

**ANNUAL REPORT OF
CAMBRIC CORPORATION**

CAMBRIC CORPORATION, DELAWARE

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CAMBRIC CORPORATION, DELAWARE

DIRECTORS:

1. Mr. Patrick McGoldrick
2. Mr. Warren Harris
3. Mr. Praveen Kadle
4. Mr. Timothy P. Hayes
5. Mr. Merilee Hunt

**REGISTERED:
OFFICE**

555 E Broadway, Suite 300
Salt Lake City, UT 84102
USA

TO THE MEMBERS OF Cambric Corporation, Delaware

The Directors hereby present the Seventeenth Annual Report on the Business and Operations of the Company and Statement of Accounts for the year ended March 31, 2015.

1. FINANCIAL RESULTS

The Financial Results of the Company for the period ended December 31, 2015 are as follows:

	(In US \$)	(In ₹)
Income *	17,466,627	1,101,161,652
Profit for the period *	1,849,812	116,618,085

2. OPERATIONS

Cambric Corporation is the main operating entity of the group and is the parent company of Cambric Limited, Cambric GmbH, Cambric Managed Services Inc and Cambric UK Ltd. Cambric Corporation employs US-based operational management as well as US-based engineering resources. Cambric Corporation is also responsible for marketing, sales, human resources and information technology. Cambric Corporation is the entity contracting with external customers to perform engineering services.

During the year the company registered a turnover of US \$ 17,466,627 (₹1,101,161,652) and a profit of US \$1,849,812 (₹116,618,085)

***Effective from January 1, 2015 Cambric Corporation has been merged with Cambric Holdings, which in turn has been merged with Tata Technologies Inc. , hence the financial statements have been prepared till December 31, 2014.**

3. DIVIDEND

Considering the overall financial performance of the Company, the Board of Directors have not recommended any dividend on equity capital of the Company during the year under reference.

4. POST BALANCE SHEET EVENTS

There have been no significant post balance sheet events, since the period ended 31st December 2014, which have had a material effect on the financial position of the Company.

5. PUBLIC DEPOSITS

The Company has not accepted any deposits from the public.

6. CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION

The operations of the Company are such that they are not deemed as energy intensive. However, the Company constantly makes effort to avoid excessive consumption of energy and encourage conservation of energy.

7. AUDIT

The Company is not required to obtain an audit opinion as per local regulations. Therefore, the financial statements of the Company for the year ended March 31, 2015 has not been audited.

8. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to section 134 (5) of the Companies Act, 2013 the directors, based on the representations received from the operating management, confirm that:-

1. in the preparation of the annual accounts, the applicable accounting standards have been followed and that there are no material departures;
2. they have, in selection of the accounting policies, 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 the end of the financial year and of the loss of the Company for that year;
3. they have taken proper and sufficient care, to the best of their knowledge and ability, for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities;
4. they have prepared the annual accounts on a "going concern basis".
5. they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

9. ACKNOWLEDGMENTS

Your Directors would like to express their heartfelt gratitude to all the customers, business partners and bankers for their continued support and association. The Directors also wish to thank the Government and all the statutory authorities for their support and co-operation.

The Directors would also like to place on record their appreciation of the dedicated, individual and collective contribution of all the employees in the overall growth and progress of the Company during the last year.

On behalf of the Board of Directors;

Mr. Warren Harris	Director
Mr. Praveen Kadle	Director
Mr. Timothy P. Hayes	Director
Mr. Merilee Hunt	Director
Mr. Patrick McGoldrick	Director

Place:

Date:

