

COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED

FINANCIAL STATEMENT FOR THE CALENDAR YEAR ENDED 31ST DECEMBER, 2014

C.A. MUKESH B. ADVANI

B.COM. F.C.A.

M.B. ADVANI & CO

CHARTERED ACCOUNTANTS

302 & 304 -B, "NEELKANTH", 98, MARINE DRIVE, MUMBAI- 400 002.

TEL.: OFFICE : 2281 28 17 , 2281 68 07 * FAX : 2281 68 07

E-mail : mukeshadvani1203@gmail.com

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of M/S COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED ("the Company"), which comprise the Balance Sheet as at December 31, 2014, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a. in the case of the Balance Sheet, of the state of affairs of the Company as at December 31, 2014;
- b. in the case of the Profit and Loss Account, of the profit for the year ended on that date;
- c. in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by section 227(3) of the Act, we report that:
 - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - c) the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d) in our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement comply with the Accounting Standards referred to in subsection (3C) of section 211 of the Companies Act, 1956;
 - e) on the basis of written representations received from the directors as on December 31, 2014, and taken on record by the Board of Directors, none of the directors is disqualified as on December 31, 2014, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.
 - f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

For M.B. ADVANI & CO.
Chartered Accountants
Firm Reg No. 100052W



Mukesh B. Advani
(Proprietor)
Membership No. – 037657
Place: Mumbai
Date: 13 February, 2015

ANNEXURE TO THE AUDITORS' REPORT

Referred to in paragraph (3) of our report of even date on the accounts for the year ended 31st December, 2014, of COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED.

1. (a) The Company has maintained proper records to show full particulars including quantitative details and situation of fixed assets.

(b) The fixed assets are physically verified during the year by the management in accordance with a programme of verification, which in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, the fixed assets have been physically verified by the management, during the year and no material discrepancies between the book records and the physically inventory have been noticed.

(c) In our opinion and according to the information and explanations given to us, a substantial part of fixed assets has not been disposed of by the Company during the year.

2. (a) The company has no inventory, hence this clause is not applicable.

(b) The company has no inventory, hence this clause is not applicable.

(c) The company has no inventory, hence this clause is not applicable.

3. (a) The Company has not granted any loans, secured or unsecured to Companies, firms or other parties covered in the register maintained under section 301 of the Act, and accordingly clauses (iii) (b), (iii) (c) and (iii) (d) of paragraph 4 of the order are not applicable.

(b) According to the information and explanation given to us the Company has not taken any loans, secured or unsecured, from companies, firms or other parties covered in the Register maintained under Section 301 of the Companies Act, 1956, and accordingly clauses (iii) (f) and (iii) (g) are not applicable.

4. In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business for obtaining the services, fixed assets and for rendering the services. Further, on the basis of our examination of the books and records of the Company, and according to the information and explanations given to us, we have neither come across nor have been informed of any continuing failure to correct major weaknesses in the aforesaid internal control procedures.



5. (a) In our opinion and according to the information and explanations given to us, the transactions that need to be entered into the register in pursuance of Section 301 of Act, have been so entered.

(b) In our opinion and according to the information and explanations given to us, the transactions made in pursuance of the contracts or arrangements entered in the register maintained under Section 301 of the Companies Act, 1956 and exceeding the value of Rs. Five Lakhs in respect of any party during the year have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time, except that reasonableness could not be ascertained where comparable quotations are not available having regard to the specialized nature of some of the transactions of the Company.
6. The Company has not accepted any deposits under the provisions of Sections 58A and 58AA of the Act and rules framed thereunder.
7. In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.
8. The Central Government of India has not prescribed the maintenance of cost records under clause (d) of sub-section (1) of Section 209 of the Act for any of the products of the Company.
9. (a) According to records examined by us, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, MVAT, Employees' State Insurance, Income-Tax, Wealth Tax, Customs Duty, Excise Duty, cess and other statutory dues applicable to it with the appropriate authorities.


