

(Amount in Rs.)

Particulars		Notes	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
A	ASSETS				
1	Non-current assets				
	(a) Property, Plant and Equipment	3	780,978	1,523,390	2,375,987
	(b) Goodwill		10,788,183	10,788,183	10,788,183
	(c) Other Intangible assets	4	122,552	253,297	238,958
	(d) Deferred tax assets (net)		369,384	-	-
	(e) Other non-current assets	6	8,062,869	2,395,173	1,509,539
	Total Non - Current Assets		20,123,966	14,960,043	14,912,667
2	Current assets				
	(a) Inventories				
	(b) Financial Assets				
	(i) Trade receivables	7	1,341,860	2,454,003	3,260,795
	(ii) Cash and cash equivalents	8	10,127,005	6,487,124	4,681,554
	(iii) Other Financial Assets	5	6,643,458	-	75,000
	(c) Other current assets	6	2,250,072	644,847	1,057,613
	Total Current Assets		20,362,395	9,585,974	9,074,962
	Total Assets (1+2)		40,486,361	24,546,017	23,987,629
B	EQUITY AND LIABILITIES				
1	Equity				
	(a) Equity Share capital	9	19,994,780	19,994,780	19,994,780
	(b) Other Equity	10	(279,469,041)	(194,590,011)	(69,309,177)
	Total equity		(259,474,261)	(174,595,231)	(49,314,397)
	LIABILITIES				
2	Non-current liabilities				
	(a) Financial Liabilities				
	Borrowings	11	277,903,915	176,860,125	69,558,520
	(b) Provisions	12	4,797,059	4,349,073	-
	(c) Deferred tax liabilities (Net)		214,654	126,074	128,030
	Total Non - Current Liabilities		282,915,628	181,335,272	69,686,550
3	Current liabilities				
	(a) Financial Liabilities				
	Trade payables	13	14,919,838	6,818,830	2,989,473
	(b) Other current liabilities	14	2,010,838	10,987,146	626,003
	(c) Provisions	12	114,318	-	-
	Total Current Liabilities		17,044,994	17,805,976	3,615,476
	Total Equity and Liabilities (1+2+3)		40,486,361	24,546,017	23,987,629
	See accompanying notes to the financial statements				

For Prasad & Prasad
Chartered Accountants
FRN: 002746S



NSRA Prasad
Partner
M No: 203408
Place: Hyderabad
Date: 10-Apr-2017

For and on behalf of the Board of Directors
For Cyient Insights Private Limited



Sanjiv Cheeti
Director and COO

N J Joseph
Director

Place: Hyderabad
Date: 10-Apr-2017

Place: Hyderabad
Date: 10-Apr-2017

CYIENT Insights Pvt Ltd
Statement of Profit and Loss for year ended March 31, 2017

(Amount in Rs.)

Particulars	Notes	Year ended March 31, 2017	Year ended March 31, 2016
I Revenue from operations	15	55,058,962	36,433,600
II Other Income	16	3,170,702	16,860
III Total Revenue (I + II)		58,229,664	36,450,460
IV EXPENSES			
(a) Employee benefit expense	17	83,204,319	106,484,882
(b) Finance costs	18	21,234,657	12,213,827
(c) Depreciation and amortisation expense	19	873,157	1,119,614
(d) Other operating expenses	21	43,086,029	38,626,977
Total Expenses (IV)		148,398,162	158,445,300
V Share of profit / (loss) of associate			
VI Share of profit / (loss) of jointventure			
VII Profit/(loss) before tax (III-IV+V+VI)		(90,168,498)	(121,994,840)
VIII Tax Expense			
(1) Current tax		-	-
(2) Deferred tax	20	(476,436)	(1,956)
Total tax expense		(476,436)	(1,956)
IX Profit/(loss) for the Year (VII-VIII)		(89,692,062)	(121,992,884)
Other comprehensive income			
(i) Items that will not be recycled to profit or loss			
(a) Changes in revaluation surplus			
(a) Remeasurements of the defined benefit plans		633,114	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		195,632	-
(a) Exchange differences in translating the financial statements of foreign operations		4,375,548	(3,287,950)
Total other comprehensive income (i-ii)		4,813,030	(3,287,950)
Total comprehensive income for the Year (VII + VIII)		(84,879,032)	(125,280,834)
Earnings per equity share :			
(1) Basic		(44.86)	(61.01)
(2) Diluted			

