

Director's Report

To the Members,

The Directors are pleased to present the Eleventh Annual Report of Pipal Research Analytics and Information Services India Private Limited, along with the audited accounts for the year ended December 31, 2014.

FINANCIAL SUMMARY

A summary of the Company's financial performance in 2014 is given below:

(Rupees in lakh)

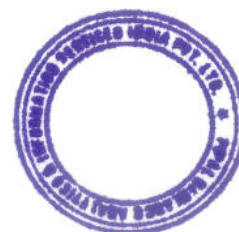
Particulars	Year ended December 31, 2014	Year ended December 31, 2013
Total Income for the year	2,827.06	3,271.67
Profit / (Loss) before depreciation	510.58	577.90
Depreciation	141.69	148.33
Profit / (Loss) before Tax	368.89	429.57
Provision for tax	123.81	130.97
Profit / (Loss) After Tax	245.08	298.60

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under Section 211(3C) of the Companies Act, 1956 ("the 1956 Act") (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 ("the 2013 Act") in terms of Rule 7 of The Companies (Accounts) Rules 2014) and the relevant provisions of the 1956 Act/ 2013 Act, as applicable and guidelines issued by the Securities and Exchange Board of India ("SEBI"). Accounting policies have been consistently applied except where a newly issued accounting standard, if initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. Management evaluates all recently issued or revised accounting standards on an ongoing basis. The Company discloses stand-alone audited financial results on a quarterly and an annual basis, consolidated un-audited financial results on a quarterly basis and consolidated audited financial results on an annual basis.

Revenue from operations of your Company for the year was Rs. 28.27 crore, against Rs. 32.71 crore in the previous year. Overall operational expense for the year was Rs 24.58 crore, against Rs 28.42 crore in the previous year. Profit after Tax for the year at Rs. 2.45 crore, was lower by 18% over Rs. 2.99 crore, in the previous year.

VOLUNTARY DISCLOSURES UNDER COMPANIES ACT, 2013

The provisions with respect to preparation of financial statements and Board's Report under the Companies Act, 2013 are applicable for companies whose financial year had commenced on or after April 1, 2014. Since our financial year commenced on January 1, 2014, the provisions with respect to preparation of financial statements and the contents of Board's Report are not applicable to us for the year under review. We have, however, voluntarily made certain additional disclosures prescribed under the new Act in the Board's Report.



REVIEW OF OPERATIONS - 2014

During the year under review, an extensive market outreach plan coupled with a focus on productisation provided growth momentum. With a balanced mix of introductory meetings and rigorous follow-ups, we have cemented relationships with existing clients, initiated fresh engagements, entered new geographies and gained traction for our products.

We have added 18 new logos and successfully revived many dormant relationships. Our investments and efforts, including a new data analytics offering, are expected to deliver results in 2015. As always, and in our perma-quest for excellence, we kept focus through the year on skills development and quality initiatives.

NUMBER OF MEETINGS OF THE BOARD

The Board meets at regular intervals to discuss and decide on Company / business policy and strategy apart from other Board business.

The notice of Board meeting is given well in advance to all the Directors. Usually, meetings of the Board are held in Mumbai. The Agenda of the Board meetings is circulated at least a week prior to the date of the meeting. The Agenda for the Board meetings includes detailed notes on the items to be discussed at the meeting to enable the Directors to take an informed decision.

The Board met four times in financial year 2014 viz., on February 3, May 26, August 14 and November 18.

PARTICULARS OF REMUNERATION

During the year, one employee received remuneration of Rs. 6 million or more per annum. In accordance with the provisions of Section 197(12) of the Companies Act, 2013 and Rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the names and other particulars of employees are set out in the annexure to the Director's Report. In terms of the provisions of Section 136(1) of the Companies Act, 2013, the Directors' Report is being sent to the shareholders without this annexure. Shareholders interested in obtaining a copy of the annexure may write to the Company Secretary at the Company's registered office.

DIRECTORS' RESPONSIBILITY STATEMENT

Your Directors hereby confirm that:

- i. In the preparation of the annual accounts for financial year ended December 31, 2014, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- ii. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at December 31, 2014 and of the profit of the Company for the year ended on that date.



- iii. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv. The Directors have prepared the annual accounts for financial year ended December 31, 2014 on a 'going concern' basis.

COMMENTS ON AUDITORS' REPORT

There are no qualifications, reservations or adverse remarks or disclaimers made by the S. R. B. C. & Co. LLP (Firm Regn. No. 324982E), Statutory Auditors, in their report. The statutory auditors have not reported any incident of fraud in the year under review.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

The Company has not provided any loans and guarantees and have not made any investments pursuant to Section 186 of the Companies Act 2013, during the year under review.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SECTION 188(1)

All the contracts or arrangements with related parties as defined under the Companies Act, 2013 are in ordinary course of business and at arms' length basis, and are hence not falling with the purview of section 188(1) of the Act. The details of the all related party transactions are placed before the Board on quarterly basis for its review.

TRANSFER TO RESERVES

The appropriations for the year are:

	Rupees in crore	
	Year Ended December 31, 2014	Year Ended December 31, 2013
Net Profit for the year	2.45	2.99
Balance of Reserve at the beginning of the year	6.77	3.79
Transfer to General Reserve	NIL	NIL
Balance of Reserve at the end of the year	9.22	6.77

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There have been no material changes and commitments, if any, affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the report.



