

# **SILVER TOUCH TECHNOLOGIES LIMITED**

## **REGD. OFFICE**

**2nd FLOOR, SAFFRON BUILDING, NR.  
PANCHVATI CIRCLE, AMBAWADI,  
AHMEDABAD : 380 006.**

## **AUDITORS**

**AMBALAL PATEL & CO.  
CHARTERED ACCOUNTANTS**

**1st Floor, Sapphire Business Centre  
Above SBI Vadaj Branch  
Usmanpura, Ashram Road  
Ahmedabad-380013**

**CONSOLIDATED ANNUAL REPORT  
2014-15**



# Ambalal Patel & Co.

## Chartered Accountants

### Head Office :-

1st Floor, Sapphire Business Centre, Above SBI Vadar Branch

Usmanpura, Ashram Road, Ahmedabad-380013

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### INDEPENDENT AUDITOR'S REPORT ON CONSOLIDATED FINANCIAL STATEMENTS TO THE MEMBERS OF M/s. SILVER TOUCH TECHNOLOGIES LIMITED

#### Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of M/s. SILVER TOUCH TECHNOLOGIES LIMITED ("the Holding Company") and its subsidiaries ("the Group"), which comprise the Consolidated Balance Sheet as at 31st March 2015, the Consolidated Statement of Profit & Loss and Consolidated cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory information.

#### Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these consolidated financial statements that give a true and fair view of the financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the Accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safe guarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated 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 control relevant to the Holding Company's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by managements, 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.

#### 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:

- In the case of consolidated Balance Sheet, of the state of affairs of the Group as at 31st March 2015;
- In the case of the consolidated Statement of Profit and Loss, of the Profit for the year ended on that date; and
- In the case of consolidated Cash flow statement, of the cash flows for the year ended on that date.



**Other Matters**

- (a) Consolidated Financials have been prepared on the basis of consolidating financials of following Three subsidiaries / JVs:

Sr. No.	Name of Subsidiary	Country of Inc	Extent of Holding
1	Silver Touch Technologies (UK) Ltd	UK	100%
2	Silver Touch Technologies Inc.	USA	100%
3	Lime Software (UK) Ltd	UK	50%

We did not audit the financial statements above mentioned overseas subsidiaries / JV whose financial statements reflect total assets of Rs.79,66,697 As at 31st March, 2015, total revenues from operations of Rs.3,84,22,519 And net cash inflows amounting to Rs.24,40,053/- for the year ended on that date, as considered in the consolidated financial statements.

These financial statements are unaudited and 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 these subsidiaries, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act in so far as it relates to the aforesaid subsidiaries, is based solely on such unaudited financial statements.

- (b) Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the financial statements / financial information certified by the Management.

**Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2015 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2015, based on the comments in the auditors's report of the Holding company, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As acquired by section 143(3) of the Act, we report that:
  - a. We have obtain all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated cash flow statement dealt with by this report are in agreement with the books of account;
  - 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 written representations received from the directors of the Holding Company as on 31st March 2015, and taken on record by the Board of Directors of the Holding Comapny, none of the directors is disqualified as on 31st March 2015, from being appointed as a director in terms of Section 164(2) of the Act.
  - f. 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 There is no pending litigation that may have impact on its financial statements *except* matters specified in Note 26 to Financial Statements;
- ii The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii There is no amount to be transferred to Investors Education Protection Fund by the Holding Company.

**For AMBALAL PATEL & CO.**  
Chartered Accountants  
Firm Reg. No : 100305W

  
CA Ghanshyam P. Jajal  
Partner  
M.No. 116814

Ahmedabad  
25/07/2015



**ANNEXURE TO INDEPENDENT AUDITOR'S REPORT  
ON THE CONSOLIDATED FINANCIAL STATEMENT**

**(Referred to paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date.)**

- (i) (a) The Holding company has maintained proper records showing particulars including quantitative details and situation of fixed assets.
- (b) The fixed assets have been physically verified by the management of the Holding Company at the end of the year and no material discrepancies were noticed on such verification.
- (ii) (a) As explained to us, physical verification has been conducted by the Management of the Holding Company at the end of the year in respect of inventory.
- (b) The procedures explained to us, which are followed by the management of the Holding Company, for such physical verification of the inventories are in our opinion, reasonable and adequate in relation to the size of the Holding Company and nature of its business.
- (c) On the basis of our examination of the inventory records of the Holding Company, we are of the opinion that the Holding company is maintaining proper records of its inventory. No material discrepancies were noticed on physical verification of the inventory as compared to book records.
- (iii) (a) According to the information and explanation given to us, the Holding Company has not granted any unsecured loans to companies & firms listed in the register maintained under section 189 of the Companies Act 2013.
- (iv) In our opinion and according to the information and explanations given to us, there is an adequate internal control procedures commensurate with the size of the Holding Company and the nature of its business with regard to purchase of Inventory and with regard to the sale of goods. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
- (v) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of sections 73 and 76 of the companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014 with regard to the deposits accepted from public and from the members. No order has been passed by the Company Law Board or the National Company Law Tribunal or by any court or by any other Tribunal with regard to such deposits.
- (vi) In our opinion and according to the information and explanations given to us, maintenance of cost records has not been prescribed by the Central Government under section 148(1) of the Companies Act, 2013 for any products of the Holding company.
- (vii) (a) According to the information and explanation given to us and the books and records examined by us, there are no undisputed amounts payable in respect of Income-tax and Sales-Tax outstanding as at 31st March 2015 for a period exceeding six months from the date they became payable by Holding Company.