For Prasad & Prasad
Chartered Accountants
FRN: 002746S



NSRA Prasad
Partner
M No: 203408
Place: Hyderabad
Date: 10-Apr-2017

For and on behalf of the Board of Directors
For Cyient Insights Private Limited



Satish Cheeti
Director and COO

Place: Hyderabad
Date: 10-Apr-2017

N J Joseph
Director

Place: Hyderabad
Date: 10-Apr-2017

CYIENT Insights Pvt Ltd
Statement of changes in equity for the year ended March 31, 2017

a. Equity share capital	Particulars	Amount
	Balance at April 1, 2015	19,994,780
	Changes in equity share capital during the year	-
	Balance at March 31, 2016	19,994,780
	Changes in equity share capital during the year	-
	Issue of equity shares under employee share option plan	-
	Balance as at March 31, 2017	19,994,780

b. Other equity	Particulars	Reserves and Surplus			Foreign Currency Translation Reserve	Items of other comprehensive income		Total other equity
		Securities premium reserve	Retained earnings	Other items of other comprehensive income				
	Balance as at April 1, 2015	98,000	(68,876,579)	(530,598)	-	-	(69,309,177)	
	Exchange difference arising on translating the foreign operation Profit for the year	-	(121,992,884)	(3,287,950)	-	-	(3,287,950)	
	Balance as at March 31, 2016	98,000	(190,869,463)	(3,818,548)	-	-	(121,992,884)	
	Remeasurement of net defined benefit liability/asset (net of tax)	-	-	-	437,482	-	437,482	
	Exchange difference arising on translating the foreign operation Profit for the year	-	(89,692,062)	4,375,548	-	-	4,375,548	
	Balance as at March 31, 2017	98,000	(280,561,525)	557,000	437,482	-	(89,692,062)	
							(279,469,043)	

For Prasad & Prasad
Chartered Accountants
FRN 002746S



MSRA Prasad
Partner
M No: 203408
Place: Hyderabad
Date: 10-Apr-2017

For and on behalf of the Board of Directors
For Cyient Insights Private Limited



Atish Cheeti
Director and COO

N J Joseph
Director

Place: Hyderabad
Date: 10-Apr-2017

Place: Hyderabad
Date: 10-Apr-2017

CASH FLOW STATEMENT

Particulars	Year ended Mar 31, 2017		Year ended Mar 31, 2016	
Cash flows from operating activities				
Profit before tax for the year	(90,168,498)		(121,994,840)	
Adjustments for:				
Net (gain)/loss on disposal of available-for-sale financial assets	-		13,513	
Depreciation and amortisation of non-current assets	873,157		1,119,614	
Net foreign exchange (gain)/loss	4,375,548		(3,287,951)	
Operating profit before working capital changes		(84,919,793)		(124,149,664)
Movements in working capital:				
Increase in trade and other receivables	1,112,143		806,792	
(Increase)/decrease in other assets	(13,916,379)		(397,868)	
Decrease in trade and other payables	8,101,008		3,829,357	
Increase/(decrease) in provisions	1,195,418		4,349,073	
(Decrease)/Increase in other liabilities	(8,976,308)		10,361,147	
Cash generated from operations		(97,403,911)		(105,201,163)
Income taxes paid				
Net cash generated by operating activities		(97,403,911)		(105,201,163)
Cash flows from investing activities				
Proceeds from disposal of property, plant and equipment	-		370,500	
Payments for intangible assets	-		(665,369)	
Net cash (used in)/generated by investing activities				(294,869)
Cash flows from financing activities				
Proceeds from borrowings	101,043,792		107,301,602	
Net cash used in financing activities		101,043,792		107,301,602
Net increase in cash and cash equivalents		3,639,881		1,805,570
Cash and cash equivalents at the beginning of the year		6,487,124		4,681,554
Effects of exchange rate changes on the balance of cash held in foreign currencies				
Cash and cash equivalents at the end of the year(Refer Note (i) below)		10,127,005		6,487,124
* Comprises:				
Balances with Banks		10,048,923		6,402,675
Cheques, drafts on hand				-
Cash on hand		78,082		84,450
Others				-