Cambric Corporation, Delaware
Balance Sheet as at December 31, 2014

Particulars	Note No.	(Amount in USD)	(Amount in ₹)	(Amount in USD)	(Amount in ₹)
		December 31, 2014	December 31, 2014	March 31, 2014	March 31, 2014
I. EQUITY AND LIABILITIES					
(1) Shareholders' Funds					
(a) Share Capital	1	100	6,304	100	5,989
(b) Reserves and Surplus	2	9,463,954	596,643,170	7,593,642	454,783,230
		9,464,054	596,649,475	7,593,742	454,789,219
(2) Current Liabilities					
(a) Trade Payables		2,668,489	168,231,569	1,443,506	86,451,588
(b) Other Current Liabilities	3	412,472	26,003,753	189,776	11,365,660
(c) Short-term Borrowings (unsecured)		5,648	356,070	-	-
(d) Short-term Provisions	4	(474)	(29,872)	203,364	12,179,467
(e) Current income tax liabilities		10,306	649,704	-	-
		3,096,441	195,211,225	1,836,646	109,996,715
		12,560,495	791,860,699	9,430,388	564,785,934
II. ASSETS					
(1) Non-current Assets					
(a) Fixed Assets					
(i) Tangible Assets	5	155,627	9,811,290	163,029	9,763,798
(ii) Intangible Assets	6	304,596	19,202,868	561,948	33,655,063
		460,223	29,014,159	724,977	43,418,861
(b) Non-current Investments	7	2,735,680	172,467,514	2,730,753	163,544,802
		3,195,902	201,481,673	3,455,730	206,963,663
(2) Current Assets					
(a) Trade Receivables	8	7,007,356	441,769,978	3,011,306	180,347,134
(b) Cash and Bank Balances	9	1,439,153	90,729,618	1,797,856	107,673,619
(c) Other Current Assets	10	861,346	54,302,463	1,092,700	65,441,804
(d) Short-term loans and advances	11	25,315	1,595,944	27,593	1,652,551
(g) Current income tax assets		31,423	1,981,023	45,203	2,707,163
		9,364,592	590,379,027	5,974,658	357,822,271
		12,560,495	791,860,699	9,430,388	564,785,934
Significant Accounting Policies	18				

For and on behalf of the Board of Directors

Warren Harris	Director
Praveen Kadle	Director
Pat McGoldrick	Director
Timothy P. Hayes	Director
Merilee Hunt	Director

Place:
Date:

Cambric Corporation, Delaware
Statement of Profit and Loss for the period ended December 31, 2014

Particulars	Note No.	(Amount in USD)	(Amount in ₹)	(Amount in USD)	(Amount in ₹)
		Period ended December 31, 2014	Period ended December 31, 2014	Year ended March 31, 2014	Year ended March 31, 2014
I. Revenue from Operations	12	17,303,993	1,090,908,580	16,972,055	1,016,456,367
II. Other Income	13	162,634	10,253,071	132,026	7,907,041
III. Total Revenue (I+ II)		17,466,627	1,101,161,652	17,104,081	1,024,363,408
IV. Expenses :					
(a) Consultancy fees, Softwares and others	14	9,004,934	567,704,790	9,828,327	588,618,496
(b) Employee Benefit Expense	15	5,156,084	325,058,840	5,746,153	344,137,119
(c) Finance Cost	16	2,055	129,542	1,140	68,291
(d) Depreciation and amortisation Expense	5 & 6	327,943	20,674,774	423,836	25,383,545
(e) Other Expenses	17	1,124,452	70,889,664	934,737	55,981,373
Total Expenses		15,615,467	984,457,610	16,934,193	1,014,188,824
V. Profit Before Tax (III-IV)		1,851,160	116,704,041	169,888	10,174,584
VI. Tax Expense :					
(a) Current Tax		1,348	84,956	1,468	87,904
VII. Profit from continuing operations (V- VI)		1,849,812	116,619,085	168,420	10,086,680

Significant Accounting Policies

18

For and on behalf of the Board of Directors

Warren Harris	Director
Praveen Kadle	Director
Pat McGoldrick	Director
Timothy P. Hayes	Director
Merilee Hunt	Director

Place:

Date:

Cambric Corporation, Delaware
Cash Flow Statement for the period ended Dec 31, 2014