PARTICULARS REGARDING CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars regarding foreign exchange earnings and outgo appear as separate items in the notes to the Accounts. Since the Company does not own any manufacturing facility, the other particulars relating to conservation of energy and technology absorption stipulated in the Companies (Accounts) Rules, 2014 are not applicable.

RISK MANAGEMENT POLICY AND INTERNAL ADEQUACY

The Company has in place a mechanism to identify, assess, monitor and mitigate various risks to key business objectives. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis. These are discussed at the meetings of the Board of Directors of the Company.

The Company's internal control systems are commensurate with the nature of its business and the size and complexity of its operations. These are routinely tested and certified by Statutory as well as Internal Auditors. Significant audit observations and follow up actions thereon are reported to the Board. The Board of Directors reviews adequacy and effectiveness of the Company's internal control environment and monitors the implementation of audit recommendations.

DIRECTORS

In accordance with the Articles of Association of the Company and the provisions of the Companies Act, 2013, Mr. G Ravishankar retires by rotation and being eligible, seeks re-appointment.

On January 7, 2015, Mr. Arun Panicker resigned as a Director. The Board appreciates the valuable contribution made by him as a Director of the Company.

On January 7, 2015, Mr. Amish Mehta was appointed as an Additional Director of the Company in terms of Section 161(1) of the Companies Act, 2013 and as such, who holds office till the commencement of ensuing Annual General Meeting. The Company has received a notice in writing from a member proposing the candidature of Mr. Amish Mehta as a Director of the Company and accordingly, the proposal for their appointment as Director has been included in the Notice convening the Annual General Meeting.

AUDITORS' APPOINTMENT

The term of the Statutory Auditors, S. R. B. C. & Co. LLP, (Firm Regn. No.324982E), Chartered Accountants, expires at the conclusion of the ensuing 11th Annual General Meeting of the Company. They have expressed their unwillingness to be reappointed as Statutory Auditors at the said Meeting.

The Company has received a Special Notice from CRISIL Limited, its principal shareholder and holding company, recommending the appointment of S. R. Batliboi & Co. LLP (Firm Regn. No. 301003E) as Statutory Auditors of the Company, in place of S. R. B. C. & Co. LLP from the conclusion of the ensuing 11th Annual General Meeting proposed to be held in Financial Year 2015 until the conclusion of the 16th Annual General Meeting to be held in Financial Year 2020, subject to ratification by the shareholder at each of the intermittent



Annual General Meetings. Accordingly, the Board of Directors of the Company, recommends the appointment of S. R. Batliboi & Co. LLP as Statutory Auditors of the Company.

DEPOSITS

The Company has not accepted any public deposits and as such, no amount on account of principal or interest on public deposits was outstanding as on the date of the balance sheet.

ACKNOWLEDGEMENTS

Your Directors wish to place on record their grateful appreciation for the continued support, co-operation and assistance extended to the Company from time to time by the Company's Bankers, Clients, Vendors and various authorities for their confirmed support, and for the hard work put in by the employees at all levels.



On behalf of the Board of Directors

A handwritten signature in blue ink, appearing to read "R. Uberoi", written over a horizontal line.

Raman Uberoi
Chairman
(DIN 03407353)

Mumbai, February 13, 2015

**PIPAL RESEARCH ANALYTICS AND INFORMATION SERVICES
(INDIA) PRIVATE LIMITED**

FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2014

INDEPENDENT AUDITOR'S REPORT

To the Members of Pipal Research Analytics and Information Services India Private Limited

1. Report on the Financial Statements

We have audited the accompanying financial statements of Pipal Research Analytics and Information Services 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.

2. 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 accounting principles generally accepted in India, including the Accounting Standards notified under the Companies Act, 1956 read with General Circular 8/2014 dated April 4, 2014 issued by the Ministry of Corporate Affairs. This responsibility includes the design, implementation and maintenance of internal control 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.

3. 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, 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 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.

4. 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 Companies Act, 1956 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:



S R B C & CO LLP

Chartered Accountants


Pipal Research Analytics and Information Services India Private Limited
Page 2 of 6

- (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 Statement of Profit and Loss, of the profit for the year ended on that date; and
- (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

5. 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, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards notified under the Companies Act, 1956 read with General Circular 8/2014 dated April 4, 2014, issued by the Ministry of Corporate Affairs; and
 - (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 sub-section (2) of section 164, The Companies Act, 2013, corresponding to clause (g) of sub-section (1) of section 274 of the Companies Act, 1956.

For S R B C & Co. LLP
Chartered Accountants
ICAI Firm Registration Number: 324982E


per **Jayesh Gandhi**
Partner
Membership Number: 037924
Place: Mumbai
Date: February 13, 2015



**Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our Report of even date
Re: Pipal Research Analytics and Information Services India Private Limited**