(b) According to the information and explanations given to us, no undisputed amounts payable in respect of Income-tax, Wealth-tax, Customs Duty, and Excise Duty were outstanding, at the year end for a period of more than six months from the date they became payable.

(c) According to the information and explanations given to us, there are no dues of Sales Tax, Income Tax, Customs Duty, Wealth Tax, Excise Duty or Cess outstanding on account of any dispute.
10. The Company has no accumulated losses as at 31st December, 2014 and it has not incurred any cash losses in the financial year ended on that date or in the immediately preceding financial year.
11. According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of dues to any financial institution or bank or debenture holders as at the balance sheet date.
12. According to the information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares and other securities.
13. The provisions of special statute applicable to chit fund and nidhi/mutual benefit fund/society are not applicable to the Company.
14. In our opinion, the Company is not a dealer or trader in shares, securities, debentures and other investments.



15. According to the information and explanations given to us and the record examined by us, the Company has not given any guarantee for loans taken by others from banks or financial institutions.
16. To the best of our knowledge and belief and according to the information and explanations given to us, no term loans were availed by the Company during the year.
17. On the basis of an overall examination of the balance sheet of the Company, in our opinion and according to the information and explanations given to us, there are no funds raised on a short-term basis which have been used for long- term investment, and vice versa.
18. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under section 301 of the Act during the year.
19. The Company did not issue any debentures during the year.
20. The Company has not raised any money by way of public issue during the year.
21. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of such case by the management.

For M.B.ADVANI & CO.
Chartered Accountants
Firm Reg No. - 100052W


Mukesh B. Advani
(Proprietor)
Membership No. - 037657
Place: Mumbai
Dated: 13 February, 2015

COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED

Balance Sheet as at December 31, 2014

Particulars	Notes	As at	
		December 31, 2014 Rupees	December 31, 2013 Rupees
<u>EQUITY AND LIABILITIES</u>			
Shareholders' Funds			
Share Capital	3	500,000	500,000
Reserves and Surplus	4	70,962,449	61,250,207
Non-current liabilities			
Trade payables	5	6,540,791	2,407,847
Provisions	6	570,954	342,168
Current liabilities			
Trade payables	7	2,149,970	9,831,095
Other liabilities	8	1,788,328	254,758
Provisions	9	1,909,048	3,776,432
TOTAL		84,421,540	78,362,507
<u>ASSETS</u>			
Non-current assets			
Fixed Assets			
Tangible assets	10	17,596,927	9,098,100
Deferred tax assets (Net)	11	4,061,702	1,961,637
Loans and advances	12	7,487,110	4,620,972
Other Assets	13	135,095	-
Current assets			
Other Assets	14	126,681	848,306
Trade Receivables	15	16,120,487	8,646,607
Cash and bank balances	16	38,203,568	48,797,758
Loans and advances	17	689,970	4,389,127
TOTAL		84,421,540	78,362,507
Summary of significant accounting policies	2		

The accompanying notes are an integral part of the financial statements.

Auditor's Report

Signed in terms of separate report of even date.

M.B. ADVANI & CO.

Chartered Accountants

Firm Reg No - 100052W

Mukesh Advani

Proprietor

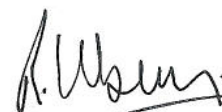
Membership No. - 037657

Date: February 13, 2015

For And On Behalf Of The Board Of
Directors



Ravishankar Gedela
Director



Raman Überoi
Director

Date: February 13, 2015

COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED
Statement of Profit & Loss for the calendar year ended 31 December 2014