	<u>(Amount in USD)</u>	<u>(Amount in ₹)</u>
	<u>December 31, 2014</u>	<u>December 31, 2014</u>
CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit after Taxation and Extraordinary Items	1,849,812	116,619,085
Depreciation and amortization	327,943	20,674,774
Provision for Income Tax	1,348	84,956
Finance Costs	2,055	129,542
Operating profit before Working Capital Changes	<u>2,181,158</u>	<u>137,508,357</u>
Adjustments for :		
Trade Receivables	(3,996,049)	(251,925,937)
Loans and advances	2,278	143,629
Unbilled Revenue	196,911	12,414,039
Prepaid Expenses	13,801	870,042
Trade Payables	1,224,983	77,227,523
Other Current Liabilities	222,696	14,039,588
Advance & Progress Payments	20,641	1,301,301
Short Term Provision	(203,838)	(12,850,698)
Advance Tax / Tax Deducted at Source	22,738	1,433,491
NET CASH FLOW (USED IN)/GENERATED FROM OPERATING ACTIVITIES	<u>(314,681)</u>	<u>(19,838,665)</u>
CASH FLOW FROM INVESTING ACTIVITIES		
Investment in Subsidiaries	(4,927)	(310,600)
Proceeds from sale of Tangible and Intangible Assets	986	62,172
Payment for Purchase of Fixed Assets	(64,175)	(4,045,849)
NET CASH FLOW (USED IN)/GENERATED FROM INVESTING ACTIVITIES	<u>(68,116)</u>	<u>(4,294,276)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Interest Paid	(2,055)	(129,542)
Proceeds /Repayment from Short Term borrowings	5,648	356,070
NET CASH FLOW (USED IN)/GENERATED FROM FINANCING ACTIVITIES	<u>3,593</u>	<u>226,529</u>
NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS	<u>(379,204)</u>	<u>(23,906,412)</u>
Cash & Cash equivalent at the close of the period as per Note 9	1,439,153	90,729,618
Cash & Cash equivalents at the beginning of the year as per Note 9	1,797,856	113,343,609
Translation Reserve	20,500	1,292,421
	<u>(379,204)</u>	<u>(23,906,412)</u>

For and on behalf of the Board of Directors

Warren Harris	Director
Praveen Kadle	Director
Pat McGoldrick	Director
Timothy P. Hayes	Director
Merilee Hunt	Director

Place:

Date:

Cambric Corporation, Delaware
Notes forming part of financial statements

Note - 1

SHARE CAPITAL

Issued, subscribed and fully paid :

10 Ordinary shares of USD 0.001 per share

	(Amount in USD)	(Amount in ₹)	(Amount in USD)	(Amount in ₹)
	December 31, 2014	December 31, 2014	March 31, 2014	March 31, 2014
	100	6,304	100	5,989
	100	6,304	100	5,989

Cambric Corporation, Delaware
Notes forming part of financial statements

Note - 2

RESERVES AND SURPLUS		(Amount in USD)			
Particulars	As at March 31, 2014	Additions	Deductions	Adjustments	As at Dec 31, 2014
(a) Translation Reserve	(359,810)	20,500	-	-	(339,310)
(b) Surplus i.e. balance in statement of Profit and Loss [Note (i) below]	7,953,452	1,849,812	-	-	9,803,264
	7,593,642	1,870,312	-	-	9,463,954

Notes:-

(i) **Changes in Statement of Profit and Loss :**
(a) Profit for the year

(Amount in USD)		(Amount in USD)	
2014-2015		2013-2014	
Additions	Deductions	Additions	Deductions
1,849,812	-	168,420	-
1,849,812	-	168,420	-

Note - 2

RESERVES AND SURPLUS

RESERVES AND SURPLUS		(Amount in ₹)			
Particulars	As at March 31, 2014	Additions	Deductions	Adjustments	As at Dec 31, 2014
(a) Translation Reserve	(22,683,768)	1,292,406	-	-	(21,391,362)
(b) Surplus i.e. balance in statement of Profit and Loss [Note (i) below]	501,415,447	116,619,085	-	-	618,034,532
	478,731,679	117,911,491	-	-	596,643,170