For Prasad & Prasad
Chartered Accountants
FRN: 0027465

NSRA Prasad
Partner
M No: 203408
Place: Hyderabad
Date: 10-Apr-2017



For and on behalf of the Board of Directors
For Cyient Insights Private Limited

Sarish Cheeti
Director and COO

Place: Hyderabad
Date: 10-Apr-2017

N J Joseph
Director

Place: Hyderabad
Date: 10-Apr-2017



CYIENT Insights Pvt Ltd
Notes forming part of the Consolidated financial statements

3. Tangible Assets

Carrying amount	(Amount in Rs.)	
	As at March 31, 2017	As at April 1, 2015
Leasehold Improvements	384,480	
Office Equipment	84,349	
Furniture and Fixtures	29,510	
Computers	1,877,648	
Total Tangible assets	780,978	2,375,987
Capital work-in progress	780,978	2,375,987



Description of Assets	Land - Freehold	Leasehold Improvements	Buildings - Freehold	Plant and Equipment - Freehold	Office Equipment	Furniture and Fixtures	Electrical Installations	Vehicles - Freehold	Computers	Total
	I. Cost or deemed cost									
Balance as at 1 April, 2015		384,480			84,349	29,510			1,877,648	2,375,987
Additions					211,198	(29,510)			322,500	533,698
Disposals		(384,480)								(413,990)
Acquisitions through business combination										
Balance as at 31 March, 2016					295,547				2,200,148	2,909,685
Additions										
Disposals										
Balance as at 31 Mar, 2017										
II. Accumulated depreciation and impairment										
Balance as at 1 April, 2015										
Depreciation / amortisation expense for the year					(60,923)				(911,382)	(972,305)
Eliminated on disposal of assets										
Acquisitions through business combinations										
Balance as at 31 March, 2016					(60,923)				(911,382)	(972,305)
Depreciation / amortisation expense for the year					(66,838)				(675,574)	(742,412)
Eliminated on disposal of assets										
Balance as at 31 Mar, 2017					(127,761)				(1,586,955.53)	(1,714,716.92)

Carrying Amount	Land - Freehold	Leasehold Improvements	Buildings - Freehold	Plant and Equipment - Freehold	Office Equipment	Furniture and Fixtures	Electrical Installations	Vehicles - Freehold	Computers	Total
	Balance as at 1 April, 2015		384,480			84,349	29,510			1,877,648
Additions					211,198	(29,510)			322,500	533,698
Disposals		(384,480)								(413,990)
Acquisitions through business combination										
Depreciation expense					(60,923)				(911,382)	(972,305)
Balance as at 31 March, 2016					234,624				1,288,766	1,523,390
Additions										
Disposals										
Depreciation expense					(66,838)				(675,574)	(742,412)
Balance as at 31 Mar, 2017					167,786				613,192	780,978

CYIENT Insights Pvt Ltd
Notes forming part of the Consolidated financial statements
4. Intangible Assets

(Amount in Rs.)

