

E2E NETWORKS PVT. LTD.
BALANCE SHEET AS AT 31ST MARCH, 2013

| PARTICULARS | Note No. | AS AT 31st MARCH, 2013 | AS AT 31st MARCH, 2012 |
|--|-------------|---------------------------|---------------------------|
| EQUITY AND LIABILITIES | | | |
| Shareholders' funds | | | |
| Share capital | 1 | 2,985,340.00 | 2,835,340.00 |
| Share Application Money | | 300,000.00 | - |
| Reserves and surplus | 2 | 6,065,723.43 | 2,237,878.09 |
| | | 9,351,063.43 | 5,073,218.09 |
| Non-current liabilities | | | |
| Long-term borrowings | 3 | - | 1,500,000.00 |
| Deferred Tax Liabilities (Net) | 4 | 662,501.84 | 255,504.06 |
| | | 662,501.84 | 1,755,504.06 |
| Current liabilities | | | |
| Trade payables | 5 | 4,289,020.76 | 436,087.97 |
| Other current liabilities | 6 | 2,164,543.16 | 2,071,058.18 |
| Short-term provisions | 7 | 658,334.00 | 242,261.00 |
| | | 7,111,897.92 | 2,749,407.15 |
| TOTAL | | 17,125,463.19 | 9,578,129.30 |
| ASSETS | | | |
| Non-current assets | | | |
| Fixed assets | | | |
| Tangible assets | 8 | 9,963,432.35 | 4,789,671.42 |
| Other non-current assets | 9 | 1,604,481.40 | 10,696.80 |
| | | 11,567,913.75 | 4,800,368.22 |
| Current assets | | | |
| Trade receivables | 10 | 1,451,606.58 | 2,064,628.67 |
| Cash and cash equivalents | 11 | 1,810,679.20 | 1,360,408.41 |
| Short-term loans and advances | 12 | 2,295,263.66 | 1,352,724.00 |
| | | 5,557,549.44 | 4,777,761.08 |
| TOTAL | | 17,125,463.19 | 9,578,129.30 |
| Accompanying Significant Accounting Policies & notes on Financial Statements | | | |

For and on behalf of the Board of Directors

For E2E Networks Private Limited
For E2E Networks Private Limited
Maujib Rai
 Director
Director

[Signature]
 Director

For B K G & COMPANY
 CHARTERED ACCOUNTANTS
 FRN. 020804 N



C.A.B.K. GOYAL
 PARTNER
 MEMBERSHIP NO. 502341

Date: 01.08.2013
 Place : Faridabad

| E2E NETWORKS PVT. LTD. | | | |
|---|----------|---------------------------|---------------------------|
| PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH, 2013 | | | |
| PARTICULARS | NOTE NO. | AS AT 31st MARCH, 2013 | AS AT 31st MARCH, 2012 |
| INCOME | | | |
| Revenue from Operations | 13 | 29,763,903.00 | 15,380,698.95 |
| Other Income | 14 | 326,452.69 | 32,346.00 |
| Total Revenue | | 30,090,355.69 | 15,413,044.95 |
| EXPENDITURE | | | |
| Purchase of Services | 15 | 10,944,974.96 | 6,834,190.90 |
| Employee Benefits Expenses | 16 | 4,474,297.30 | 1,611,825.59 |
| Finance Cost | 17 | 57,957.95 | 242,692.00 |
| Depereciation and Amortisation Expenses | 18 | 5,668,405.32 | 3,101,732.79 |
| Other Expenses | 19 | 5,044,368.89 | 1,677,486.56 |
| Total Expenses | | 26,190,004.42 | 13,467,927.84 |
| Profit Before Extraordinary items | | 3,900,351.27 | 1,945,117.11 |
| Extraordinary Items | 20 | 57,174.15 | 673,736.19 |
| Profit Before Tax | | 3,843,177.12 | 1,271,380.92 |
| Tax Expenses | | | |
| Current Tax | | 658,334.00 | 242,261.00 |
| Earlier Year Tax | | - | - |
| Deferred tax | | 406,997.78 | 255,504.06 |
| Profit/(Loss) For the year/period | | 2,777,845.34 | 773,615.86 |
| Earning Per Equity Share | | | |
| Basic & Diluted | | 11.10 | 3.09 |
| Accompanying Significant Accounting Policies & Notes on Financial Statements | | | |