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) All fixed assets were physically verified by the management in the previous year in accordance with a planned programme of verifying them once in every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) There was no disposal of a substantial part of fixed assets during the year..
- (ii) The Company is engaged in the business of providing research services and therefore the provisions of clause (ii) of paragraph 4 of the Order are not applicable to the Company and hence not commented upon.
- (iii) According to the information and explanations given to us, the Company has not granted/taken any loans, secured or unsecured to/from companies, firms or other parties covered in the register maintained under section 301 of the Companies Act, 1956. Accordingly, the provisions of clause 4(iii) (a) to (g) of the Order are not applicable to the Company and hence not commented upon.
- (iv) 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 fixed assets and for rendering of services. The activities of the Company do not involve purchase of inventory and sale of goods. During the course of our audit, we have not observed any major weakness or continuing failure to correct any major weakness in the internal control system of the Company in respect of these areas.
- (v) In our opinion, there are no contracts or arrangements that need to be entered in the register maintained under Section 301 of the Companies Act, 1956. Accordingly, the provisions of clause 4 (v)(b) of the Order are not applicable to the Company and hence not commented upon. In evaluating the parties to be covered under Section 301, only contracts or arrangements up to March 31, 2014 (being the last day up to which this section was applicable to the Company) have been considered.
- (vi) The Company has not accepted any deposits from the public.
- (vii) In our opinion, the Company has an internal audit system commensurate with the size of the Company and nature of its business.
- (viii) To the best of our knowledge and as explained, the Central Government has not prescribed the maintenance of cost records under clause (d) of sub-



SRBC & CO LLP

Chartered Accountants

Pipal Research Analytics and Information Services India Private Limited

Page 4 of 6

Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our Report of even date

section (1) of section 209 of the Companies Act, 1956, for the period upto March 31, 2014 (the Companies Act, 1956 and relevant section has been replaced by the Companies Act, 2013 effective April 1, 2014), for the services of the Company.

- (ix) (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education and protection fund, income-tax, wealth-tax, service tax, cess and other material statutory dues applicable to it. The provisions relating to sales-tax, customs duty, excise duty, and employees' state insurance are not applicable to the Company.
- (b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, investor education and protection fund, income-tax, wealth-tax, service tax, and other material undisputed statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (c) According to the records of the Company, the dues outstanding of income-tax on account of any dispute, are as follows:

Name of the Statute	Nature of Dues	Amount (Rs.)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax demands raised against the Company	7,544,894	A.Y.2007-2008	Commissioner of Income Tax (Appeals)
		25,480	A.Y.2008-2009	Commissioner of Income Tax (Appeals)
		36,217,002	A.Y.2008-2009	Income tax Appellate Tribunal
		15,161,300	A.Y.2009-2010	Commissioner of Income Tax (Appeals)
		64,095,901	A.Y.2009-2010	Income tax Appellate Tribunal

(x)

The Company has no accumulated losses at the end of the financial year and it has not incurred cash losses in the current and immediately preceding financial year.



SRBC & CO LLP

Chartered Accountants

Pipal Research Analytics and Information Services India Private Limited

Page 5 of 6

Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our Report of even date

- (xi) The Company has not taken any loans from financial institutions, banks and has not issued any debentures.
- (xii) According to the information and explanations given to us and based on the documents and records produced to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Therefore, the provisions of clause 4(xiii) of the said Order are not applicable to the Company.
- (xiv) In our opinion, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the said Order are not applicable to the Company.
- (xv) 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.
- (xvi) The Company did not have any term loans outstanding during the year.
- (xvii) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that the company has not raised any funds during the year. Accordingly, clause xvii of the Order is not applicable and hence not commented upon.
- (xviii) The Company has not made any preferential allotment of shares to parties or companies covered in the register maintained under section 301 of the Companies Act, 1956 for the period upto March 31, 2014 (the Companies Act, 1956 and relevant section has been replaced by the Companies Act, 2013 effective April 1, 2014).
- (xix) The Company did not have any outstanding debentures during the year.
- (xx) The Company has not raised any money by public issues during the year.



S R B C & CO LLP

Chartered Accountants

Pipal Research Analytics and Information Services India Private Limited

Page 6 of 6

Annexure referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our Report of even date

(xxi) Based upon the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and as per the information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the year.

For S R B C & Co. LLP

Chartered Accountants

ICAI Firm Registration Number: 324982E

Per Jayesh Gandhi

Partner

Membership Number: 037924

Place: Mumbai

Date: February 13, 2015



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Pipal Research Analytics and Information Services 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	100,000	100,000
Reserves and surplus	4	92,249,260	67,741,733
Non-current liabilities			
Other liabilities	5	7,248,103	4,758,636
Provisions	6	2,090,922	1,837,057
Current liabilities			
Trade payables	7	24,352,150	25,202,283
Other liabilities	8	4,148,868	9,629,109
Provisions	9	11,173,386	11,106,895
TOTAL		141,362,689	120,375,713
<u>ASSETS</u>			
Non-current assets			
Fixed assets			
Tangible assets	10	62,254,370	75,909,897
Deferred tax assets (Net)	11	13,133,921	9,763,232
Loans and advances	12	16,446,735	8,687,086
Other assets	13	232,327	213,596
Current assets			
Trade receivables	14	17,404,656	-
Cash and bank balances	15	28,037,275	20,053,698
Loans and advances	16	3,853,405	4,447,920
Other assets	17	-	1,300,284
TOTAL		141,362,689	120,375,713
Summary of significant accounting policies	2		

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

As per our report of even date

For S R B C & Co. LLP
 Firm Registration No.: 324982E
 Chartered Accountants



per Jayesh Gandhi
 Partner
 Membership No. 037924

For and on behalf of the Board of Directors of
 Pipal Research Analytics and Information Services India Private Limited



G. Ravishankar
 Director



Raman Uberoi
 Director

Date: February 13, 2015
 Place: Mumbai



Date: February 13, 2015
 Place: Mumbai



Pipal Research Analytics and Information Services India Private Limited
Statement of Profit and Loss for the Year ended December 31, 2014