Carrying amount	As at March 31, 2017	As at March 31, 2016	As at April 1, 2015
Computer Software	122,552	253,297	238,958
Other Intangible Assets			
Total Intangible assets	122,552	253,297	238,958
Intangible assets under development	122,552	253,297	238,958

Description of Assets	Computer Software	Other Intangible	Total
I. Cost or deemed cost			
Balance as at 1 April, 2015	238,958		238,958
Additions	131,671		131,671
Disposals			
Acquisitions through business combination			
Balance as at 31 March, 2016	370,629	-	370,629
Additions			
Disposals			
Balance as at 31 Mar, 2017			
II. Accumulated depreciation and impairment			
Balance as at 1 April, 2015			
Depreciation / amortisation expense for the year	(117,332)		(117,332)
Eliminated on disposal of assets			
Acquisitions through business combinations			
Balance as at 31 March, 2016	(117,332)	-	(117,332)
Depreciation / amortisation expense for the year	(130,745)		(130,745)
Eliminated on disposal of assets			
Balance as at 31 Mar, 2017	(248,077)	-	(248,077)

Carrying Amount	Computer Software	Other Intangible	Total
Balance as at 1 April, 2015	238,958	-	238,958
Additions	131,671	-	131,671
Disposals			
Acquisitions through business combination			
Depreciation expense	(117,332)	-	(117,332)
Balance as at 31 March, 2016	253,297	-	253,297
Additions			
Disposals			
Depreciation expense	(130,745)	-	(130,745)
Balance as at 31 Mar, 2017	122,552	-	122,552



CYIENT Insights Pvt Ltd
Notes forming part of the Consolidated financial statements

5 - Other financial assets

Particulars	(Amount in Rs.)		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Current			
Advance to Employees			
- Unsecured, considered good	4,529,355	-	75,000
	<u>4,529,355</u>	<u>-</u>	<u>75,000</u>
- Unbilled revenue	2,114,103		
	<u>2,114,103</u>		
TOTAL	<u>6,643,458</u>	<u>-</u>	<u>75,000</u>



CYIENT Insights Pvt Ltd
Notes forming part of the Consolidated financial statements

6. Other assets

Particulars	(Amount in Rs.)		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Non - Current			
Advances to Income taxes (net off provisions)	6,768,412	2,395,173	906,939
Balance with Government authority	1,294,457		602,600
Total	8,062,869	2,395,173	1,509,539
Current			
Prepaid Expenses	1,157,399	563,108	401,911
Advance to Suppliers	1,092,673	81,739	655,702
Total	2,250,072	644,847	1,057,613

7. Trade receivables

Particulars	(Amount in Rs.)		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
(i) Secured, considered good			
(ii) Unsecured, considered good	1,341,860	2,454,003	3,260,795
(iii) Doubtful			
Less: Allowance for doubtful debts (expected credit loss allowance)			
TOTAL	1,341,860	2,454,003	3,260,795



CYIENT Insights Pvt Ltd
Notes forming part of the Consolidated financial statements

8. Cash and Bank Balances

Particulars	(Amount in Rs.)		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Current Cash and bank balances			
Balances with Banks	10,048,923	6,402,675	4,681,554
Cash on hand	78,082	84,450	
Cash and cash equivalents as per balance sheet	10,127,005	6,487,125	4,681,554



CYIENT Insights Pvt Ltd
Notes forming part of the Consolidated financial statements

(Amount in Rs.)

Particulars	As at March 31, 2017		As at	
	March 31, 2016	April 01, 2015	March 31, 2016	April 01, 2015
Equity share capital	19,994,780	19,994,780	19,994,780	19,994,780
Total equity share capital	19,994,780	19,994,780	19,994,780	19,994,780
Authorised share capital :				
2,000,000 Equity Shares of Rs.10 each	20,000,000	20,000,000	20,000,000	20,000,000
Issued and subscribed capital comprises :				
1,999,478 Equity Shares of Rs.10 each	19,994,780	19,994,780	19,994,780	19,994,780
Total equity share capital	19,994,780	19,994,780	19,994,780	19,994,780

9.1 Fully Paid equity shares

	Number of shares	Share capital (Amount)
Balance at April 01, 2015	1,999,478	19,994,780
Issue of shares under the Company's employee share option plan		
Balance at March 31, 2016	1,999,478	19,994,780
Issue of shares under the Company's employee share option plan		
Balance at March 31, 2017	1,999,478	19,994,780