For and on behalf of the Board of Directors

For E2E Networks Private Limited
 For E2E Networks Private Limited
 Director
 Director
 Director

For B K G & COMPANY
 CHARTERED ACCOUNTANTS
 FRN. 020804 N

CA.B.K. GOYAL
 PARTNER
 MEMBERSHIP NO. 502341



Date: 01.08.2013
 Place : Faridabad

E2E NETWORKS PVT. LTD.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013

| NOTE No. | PARTICULARS | AS AT 31st MARCH, 2013 | AS AT 31st MARCH, 2012 |
|---|--|---------------------------|---------------------------|
| 1 | SHARE CAPITAL | | |
| | Authorised Share Capital | | |
| | Equity Share capital(266000 Shares @ Rs.10 Each) | 26,60,000.00 | 26,60,000.00 |
| | Preference Share Capital(34000 Shares @ Rs. 10 Each) | 3,40,000.00 | 3,40,000.00 |
| | | 30,00,000.00 | 30,00,000.00 |
| | Issued, Subscribed and Paid up | | |
| | Equity Share capital(265200 Shares @ Rs. 10 Each) | 26,52,000.00 | 25,02,000.00 |
| | Preference Share Capital(33334 Shares @ Rs.10 Each) | 3,33,340.00 | 3,33,340.00 |
| | TOTAL | 29,85,340.00 | 28,35,340.00 |
| | (i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the Reporting Period | | |
| | Equity shares | | |
| | Equity Shares at the beginning of the year | 2,50,200.00 | 2,50,200.00 |
| | Add : Fresh Issue of shares | 15,000.00 | - |
| | Equity shares at the end of the year | 2,65,200.00 | 2,50,200.00 |
| | Preference Share | | |
| Preference Share at the beginning of the year | 33,334.00 | 33,334.00 | |
| Add : Fresh Issue of shares | - | - | |
| | 33,334.00 | 33,334.00 | |
| DETAILS OF SHAREHOLDERS HOLDING MORE THAN 5% SHARES: | | | |
| A-1 | | | |
| | NAME OF THE SHAREHOLDER TYPE OF SHARES | AS AT 31.03.2013 | AS AT 31.03.2012 |
| | Mr. Tarun Dua Equity Shares | 93.89% | 99.52% |
| | IL & FS Trust Company Limited- Trustee -Blume Ventures Fund I Equity Shares | 5.72% | 0% |
| | IL & FS Trust Company Limited- Trustee -Blume Ventures Fund I Preference Shares | 80% | 0% |
| | N. GAUTAM Preference Shares | 0% | 80% |
| | Mr. Freeman Murray Preference Shares | 20% | 20% |