Particulars	Notes	Year Ended December 31, 2014 Rupees	Year Ended December 31, 2013 Rupees
INCOME			
Income from operations (net)	18	282,449,508	326,573,021
Other income	19	256,210	594,380
TOTAL		282,705,718	327,167,401
EXPENSES			
Personnel expenses	20	170,124,950	200,531,655
Establishment expenses	21	34,261,573	34,730,529
Other expenses	22	27,261,482	34,114,847
Depreciation / amortization	10	14,169,340	14,832,535
TOTAL		245,817,345	284,209,566
Profit before tax		36,888,373	42,957,835
Tax Expense			
Current tax (Refer note 24)		15,751,535	18,416,940
Deferred Tax		(3,370,689)	(5,320,010)
Total tax expense		12,380,846	13,096,930
Profit after tax		24,507,527	29,860,905
Profit for the period from operations		24,507,527	29,860,905
Earnings per share : Nominal value of Rs.10 per share <u>Basic and Diluted earnings per share computed on the basis of profit from operations</u>		2,450.75	2,986.09
Number of Shares used in Computing Basic and Diluted Earnings Per Share		10,000	10,000
Summary of significant accounting policies	2		

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

As per our report of even date

For S R B C & Co. LLP
 Firm Registration No.: 324982E
 Chartered Accountants



per Jayesh Gandhi
 Partner
 Membership No. 037924

For and on behalf of the Board of Directors of
 Pipal Research Analytics and Information Services India Private Limited



G. Ravishankar
 Director

Raman Uberoi
 Director

Date: February 13, 2015
 Place: Mumbai

Date: February 13, 2015
 Place: Mumbai



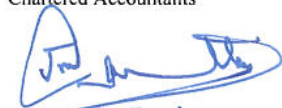
Pipal Research Analytics and Information Services India Private Limited
Cash Flow Statement for the Year ended December 31, 2014

Particulars	Year Ended	Year Ended
	December 31, 2014	December 31, 2013
	Rupees	Rupees
A. Cash Flow from operating activities :		
Profit before tax	36,888,373	42,957,835
Adjustments for :		
Depreciation	14,169,340	14,832,535
Unrealised Foreign exchange (gain)/ loss	-	(8,222,102)
(Profit)/ loss on sale of fixed assets	(53,763)	344,957
Interest on bank deposits	(22,076)	(17,343)
Operating profit before working capital changes	50,981,874	49,895,882
Movements in working capital		
- (Increase)/decrease in trade receivables	(17,404,656)	326,750
- (Increase)/decrease in sundry deposits	-	2,875,518
- (Increase)/decrease in advances recoverable in cash or kind	4,703,932	(1,217,353)
- (Increase)/decrease in unbilled revenue	1,300,284	(1,300,284)
- (Increase)/decrease in prepaid expenses	(2,279,117)	1,579,545
- Increase/(decrease) in trade payables	1,639,334	(9,585,069)
- Increase/(decrease) in fee received in advance	(6,857,132)	(23,319,693)
- Increase/(decrease) in provision for leave encashment	66,491	3,408,661
- Increase/(decrease) in provision for gratuity	253,865	(15,392)
- Increase/(decrease) in other liabilities	1,376,891	(83,303)
Cash generated from operations	33,781,766	22,565,262
- Taxes paid	(25,341,483)	(20,153,330)
Net cash generated from operating activities - (A)	8,440,283	2,411,932
B. Cash flow from investing activities :		
Purchase of fixed assets	(515,314)	(2,026,346)
Proceeds from sale of fixed assets	55,263	468,433
Interest on bank deposits	3,345	-
Net used in investing activities - (B)	(456,706)	(1,557,913)
Net Increase / (decrease) in cash and cash equivalents (A+B)	7,983,577	854,019
Cash and cash equivalents - Opening balance	20,053,698	19,199,679
Cash and Cash Equivalents - Closing balance	28,037,275	20,053,698
Net Increase / (decrease) in Cash and Cash Equivalents	7,983,577	854,019
Components of Cash and Cash Equivalents as at 31st Dec 2014		
Cash on hand	-	-
With banks on current account	28,037,275	20,053,698
	28,037,275	20,053,698
Summary of significant accounting policies	2	

The accompanying notes form an integral part of the Cash flow statement

As per our report of even date

For S R B C & Co. LLP
 Firm Registration No. 324982E
 Chartered Accountants




per Jayesh Gandhi
 Partner
 Membership No. 037924

For and on behalf of the Board of Directors of
 Pipal Research Analytics and Information Services India Private Limited



G. Ravishankar
 Director



Raman Uberoi
 Director

Date: February 13, 2015
 Place: Mumbai

Date: February 13, 2015
 Place: Mumbai



Pipal Research Analytics and Information Services India Private Limited
Notes to the financial statements for the year ended December 31, 2014

1 Nature of Operations

Pipal Research Analytics and Information Services India Private Limited ("Pipal" or "Company") is engaged in the provision of low-risk IT Enabled Services in the area of corporate research.

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 April 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 in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure 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.

Software purchased is charged to the Statement of Profit and Loss as and when incurred.

2.3 Depreciation

Depreciation is provided using the Straight Line Method ('SLM') as per the useful lives of the assets estimated by the management, or at the rates prescribed under schedule XIV of the Act, whichever is higher.