9.2 Details of shares held by each shareholder holding more than 5% shares

	As at March 31, 2017		As at March 31, 2016		As at April 01, 2015	
	Number of shares held	% holding of equity shares	Number of shares held	% holding of equity shares	Number of shares held	% holding of equity shares
Fully paid equity shares						
Sesha Chalapathi Modukuru	399,896	20%	399,896	20%	399,896	20%
M.s.Nearium Energy Pte Ltd	275,927	14%	275,927	14%	275,927	14%
Satish C	293,921	15%	293,921	15%	293,921	15%
Cyient Limited	1,019,734	51%	1,019,734	51%	1,019,734	51%
	1,989,478	100%	1,989,478	100%	1,989,478	100%

9.3. Rights, preferences and restrictions attached to equity shares:

The company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share

In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company in proportion to their shareholding



CYIENT Insights Pvt Ltd
Notes forming part of the Consolidated financial statements

10. Other equity

Particulars	(Amount in Rs.)		
	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Securities premium account	98,000	98,000	98,000
Foreign currency translation reserve	557,001	(3,818,548)	(530,598)
Retained earnings	(280,124,043)	(190,869,463)	(68,876,579)
Balance at end of year	(279,469,041)	(194,590,011)	(69,309,177)

10.1 Securities premium reserve

	As at March 31, 2017	As at March 31, 2016
	Balance at beginning of year	98,000
Issue of shares under the Company's employee share option plan		
Balance at end of year	98,000	98,000

10.2 Foreign currency translation reserve

	As at March 31, 2017	As at March 31, 2016
	Balance at beginning of year	(3,818,547)
Exchange difference arising on translating the foreign operation	4,375,548	(3,287,950)
Balance at end of year	557,001	(3,818,548)

10.3 Retained earnings

	As at March 31, 2017	As at March 31, 2016
	Balance at beginning of year	(190,869,463)
Profit attributable to owners of the Company	(89,692,062)	(121,992,884)
Other comprehensive income arising from remeasurement of defined benefit obligation net of income tax	437,482	-
Balance at end of year	(280,124,043)	(190,869,463)



Cyient Insights Pvt Limited
Notes forming part of the Consolidated financial statements

11. Non-current borrowings

(Amount in Rs.)

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Unsecured - at amortised cost			
(i) Loans from related parties(* Refer note 1 below)			
-CYIENT Limited	238,033,356	139,399,180	37,153,187
-Others	39,870,559	37,460,945	32,405,333
Total non-current borrowings	277,903,915	176,860,125	69,558,520

* Note - 1

- Outstanding loan from CYIENT Group represents principle component only. Interest outstanding as of 31 March 2017 is "ZERO"

- The rate of interest is 10%, which is to be repaid in half yearly installments.

- Unsecured loan from Other parties include Loan(Includes Interest Outstanding) from Satish Cheeti, Sessa, Nearium Energy Pte Ltd

12. Provisions

(Amount in reporting currency)

Particulars	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Provisions			
(i) Employee benefits	4,911,377	4,349,073	-
(ii) Other Provisions	-	-	-
	4,911,377	4,349,073	-
Current	114,318	-	-
Non - Current	4,797,059	4,349,073	-
	4,911,377	4,349,073	-



Cyient Insights Private Limited
Notes forming part of the Consolidated financial statements

13. Trade Payables		(Amount in Rs.)	
Particulars	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
Dues to Micro Enterprises and Small Enterprises	-	-	-
Dues to other than Micro Enterprises and Small Enterprises	14,919,838	6,818,830	2,989,473
Total Trade payables	14,919,838	6,818,830	2,989,473

14. Other current liabilities		(Amount in reporting currency)	
Particulars	As at March 31, 2017	As at March 31, 2016	As at April 01, 2015
(i) Advance from Related Party transactions	-	9,970,194	-
(ii) Statutory remittance	2,010,838	1,016,952	625,999
Total Other current liabilities	2,010,838	10,987,146	625,999

15. Revenue from Operations

The following is an analysis of the company's revenue for the year from continuing operations.