Notes:-

(i) **Changes in Statement of Profit and Loss :**
(a) Profit for the year

(Amount in ₹)		(Amount in ₹)	
2014-2015		2013-2014	
Additions	Deductions	Additions	Deductions
116,619,085	-	10,086,680	-
116,619,085	-	10,086,680	-

Cambric Corporation, Delaware
Notes forming part of financial statements

Note -3

	(Amount in USD)	(Amount in ₹)	(Amount in USD)	(Amount in ₹)
	December 31, 2014	December 31, 2014	March 31, 2014	March 31, 2014
OTHER CURRENT LIABILITIES				
(a) Income received in advance	290,702	18,326,962	181,319	10,859,173
(b) Statutory dues	121,769	7,676,791	6,227	372,952
(c) Advance and Progress payments	-	-	2,230	133,535
	412,472	26,003,753	189,776	11,365,660

Note -4

	(Amount in USD)	(Amount in ₹)	(Amount in USD)	(Amount in ₹)
	December 31, 2014	December 31, 2014	March 31, 2014	March 31, 2014
SHORT-TERM PROVISIONS				
(a) Provision for Employee benefits	(474)	(29,872)	203,364	12,179,467
	(474)	(29,872)	203,364	12,179,467

Cambric Corporation, Delaware
Notes forming part of financial statements

Note - 5

(Amount in USD)										
FIXED ASSETS	Cost as at April 1, 2014	Additions	Deductions	Cost as at Mar 31, 2015	Accumulated Depreciation as at April 1, 2014	Depreciation for the year 2014-2015	Deductions	Accumulated depreciation up to Dec 31, 2014	Net Book Value as at Dec 31, 2014	Net Book Value as at Mar 31, 2014
[A] TANGIBLE ASSETS										
(a) Plant & Machinery and Equipments	45,065	6,220	5,946	45,339	41,491	2,757	5,041	39,207	6,133	3,575
(b) Furniture and fixtures	127,757	-	-	127,757	109,805	10,575	-	120,380	7,377	17,951
(c) Vehicles	12,682	13,061	-	25,743	5,396	3,013	-	8,409	17,334	7,286
(d) Computers	253,132	25,890	45,163	233,859	182,589	36,876	45,082	174,383	59,476	70,543
(e) Leasehold Improvements	137,332	18,891	-	156,223	73,545	17,370	-	90,915	65,308	63,674
Total	575,970	64,062	51,110	588,922	412,827	70,592	50,124	433,295	155,628	163,031

Note - 5

(Amount in ₹)										
FIXED ASSETS	Cost as at April 1, 2014	Additions	Deductions	Cost as at Mar 31, 2015	Accumulated Depreciation as at April 1, 2014	Depreciation for the year 2014-2015	Deductions	Accumulated depreciation up to Dec 31, 2014	Net Book Value as at Dec 31, 2014	Net Book Value as at Mar 31, 2014
[A] TANGIBLE ASSETS										
(a) Plant & Machinery and Equipments	2,841,093	392,147	374,877	2,858,363	2,615,720	173,839	317,833	2,471,727	386,636	225,373
(b) Furniture and fixtures	8,054,268	-	-	8,054,268	6,922,543	666,660	-	7,589,203	465,065	1,131,725
(c) Vehicles	799,544	823,392	-	1,622,937	340,178	189,978	-	530,156	1,092,780	459,366
(d) Computers	15,958,374	1,632,196	2,847,252	14,743,317	11,511,074	2,324,784	2,842,124	10,993,734	3,749,583	4,447,299
(e) Leasehold Improvements	8,657,948	1,190,937	-	9,848,884	4,636,579	1,095,074	-	5,731,653	4,117,226	4,021,369
Total	36,311,226	4,038,672	3,222,129	37,127,769	26,026,095	4,450,336	3,159,957	27,316,474	9,811,290	10,285,131