- (b) On the basis of our examination of the documents and records, there is no disputed amount pending in respect of any statutory dues by Holding company except following:

Name of the Statute	Nature of Dues	Disputed	Forum where dispute is pending	Net Demand Amount (₹)
		Amount (₹)		
Income Tax	Demand U/s 143(3)	1,850	Income Tax Tribunal	1,850
AY 2009-10				
Income Tax	Demand U/s 143(3)	30,310	Income Tax Tribunal	30,310
AY 2010-11				
Income Tax	Demand U/s 143(3)	11,420	Income Tax Tribunal	11,420
AY 2011-12				
Income Tax	Demand U/s 143(3)	370,180	Income Tax Tribunal	370,180
AY 2012-13				

- (c) On the basis of our examination of the documents and records, there is no amount required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 1956 (1 of 1956) and rules made thereunder.

- (viii) The Holding Company has neither accumulated losses at the end of the financial year and nor incurred cash losses in the financial year under report.
- (ix) Based on our audit procedure and on the information and explanation given by the management, we are of the opinion that the Holding company has not defaulted in repayment of dues to the bank.
- (x) As explained to us the holding company has not given any guarantee for loans taken by others from bank or financial institutions, the terms and conditions whereof are prejudicial to the interest of the holding company.
- (xi) The term loans obtained by the Holding company have been applied for the purpose for which they were raised.
- (xii) According to the information and explanation given to us and to the best of our knowledge and belief no fraud on or by the Holding company, has been noticed or reported by the Holding company during the year.

**For AMBALAL PATEL & CO.**  
**Chartered Accountants**  
**Firm Reg. No. : 100305W**

  
**CA Ghanshyam P. Jajal**  
**Partner**  
**M.No. 116814**

**Ahmedabad**  
**25/07/2015**



**SILVER TOUCH TECHNOLOGIES LIMITED**


CIN-U72200GJ1995PLC024465

**CONSOLIDATED BALANCE SHEET AS ON 31st March 2015**

Particulars		Note No.	31st March 2015	31st March 2014
<b>I. EQUITY AND LIABILITIES</b>				
<b>1 Shareholders' funds</b>				
(a) Share capital	2		55,950,000	55,950,000
(b) Reserves and surplus	3		302,247,545	285,663,488
<b>2 Non-current liabilities</b>				
(a) Long-term borrowings	4		71,782,912	27,687,244
(b) Deferred tax liabilities (Net)			12,198,215	18,258,541
(c) Other Long term liabilities	5		29,253,823	33,062,800
<b>3 Current liabilities</b>				
(a) Short-term borrowings	6		120,551,407	83,476,938
(b) Trade payables	7		104,561,393	126,486,118
(c) Other current liabilities	8		123,687,103	81,641,902
(d) Short-term provisions	9		31,148,028	60,760,072
<b>TOTAL</b>			<b>851,380,426</b>	<b>772,987,103</b>
<b>II. ASSETS</b>				
<b>Non-current assets</b>				
1 (a) Fixed assets	10			
(i) Tangible assets			151,750,707	198,380,511
(ii) Intangible assets			2,673,822	3,219,289
(b) Non-current investments	11		39,586	51,086
(c) Long-term loans and advances	12		26,062,295	19,664,838
(d) Other non-current assets	13		61,993,091	-
<b>2 Current assets</b>				
(a) Inventories	14		54,500,309	26,826,924
(b) Trade receivables	15		369,725,279	338,069,626
(c) Cash and Bank Balances	16		72,651,512	57,513,568
(d) Short-term loans and advances	17		111,983,827	129,261,263
<b>TOTAL</b>			<b>851,380,426</b>	<b>772,987,103</b>
Notes on Accounts	1			

As per our report of even date  
For **AMBALAL PATEL & CO.**  
**CHARTERED ACCOUNTANTS**  
Firm Reg. No. : 100305W