Particulars	Year ended March 31, 2017	year ended March 31, 2016
(i) Sale of services	55,058,962	36,433,600
Total	55,058,962	36,433,600



CYIENT Insights Pvt Ltd
Notes forming part of the Consolidated financial statements

16. Other Income

Particulars	(Amount in Rs.)	
	Year ended March 31, 2017	year ended March 31, 2016
Other non-operating incme (net of expenses directly attributable to such income)		
Operating lease rental income		
Provision no longer required written back	3,353,428	343,653
	<u>3,353,428</u>	<u>343,653</u>
Other gains and losses		
Net foreign exchange gains/ (losses)	(182,726)	(326,793)
	<u>(182,726)</u>	<u>(326,793)</u>
Total	<u>3,170,702</u>	<u>16,860</u>



CYIENT Insights Pvt Ltd
Notes forming part of the Consolidated financial statements

17. Employee Benefits Expense

(Amount in Rs.)

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
(i) Salaries and wages, including bonus	80,076,645	100,968,382
(ii) Contribution to provident and other funds	2,012,343	2,437,138
(iii) Share based payment transactions expenses	-	-
(iv) Staff welfare expenses	1,115,331	3,079,362
	<u>83,204,319</u>	<u>106,484,882</u>

18. Finance Cost

Particulars	Year ended March 31, 2017	For the year ended March 31, 2016
(i) Interest costs:-		
Interest on loans from related parties	21,234,657	12,213,827
Total finance costs	<u>21,234,657</u>	<u>12,213,827</u>



(Amount in Rs.)

19. Depreciation and amortisation expense

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Depreciation of property, plant and equipment	742,412	1,002,282
Amortisation of intangible assets	130,745	117,332
Total	873,157	1,119,614

20. Income taxes

a. Income Tax recognised in statement of Profit & Loss

(Amount in reporting currency)

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Current tax		
In respect of the current year	-	-
In respect of prior years	-	-
MAT credit	-	-
Deferred tax		
In respect of the current year	(476,436)	(1,956)

b. Income Tax recognised in Other Comprehensive Income

(Amount in reporting currency)

Particulars	Year ended March 31, 2017	Year ended March 31, 2016
Current tax		
In respect of the current year	-	-
In respect of prior years	-	-
MAT credit	-	-
Deferred tax		
In respect of the current year	195,632	



CYIENT Insights Pvt Ltd

Notes forming part of the Consolidated financial statements

21. Other expenses

Particulars	(Amount in Rs.)	
	Year ended March 31, 2017	Year ended March 31, 2016
Rent including lease rentals	3,543,264	3,548,830
Rates and taxes	154,767	2,429,916
Insurance	317,284	444,012
Travelling and conveyance	20,050,805	15,453,252
Communication	1,951,692	1,277,713
Printing and stationery	123,272	89,248
Power and fuel	-	8,638
Marketing expenses	588,982	934,850
Advertisement		
Repairs and maintenance		
- Buildings		
- Machinery		
- Others	43,923	1,445,587
Non executive directors commission		
Legal & professional charges	13,340,622	11,286,066
Expenditure for Corporate Social Responsibility		
Provision for doubtful debts (net)		
Bad debts written off		
Less: Reversal of provision for doubtful debts		
Auditors' remuneration (Refer Note (i) below)	745,042	851,600
Recruitment expenses	-	419,818
Training and development	16,647	325,755
Software charges	1,751,361	
Miscellaneous expenses	458,368	111,692
	43,086,029	38,626,977

Notes

(i) Payment to auditors

a) For audit	462,450	508,620
b) For taxation matters	138,965	165,480
d) For other services	125,000	177,500
e) For reimbursement of expenses	18,627	-
	745,042	851,600



Cyient Insights Private Limited (formerly Invati Insights Private Limited)
Statement on Significant Accounting Policies

For the period 1st April 2016 to 31st March, 2017

1. Corporate information

Cyient Insights Pvt Ltd is engaged in the business of providing Advance Business Analytics, Big Data/Data Sciences Research Lab for customers and its related services.