Cambric Corporation, Delaware
Notes forming part of financial statements

Note -6

		(Amount in USD)									
FIXED ASSETS	Cost as at April 1, 2014	Additions	Deductions	Cost as at Mar 31, 2015	Accumulated Amortisation as at April 1, 2014	Amortisation for the year 2014-2015	Deductions	Accumulated amortisation up to Dec 31, 2014	Net Book Value as at Dec 31, 2014	Net Book Value as at Mar 31, 2014	
[B]	INTANGIBLE ASSETS										
(a)	Software Licenses	1,175,991	-	-	1,175,991	614,043	257,352	-	871,395	304,596	561,948
	Total	1,175,991	-	-	1,175,991	614,043	257,352	-	871,395	304,596	561,948

Note -6

		(Amount in ₹)									
FIXED ASSETS	Cost as at April 1, 2014	Additions	Deductions	Cost as at Mar 31, 2015	Accumulated Amortisation as at April 1, 2014	Amortisation for the year 2014-2015	Deductions	Accumulated amortisation up to Dec 31, 2014	Net Book Value as at Dec 31, 2014	Net Book Value as at Mar 31, 2014	
[B]	INTANGIBLE ASSETS										
(a)	Software Licenses	74,138,905	-	-	74,138,905	38,711,599	16,224,438	-	54,936,037	19,202,868	35,427,307
	Total	74,138,905	-	-	74,138,905	38,711,599	16,224,438	-	54,936,037	19,202,868	35,427,307

Cambric Corporation, Delaware
Notes forming part of financial statements

Note - 7

	(Amount in USD)	(Amount in ₹)	(Amount in USD)	(Amount in ₹)
	December 31, 2014	December 31, 2014	March 31, 2014	March 31, 2014
NON-CURRENT INVESTMENTS				
TRADE (UNQUOTED) - at cost				
1 Subsidiaries (Details below)	2,735,680	172,467,514	2,730,753	163,544,802
Cambric Limited	2,700,000	170,218,125	2,700,000	161,703,000
Cambric GmbH	30,651	1,932,339	30,651	1,835,674
Cambric UK Limited	1	83	1	79
Cambric Managed Services	4,928	310,663	-	-
Midwest Managed Services	100	6,304	100	5,989
	2,735,680	172,467,514	2,730,753	163,544,802

Note - 8

	(Amount in USD)	(Amount in ₹)	(Amount in USD)	(Amount in ₹)
	December 31, 2014	December 31, 2014	March 31, 2014	March 31, 2014
TRADE RECEIVABLES				
(Unsecured, considered good unless otherwise stated)				
(a) Trade receivables due for a period exceeding six months				
Considered good	-	-	(8,402)	(503,205)
Considered doubtful	-	-	4,210	252,112
	-	-	(4,192)	(251,093)
Less : Allowances for doubtful debts	-	-	4,210	252,112
	-	-	(8,402)	(503,205)
(b) Other Trade Receivables				
Considered good	7,007,356	441,769,978	3,019,708	180,850,339
Considered doubtful	(4,242)	(267,426)	-	-
	7,003,114	441,502,552	3,019,708	180,850,339
Less : Allowances for doubtful debts	(4,242)	(267,426)	-	-
	7,007,356	441,769,978	3,019,708	180,850,339
	7,007,356	441,769,978	3,011,306	180,347,134

Cambric Corporation, Delaware
Notes forming part of financial statements

Note - 9

	(Amount in USD)	(Amount in ₹)	(Amount in USD)	(Amount in ₹)
	December 31, 2014	December 31, 2014	March 31, 2014	March 31, 2014
CASH AND BANK BALANCES				
(a) Cash on hand	642	40,458	607	36,361
(b) Current Account with banks	1,438,512	90,689,161	1,797,249	107,637,258
	1,439,153	90,729,618	1,797,856	107,673,619