Particulars	Notes	Year ended December 31, 2014 Rupees	Year Ended December 31, 2013 Rupees
INCOME			
Income from operations	18	72,417,863	82,477,994
Other Income	19	2,500,102	2,794,472
TOTAL		74,917,965	85,272,466
EXPENDITURE			
Personnel expenses	20	38,681,908	44,787,089
Establishment expenses	21	13,123,914	16,279,114
Other expenses	22	6,804,594	6,959,139
Depreciation	10	2,752,853	2,157,103
TOTAL		61,363,269	70,182,445
Profit Before Exceptional And Extraordinary Items And Tax		13,554,696	15,090,021
Exceptional Item		-	-
Profit Before Extraordinary Items And Tax		13,554,696	15,090,021
Extraordinary Items		-	-
Profit Before Tax		13,554,696	15,090,021
Tax Expense			
Current tax		5,942,520	5,688,769
Deferred tax charge / (Benefit)		(2,100,066)	(2,479,322)
Total tax expense		3,842,454	3,209,447
Profit after tax		9,712,242	11,880,574
Profit for the year from operations		9,712,242	11,880,574
Earnings per share : Nominal value of Rs.10 per share :			
Basic		194.24	237.61
Diluted		194.24	237.61
Number of Shares used in Computing Basic & Diluted Earning Per Share		50,000	50,000
Summary of significant accounting policies	2		

The accompanying notes are an integral part of the financial statements.

Auditor's Report

Signed in terms of separate report of even date.

M.B. ADVANI & CO.

Chartered Accountants

Firm Reg No - 100052W

Mukesh Advani

Proprietor

Membership No.- 037657

Date: February 13, 2015

For And On Behalf Of The Board Of
Directors

Ravishankar Gedela

Ravishankar Gedela
Director

Raman Uberoi

Raman Uberoi
Director

Date: February 13, 2015

COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED

Notes Forming Part of the Financial Statements for the calendar year ending 31 December 2014

1 Nature of Operations

The Company is in the business of providing Researched Data Processing services.

1.1 Basis of Preparation of Financial Statement

The financial statements have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP) under the historical cost convention on an accrual basis in compliance with all material aspect of the Accounting Standards notified under the Companies Act, 1956 read with General Circular 08/2014 dated 04 September 2014, issued by the Ministry of Corporate Affairs, in respect of Section 133 of the Companies Act, 2013. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

2 Summary of Significant Accounting Policies

2.1 Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

2.2 Fixed Assets

Fixed assets are stated at cost, less accumulated depreciation and impairment losses if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Items of fixed asset held for disposal are stated at lower of the net book value and net realisable value and are shown under other current assets.

2.3 Depreciation

Depreciation is provided on all the assets under Written-Down value Method on pro-rata basis on the assets, which were in use during the year at the rates prescribed in Schedule XIV of the Companies Act, 1956. If the assets are purchased during the year, depreciation is provided on pro – rata basis from the date the assets are installed. In case the assets are sold, depreciation is provided on the same upto the date of sale on pro – rata basis. The perpetual software licenses are depreciated over a period of three (3) years. The non-perpetual licenses are written off in the license period.

Assets	Schedule XIV Rates (WDV)
Furniture & Fixtures	18.10%
Office Equipments	13.91%
Computers	40.00%
Vehicles	25.89%

Leasehold Improvements are amortized over the lease term or useful life of the asset, whichever is lower.

Fixed assets having original cost of less than Rs. 5,000 individually, are depreciated fully in the year / period of purchase.

2.4 Impairment

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's net selling price and value in use.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

2.5 Operating Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased term 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.

2.6 Investments

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried 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 recognise a decline other than temporary in the value of the investments.

2.7 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.

Income from Operations

Income from Operations comprises of Income from Researched Data Processing Services and same is recognised for on accrual basis when the service has been provided and in accordance with the terms and contracts entered into between the company and the counter party.

Interest Income

Revenue is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED

Notes Forming Part of the Financial Statements for the calendar year ending 31 December 2014

2.8 Retirement and other employee benefits

Retirement benefits in the form of Provident Fund is a defined contribution scheme and the contributions are charged to the Statement of Profit and Loss of the year when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective authorities.