The Company is based in India and has clients spread out at various places in India, US, Canada, South Korea and Europe.

2. Significant accounting policies

2.1 Basis of accounting and preparation of the consolidated financial statements

The financial statements of the Company are prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis. The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP.

Accounting policies are consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in accounting policy hitherto in use. Where a change in accounting policy is necessitated due to changed circumstances, detailed disclosures to that effect along with the impact of such change is duly disclosed in the consolidated financial statements.

The financial statements are prepared on a going concern basis

2.2 Principles of consolidation

The consolidated financial statements have been prepared on the following basis:

- i) The financial statements of the Company and its subsidiaries have been combined on a line-by-line basis by adding together like items of assets, liabilities, income and expenses. Inter-company balances and transactions and unrealised profits and losses have been fully eliminated.
- ii) The excess of cost to the Group of its investments in its subsidiary companies over its share of the equity at the dates on which the investments are made, is recognised as Goodwill (on Consolidation), being an asset in the consolidated financial statements. Alternatively, where the share of equity in the subsidiary companies as on the date of investment is in excess of cost of the investment of the Group, it is recognised as Capital Reserve (on Consolidation) and shown under the head 'Reserves and Surplus' in the consolidated financial statements.



Cyient Insights Private Limited (formerly Invati Insights Private Limited)
Statement on Significant Accounting Policies

For the period 1st April 2016 to 31st March, 2017

The details of Specified Bank Notes (SBN) held and transacted during the period from 8th November, 2016 to 30th December, 2016 as provided in the table below:

	SBN	Other Denominations	Total
Closing cash in hand as on 08.11.2016	-	7,982.00	7,982.00
(+) Permitted receipts	-	1,08,000.00	1,08,000.00
(-) Permitted payments	-	80,620.00	80,620.00
(+) Amount deposited in bank	-	-	-
Closing cash in hand as on 30.12.2016	-	35,362.00	35,362.00

Explanation: For the purposes of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated the 8th November, 2016'



Independent Auditor's Report

To the Members,

CYIENT INSIGHTS PRIVATE LIMITED,

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **CYIENT INSIGHTS PRIVATE LIMITED** and its subsidiary, **CYIENT INSIGHTS LLC**, (the holding company and its subsidiary is referred to as "the Group"), comprising of the Consolidated Balance Sheet as at 31st March, 2017, Consolidated Statement of Profit and Loss and Consolidated Statement of Cash Flow for the period then ended, and a summary of significant accounting policies and other explanatory information of the parent company.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the group as on 31 March 2017, and the consolidated statement of profit and loss and consolidated statement of cash flows for the year ended on that date.

Management's Responsibility for the Consolidated Financial Statements

The Management of the holding company is responsible for the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position and financial performance of the Company in accordance with the Accounting Standards referred to in Section 133 of the Companies Act, 2013 and read with Rule 7 of the Companies (Accounts) Rules 2014. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give true and fair view 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 Holding Company's Directors, as well as evaluating the overall presentation of the consolidated financial statements.

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

Other Matter

We did not audit the financial statements of the subsidiary, Cyient Insights LLC, for the year ended 31st March 2017. These financial statements have been audited by other auditor (American CPA) whose reports have been furnished to us by the management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, and our report in terms of sub section (11) of Section 143 of the Companies Act, 2013, in so far as it relates to the aforesaid subsidiary, is based solely on the reports of the other auditor.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Audit Report) Order, 2016, (the Order), issued by the Central Government on India in terms of sub section (11) of Section 143 of the Companies Act, 2013, we give in the annexure a statement of the matters specified in paragraph 3 and 4 of the order with respect to the matters connected with holding company only.
2. As required by section 143(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 of aforesaid consolidated financial statements.
- b) In our opinion proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as appears from our examination of those books and the reports of other auditors.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and Consolidated Statement of Cash Flow, dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2017 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, associate company and jointly controlled entity incorporated in India, none of the directors of the Group companies, its associate company and jointly controlled entity incorporated in India is disqualified as on March 31, 2017 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations which would impact its financial position.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company