Assets	Rates (SLM)	Schedule XIV Rates (SLM)
Furniture and Fixtures	10.00%	6.33%
Office Equipment	10.00%	4.75%
Office Equipment's (Mobile Instruments)	33.33%	4.75%
Computers	33.33%	16.21%

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

Fixed assets having original cost being 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 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 comprises of income from research activities carried out by the Company during the year. Revenue for committed research services is recognised on time period basis based on contracts with the client. Revenue from research services are recognised in the period in which such assignments are carried out or milestones achieved or as per agreement with client.

Interest Income

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

2.6 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 or trusts.

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.

Actuarial gains/losses are immediately taken to Statement of profit and loss and are not deferred.



2.7 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.

2.8 Foreign Currency Transactions

Initial Recognition

Foreign currency transactions are recorded in reporting currency (INR) by applying to the foreign currency amounts, to 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, arising on settlement of monetary items or on Company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expense in the year in which they arise.

2.10 Segment Reporting Policies

Identification of segments

The Company operates in a single primary business segment - providing research services.

The analysis of geographical segments is based on the area in which there are major customers of the Company.

2.11 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 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.

2.12 Earnings Per Share

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

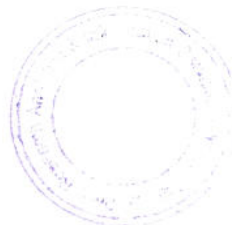
For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

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 an original maturity of three months or less.



Pipal Research Analytics and Information Services India Private Limited
Notes to the financial statements for the year ended December 31, 2014

3. Share capital	December 31, 2014	December 31, 2013
	Rupees	Rupees
Authorised Capital: 100,000 Equity Shares of Rs.10 each (P.Y. 100,000 of Rs.10 each)	1,000,000	1,000,000
Issued, Subscribed and Paid Up: 10,000 Equity Shares of Rs. 10 each fully paid up (P.Y. 10,000 of Rs.10 each) All the shares are held by the Holding Company, CRISIL Limited. The Ultimate Holding Company is The McGraw-Hill Financial, Inc.	100,000	100,000
Total	100,000	100,000

(a) Reconciliation of the shares outstanding at the beginning and at the end of the year

Equity shares

	December 31, 2014	
	Rupees	Nos.
At the beginning of the year (face value of Rs.10/- per share)	100,000	10,000
Outstanding at the end of the year	100,000	10,000
	December 31, 2013	
	Rupees	Nos.
At the beginning of the year (face value of Rs.10/- per share)	100,000	10,000
Outstanding at the end of the year	100,000	10,000

(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 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, are as below:

Particulars	December 31, 2014	December 31, 2013
	Rupees	Rupees
10,000 Equity Shares of Rs.10 are held by CRISIL Limited, Holding Company (P.Y. 10,000 of Rs.10 each)	100,000	100,000

(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 (PY Rs. 10 each)</i> a) CRISIL Limited, Holding Company	100%	10,000
Name of the shareholder	December 31, 2013	
	% holding in the class	Nos.
<i>Equity shares of Rs.10 each fully paid (PY Rs. 10 each)</i> a) CRISIL Limited, Holding Company	100%	10,000

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

Aggregate number of shares issued for consideration other than cash during the period of 5 years immediately preceding the reporting date is Nil.



Pipal Research Analytics and Information Services India Private Limited
Notes to the financial statements for the year ended December 31, 2014

4. Reserves and surplus	December 31, 2014 Rupees	December 31, 2013 Rupees
Surplus / (deficit) in the statement of profit and loss		
Opening Balance	67,741,733	37,880,828
Profit for the year	24,507,527	29,860,905
Net surplus in the statement of profit and loss	92,249,260	67,741,733
Total	92,249,260	67,741,733

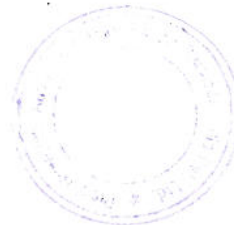
5. Other liabilities	December 31, 2014 Rupees	December 31, 2013 Rupees
Non-current		
Trade payables		
Trade payables (refer note 25 for details of dues to micro and small enterprises)	7,248,103	4,758,636
Total	7,248,103	4,758,636

6. Provisions	December 31, 2014 Rupees	December 31, 2013 Rupees
Non-current		
Provision for employee benefits		
Provision for Gratuity (Refer Note 32)	2,090,922	1,837,057
Total	2,090,922	1,837,057

7. Trade payables	December 31, 2014 Rupees	December 31, 2013 Rupees
Current		
Trade payables (refer note 25 for details of dues to micro and small enterprises)	24,352,150	25,202,283
Total	24,352,150	25,202,283

8. Other liabilities	December 31, 2014 Rupees	December 31, 2013 Rupees
Current		
Other Current Liabilities	3,110,179	2,771,977
Service Tax Input Credit (Net)	1,038,689	-
Unearned revenue (Fees received in advance)	-	6,857,132
Total	4,148,868	9,629,109

9. Provisions	December 31, 2014 Rupees	December 31, 2013 Rupees
Current		
Provision for employee benefits		
For leave benefits	11,173,386	11,106,895
Total	11,173,386	11,106,895