For and on behalf of Board of Directors

  
**CA Ghanshyam P. Jajal**  
**PARTNER**  
**M.No. 116814**

  
**Vipul Thakkar**  
**Director**  
**DIN - 00169558**

  
**Jignesh Patel**  
**Director**  
**DIN - 00170562**

**Ahmedabad**  
**25/07/2015**



  
**Company Secretary**

**SILVER TOUCH TECHNOLOGIES LIMITED**

CIN-U72200GJ1995PLC024465

**CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31st March 2015**

(Amount in ₹)

Particulars		Note No.	2014-15	2013-14
<b>I. Revenue from operations</b>		18		
Sales & Operational Revenue			1,220,388,179	1,146,744,806
Less:				
Service Tax			51,896,144	56,496,254
			1,168,492,035	1,090,248,552
<b>II. Other income</b>		19	11,882,572	6,803,839
<b>III. Total Revenue (I + II)</b>			1,180,374,607	1,097,052,391
<b>IV. Expenses:</b>				
Purchases of Stock-in-Trade & Services		20	683,326,930	491,302,631
Changes in inventories of Stock-in-Trade		21	(27,673,385)	7,761,765
Employee benefits expense		22	268,516,464	235,048,445
Finance costs		23	27,743,363	14,318,684
Depreciation and amortization expense			68,791,560	28,522,763
Operations & Other Expenses		24	119,022,856	229,730,255
<b>Total expenses</b>			1,139,727,788	1,006,684,543
<b>V Profit before tax (III- IV)</b>			<b>40,646,818</b>	<b>90,367,847</b>
<b>VI Tax expense:</b>				
(1) Current tax			18,714,232	21,687,518
(2) Deferred tax			(4,560,990)	7,442,181
(3) Prior Period Tax Adjustment			403,929	-
			14,557,171	29,129,699
<b>VII Profit/(Loss) for the period (V - VI)</b>			<b>26,089,647</b>	<b>61,238,148</b>
<b>VIII Earnings per equity share (Face Value ₹ 10 per share)</b>				
(1) Basic			4.66	10.95
(2) Diluted			4.66	10.95
Notes on Accounts		1		

As per our report of even date  
**For AMBALAL PATEL & CO.**  
**CHARTERED ACCOUNTANTS**  
Firm Reg. No. : 100305W

*[Signature]*

**CA Ghanshyam P. Jajal**  
**PARTNER**  
**M.No. 116814**

**Ahmedabad**

**25/07/2015**

**For and on behalf of Board of Directors**

*[Signature]*

**Vipul Thakkar**  
**Director**  
**DIN - 00169558**

*[Signature]*

**Jignesh Patel**  
**Director**  
**DIN - 00170562**

*[Signature]*  
**Company Secretary**





**SILVER TOUCH TECHNOLOGIES LIMITED**  
CIN-U72200GJ1995PLC024465

**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st March 2015**

(Amount in ₹.)

PARTICULARS	2014-15		2013-14	
<b>A. Cash inflow/(outflow) from the operating activities</b>				
<b>Net profit before Tax and Prior Period Adjustments</b>		<b>40,646,818</b>		<b>90,367,847</b>
<b>Adjustments for:</b>				
Depreciation	68,791,560		28,479,605	
Interest paid	19,700,881		10,219,420	
Interest Income	(4,908,137)		(2,805,827)	
Provision of Gratuity payable	4,251,802		2,637,686	
(Profit)/Loss on sale of Assets	(6,037,710)			
		<b>81,798,396</b>		<b>38,530,884</b>
<b>Operating Profit before working capital changes</b>		<b>122,445,214</b>		<b>128,898,731</b>
<b>Adjustment for (Increase)/Decrease in Working Capital :</b>				
Inventories	(27,673,385)		7,761,765	
Receivables	(31,655,653)		(138,403,070)	
Direct Tax paid	(25,489,478)		(25,446,410)	
Other Taxes paid	-		-	
Other Non Current Asset	(61,993,091)		-	
Loans & Advances	(18,036,422)		(5,842,161)	
Current Liabilities & Provisions	20,120,476		54,773,858	
		<b>(144,727,553)</b>		<b>(107,156,018)</b>
<b>Net cash inflow/(outflow) from operating activities (A)</b>		<b>(22,282,339)</b>		<b>21,742,713</b>
<b>B. Cash inflow/(outflow) from investing activity</b>				
Investments	11,500		-	
Purchase of Assets	(27,817,299)		(85,570,092)	
Sale of Fixed Assets	9,041,429		-	
		<b>(18,764,370)</b>		<b>(85,570,092)</b>
<b>C. Cash inflow/(outflow) from financing activity</b>				
Secured Loans Availed/(Paid)	67,084,256		72,872,284	
Unsecured Loans Availed/(Paid)	10,276,904		10,891,241	
Interest Income	4,908,137		2,805,827	
Interest Paid	(19,700,881)		(10,219,420)	
Interim Dividend and Tax thereon	(6,383,763)		(3,251,325)	
		<b>56,184,653</b>		<b>73,098,606</b>
<b>Net cash inflow/(outflow) from Financing activity (C)</b>				
<b>Net Cash changes in cash and cash equivalent (A+B+C)</b>		<b>15,137,944</b>		<b>9,271,227</b>
<b>Cash &amp; Cash Equivalent at the beginning of the Period</b>		<b>57,513,568</b>		<b>48,242,340</b>
<b>Cash &amp; Cash Equivalent at the end of the Period</b>		<b>72,651,512</b>		<b>57,513,568</b>
<b>Net Increase in cash and cash equivalent</b>		<b>15,137,944</b>		<b>9,271,227</b>