The Company provides gratuity a defined benefit plan to the eligible employees. Gratuity liability is provided for on the basis of an actuarial valuation on projected unit credit method made at the end of each financial year.

Short term compensated absences are provided for based on estimates. Long term compensated absences are provided for based on actuarial valuation. The actuarial valuation is done as per projected unit credit method.

2.9 Foreign Currency Transactions

Initial Recognition

Foreign currency transactions are recorded in reporting currency by applying to the foreign currency amounts, the monthly average exchange rates for the respective periods in which the transaction takes place.

Conversion

Foreign currency monetary items are reported using the closing rates. Non monetary items which are carried in terms of historical costs denominated in a foreign currency are reported using the exchange rate at the date of transaction.

Exchange Difference

Exchange differences relating to long term monetary items, arising during the year, such differences are accumulated in the "Foreign Currency Monetary Item Translation Account" and amortised to the Statement of Profit and Loss over the balance life of the long term monetary item. All other exchange differences are recognised as income or expense in the Statement of Profit and Loss.

Non-monetary items carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rate that existed, when the values were determined. Exchange differences arising as a result of the above are recognised as income or expense in the Statement of Profit and Loss.

2.10 Taxes On Income

Tax expense comprises of current and deferred. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act of 1961 enacted in India. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each balance sheet date, the Company re-assesses unrecognised deferred tax assets. It recognises unrecognised deferred tax assets to the extent that it has become reasonably certain that sufficient future taxable income will be available against which such deferred tax assets can be realised.

The carrying amount of Deferred Tax Assets are reviewed at each Balance Sheet date. The Company writes down the carrying amount of a Deferred Tax Asset to the extent it is no longer reasonably or virtually certain, as the case may be, that sufficient future taxable income will be available against which Deferred Tax Asset can be realised. Any such write down is reversed to the extent that it becomes reasonably or virtually certain, as the case may be, that sufficient future taxable income will be available.

2.11 Segment Reporting Policies

Segment Policies:

The Company mainly is in the business of providing Researched Data Processing Services and primarily concentrated in one geographical location. Hence there is only one segment of business.

2.12 Earnings Per Share

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

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

2.13 Provisions

A provision is recognised when an enterprise has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

2.14 Cash and Cash Equivalents

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

COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED

Notes to financial statements for the calendar year ended 31 December 2014

	December 31, 2014 Rupees	December 31, 2013 Rupees
3 Share Capital		
Authorised Capital: 50,000 Equity Shares of Rs.10/- each	500,000	500,000
Issued, Subscribed and Paid Up: 50,000 Equity Shares of Rs.10/- each fully paid up (P.Y. 50,000 shares of Rs.10/- each)	500,000	500,000
Total	500,000	500,000
(a) Reconciliation of the shares outstanding at the beginning and at the end of the period		
<i>Equity shares</i>		
	December 31, 2014	
	Rupees	Nos.
At the beginning of the period (face value of Rs. 10/- per share)	500,000	50,000
Add: Shares issues during the year	-	-
Outstanding at the end of the period	500,000	50,000
	December 31, 2013	
	Rupees	Nos.
At the beginning of the year (face value of Re. 10/- per share)	500,000	50,000
Add: Shares issues during the year	-	-
Outstanding at the end of the year	500,000	50,000
(b) Terms/ rights attached to equity shares		
The company has only one class of equity shares having par value of Rs.10/- per share. Each holder of equity shares is entitled to one vote per share.		
In the event of liquidation of the Company, the holders of equity shares 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 company and/ or their subsidiaries/ associates		
Out of equity shares issued by the company, shares held by its holding company, ultimate holding company and their subsidiaries/ associates are as below:		
	December 31, 2014 Rupees	December 31, 2013 Rupees
Particulars		
50,000 Equity Shares of Rs.10/- are held by CRISIL Ltd (Holding Company)	500,000	500,000
(d) Details of shareholders holding more than 5% shares in the company		
Name of the shareholder	December 31, 2014	
	% holding in the class	Nos.
<i>Equity shares of Rs. 10/-each fully paid</i>		
CRISIL Ltd	100.00%	50,000
Name of the shareholder	December 31, 2013	
	% holding in the class	Nos.
<i>Equity shares of Rs. 10/- each fully paid</i>		
CRISIL Ltd	100.00%	50,000

COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED

Notes to financial statements for the calendar year ended 31 December 2014

COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED			
Notes to financial statements for the calendar year ended 31 December 2014			
4	Reserves and Surplus	December 31, 2014 Rupees	December 31, 2013 Rupees
	Surplus:		
	<u>Surplus/ (deficit) in the statement of profit and loss</u>		
	Opening balance	61,250,207	49,369,634
	Profit for the year	9,712,242	11,880,573
	Net surplus in the statement of profit and loss	70,962,449	61,250,207
	Total	70,962,449	61,250,207
5	Trade Payables	December 31, 2014 Rupees	December 31, 2013 Rupees
	<u>Non-Current</u>		
	Trade payables (Refer note no.24)	6,540,791	2,407,847
	Total	6,540,791	2,407,847
6	Provisions	December 31, 2014 Rupees	December 31, 2013 Rupees
	<u>Non-Current</u>		
	Provision for employee benefits		
	Provision for gratuity liability	570,954	342,168
	Total	570,954	342,168
7	Trade Payables	December 31, 2014 Rupees	December 31, 2013 Rupees
	<u>Current</u>		
	Trade Payables (Refer note no.24)	2,149,970	9,831,095
	Total	2,149,970	9,831,095
8	Other liabilities	December 31, 2014 Rupees	December 31, 2013 Rupees
	<u>Current</u>		
	Other Current Liabilities	1,788,328	254,758
	Total	1,788,328	254,758
9	Provisions	December 31, 2014 Rupees	December 31, 2013 Rupees
	<u>Current</u>		
	Provision for employee benefits		
	Provision for gratuity liability	911,462	1,040,620
	Provision for Leave encashment	997,586	1,329,205
		1,909,048	2,369,825
	<u>Other provisions</u>		
	Provision for tax (net of advance tax)	-	1,406,607
	Total	1,909,048	3,776,432

COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED

10. Fixed Assets

in Rupees											
	Gross Block at Cost				Accumulated Depreciation/Amortization				Net Block		
	As on January 1, 2014	Additions	Deductions / Adjustments	As on December 31, 2014	Up to January 1, 2014	For the Period	Deductions / Adjustments	Up to December 31, 2014	As on December 31, 2014	As on December 31, 2013	As on December 31, 2012
Tangible assets											
Furniture & Fixtures	1,085,460	275,839		1,361,299	765,437	94,724		860,161	501,138		320,022
Office Equipments	4,797,568	686,546		5,484,114	1,600,271	603,672		2,203,943	3,280,172		3,197,297
Computers	3,956,879		43,943	3,912,936	2,993,013	382,766	36,682	3,339,097	573,839		963,866
Vehicles	1,285,626			1,285,626	550,971	190,219		741,190	544,436		734,655
Leasehold Improvements	4,916,784	10,296,555		15,213,339	1,034,524	1,481,472		2,515,996	12,697,342		3,882,260
Total	16,042,317	11,258,940	43,943	27,257,314	6,944,216	2,752,853	36,682	9,660,387	17,596,927		9,098,100
	Gross Block at Cost				Accumulated Depreciation/Amortization				Net Block		
	As on January 1, 2013	Additions	Deductions / Adjustments	As on December 31, 2013	Up to January 1, 2013	For the Period	Deductions / Adjustments	Up to December 31, 2013	As on December 31, 2013	As on December 31, 2012	As on December 31, 2011
Tangible assets											
Furniture & Fixtures	1,159,089	-	73,629	1,085,460	743,890	75,125	53,578	765,437	320,022		415,199
Office Equipments	7,769,413	427,335	3,399,180	4,797,568	3,596,317	581,956	2,578,003	1,600,271	3,197,297		4,173,096
Computers	4,621,411	49,800	714,332	3,956,879	3,103,144	748,303	858,433	2,993,014	963,865		1,518,267
Vehicles	1,285,626	-	-	1,285,626	292,867	258,104	-	550,971	734,655		992,759
Leasehold Improvements	4,916,784	-	-	4,916,784	540,909	493,615	-	1,034,524	3,882,260		4,375,875
Total	19,752,323	477,135	4,187,141	16,042,317	8,277,127	2,157,103	3,490,014	6,944,217	9,098,100		11,475,196

COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED

Notes to financial statements for the calendar year ended 31 December 2014

11 Deferred Taxes		December 31, 2014 Rupees	December 31, 2013 Rupees
<u>Deferred tax Liability</u>			
Due to leave encashment		-	242,691
<u>Deferred tax asset</u>			
Due to fixed assets		1,512,885	1,374,365
Due to rent equalisation reserve		1,132,016	374,989
Due to leave encashment		448,922	-
Due to Bonus		509,583	-
Due to gratuity		458,296	454,974
Net deferred tax asset		4,061,702	1,961,637
12 Loans and Advances		December 31, 2014 Rupees	December 31, 2013 Rupees
<u>Non-Current</u>			
<u>Unsecured, considered good</u>			
Advance income-tax (net of provision for taxation)		2,866,138	-
Sundry Deposits		4,620,972	4,620,972
Total		7,487,110	4,620,972
13 Other Assets		December 31, 2014 Rupees	December 31, 2013 Rupees
<u>Non-Current</u>			
Interest accrued on Fixed Deposit		35,095	-
<u>Other bank balances</u>			
– Deposits with original maturity more than 12 months		100,000	-
Total		135,095	-
14 Other Assets		December 31, 2014 Rupees	December 31, 2013 Rupees
<u>Current</u>			
Interest Accrued on Fixed Deposit		126,681	848,306
Total		126,681	848,306
15 Trade Receivables		December 31, 2014 Rupees	December 31, 2013 Rupees
<u>Current</u>			
<u>Unsecured, considered good unless stated otherwise</u>			
Unsecured, considered good		16,120,487	8,646,607
Total		16,120,487	8,646,607
16 Cash and bank balances		December 31, 2014 Rupees	December 31, 2013 Rupees
<u>Cash and cash equivalents</u>			
(i) Cash in hand		-	-
(ii) Balances with banks:			
– In current accounts		15,670,813	11,777,612
– Deposits with original maturity within 3 months		146,684	7,500,000
		15,817,497	19,277,612
<u>Other bank balances</u>			
– Deposits with original maturity between 3 to 12 months		22,386,071	29,520,146
Total		38,203,568	48,797,758
17 Loans and Advances		December 31, 2014 Rupees	December 31, 2013 Rupees
<u>Current</u>			
<u>Unsecured, considered good</u>			
Advances recoverable in cash or kind		153,143	3,859,951
Cenvat Credit receivable		235,919	-
Prepaid expenses		183,410	496,128
Other loans and advances		63,610	-
Loans and advances to employees		53,888	33,048
Total		689,970	4,389,127

COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED

Notes to financial statements for the calendar year ended 31 December 2014

18 Income from operations		
	December 31, 2014 Rupees	December 31, 2013 Rupees
Researched Data Processing Services	72,417,863	82,477,994
Total	72,417,863	82,477,994
19 Other income		
	December 31, 2014 Rupees	December 31, 2013 Rupees
Interest income	2,500,102	1,906,283
Foreign Exchange Gain	-	888,189
Total	2,500,102	2,794,472
20 Personnel expenses		
	December 31, 2014 Rupees	December 31, 2013 Rupees
Salaries, wages and bonus	35,711,719	40,027,728
Contribution to:		
Provident fund	390,639	498,794
Other fund	210,340	2,006,186
Staff welfare expenses	2,369,210	2,254,381
Total	38,681,908	44,787,089
21 Establishment Expenses		
	December 31, 2014 Rupees	December 31, 2013 Rupees
Repairs and Maintenance-Building	2,082,750	1,989,402
Repairs and Maintenance-Others	1,661,871	3,196,775
Electricity	1,225,601	1,850,717
Communication expenses	969,862	1,474,677
Insurance	31,729	48,622
Rates and Taxes	1,000	-
Premises rent (Refer note no.30)	7,151,101	7,718,921
Total	13,123,914	16,279,114
22 Other Expenses		
	December 31, 2014 Rupees	December 31, 2013 Rupees
Foreign Exchange Loss	1,728,436	-
Printing and Stationery	53,981	132,450
Travelling & Conveyance	1,861,736	2,579,109
Bank charges	113,223	36,736
Professional fees	2,605,996	2,752,386
Loss on Sale of Fixed Assets	7,260	697,128
Auditors' remuneration (Refer Note 27)	80,000	102,416
Miscellaneous Expense	101,978	475,790
Membership and subscription	251,984	183,123
Total	6,804,594	6,959,139

COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED

Notes Forming Part of the Financial Statements for the calendar year ending 31 December 2014

23 Details of Contingent liabilities are as under :

Disputed Income Tax Demand for A.Y. 2010-11 & A.Y. 2011-12 pending before Appellate Authority in respect of which the Company is in appeal Rs 26,83,680/- & Rs 69,82,429/- Respectively

24 The Company has a process of identification of 'suppliers' registered under the "The Micro, Small and Medium Enterprises Development ('MSMED') Act, 2006" by obtaining confirmations from suppliers. There are no Micro, Small and Medium Enterprises, as defined in the Micro, Small, Medium Enterprises Development Act, 2006 to whom any amount was payable on account of principal amount or interest, accordingly no additional disclosures have been made.

25 Payment in Foreign Currency

Amount remitted during the year in foreign currency, on account of expenses

Particulars	December 31, 2014 Rupees	December 31, 2013 Rupees
Foreign Travel	63,611	529,539
Total	63,611	529,539

26 Earning in foreign currency Rs. 72,417,863 (P.Y. Rs. 82,477,993)

27 Auditors' Remuneration includes :

Particulars	December 31, 2014 Rupees	December 31, 2013
Audit Fees	80,000	76,416
Other Certificates	-	26,000
Total	80,000	102,416

28 Segment Reporting

Business Segments:

The Company's main business is to provide researched data processing services. The business operations of the company are primarily concentrated in one geographical location. As such, there is no separate reportable segment as per accounting standard 17 on segment reporting.

29 List of Related Parties

Parties	Relationship
<u>Related parties where control exists</u>	
CRISIL Limited	Holding Company
Coalition Development Ltd, UK	Fellow Subsidiary
Mercator Info Services India Pvt Ltd	Fellow Subsidiary

Related Party Disclosure

Name of the related party	Nature of transaction	December 31, 2014 Rupees	December 31, 2013 Rupees
Coalition Development Ltd, UK	Service Income	72,417,861	82,477,993
	Reimbursement of Expense Charged	-	337,965
	Amount Receivable	16,120,487	8,646,607
CRISIL Limited	Share Capital Outstanding	500,000	500,000
	Reimbursement of expenses	172,026	-
Mercator Info Service India Pvt Ltd	Reimbursement of Expense Paid	3,123,848	3,433,457
	Amount Payable	384,090	672,235

30 Operating Lease

The Company has taken office premises on cancelable operating lease basis and which have a price escalation clause. Details as regards payments and future commitments are as under :

Particulars	December 31, 2014	December 31, 2013 Rupees
Lease Payment recognised in the Statement of Profit and Loss	7,151,101	7,718,921
Future Minimum Lease Payments :		
Not later than One Year	-	5,465,669
Later than One Year & not later than Five Years	-	-
Later than Five Years	-	-
Total	-	5,465,669

COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED

Notes Forming Part of the Financial Statements for the calendar year ending 31 December 2014

31 Employee Retiral Benefits : (AS 15)(As per Actuarial Valuation Report)

In accordance with the Payment of Gratuity Act, 1972 the Company provides for gratuity, a defined benefit retirement plan covering eligible employees of the Company. The Gratuity Plan provides a lump-sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and tenure of employment with the Group.