Pipal Research Analytics and Information Services India Private Limited
Notes to the financial statements for the year ended December 31, 2014

in Rupees

	Gross Block				Accumulated Depreciation/Amortization				Net Block	
	As on January 1, 2014	Additions	Deductions / Adjustments	As on December 31, 2014	Upto January 1, 2014	For the Year	Deductions / Adjustments	Upto December 31, 2014	As on December 31, 2014	As on December 31, 2013
Furniture and Fixture	8,852,092	11,361	1,500	8,861,953	1,580,999	869,606		2,450,605	6,411,347	7,271,092
Office Equipments	14,199,100	310,875		14,509,975	2,733,997	1,414,884		4,148,881	10,361,094	11,465,103
Computers	34,250,063	193,078	931,602	33,511,539	26,995,979	4,884,628	931,602	30,949,006	2,562,534	7,254,084
Lease Improvements	60,668,592	-		60,668,592	10,748,975	7,000,222		17,749,197	42,919,395	49,919,617
Total	117,969,847	515,314	933,102	117,552,059	42,059,950	14,169,340	931,602	55,297,689	62,254,370	75,909,897

	Gross Block				Accumulated Depreciation/Amortization				Net Block	
	As on January 1, 2013	Additions	Deductions / Adjustments	As on December 31, 2013	Upto January 1, 2013	For the Year	Deductions / Adjustments	Upto December 31, 2013	As on December 31, 2013	As on December 31, 2012
Furniture and Fixture	8,918,429	-	66,337	8,852,092	753,421	861,998	34,419	1,581,000	7,271,092	8,165,008
Office Equipments	14,093,565	681,651	576,116	14,199,100	1,568,115	1,470,995	305,113	2,733,997	11,465,103	12,525,450
Computers	35,730,235	1,344,695	2,824,867	34,250,063	24,289,984	5,530,862	2,824,867	26,995,979	7,254,084	11,440,251
Lease Improvements	62,227,425	-	1,558,833	60,668,592	4,828,657	6,968,681	1,048,363	10,748,975	49,919,617	57,398,768
Total	120,969,654	2,026,346	5,026,133	117,969,847	31,440,177	14,832,535	4,212,762	42,059,950	75,909,897	89,529,477



Pipal Research Analytics and Information Services India Private Limited
Notes to the financial statements for the year ended December 31, 2014

11. Deferred tax asset	December 31, 2014 Rupees	December 31, 2013 Rupees
Deferred tax asset		
On Fixed assets	3,317,377	2,247,764
On lease rent amortisation	2,351,647	1,543,939
On provision for Leave Encashment	3,064,173	3,629,931
On provision for Bonus	2,884,723	1,646,296
On provision for Gratuity	468,859	622,514
On disallowance under section 40(a)	1,047,142	72,788
Net deferred tax asset	13,133,921	9,763,232

12. Loans and advances	December 31, 2014 Rupees	December 31, 2013 Rupees
Non-Current		
Other loans and advances		
Advance income-tax (net of provision for taxation)	15,226,881	5,636,933
Prepaid expenses	1,219,854	-
Service Tax Input Credit (Net)	-	3,050,153
Total	16,446,735	8,687,086

13. Others assets	December 31, 2014 Rupees	December 31, 2013 Rupees
Non-current		
Interest accrued on fixed deposits	48,227	29,496
Other bank balances		
- Deposits with original maturity for more than 12 months (Deposit includes Fixed Deposits with Banks Rs. 100,000 (P.Y. Rs. 184,100) marked as lien for Guarantees issued by Banks on behalf of the Company. (Refer note 23)	184,100	184,100
Total	232,327	213,596

14. Trade receivables	December 31, 2014 Rupees	December 31, 2013 Rupees
Current		
Unsecured, considered good unless stated otherwise		
Outstanding for a period less than six months from the date they are due for payment		
Secured, considered good	17,404,656	-
Total	17,404,656	-

15. Cash and bank balances	December 31, 2014 Rupees	December 31, 2013 Rupees
Cash and cash equivalents		
Balances with banks:		
- On current accounts	28,037,275	20,053,698
Total	28,037,275	20,053,698

16. Loans and advances	December 31, 2014 Rupees	December 31, 2013 Rupees
Current		
Unsecured, considered good	15,000	15,000
Advances recoverable in cash or kind	15,000	15,000
Unsecured considered good	1,921,931	1,870,377
Other loans and advances		
Service Tax Input Credit (Net)	-	1,246,485
Prepaid expenses	1,511,170	451,908
Loans to employees	405,304	864,150
Total	3,853,405	4,447,920

17. Others assets	December 31, 2014 Rupees	December 31, 2013 Rupees
Current		
Unsecured, considered good unless stated otherwise		
Unbilled Revenue	-	1,300,284
Total	-	1,300,284



Pipal Research Analytics and Information Services India Private Limited
Notes to the financial statements for the year ended December 31, 2014

18. Income from operations	Year Ended December 31, 2014 Rupees	Year Ended December 31, 2013 Rupees
Income from Research Services	282,449,508	326,573,021
Total	282,449,508	326,573,021

19. Other income	Year Ended December 31, 2014 Rupees	Year Ended December 31, 2013 Rupees
Interest Income on		
Interest on Fixed Deposits	22,076	17,343
Interest on Employees Short Term Loan	25,251	-
Foreign Exchange Gain (Net)	400	-
Miscellaneous Income	154,720	232,080
Profit on sale of Fixed Assets	53,763	344,957
Total	256,210	594,380