**Note :**

1. The Cash Flow Statement has been prepared under the Indirect Method as set out in AS-3 on Cash Flow Statement notified by Companies(Accounting Standards)Rules, 2006.

2. Figures in bracket represent Outflow of cash.

**As Per our report of even date**

**For AMBALAL PATEL & CO.**  
**CHARTERED ACCOUNTANTS**  
Firm Reg. No. : 100305W

**For and on behalf of Board of Directors**

CA Ghanashyam  
PARTNER  
M.No. 116814



Ahmedabad  
25/07/2015

Vipul Thakkar  
Director  
DIN - 00169558

Jignesh Patel  
Director  
DIN - 00170562

Company Secretary

## **SILVER TOUCH TECHNOLOGIES LIMITED (F.Y. 2014-15)**

### **Notes forming Part of accounts:**

#### **Note 1 SIGNIFICANT ACCOUNTING POLICIES**

##### **i) Basis Of Accounting :**

These 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 financial statements have been prepared under the historical cost convention on accrual basis of accounting. The company is a Large Company as defined in the general instruction in respect of accounting standards notified under the Companies Act, 2013. Accordingly, the company has complied with the accounting standards as applicable to a Large Company.

##### **ii) Principles of consolidation :**

The financial statements of the subsidiary companies used in the consolidation are drawn up to the same reporting date as of the Company.

The financial statements of the Company and its subsidiary companies 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 or losses have been fully eliminated.

Financials for following Subsidiaries have been consolidated in attached consolidated financial statements:

<b>Sr. No.</b>	<b>Name of Subsidiary /JV</b>	<b>Country</b>	<b>Extent of Holding</b>
1	Silver Touch Technologies (UK) Ltd	UK	100
2	Silver Touch Technologies Inc	USA	100
3	Lime Software (UK) Ltd	UK	50

##### **iii) Use of Estimates :**

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



## **SILVER TOUCH TECHNOLOGIES LIMITED (F.Y. 2014-15)**

### **iv) Fixed assets & Depreciation :**

Fixed Assets are stated at cost less accumulated depreciation.

In case of Holding company, depreciation is provided on fixed assets used during the year as per Straight Line Method on the basis of useful life of assets and residual value as specified in schedule II of the Companies Act, 2013 except on few assets, where different life has been estimated by the management. Till last year, the company was providing depreciation as per Straight Line Method at rates prescribed in Schedule XIV of the Companies Act, 1956. In case of subsidiary companies, depreciation has been provided as per respective laws prevailing in country of incorporation.

Depreciation on additions or sale/discard of asset is being provided on pro-rata basis from the date on which such asset is ready to be put to use to date of sale/discard.

### **v) Inventories :**

Inventories are valued at cost or net realizable value, whichever is lower. The cost is ascertained using FIFO method.

### **vi) Investments :**

Investments are classified as Current Investments and non-current Investments. The investments that are readily realizable and intended to be held for not more than a year are classified as current investments. Current Investments are stated at lower of cost and net realizable value. A provision for diminution is made to recognize a decline, other than temporary, in the value of Non-current Investments.

### **vii) Revenue Recognition :**

Revenue from the sale of equipment / computers are recognised upon delivery, which is when title passes to the customer. Sales are stated net of returns, & Sales Tax/VAT.

Revenue from sale of software licences are recognised upon delivery.

Revenue from service contracts are recognised when services are rendered and related costs are incurred.

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





## **SILVER TOUCH TECHNOLOGIES LIMITED (F.Y. 2014-15)**

### **viii) Employee Benefits :**

#### **Gratuity**

The company does not have any defined benefit scheme for its employees. The company makes provision for the gratuity for the current financial year by debiting the same as an expense under the head Payments made to personnel. Company obtained actuarial valuation report to arrive at the amount of provision required for Gratuity. However, as far as employees of subsidiary companies are concerned the same are not included in Actuary Valuation report taken by Holding Company.