Note - 10

	(Amount in USD)	(Amount in ₹)	(Amount in USD)	(Amount in ₹)
	December 31, 2014	December 31, 2014	March 31, 2014	March 31, 2014
OTHER CURRENT ASSETS				
(a) Advances to suppliers and contractors and dues from government	-	-	14,626	875,949
(b) Prepaid expenses	49,795	3,139,260	8,388	502,351
(c) Unbilled Revenue	809,178	51,013,623	1,006,090	60,254,767
(d) Unamortized Premium on forward contract	2,373	149,579		
	861,346	54,302,463	1,092,700	65,441,804

Note - 11

	(Amount in USD)	(Amount in ₹)	(Amount in USD)	(Amount in ₹)
	December 31, 2014	December 31, 2014	March 31, 2014	March 31, 2014
SHORT TERM LOANS AND ADVANCES				
Unsecured (Considered Good)				
(a) Loans and Advances employees	7,722	486,816	10,000	598,907
(b) Security Deposits	17,593	1,109,129	17,593	1,053,644
	25,315	1,595,944	27,593	1,652,551

Cambric Corporation, Delaware
Notes forming part of financial statements

Note -12

	(Amount in USD) Period ended December 31, 2014	(Amount in ₹) Period ended December 31, 2014	(Amount in US\$) Year ended March 31, 2014	(Amount in ₹) Year ended March 31, 2014
REVENUE FROM OPERATIONS				
(b) Sale of Services	17,303,993	1,090,908,580	16,972,055	1,016,456,367
	17,303,993	1,090,908,580	16,972,055	1,016,456,367

Note - 13

	(Amount in USD) Period ended December 31, 2014	(Amount in ₹) Period ended December 31, 2014	(Amount in US\$) Year ended March 31, 2014	(Amount in ₹) Year ended March 31, 2014
OTHER INCOME				
(a) Other non-operating Income	26,182	1,650,638	132,026	7,907,041
(b) Interest income	113	7,133	-	-
(c) Foreign Currency Gain	136,339	8,595,300	-	-
	162,634	10,253,071	132,026	7,907,041

Note - 14

	(Amount in USD) Period ended December 31, 2014	(Amount in ₹) Period ended December 31, 2014	(Amount in US\$) Year ended March 31, 2014	(Amount in ₹) Year ended March 31, 2014
CONSULTANCY FEES, SOFTWARES AND OTHERS				
(a) Outsourcing Charges	8,936,030	563,360,815	9,759,207	584,478,935
(b) Professional Fees	66,564	4,196,472.54	69,120	4,139,561
(c) Software-internal use	900	56,739	-	-
(d) Training Costs	1,440	90,763.46	-	-
	9,004,934	567,704,790	9,828,327	588,618,497

Cambric Corporation, Delaware
Notes forming part of financial statements

Note - 15

	(Amount in USD) Period ended December 31, 2014	(Amount in ₹) Period ended December 31, 2014	(Amount in USD) Year ended March 31, 2014	(Amount in ₹) Year ended March 31, 2014
EMPLOYEE BENEFIT EXPENSE				
(a) Salaries and Wages	4,677,883	294,911,267	5,662,873	339,149,444
(b) Staff welfare Expenses Social Security and other benefit plans for Overseas	404,592	25,507,004	83,280	4,987,675
(c) employees	73,609	4,640,568	-	-
	5,156,084	325,058,840	5,746,153	344,137,119

Note - 16

	(Amount in USD) Period ended December 31, 2014	(Amount in ₹) Period ended December 31, 2014	(Amount in USD) Year ended March 31, 2014	(Amount in ₹) Year ended March 31, 2014
FINANCE COSTS				
(a) Interest Expense - Interest	2,055	129,542	1,140	68,291
	2,055	129,542	1,140	68,291

