	June 30, 2015	June 30, 2014
As Auditor	0.25	0.20
Out of pocket expenses	0.03	0.03

12. Disclosure of related parties and related party transactions.

a. Holding Company

HCL Infosystems Limited  
(Holds 85% equity share capital of the Company)

b. Company having substantial interest

HCL Corporation Private limited due to substantial interest in voting power

13. The Company's business falls within a single primary business and geographical segment. Accordingly, pursuant to Accounting Standard 17 on 'Segment Reporting', notified under section 211 (3C) of the Companies Act, 1956 read with Rule 7 of the Companies (Accounts) Rules, 2014 & Section 133 of the Companies Act, 2013 as at June 30, 2015, segment information is not required to be disclosed.
14. The earning considered in ascertaining the Company's EPS represent profit for the period after tax. Basic EPS is computed and disclosed using the weighted average number of equity shares outstanding during the period.

Calculation of Earnings per share:

Particulars	30.06.2015	30.06.2014
Profit / (Loss) after tax (` in lakhs)	(0.56)	(0.51)
Weighted average number of shares considered as outstanding in computation of Basic & Diluted EPS	50,000	50,000
Earnings / (Loss) per share - Basic and Diluted (of Rs. 10/- each)	(1.12)	(1.02)

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15. Previous period figures have been regrouped / rearranged to conform to current year presentation.

As per our report on even date attached

For and on Behalf of Board of Directors

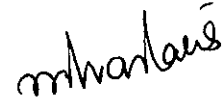
For S D Chopra & Associates  
Chartered Accountants  
Firm Registration Number-003789N



S D Chopra  
Proprietor  
Membership No:82537



SG Murali  
Group CFO



Sunil Kumar Srivastava  
Director



Sashi Sekhar Mishra  
Director

Place : No 1 DA  
Date : August 20, 2015



# **S. D. CHOPRA & ASSOCIATES CHARTERED ACCOUNTANTS**

**512-B, MODI (HEMKUNT) TOWER, 98, NEHRU PLACE, NEW DELHI-110019 Ph. 26425422, 26425622**

## **Independent Auditor's Report**

### **To the Members of PIMPRI CHINCHWAD eSERVICES LIMITED Report on the Financial Statements**

We have audited the accompanying financial statements of Pimpri Chinchwad eServices Limited ('the Company'), which comprise the balance sheet as at 30 June 2015, the statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

### **Management's Responsibility for the Financial Statements**

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 and presentation 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 the 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 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 design, implementation and maintenance of adequate internal financial controls, 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 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 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 the 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 operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the 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 aforesaid 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 30 June 2015 and its profit and its cash flow for the year ended on that date.

## **Report on Other Legal and Regulatory Requirements**

1. As required by 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, a statement on the matters specified in paragraphs 3 and 4 of the order, to the extent applicable :
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 purposes 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, the 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 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 the written representations received from the directors as on 30 June 2015 and taken on record by the Board of Directors, none of the directors is disqualified as on 30 June 2015 from being appointed as a director in terms of Section 164 (2) of the Act; and



- f. With respect to the other matters 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 :
- i. The Company does not have any pending litigations which would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which required to be transferred to the Investor Education and Protection Fund by the Company.

Place: Noida

Date: August 20, 2015

**For S.D. Chopra & Associates**  
Chartered Accountants  
Firm Registration No. 003789N



**S.D. Chopra**  
Proprietor  
Membership No. 082537

## **Annexure to Independent Auditor's Report -30 June 2015**

(Referred to in our report of even date)

1. In respect of its fixed assets:
  - a. The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
  - b. As explained to us, the fixed assets have been physically verified by the management during the year in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the company and nature of its assets. No material discrepancies were noticed on such physical verification.
2. The Company did not have any inventory at the end of the year.
3. 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 Act.
4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of inventory and assets and for the sale of goods and services.
5. In our opinion, and according to the information and explanations given to us, the Company has not accept deposits as per the directives issued by the Reserve Bank of India under the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under.
6. The Central Government has not prescribed maintenance of cost records under Section 148(1) of the Act, for any of the products of the Company.
7. (a) According to the records of the company, the company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, income tax, sales tax, cess and other statutory dues applicable to it.  
  
(b) According to the information and explanations given to us, no undisputed amounts payable in respect of income tax, wealth tax, sale tax, service tax, custom duty and excise duty were outstanding as at 30<sup>st</sup> June, 2015 for a period exceeding six months from the date they became payable.  
  
(c) According to the information and explanation given to us , there are no dues required


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to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made there under.

8. In our opinion, the accumulated losses of the company are more than fifty percent of its net worth. The company has incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
9. In our opinion and according to the information and explanations given to us, the Company does not have any borrowings from financial institution, bank or debenture holders.
10. According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
11. In our opinion and according to the information and explanations given to us, The company has not raised any term loan during the year.
12. According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.

Place: Noida

Date: August 20, 2015

**For S.D. Chopra & Associates**  
Chartered Accountants  
Firm's Registration No. 003789N  
  
**S.D. Chopra**  
Proprietor  
Membership No 082537