#### **Provident Fund & ESI Scheme**

The contribution to Provident Fund & Employees State Insurance Scheme in case of Holding Company is provided for and payments in respect thereof are made to relevant authorities on actual basis which is charged to Statement of profit and loss.

The company does not have any other scheme of short term or long term retirement benefits.

### **ix) Leases :**

Assets taken on lease by the Group in its capacity as lessee, where the Group has substantially all the risks and rewards of ownership are classified as finance lease. Such a lease is capitalised at the inception of the lease at lower of the fair value or the present value of the minimum lease payments and liability is recognised for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability for each year.

### **x) Impairment of Assets :**

An asset is considered as impaired in accordance with Accounting Standard 28 on impairment of Assets when at balance sheet date there are indications of impairment and the carrying amount of the asset exceeds its recoverable amount. The carrying amount is reduced to the recoverable amount and the reduction is recognized as an impairment loss in the statement of profit and loss.

### **xi) Earning per Share :**

The company reports basic and diluted Earnings Per Share (EPS) in accordance with Accounting Standard 20 on Earnings Per Share. Basic EPS is computed by dividing the net profit or loss for the year by the weighted average number of Equity shares outstanding during the year.





## **SILVER TOUCH TECHNOLOGIES LIMITED (F.Y. 2014-15)**

### **xii) Provisions, Contingent Liabilities and Contingent Assets :**

Provisions involving a substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the accounts by way of a note. Contingent assets are neither recognized nor disclosed in the financial statements.

### **xiii) Foreign Currency Transactions :**

All transactions in foreign currency, are recorded at the rates of exchange prevailing on the dates when the relevant transactions taken place. Exchange differences arising on foreign currency transactions are recognized as income or expense in the period in which they arise. Company maintains EEFC Account with Bank of India. Periodically, at the time of conversion of foreign currency from EEFC Account to INR, company takes into consideration the bank rate prevailing on that particular day and exchange difference, if any, arises are recognized as income or expense in the statement of profit & loss.

### **xiv) Taxes on Income :**

Provision for tax is made for both current and deferred taxes. Current tax is provided on the Taxable income using the applicable tax rates and tax laws. Deferred tax liabilities arising on account on timing differences, subsequent periods are recognized using tax rates and tax laws, which have been enacted or substantively enacted.

### **xv) General :**

Accounting policies not specifically referred to are consistent with generally accepted accounting policies.



## NOTE 2 SHARE CAPITAL

Particulars	31/03/2015		31/03/2014	
	Number	Amount(In ₹)	Number	Amount(In ₹)
<b>Authorised</b>				
Equity Shares of ₹ 10 each	8,000,000	80,000,000	8,000,000	80,000,000
<b>Issued</b>				
Equity Shares of ₹ 10 each	5,595,000	55,950,000	5,595,000	55,950,000
<b>Subscribed &amp; Paid up</b>				
Equity Shares of ₹ 10 each	5,595,000	55,950,000	5,595,000	55,950,000
<b>Total</b>	<b>5,595,000</b>	<b>55,950,000</b>	<b>5,595,000</b>	<b>55,950,000</b>

## Reconciliation of Shares outstanding at the beginning and at the end of the year

Particulars	31/03/2015		31/03/2014	
	Number	Amount(In ₹)	Number	Amount(In ₹)
Shares outstanding at the beginning of the year	5,595,000	55,950,000	5,595,000	55,950,000
Shares Issued during the year	-	-	-	-
(Shares bought back during the year)	-	-	-	-
Shares outstanding at the end of the year	5,595,000	55,950,000	5,595,000	55,950,000

## Details of share holders holding more than 5% shares

Name of Equity Share Holders	No. of shares & %age of Holding			
	31/03/2015		31/03/2014	
	Number of Shares	%age of Holding	Number of Shares	%age of Holding
Viraridas Thakkar	1,818,755	32.51%	1,818,755	32.51%
Jignesh Amrutlal Patel	1,801,855	32.20%	1,801,855	32.20%
Minesh Vinodchandra Doshi	963,290	17.22%	963,290	17.22%
Palak Vinukant Shah	392,600	7.02%	392,600	7.02%

## NOTE 3 RESERVES &amp; SURPLUS

Particulars	31/03/2015	31/03/2014
	Amount(In ₹)	Amount(In ₹)
<b>a. Revaluation Reserve</b>		
Opening Balance	38,630,648	39,358,446
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	(727,798)
Closing Balance	38,630,648	38,630,648
<b>b.General Reserve</b>		
Opening Balance	35,000,000	30,000,000
(+) Current Year Transfer	5,000,000	5,000,000
(-) Written Back in Current Year	-	-
Closing Balance	40,000,000	35,000,000
<b>c. Surplus</b>		
<b>Profit &amp; Loss A/c</b>		
Opening balance	212,032,840	159,067,628
Add:		
Net Profit/(Net Loss) For the current year	26,089,647	61,238,148
Transfer from Reserves	-	-
(Less):		
Proposed/Interim Dividends	(5,908,327)	(2,797,501)
Depreciation Transitional Entry	(3,121,827)	-
Tax on Proposed/Interim Dividends	(475,436)	(475,435)
Transfer to Reserves	(5,000,000)	(5,000,000)
Closing Balance	223,616,897	212,032,840
<b>Total</b>	<b>302,247,545</b>	<b>285,663,488</b>