20. Personnel expenses	Year Ended December 31, 2014 Rupees	Year Ended December 31, 2013 Rupees
Salaries, wages and bonus	136,110,148	169,323,152
Contribution to Provident Funds	5,849,488	7,085,451
Contribution to Gratuity Funds (Refer Note 32)	949,865	2,179,568
Staff welfare expenses	1,686,155	3,401,769
Add : Overhead expense recharge by holding Company	25,529,294	18,541,715
Total	170,124,950	200,531,655

21. Establishment expenses	Year Ended December 31, 2014 Rupees	Year Ended December 31, 2013 Rupees
Repairs and Maintenance - Buildings	176,342	1,288,561
Repairs and Maintenance - Others	1,123,861	1,050,813
Electricity	-	556,371
Communication Expenses	10,145,534	8,047,380
Insurance	-	53,245
Rent (Refer note 31)	18,305,478	20,502,394
Add : Overhead expense recharge by holding Company	4,510,358	3,231,765
Total	34,261,573	34,730,529

22. Other expenses	Year Ended December 31, 2014 Rupees	Year Ended December 31, 2013 Rupees
Printing and Stationery	54,996	142,409
Conveyance and Travelling	3,591,072	5,613,831
Data Subscription	5,754,171	6,019,759
Business Promotion and Advertisement	40,238	25,557
Professional Fees	4,346,027	7,413,550
Software Purchase & Maintenance Expenses	602,923	2,532,661
Foreign Exchange Loss (Net)	-	2,868,713
Auditors' Remuneration (Refer note 26)	833,462	842,379
Recruitment Expenses	873,451	318,485
Miscellaneous Expenses	339,715	869,904
Add : Overhead expense recharge by holding Company	10,825,427	7,467,599
Total	27,261,482	34,114,847



- 23 Details of Contingent liabilities are as under :

Particulars	December 31, 2014 (Rupees)	December 31, 2013 (Rupees)
1. Bank Guarantees in the normal course of business	121,900,000	41,784,100
2. Disputed income tax demand: Pending before Appellate authorities in respect of which the Company is in appeal	123,044,577	58,948,676
3. Estimated amount of contracts (net of advances) remaining to be executed on capital account and not provided for	8,849	-
Total	244,953,426	100,732,776

- 24 The tax year of the Company being the year ending March 31, 2015, the provision for tax for the year is the aggregate of the provision made for the three months ended March 31, 2014 and the provision for the nine months upto December 31, 2014. The tax provision for nine months has been arrived at using the effective tax rate for the period April 1, 2014 to March 31, 2015.

- 25 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.

- 26 Auditors' Remuneration includes :

Particulars	Year Ended December 31, 2014 (Rupees)	Year Ended December 31, 2013 (Rupees)
Audit Fees	600,000	490,000
In any other matter:		
Tax audit fees	200,000	200,000
Certification Fees	-	128,775
Reimbursement of Expenses	33,462	23,604
Total	833,462	842,379

- 27 The Company is engaged in the business of providing research services, being its primary segment. During the year, the Company was engaged in only one business segment. The following table shows the distribution of the Company's consolidated sales by geographical market (secondary segment):

Particulars	Year Ended December 31, 2014 (Rupees)	Year Ended December 31, 2013 (Rupees)
Europe	-	196,699,499
India	282,439,508	129,873,522
Total	282,439,508	326,573,021

- 28 Earnings in foreign currency Rs. NIL (P.Y Rs. 196,699,499)

- 29 Expenditure in foreign currency (on accrual basis)

Particulars	Year Ended December 31, 2014 (Rupees)	Year Ended December 31, 2013 (Rupees)
In any other matter:		
Software	-	11,920
Foreign Travel	1,514,293	1,312,711
Total	1,514,293	1,324,631

- 30 List of Related Parties

Parties	Relationship
Related parties where control exists	
CRISIL Limited	Holding Company
The McGraw-Hill Financial, Inc	The Ultimate Holding Company
Other Related parties	
S&P India, LLC	Fellow Subsidiary
Standard & Poor's LLC	Fellow Subsidiary
Standard & Poor's International LLC, USA	Fellow Subsidiary
CRISIL Irevna UK Limited	Fellow Subsidiary
CRISIL Irevna USA LLC	Fellow Subsidiary
CRISIL Irevna Poland Sp.Zo.o	Fellow Subsidiary
CRISIL Irevna Argentina S .A.	Fellow Subsidiary
CRISIL Risk and Infrastructure Solutions Limited	Fellow Subsidiary
CRISIL Irevna Information & Technology (Hangzhou) Co., Ltd	Fellow Subsidiary
Coalition Development Systems (India) Private Limited	Fellow Subsidiary
Mercator Info-Services India Private Limited	Fellow Subsidiary
Coalition Development Limited, UK	Fellow Subsidiary
Coalition Development Singapore Pte Limited	Fellow Subsidiary



Related Party Disclosure

Name of the related party	Nature of transaction	Year Ended December 31, 2014 (Rupees)	Year Ended December 31, 2013 (Rupees)
CRISIL Limited	Share Capital Outstanding	100,000	100,000
	Expense reimbursement Paid	107,677	-
	Expense reimbursement received	105,216	157,824
	Rent paid	15,918,707	15,998,868
	Fees from research services	282,439,508	128,258,522
	Share of overhead expenses paid	40,865,079	29,241,079
	Amount Receivable (net)	17,404,667	-
	Amount Payable (net)	-	6,799,102
	Bank Guarantees given by CRISIL	121,800,000	-
	CRISIL Risk and Infrastructure Solutions Limited	Expense reimbursement received	49,504
	Amount receivable	-	-
CRISIL Irevna UK Limited	Fees from research services	-	196,699,499
CRISIL Irevna US LLC	Amount receivable	-	309,794