For E2E Networks Private Limited For E2E Networks Private Limited

Maujil Rai

Director

T. D. Singh

Director



E2E NETWORKS PVT. LTD.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013

| NOTE No. | PARTICULARS | AS AT 31st MARCH, 2013 | AS AT 31st MARCH, 2012 |
|----------|--|---------------------------|---------------------------|
| 2 | <u>RESERVES AND SURPLUS</u> | | |
| | <u>Securities Premium Account</u> | | |
| | Opening balance | 1,666,700.00 | 1,666,700.00 |
| | Add: Additions during the year | 1,050,000.00 | - |
| | Closing balance | 2,716,700.00 | 1,666,700.00 |
| | <u>Surplus/(Deficit) in Statement of Profit & Loss</u> | | |
| | Opening Balance | 571,178.09 | (202,437.77) |
| | Add: profit/Loss during the year | 2,777,845.34 | 773,615.86 |
| | Closing Balance | 3,349,023.43 | 571,178.09 |
| | TOTAL | 6,065,723.43 | 2,237,878.09 |
| 3 | <u>LONG TERM BORROWINGS</u> | | |
| | From Other Parties | | |
| | Unsecured | - | 1,500,000.00 |
| | TOTAL | - | 1,500,000.00 |
| 4 | Deferred Tax Liabilities | 662,501.84 | 255,504.06 |
| | Net Deffered Tax | 662,501.84 | 255,504.06 |
| 5 | <u>TRADE PAYABLES</u> | | |
| | Trade Payables | 4,289,020.76 | 436,087.97 |
| | | 4,289,020.76 | 436,087.97 |
| 6 | <u>OTHER CURRENT LIABILITIES</u> | | |
| (i) | <u>Loans & Advances</u> | | |
| | Advances from customers & others | 1,239,808.52 | 1,592,842.96 |
| (ii) | <u>Statutory Dues</u> | | |
| | Service Tax Payable | - | 5,377.00 |
| | TDS Payable | 313,919.00 | 43,975.50 |
| (iii) | <u>Expense Payable</u> | 610,815.64 | 428,862.72 |
| | | 2,164,543.16 | 2,071,058.18 |
| 7 | <u>SHORT TERM PROVISIONS</u> | | |
| | Provision for Taxation | 658,334.00 | 242,261.00 |
| | | 658,334.00 | 242,261.00 |

For E2E Networks Private Limited For E2E Networks Private Limited

Manjit Rai
Director

[Signature]
Director



E2E NETWORKS PVT. LTD.
NOTE - 8
FIXED ASSETS

| DESCRIPTION | GROSS BLOCK | | | DEPRECIATION | | | | | Net Block | |
|---------------------|--------------------------|--------------------------|---------------------------|---------------------------|--------------------------|-----------------|----------------------------|---------------------------|---------------------------|---------------------------|
| | As At 1st April, 2012 | Additions during year | Deductions during year | As At 31st March, 2013 | As At 1st April, 2012 | For the Year | Deductions/ Adjustments | Up to 31st March, 2013 | As At 31st March, 2013 | As At 31st March, 2012 |
| Fixed Assets | | | | | | | | | | |
| Air Conditioner | 24,000.00 | | | 24,000.00 | 1,942.84 | 3,068.15 | - | 5,010.99 | 18,989.01 | 22,057.16 |
| Computer Equipmen | 8,046,678.00 | 10,691,335.00 | | 18,738,013.00 | 3,445,911.97 | 5,559,530.62 | - | 9,005,442.59 | 9,732,570.41 | 4,600,766.03 |
| Furniture & fitting | 43,277.00 | 42,257.00 | | 85,534.00 | 2,591.21 | 12,736.13 | - | 15,327.34 | 70,206.66 | 40,685.79 |
| Laptop | 117,743.00 | 127,085.00 | | 244,828.00 | 19,952.33 | 86,836.40 | - | 106,788.73 | 138,039.27 | 97,790.67 |
| office equipment | 29,000.00 | 3,799.00 | 29,000.00 | 3,799.00 | 628.23 | 885.62 | 1,341.85 | 172.00 | 3,627.00 | 28,371.77 |
| | 8,260,698.00 | 10,864,476.00 | 29,000.00 | 19,096,174.00 | 3,471,026.58 | 5,663,056.92 | 1,341.85 | 9,132,741.65 | 9,963,432.35 | 4,789,671.42 |
| TOTAL | 8,260,698.00 | 10,864,476.00 | 29,000.00 | 19,096,174.00 | 3,471,026.58 | 5,663,056.92 | 1,341.85 | 9,132,741.65 | 9,963,432.35 | 4,789,671.42 |
| Previous Year | 4,234,885.00 | 5,493,199.00 | 1,467,386.00 | 8,260,698.00 | 1,147,692.00 | 3,096,384.39 | 773,049.81 | 3,471,026.58 | 4,789,671.42 | 3,087,193.00 |

For E2E Networks Private Limited For E2E Networks Private Limited

Maujib Rai

Director

[Signature]

Director



E2E NETWORKS PVT. LTD.

NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2013

| NOTE No. | PARTICULARS | AS AT | AS AT |
|-------------------------------------|--|------------------|------------------|
| | | 31st MARCH, 2013 | 31st MARCH, 2012 |
| 9 | OTHER NON CURRENT ASSETS | | |
| | Preliminary Expense (to the extent not written off) | 5,348.40 | 10,696.80 |
| | Deferred revenue Expenditure | 1,599,133.00 | - |
| | | 1,604,481.40 | 10,696.80 |
| 10 | TRADE RECIVABLES | | |
| | <u>(A) Unsecured Considered good</u> | | |
| | Outstanding For More Then Six Months | - | 126,204.09 |
| | <u>(B) Others</u> | 1,451,606.58 | 1,938,424.58 |
| | TOTAL | 1,451,606.58 | 2,064,628.67 |
| 11 | CASH AND CASH EQUIVALENTS | | |
| | Cash in Hand | 205,922.53 | 4,976.53 |
| | <u>Balance With Bank</u> | | |
| | Oriental Bank of Commerce | 225,067.67 | 55,118.88 |
| | FDR With Oriental bank of Commerce | 1,379,689.00 | 1,300,313.00 |
| | | 1,604,756.67 | 1,355,431.88 |
| | TOTAL | 1,810,679.20 | 1,360,408.41 |
| 12 | SHORT TERM LOANS & ADVANCES | | |
| | (a) <u>Advance to Suppliers</u> | - | 100,000.00 |
| | | - | 100,000.00 |
| | (b) <u>Security deposits</u> | | |
| | Unsecured, considered good | 1,850.00 | - |
| | | 1,850.00 | - |
| | (c) <u>Balances with government authorities</u> | | |
| | Unsecured, considered good | | |
| | (i) TDS Receivable | 1,613,437.66 | 1,251,278.00 |
| | (ii) Income tax Refundable | 654,002.00 | - |
| (iii) Service Tax credit receivable | 25,974.00 | 1,446.00 | |
| | 2,293,413.66 | 1,252,724.00 | |
| | TOTAL | 2,295,263.66 | 1,352,724.00 |

For E2E Networks Private Limited For E2E Networks Private Limited

Maujib Rai Ans

[Signature]

Director

Director



E2E NETWORKS PVT. LTD.
NOTES TO AND FORMING PART OF STATEMENT OF PROFIT AND LOSS
FOR THE YEAR ENDED 31ST MARCH, 2013

| NOTE NO. | PARTICULARS | AS AT 31st MARCH, 2013 | AS AT 31st MARCH, 2012 |
|----------|--|---------------------------|---------------------------|
| 13 | <u>REVENUE FROM OPERATION</u> | | |
| | Gross Receipts | 29,763,903.00 | 15,380,698.95 |
| | Net Revenue From Operation | 29,763,903.00 | 15,380,698.95 |
| 14 | <u>OTHER INCOME:</u> | | |
| | Interest on Bank FDR | 89,424.00 | 28,074.00 |
| | Rate Difference in Foreign Exchange | 47,557.57 | - |
| | Short & Excess | 2,211.12 | 2,250.00 |
| | Interest on IT Refund | 19,885.00 | 2,022.00 |
| | Liability No longer payable | 167,375.00 | - |
| | | 326,452.69 | 32,346.00 |
| 15 | <u>PURCHASE OF SERVICES</u> | | |
| | Purchase of Services | 10,944,974.96 | 6,834,190.90 |
| | | 10,944,974.96 | 6,834,190.90 |
| 16 | <u>EMPLOYEE BENEFITS EXPENSES</u> | | |
| | <u>SALARY</u> | | |
| | Salary | 2,622,714.00 | 972,008.00 |
| | Bonus | 500,000.00 | - |
| | Director Remuneration | 1,200,000.00 | 600,000.00 |
| | | 4,322,714.00 | 1,572,008.00 |
| | <u>STAFF WELFARE EXPENSES</u> | | |
| | Staff Welfare | 136,454.90 | 37,071.59 |
| | Entertainment Expenses | 15,128.40 | 2,746.00 |
| | | 151,583.30 | 39,817.59 |
| | | 4,474,297.30 | 1,611,825.59 |
| 17 | <u>FINANCIAL COSTS:</u> | | |
| a | <u>BORROWING COSTS</u> | | |
| | Bank Charges & Other Charges | 53,689.95 | 2,629.00 |
| | Interest On Service Tax | 1,426.00 | 53,946.00 |
| | Interest On TDS | 2,842.00 | 26,742.00 |
| | Interest on Unsecured Loan | - | 159,375.00 |
| | | 57,957.95 | 242,692.00 |