**NOTE 4 LONG TERM BORROWINGS**

Particulars	31/03/2015	31/03/2014
	Amount(In ₹)	Amount(In ₹)
<b>Secured</b>		
<b>(a) Term loans</b>		
<b>From Banks</b>		
SBI Car Loan Acct-Mercedes Benz (Secured by Hypothication of Mercedes Benz Car) (Repayable in 84 Monthly Installment)	1,597,960	1,952,133
BOI Car Loan Acct 200460510000143- Renault Scala (Secured by Hypothication of Scala Car) (Repayable in 60 Monthly Installment)	248,512	387,180
BOI Car Loan Acct- 200460510000148 -Maruti Cargo (Secured by Hypothication of Maruti Cargo) (Repayable in 59 Monthly Installment)	77,613	111,358
SBI Car Loan Acct-Honda City (Secured by Hypothication of Honda City) (Repayable in 84 Monthly Installment)	579,022	-
SBI Car Loan Maruti Wagon-R (Secured by Hypothication of Wagon R) (Repayable in 84 Monthly Installment)	237,185	-
SBI Car Loan Acct-Honda Mobilio (Secured by Hypothication of Honda Mobilio) (Repayable in 84 Monthly Installment)	624,936	-
Bank Of India A/c. No.35 (Secured by Hypothication of Items Purchased out of the Loan) (Repayable in 36 Monthly Installment)	6,060,928	14,661,481
<b>From Others</b>		
Loan from CISCO Finance (Secured by Hypothication of Computers, Network Equipments etc. purchased out of the Loan) (Repayable in 18 Quarterly Installments)	7,953,261	-
<b>(b) Long term maturities of finance lease obligations</b>		
Finance Lease From Cisco Finance	28,701,413	-
	46,080,830	17,112,152
<b>Unsecured</b>		
<b>(a) Loans and advances from related parties</b>		
From Directors	12,351,024	10,575,092
<b>(b) Other loans and advances</b>		
Loan from CISCO Finance	13,351,058	-
	25,702,082	10,575,092
<b>Total</b>	<b>71,782,912</b>	<b>27,687,244</b>

**NOTE 5 OTHER LONG TERM LIABILITIES**

Particulars	31/03/2015	31/03/2014
	Amount(In ₹)	Amount(In ₹)
<b>(a) Others</b>		
Student Fees Deposites	850,000	1,150,000
E-Mitra (Refundable SD)	17,440,800	17,612,800
Other Deposites	273,023	-
UID (Refundable SD)	10,690,000	14,300,000
<b>Total</b>	<b>29,253,823</b>	<b>33,062,800</b>





**NOTE 6 SHORT TERM BORROWINGS**

Particulars	31/03/2015 Amount(In ₹)	31/03/2014 Amount(In ₹)
<b>Secured</b>		
<b>(a) Loans repayable on demand</b>		
<b>From Banks</b>		
Bank Of India No.28 (Sec. against Hypo. Of Stock)	120,551,406	79,936,810
Bank Of India No.29 (Sec. against Hypo. Of Debts)	1	2,499,019
(The working capital facilities from Bank of India are secured by first charge by way of hypothecation on all the inventories and book debts of the company and further secured by personal guarantee of four directors of the company to secure all the facilities of Bank of India)		
	120,551,407	82,435,829
<b>Unsecured</b>		
<b>(a) Loans repayable on demand</b>		
From Banks		
BOI A/C no: 664820110000110 (Jaipur Branch)	-	1,041,110
	-	1,041,110
<b>Total</b>	<b>120,551,407</b>	<b>83,476,938</b>

**NOTE 7 TRADE PAYABLES**

Particulars	31/03/2015 Amount(In ₹)	31/03/2014 Amount(In ₹)
Due to Micro, Small & medium Enterprises		
Due to Others	104,561,393	126,486,118
<b>Total</b>	<b>104,561,393</b>	<b>126,486,118</b>