31 Operating Lease

The Company has taken certain office premises on non cancelable operating lease basis. Some of these agreements have a price escalation clause. Details as regards payments and future commitments are as under :

Particulars	Year Ended December 31, 2014 (Rupees)	Year Ended December 31, 2013 (Rupees)
Lease Payment recognised in Statement of Profit and Loss	18,305,478	20,502,394
<u>Future Minimum Lease Payments :</u>		
Not later than One Year	18,098,721	16,101,564
Later than One Year & not later than Five Years	78,769,440	2,012,696
Later than Five Years	23,803,322	-
Total	120,671,483	18,114,260

32 Gratuity and other post-employment benefit plans

In accordance with the Payment of Gratuity Act, 1972 CRISIL 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	Year Ended December 31, 2014 (Rupees)	Year Ended December 31, 2013 (Rupees)
Current Service cost	1,708,000	2,135,563
Interest cost on defined benefit obligation	802,000	799,716
Expected return on plan assets	(710,000)	(775,036)
Net actuarial loss recognised in the year	(850,135)	19,325
Net Gratuity Benefit Expense	949,865	2,179,568

Balance Sheet:

Details of Provision for Gratuity Benefit

Particulars	Year Ended December 31, 2014 (Rupees)	Year Ended December 31, 2013 (Rupees)
Present value of funded obligations	10,478,053	11,239,188
Less: Fair value of plan assets	(8,387,131)	(9,402,131)
Net Liability	2,090,922	1,837,057



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

Particulars	Year Ended December 31, 2014 (Rupees)	Year Ended December 31, 2013 (Rupees)
Opening Defined Benefit Obligation	11,239,188	11,779,535
Current Service Cost	1,708,000	2,135,563
Interest Cost	802,000	799,716
Actuarial loss	(795,135)	337,378
Benefits paid	(2,476,000)	(3,813,004)
Closing Defined Benefit Obligation	10,478,053	11,239,188

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

Particulars	Year Ended December 31, 2014 (Rupees)	Year Ended December 31, 2013 (Rupees)
Opening Fair value of plan assets	9,402,131	9,927,088
Expected return on plan assets	710,000	775,036
Actuarial gain/ (loss)	55,000	318,053
Contribution by employer	696,000	2,194,958
Benefits paid	(2,476,000)	(3,813,004)
Closing Fair Value of Plan Assets	8,387,131	9,402,131

Details of experience adjustment on plan assets and liabilities are as follows :

Year	Year Ended December 31, 2014 (Rupees)	Year Ended December 31, 2013 (Rupees)	Year Ended December 31, 2012 (Rupees)	Year Ended December 31, 2011 (Rupees)	Year Ended December 31, 2010 (Rupees)
Experience adjustment on plan assets	55,000	318,053	112,367	(48,574)	(123,972)
Experience adjustment on plan liabilities	993,000	(518,823)	(1,013,868)	(1,713,111)	477,111

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

Particulars	Year Ended December 31, 2014 (Rupees)	Year Ended December 31, 2013 (Rupees)
Investment with Insurer	100%	100%
Actual return on plan assets (Based on interest rate declared by the insurer as at 31st March 2014/2013)	8.50%	8.50%

The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.

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

Particulars	Year Ended December 31, 2014 (Rupees)	Year Ended December 31, 2013 (Rupees)
Discount Rate	8.00%	8.60%
Estimated rate of return on plan assets	8.50%	8.50%
Expected Employee Turnover		
Age : 20-44 Years	25.20%	25.20%
Age : 45-58 Years	25.20%	25.20%
Expected Employer's Contribution next year (Rupees)	3,000,000	5,600,000

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.

Broad category of plan assets as per percentage of total plan assets of the Gratuity

Particulars	Year Ended December 31, 2014	Year Ended December 31, 2013
Government securities	45.49%	40.00%
Fixed deposit, debentures and bond	49.06%	53.52%
Others	5.45%	6.48%
Total	100.00%	100.00%

Based on information declared by the insurer as at 31st March 2014/2013

33 Details of unhedged foreign currency exposure

Particulars	Year Ended December 31, 2014 (Rupees)		Year Ended December 31, 2013 (Rupees)	
	Assets	Liabilities	Assets	Liabilities
Currency				
USD	-	-	309,794	-
Total	-	-	309,794	-



Pipal Research Analytics and Information Services India Private Limited
Notes to the financial statements for the year ended December 31, 2014

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

As per our report of even date.

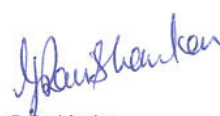
For S R B C & Co. LLP
Firm Registration No.: 324982E
Chartered Accountants



per Jayesh Gandhi
Partner
Membership No. 037924

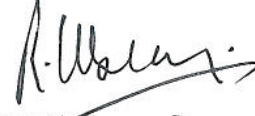
Date: February 13, 2015
Place: Mumbai

For and on behalf of the Board of Directors of
Pipal Research Analytics and Information Services India Private Limited



G. Ravishankar
Director

Date: February 13, 2015
Place: Mumbai



Raman Ubeoi
Director