Note - 17

	(Amount in USD) Period ended December 31, 2014	(Amount in ₹) Period ended December 31, 2014	(Amount in USD) Year ended March 31, 2014	(Amount in ₹) Year ended March 31, 2014
OTHER EXPENSES				
(a) Repairs & Maintenance - Buildings	970	61,132	4,732	283,408
(b) Rent	145,693	9,185,012	177,680	10,641,258
(c) Rates and Taxes	66	4,161	8,442	505,596
(d) Insurance	16,125	1,016,573	20,030	1,199,579
(e) Overseas Marketing Expenses	381	24,005	6,695	400,953
(f) Office Expenses	164,367	10,362,312	60,496	3,623,103
(g) Travelling & Conveyance	419,530	26,448,731	429,560	25,726,344
(h) Water Charges	3,894	245,472	4,341	259,984
(i) Staff Training and Seminar Expenses	461	29,043	3,290	197,051
(j) Staff Recruitment Expenses	14,191	894,641	19,517	1,168,894
(k) Foreign Currency (Gain)/Loss - (Net)	-	-	43,382	2,598,147
(l) Communication Expenses	66,175	4,171,914	95,073	5,693,930
(m) Bad Debts written off	-	-	8,083	484,105
(n) Miscellaneous Expenses	292,602	18,446,732.75	53,416	3,199,081.05
	1,124,452	70,889,668	934,737	55,981,373

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Cambric Corporation, Delaware

Notes forming part of financial statements

Note 18

SIGNIFICANT ACCOUNTING POLICIES

1 Basis of Preparation of Financial Statements

The financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act") / Companies Act, 1956 ("the 1956 Act"), as applicable.

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Use of Estimates

The preparation of the financial statements in conformity with GAAP requires the management of the Company (Management) to make estimates and assumptions that affect the reported amounts of revenue and expenses during the year and balances of assets and liabilities and disclosures relating to contingent liabilities as at the date of financial statements. Provisions are made for all known losses and liabilities, future unforeseeable factors that may affect the profit on fixed price service contracts and also towards likely expenses for providing post-sales client support on such contracts.

1.3 Turnover

Turnover represents amounts receivable for goods and services provided in the normal course of business, net of trade discounts and other sales related taxes.

1.4 Revenue recognition

The Company acts as a reseller of hardware and software to the worldwide CAE community and provides services which include installation, training, product support, design services and consultancy. Hardware revenues are recognised when the hardware is delivered. Software revenues are recognised when a non-cancellable agreement has been signed and there are no uncertainties surrounding product acceptance, there are no significant vendor obligations, and the fees are fixed and determinable. Training, design services and consulting revenues are recognised as the services are performed. Support agreement revenues are recognised rateably over the support period except where the services of a third party are sold on. In this situation all revenue is recognised upfront.

1.5 Fixed assets and depreciation

Fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Short leasehold improvements	Period of lease
Plant and machinery	3–4 years
Furniture and Fixtures	4 years

1.6 Leasing

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible assets and depreciated over the shorter of the lease term and their useful lives. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the profit and loss account so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.7 Inventories

Inventories are valued at lower of cost or net realizable value. Cost is ascertained on a moving weighted average basis.

1.8 Taxation

Current income tax expense is determined in accordance with tax laws applicable in countries where such operations are domiciled. Deferred tax expense or benefit is recognized on timing differences being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and the tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognized only to the extent that there is virtual certainty that taxable income will be available to realize these assets. All other deferred tax assets are recognized only to the extent that there is reasonable certainty that future taxable income will be available to realize these assets.

1.9 Foreign currency translation

Income and expenses in foreign currencies are recorded at the exchange rates prevailing on the date of the transaction. Monetary current assets and current liabilities that are denominated in foreign currency translated at the exchange rates prevalent as at the Balance Sheet date and the profit / loss so determined and also the realized exchange gains / losses are recognized in the Profit and Loss Account.

1.10 Impairment of Assets

At each balance sheet date, the Company reviews using internal resources the carrying amounts of its fixed assets to determine whether there is any indication that the assets suffered an impairment loss. If any such condition exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss. Recoverable amount is the higher of an asset's net selling price and value in use. In assessing value in use, the estimated future cash flows expected from continuing use of the asset and from its disposal are discounted to their present value using a pre tax rate that reflects the current market assessments of time value of money and the risks specific to the asset.