**NOTE 8 OTHER CURRENT LIABILITIES**

Particulars	31/03/2015 Amount(In ₹)	31/03/2014 Amount(In ₹)
<b>(a) Current maturities of long-term debt</b>		
SBI Car Loan Acct-Mercedes Benz	606,984	606,984
SBI Car Loan Acct-Honda City	164,124	-
SBI Car Loan Maruti Wagon-R	64,644	-
SBI Car Loan Acct-Honda Mobilio	164,400	-
Loan From CISCO Finance (Secured)	2,160,016	-
Loan From CISCO Finance (Unsecured)	3,662,482	-
BOI Term Loan (A/c No. 35)	13,333,332	13,333,332
BOI Car Loan Acct 200460510000143- Renault Scala	193,992	193,992
BOI Car Loan Acct- 200460510000148 -Maruti Cargo	52,260	52,260
<b>(b) Current maturities of finance lease obligations</b>		
Finance Lease from CISCO Finance	8,085,506	-
<b>(c) Other payables</b>		
Creditors for Expenses	23,605,786	21,264,402
Advance from Customer	3,747,861	2,749,629
Other Dues	25,476,970	19,250,590
Staff Dues	1,262,603	896,119
Government Dues	41,106,142	23,294,594
<b>Total</b>	<b>123,687,103</b>	<b>81,641,902</b>





## NOTE 9 SHORT TERM PROVISIONS

Particulars	31/03/2015	31/03/2014
	Amount(In ₹)	Amount(In ₹)
<b>(a) Provision for employee benefits</b>		
Gratuity (Unfunded)	16,082,651	11,830,849
<b>(b) Others</b>		
Provision for Taxation	15,065,377	48,453,788
Provision for Tax on Interim Dividend	-	475,435
<b>Total</b>	<b>31,148,028</b>	<b>60,760,072</b>



## NOTE 10: FIXED ASSET

		Gross Block						Accumulated Depreciation						Net Block		
	Fixed Assets	Balance as at 01/04/2014	Additions	(Disposals)	Transfer to Other Non Current Asset *	Acquired through business combinations	Balance as at 31/03/2015	Balance as at 01/04/2014	Depreciation charge for the Year	Adjustment due to revaluations	On disposals	Transitional Entry	Transfer to Other Non Current Asset *	Balance as at 31/03/2015	Balance as at 31/03/2015	Balance as at 31/03/2014
a	Tangible Assets															
	Buildings	56,980,086	3,818,000	-	-	-	60,798,086	7,207,856	901,233	-	-	-	-	8,109,089	52,688,997	49,772,230
	Plant and Equipment	210,885,409	17,805,619	(16,088,000)	(13,237,293)	-	199,365,734	87,978,677	46,629,691	-	13,176,642	2,119,655	5,436	123,545,945	75,819,789	122,906,731
	Furniture and Fixtures	20,445,054	2,657,668	-	(842,783)	-	22,259,939	4,981,122	2,718,208	-	-	-	239	14,560,848	-	15,463,932
	Vehicles	7,085,049	2,299,438	(637,416)	-	-	8,747,071	2,226,384	895,756	-	545,055	-	-	2,577,085	6,169,986	4,858,665
	Office equipment	7,002,703	711,475	-	-	-	7,714,178	1,623,750	1,077,833	-	-	2,501,508	-	5,203,091	2,511,086	5,378,952
	Total(a)	302,398,300	27,292,200	(16,725,416)	(14,080,076)	-	298,885,008	104,017,799	52,222,721	-	13,721,697	4,621,163	5,675	147,134,302	151,750,707	198,380,511
b	Intangible Assets															
	Computer software	7,108,671	525,099	-	-	-	7,633,770	3,889,382	1,070,566	-	-	-	-	4,959,948	2,673,822	3,219,289
	Total(b)	7,108,671	525,099	-	-	-	7,633,770	3,889,382	1,070,566	-	-	-	-	4,959,948	2,673,822	3,219,289
	Total (a+b)	309,506,971	27,817,299	(16,725,416)	(14,080,076)	-	306,518,778	107,907,171	53,293,287	-	13,721,697	4,621,163	5,675	152,094,250	154,424,528	201,599,800



## NOTE 11 NON CURRENT INVESTMENT

	Particulars	31/03/2015	31/03/2014
		Amount(In ₹)	Amount(In ₹)
<b>A</b>	<b>Other Investments</b>		
	(a) Investment in Equity instruments	6,102	17,602
	(b) Other non-current investments	27,520	27,520
	(c) Goodwill on Consolidation	5,964	5,964
	<b>Grand Total (A + B)</b>	<b>39,586</b>	<b>51,086</b>
	Less : Provision for diminution in the value of Investments	-	-
	<b>Total</b>	<b>39,586</b>	<b>51,086</b>

Particulars	2014-15	2013-14
	Amount(In ₹)	Amount(In ₹)
Aggregate amount of quoted investments (Market value of ₹ 0 (Previous Year ₹ 24695))	-	11,500
Aggregate amount of unquoted investments	6,102	6,102