For E2E Networks Private Limited For E2E Networks Private Limited

Manjit Rai

Director

[Signature]

Director



| | | | |
|----|--|---------------------|---------------------|
| 18 | DEPRECIATION AND AMORTZATION EXPENSE: | | |
| | Depreciation (Refer Note 8) | 5,663,056.92 | 3,096,384.39 |
| | Preliminary Expenses | 5,348.40 | 5,348.40 |
| | | 5,668,405.32 | 3,101,732.79 |
| 19 | OTHER EXPENSES: | | |
| A | ADMINISTRATIVE EXPENSE | | |
| | Accounting charges | 96,000.00 | 96,000.00 |
| | Books & Periodicals | 1,255.00 | 540.00 |
| | Computer Repair & Maintanance | 622,726.00 | 488,990.00 |
| | Conveyance Expense | 180,577.00 | 51,948.00 |
| | Festival Expenses | 29,600.00 | - |
| | Electricity Expenses | 62,085.00 | 26,481.00 |
| | Internet Expenses | 24,290.00 | 6,000.00 |
| | Equipment Rental Exp. | 2,122,950.00 | - |
| | Legal & Professional Charges | 31,800.00 | 100,210.00 |
| | Membership Expenses | 4,250.00 | - |
| | Misc Expense | 23,506.34 | 9,140.55 |
| | Newspaper Expense | 1,660.00 | 1,143.00 |
| | Office Expense | 130,486.00 | 59,482.76 |
| | Office Rent | 48,000.00 | 48,000.00 |
| | Payment to Auditor | 72,000.00 | 50,700.00 |
| | Postage & Courier Expense | 16,780.00 | 5,575.00 |
| | Printing & Stationary | 23,490.00 | 3,624.00 |
| | ROC Filling Fee | 5,107.00 | 15,010.00 |
| | Software Expenses | 786,926.80 | 502,818.28 |
| | Telephone Expense | 107,324.48 | 66,012.40 |
| | Vehicle Running & Maintenance | 64,778.54 | 56,742.19 |
| | Water Expenses | 33,110.00 | 3,060.00 |
| | | 4,488,702.16 | 1,591,477.18 |
| B | SELLING & DISTRIBUTION EXPENSE | | |
| | Advertisement Expense | 203,889.67 | 47,630.38 |
| | Freight & Cartage | 45,200.00 | - |
| | Sales Promotion Expenses | 51,711.00 | 10,943.00 |
| | Tour & Travelling Expense | 254,866.06 | 27,436.00 |
| | | 555,666.73 | 86,009.38 |
| | | | |
| | GRAND TOTAL | 5,044,368.89 | 1,677,486.56 |
| 20 | EXTRAORDINARY ITEMS | | |
| | Equipment Disposed off | - | 673,736.19 |
| | Penalty on Service Tax | 55,000.00 | - |
| | Loss on Sale of Fixed Asset | 2,174.15 | - |
| | | 57,174.15 | 673,736.19 |

For E2E Networks Private Limited

Manjit Rai

Director

For E2E Networks Private Limited

T. D. S.

Director



E2E NETWORKS PVT. LTD.