Reversal of impairment loss is recognized immediately as income in the Profit and Loss Account.

1.11 Borrowing costs

Borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of that asset. Borrowing costs are capitalized as part of the cost of a qualifying asset when it is probable that they will result in future economic benefits to the enterprise and the costs can be measured reliably. Other borrowing costs are recognized as an expense in the year in which they are incurred.

1.12 Provisions, contingent liabilities and contingent assets

A provision is recognized when the Company has present obligation as a result of past event and its probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. The 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 current best estimates. Contingent liabilities are not recognized in the financial statements. A contingent asset is neither recognized nor disclosed in the financial statements.

2. NOTES TO ACCOUNTS

2.1 Capital commitments

Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) is US \$ Nil (₹ Nil) as at March 31, 2015.

2.2 Contingent liabilities

There were no contingent liabilities as at 31st March 2015.

2.3 Provision for Taxes

The provision for taxation pertains to tax liability as applicable to the jurisdictions of the country in which the Company operates. The provision for taxation for the current year has been computed by the management in consultation with the tax advisors to the Company.

2.4 Obligation towards non-cancellable Operating Lease

Particulars	December 31, 2014 (US \$)	December 31, 2014 (₹)	March 31, 2014 (US \$)	March 31, 2014 (₹)
The Total of Minimum lease payments for a period:	114,393	7,211,764	605,486	36,262,556
Due not later than one year	57,315	3,613,353	197,685	11,839,354
Later than one year but not later than five years	57,078	3,598,411	407,801	24,423,202
The total charge to the Statement of Profit & Loss	145,693	9,185,012	177,680	10,641,258

2.5 Related Party disclosures

A statement of transactions with related parties has been attached herewith.*

Nature of Transaction	Tata Technologies Limited (USD) \$	Tata Technologies Limited (₹) \$	TTUS (USD) #	TTUS # (₹)	Remuneration
Income received by the Reporting Enterprise Income received from services	USD 8,759	547,000	658,404	41,148,598	-
Expenses paid by the Reporting Enterprise Expenses paid	USD 121,101 EUR 4,284	7,568,495 287,870	227,938	14,245,567	-
Dues Payable by the Reporting Enterprise as on the date of the Reporting Period Due Payable and outstanding on Supplies and services	USD 31,593 EUR 4,284	1,974,452 287,870	33,853	2,115,734	-
Dues Receivable by the Reporting Enterprise as on the date of the Reporting Period Dues Receivable on Supplies and Services	USD 2,398 USD 7,445	149,838 465,290	75,036	4,689,569	-
Managerial Remuneration	-	-	-	-	305,649 (₹)19,102,298

*represents transactions and balances till December 31, 2014.

TTUS: Tata Technologies Inc., USA (Parent Company)

\$ Tata Technologies Limited – Ultimate Parent Company

2.6 Conversion into Indian Rupees

The financial information is expressed in US \$ only in the audited Accounting packs based on which the attached financial statements have been reformatted. . Solely for the convenience of the reader and to meet the requirement of section 129 of the Companies (Accounts) Rules, 2014, the amounts appearing in Indian Rupees have been translated at a fixed exchange rate of 1 US \$ = ₹ 63.04375 as on December 31, 2014 and 1 US \$ = ₹ 59.8900 as on March 31, 2014. These translations should not be construed as a representation that any or all the amounts could be converted to Indian Rupees at this or any other rate.

2.7 The above Financial Statements are prepared from the internally prepared accounts of the Company. These accounts are audited by Deloitte Haskins & Sells in order to give an audit opinion in relation to the consolidated accounts of the ultimate holding company i.e. Tata Technologies Limited. However, no separate audit report is issued in respect of the Company. An audit report for the ultimate holding company is issued by Deloitte Haskins & Sells and is included in its financial statement.