The following tables summarise the components of net benefit expense recognised in the Statement of Profit and Loss and the funded status and amounts recognised in the Balance Sheet for the respective plans.

Statement of Profit and Loss:

Net employee benefit expense (recognised in Employee Cost)

Particulars	December 31, 2014 Rupees	December 31, 2013 Rupees
Current Service cost	409,328	294,045
Interest cost on defined benefit obligation	263,346	229,053
Expected return on plan assets	(127,385)	(126,484)
Net actuarial loss recognised in the year	(334,949)	291,545
Net Gratuity Benefit Expense	210,340	688,159

Balance Sheet:

Details of Provision for Gratuity Benefit

Particulars	December 31, 2014 Rupees	December 31, 2013 Rupees
Present value of funded obligations	2,877,273	2,846,983
Less: Fair value of plan assets	1,394,857	1,464,195
Net Liability/(Assets)	1,482,416	1,382,788

Changes in the present value of the defined benefit obligation are as follows:

Particulars	December 31, 2014 Rupees	December 31, 2013 Rupees
Opening Defined Benefit Obligation	2,846,983	2,776,395
Current Service Cost	409,328	294,045
Interest Cost	263,346	229,053
Actuarial (gain)/loss	(316,585)	315,303
Benefits paid	(325,799)	(767,813)
Closing Defined Benefit Obligation	2,877,273	2,846,983

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

Particulars	December 31, 2014 Rupees	December 31, 2013 Rupees
Opening Fair value of plan assets	1,464,195	1,533,142
Expected return on plan assets	127,385	126,484
Actuarial gain/ (loss)	18,364	23,758
Contribution by employer	110,712	548,624
Benefits paid	(325,799)	(767,813)
Closing Fair Value of Plan Assets	1,394,857	1,464,195

Experience Adjustment

Particulars	December 31, 2014 Rupees	December 31, 2013 Rupees
On plan liability(gain)/losses	(480,888)	(249,311)
On plan assets(losses)/gains	18,364	23,758

The principal assumptions used in determining Gratuity for the Company's plans is as below:

Particulars	December 31, 2014	December 31, 2013
Discount Rate	8.18%	9.25%
Estimated rate of return on plan assets	8.70%	8.70%
Attrition Rate	12.00%	12.00%
Salary Escalation	6.00%	6.00%

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.

32 Details of unhedged foreign exposure

Particulars	December 31, 2014 Rupees		December 31, 2013 Rupees	
	Assets	Liabilities	Assets	Liabilities
Currency				
GBP	16,120,487	-	13,092,532	-
Total	16,120,487	-	13,092,532	-

COALITION DEVELOPMENT SYSTEMS (INDIA) PRIVATE LIMITED

Notes Forming Part of the Financial Statements for the calendar year ending 31 December 2014

3 Previous period comparatives

Previous period figures have been regrouped where necessary to conform to current year's classification.

Auditor's Report

Signed in terms of separate report of even date.

M.B. ADVANI & CO.

Chartered Accountants

Firm Reg No. - 100052W




Mukesh Advani

Proprietor

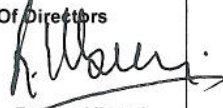
Membership No. - 037657

Date: February 13, 2015

For And On Behalf Of The Board Of Directors



Ravishankar Gedela
Director



Baman Ubgroi
Director

Date: February 13, 2015