Notes to and forming part of Balance Sheet and Statement of Profit & Loss

| 1 | PAYMENT TO AUDITORS | Current Year | Previous Year |
|---|----------------------------|------------------|------------------|
| | FOR AUDIT | 31,000.00 | 12,500.00 |
| | FOR TAX AUDIT | 21,000.00 | 7,200.00 |
| | FOR ADVISORY IN RESPECT OF | | |
| | -TAXATION MATTERS | 10,000.00 | 5,000.00 |
| | -COMPANY LAW MATTERS | 10,000.00 | 2,000.00 |
| | -PREVIOUS AUDITOR FEES | - | 24,000.00 |
| | TOTAL | 72,000.00 | 50,700.00 |

- 2 As required by the Accounting Standard 22 "Accounting for Taxes on Income" issued by ICAI which is mandatory in nature, the company has recognized deferred taxes, which results from the timing differences between book profits and tax profits, for the year aggregating in the profit and loss account the details of which is as under:

(Amount In Rs.)

| Deferred Tax Assets (Net): | As At 31.03.2012 | Arising During The Year | As At 31.03.2013 |
|---|---------------------|----------------------------|---------------------|
| Due To Timing Difference On Account Of: | | | |
| Depreciation | 255,504.06 | 406,997.78 | 662,501.84 |
| | 255,504.06 | 406,997.78 | 662,501.84 |

- 3 Unsecured Loan Amounting to Rs. 15,00,000 raised from shareholder i.e. IL&FS Trust Company Limited - Trustee - BlumeVenures Fund - I& Mr Freeman Murray amounting to Rs. 12,00,000 & Rs. 3,00,000 respectively against which an interest of Rs. 1,59,635 was due last Year . The same was written back during the year against the confirmation letter received from the lenders for forego of interest due, the same was considered as liability no longer payable in P&L

- 4 The computation of net profit for the purpose of director remuneration under section 349 of Companies Act, 1956 have not been enumerated since no commission has been paid to any of the directors. Fixed managerial remuneration has been paid to managing director / whole-time director as per the Schedule XIII of the Companies Act, 1956.

- 5 The company has not received any intimation from the suppliers regarding their status under the Micro, Small and Medium Enterprises Development Act,2006 and hence disclosures, if any, relating to amounts unpaid as at the year end together with interest paid / payable as required under the said act have not been given.

For E2E Networks Private Limited For E2E Networks Private Limited

Maujil Rai

Director

[Signature]

Director



E2E NETWORKS PVT. LTD.

Notes to and forming part of Balance Sheet and Statement of Profit & Loss

6 During the year under Consideration the Unsecured Loan amounting to Rs. 12,00,000 converted into Equity Shares at a share premium of Rs. 70 per share.

7 The Shares of N.Gautam was transferred to IL&FS Trust Company Limited - Trustee -- Blume Venures Fund - I in pursuance to deed of adherence dated 20th Oct 2012.

8 As certified by the management the value of realization of current assets, loans & advances in the ordinary course of business would not be less than the amount as stated in the balance sheet. Provisions for all known liabilities are adequate and balances are subject to confirmation.

9 Gross Receipts from Operations amounting to Rs. 10,31,589 pertains to Next year 2013-14 and the said amount has been recognized as an Income received in Advance and transferred to Current Liabilities against Advance from Hosting Services.

10 In the Previous year the management of the company has changed the accounting policies in respect of depreciation on computer equipments, as the same were highly depreciable and the life is estimated to be lower as compared to provisions of companies act hence the higher depreciation rate i.e. 60% is charged in Previous year onward as compared to 40% in previous years till 31.03.2011

a Consequently an additional charge of Depreciation amounting to Rs. 9,87,822.91 was recognized in books of accounts in Pr yr against change in accounting policies in respect of higher rate of dep on computer equipments However the effect of change in depreciation rate in previous year before financial year 2011-12 were not accounted for in the books as under:

| Financial Year | Depreciation Accounted for in the books | Depreciation to be charged due to increased rate | Additional Charge to not accounted in books |
|----------------|---|--|---|
| 2009-10 | 86,312.00 | 129,468.00 | 43,156.00 |
| 2010-11 | 1,061,380.00 | 1,592,070.00 | 530,690.00 |
| | <u>1,147,692.00</u> | <u>1,721,538.00</u> | <u>573,846.00</u> |

b Consequent to the change in rate of depreciation in current year the assets disposed off / discarded during the Pr year were also affected and an additional charge of depreciation as detailed below were also not accounted for in the books and included in pt (a) above:

| Particular | Depreciation Charged at lower rate i.e. 40% | Depreciation to be charged at higher rate i.e. 60% | Difference due to change in Depreciation |
|---|---|--|--|
| Assets Discarded on 30.09.2011 (Purchased in F.Y. 2009-10) | 531,765.00 | 797,648.00 | 265,883.00 |
| Assets Discarded on 30.03.2012 (Purchased in F.Y. 2010-11) | 241,284.00 | 361,926.00 | 120,642.00 |
| | <u>773,049.00</u> | <u>1,159,574.00</u> | <u>386,525.00</u> |

For E2E Networks Private Limited For E2E Networks Private Limited

Maujib Rai A/c

Director

TSR

Director



E2E NETWORKS PVT. LTD.

Notes to and forming part of Balance Sheet and Statement of Profit & Loss

11 Payment made to Related Parties.

| Name | Relation | Nature | Amount |
|----------------|--|-------------------------|-----------|
| Tarun_Dua | Director | Director's Remuneration | 12,00,000 |
| Srishti_Baweja | Wife of Mr. Tarun Dua, Director of the Company | Salary & Bonus | 7,77,419 |
| Manjit_Rai_Dua | Director | Rent | 48,000 |
| Manju_Dua | Wife of Mr. Manjit Rai Dua, Director of the Company | Salary | 70,000 |

12 Transactions in foreign currency are accounted for at the exchange rates prevailing at the time of transaction. However, in case of balance of such debit/ credit accounts at the year end, the balances are converted at the prevailing exchange rates. Current assets and liabilities at the yearend are restated at the prevailing exchange rates and the difference between the year end rates and the actual rates were recognized as Income or expense in the accounts. The Foreign exchange rate fluctuation gain/loss (net) in the current year due to conversion of same to year end rates is Rs. 47557.57 recognized as an income during the year.

13 Previous year's figures, wherever necessary, have been regrouped, reclassified and recast to make them comparable with those of current year.

FOR AND ON BEHALF OF THE BOARD OF DIRECTORS

FOR B K G & COMPANY

Chartered Accountants

(Firm Registration No. 020804N)

For E2E Networks Private Limited

For E2E Networks Private Limited

Manjit Rai Dua
DIRECTOR


DIRECTOR

Director

Director



CA. B.K. Goyal

Partner

Membership No. 502341

PLACE: Faridabad

DATED: 01.08.2013

E2E NETWORKS PRIVATE LIMITED

SCHEDULES FORMING PART OF THE PROFIT & LOSS ACCOUNT

FOR THE YEAR ENDED 31ST MARCH 2013

CONTINGENT LIABILITIES & NOTES ON ACCOUNTS

A. SIGNIFICANT ACCOUNTING POLICIES:

The accounts are prepared on a historical cost convention and materially compiled with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India the significant accounting policies followed by the company are as stated below: -

(i) REVENUE RECOGNITION

Income / Revenue have been accounted for as and when the work is completed.

(ii) FIXED ASSETS

Fixed assets have been stated at actual cost inclusive of installation cost taxes and other incidental expenses.

(iii) DEPRECIATION

Depreciation on fixed assets has been charged at the prescribed rates given under schedule XIV of the Companies Act, 1956 (as annexed through circular No. 14/93 dated 20.11.93) except in case of Computer equipments where depreciation is charged at the rate of 60% instead of 40% as prescribed in Schedule - XIV.

(iv) Provision for Taxation comprises of current tax and deferred tax charge or release. The deferred tax charge or credit is recognized using current tax rates. Provision for Taxation for current year has been considered in accordance with the provisions of Income Tax Act, 1961. Deferred Tax Assets are recognized only to the extent there is reasonable certainty of realization in future. Such assets are reviewed at each Balance Sheet date to reassesses the realization.

(v) In our opinion and according to information and expiation given to us, no transaction was observed which affect the going concern assumption.

For E2E Networks Private Limited For E2E Networks Private Limited

Manjit Rai Arve

Director

[Signature]

Director