Place: Hyderabad

Date: 10.04.2017

For Prasad & Prasad
Chartered Accountants
FRN: 002746S

NSRA Prasad
Partner
M No. : 203408



Annexure to Independent Auditors' Report

Referred to in Paragraph 1 under the heading of "Report on other Legal and Regulatory Requirements" of our report of even date

The Annexure referred relates to the financials of Cyient Insights (India) only

- 1) In respect of its fixed assets:
 - a) The company has maintained proper records showing full particulars including quantitative details and situation of fixed assets on the basis of available information.
 - b) As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the company and nature of its assets.
 - c) The company does not own any immovable property
- 2) The clause relating to physical verification of inventory is not applicable to the Company.
- 3) The company has not granted loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.
- 4) The company has not granted any loans, investments and guarantees.
- 5) The company has not accepted any deposit from the public.
- 6) Maintenance of cost records, as specified by the Central Government under sub section (1) of the Section 148 of the Companies Act, 2013, is not applicable to the company
- 7) In respect of statutory dues:
 - (a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including employees' state insurance, employees' provident fund income-tax, wealth-tax, service tax, cess and other material statutory dues applicable to it and there are no undisputed amounts payable for a period of more than six months from the date they became payable.
 - (b) According to the information and explanations given to us, amounts payable in respect of employees' state insurance, employees provident fund, income-tax, service tax and cess were outstanding, at the period end are not under dispute.

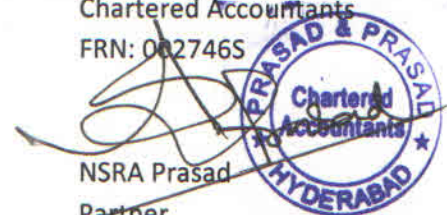
- 8) The company has not defaulted in repayment of Overdraft Loans taken from Scheduled Commercial Bank.
- 9) No monies are raised from public offer of shares. Also, no term loans were taken from banks, financial institutions. Hence, clause (ix) of the Para 3 is not applicable to the company.
- 10) As informed, no fraud is committed by the Company. Also, no fraud on the Company is reported or noticed.
- 11) Remuneration paid to the Company's managerial personnel is in accordance with the section 197 read with Schedule V of Companies Act 2013.
- 12) Provision of Clause (xii) of the Paragraph 3 of the Order is not applicable to the Company, as it is not a Nidhi company.
- 13) Transactions with related parties as defined Section 2 (76) of the Act read with Section 177 and 188 of the Act on Compliance were disclosed in the financial statements and applicable accounting standards.
- 14) Provisions of Clause (xiv) of the Paragraph 3 of the Order is not applicable to the Company as there were no preferential allotment nor any private placement of shares or fully or partly convertible debentures during the year.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause (xv) of Paragraph 3 are not applicable to the Company.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company.

Place: Hyderabad
Date: 10.04.2017

For Prasad & Prasad
Chartered Accountants
FRN: 002746S

NSRA Prasad
Partner

Membership No: 203408



ANNEXURE TO THE INDEPENDENT AUDITOR'S REPORT AS ON 31st March 2017 ON THE STANDALONE FINANCIAL STATEMENTS OF CYIENT INSIGHTS PRIVATE LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Cyient Insights Private Limited ("the Company") as of March 31, 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance 168 Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

Prasad & Prasad
Chartered Accountants

(Firm's Registration No:002746S)



Signature

(NSRA PRASAD)

(Partner)

(Membership No. 203408)

Place: Hyderabad

Date: 10.04.2017