A. Details of Other Investments										
Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV / Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (₹)	
			2014-15	2013-14			2014-15	2013-14	2014-15	2013-14
1	2	3	4	5	6	7	8	9	10	11
(a)	<b>Investment in Equity Instruments</b>									
	Share of Patni Computers Limited	Other	-	50	Quoted	Fully paid			-	11,500
	Share of Drive in Ch Association	Other	-	-	Unquoted	Fully paid			100	100
	Share of Nutan Naq. Shah bank	Other	-	-	Unquoted	Fully paid			440	440
	Silvertouch Technology B.V. The Netherlands	JV	100	100	Unquoted	Fully paid			5,562	5,562
	Total								6,102	17,602
(b)	<b>Other non-current investments</b>									
	Investment in Gold	Other	-	-	Unquoted	--N.A.--			27,520	27,520
	Total								27,520	27,520
(c)	<b>Goodwill on Consolidation</b>								5,964	5,964
	Total								39,586	51,086



**NOTE 12 LONG TERM LOANS & ADVANCES**

Particulars	31/03/2015	31/03/2014
	Amount(In ₹)	Amount(In ₹)
<b>a. Security Deposits</b>		
Unsecured, considered good	26,062,295	19,664,838
<b>Total</b>	<b>26,062,295</b>	<b>19,664,838</b>

**NOTE 13 OTHER NON CURRENT ASSETS**

Particulars	31/03/2015	31/03/2014
	Amount(In ₹)	Amount(In ₹)
Unamortised Cost of Facility - UTWAN Project (See Note 32)	61,993,091	-
<b>Total</b>	<b>61,993,091</b>	<b>-</b>

**NOTE 14 INVENTORIES**

Particulars	31/03/2015	31/03/2014
	Amount(In ₹)	Amount(In ₹)
a. Stock in Trade	54,500,309	26,826,924
<b>Total</b>	<b>54,500,309</b>	<b>26,826,924</b>

**NOTE 15 TRADE RECEIVABLES**

Particulars	31/03/2015	31/03/2014
	Amount(In ₹)	Amount(In ₹)
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
Secured, considered good	-	-
Unsecured, considered good	98,680,827	80,776,354
Unsecured, considered doubtful	-	-
	98,680,827	80,776,354
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Secured, considered good	-	-
Unsecured, considered good	271,044,452	257,293,272
Unsecured, considered doubtful	-	-
	271,044,452	257,293,272
<b>Total</b>	<b>369,725,279</b>	<b>338,069,626</b>

Trade Receivable stated above include debts due by:

Particulars	31/03/2015	31/03/2014
	Amount(In ₹)	Amount(In ₹)
Private Company in which director is a member or director	8,618,371	1,037,684
<b>Total</b>	<b>8,618,371</b>	<b>1,037,684</b>





**NOTE 16 CASH & BANK BALANCES**

Particulars	31/03/2015	31/03/2014
	Amount(In ₹)	Amount(In ₹)
<b>a. Cash &amp; Cash Equivalants</b>		
i) Cash on hand	1,879,474	2,906,829
<b>b. Other Bank balances</b>		
Bank Balances	28,620,189	13,375,307
Bank Deposits		
Deposits with less than 12 months maturity	30,172,646	34,278,447
Deposits with more than 12 months maturity	11,979,202	6,952,984
(This includes ₹ 3,12,31,431/- (Previous Year ₹ 2,89,57,274) as security against guarantees & ₹ 1,00,00,000/- (Previous Year ₹ Nil) as security against borrowings)		
<b>Total</b>	<b>72,651,512</b>	<b>57,513,568</b>

**NOTE 17 SHORT TERM LOANS & ADVANCES**

Particulars	31/03/2015	31/03/2014
	Amount(In ₹)	Amount(In ₹)
<b>a. Others</b>		
Unsecured, considered good		
Balance with Government	71,295,634	85,036,923
Advance to Staff	5,294,496	5,006,292
Advance to Supplier	16,507,773	23,559,702
Others	18,885,923	15,658,346
	111,983,827	129,261,263
<b>Total</b>	<b>111,983,827</b>	<b>129,261,263</b>



**NOTE 18: REVENUE FROM OPERATION**

Particulars	31/03/2015 Amount(In ₹)	31/03/2014 Amount(In ₹)
Sale of products	798,754,705	542,270,161
Sale of services	418,618,225	601,638,079
Other operating revenues	3,015,249	2,836,565
Total Sales	1,220,388,179	1,146,744,806
ADD: Inter Unit Sales		-
Net Sales	1,220,388,179	1,146,744,806
Less:		
Service Tax	51,896,144	56,496,254
<b>Total</b>	<b>1,168,492,035</b>	<b>1,090,248,552</b>

**NOTE 19 OTHER INCOME**

Particulars	31/03/2015 Amount(In ₹)	31/03/2014 Amount(In ₹)
Interest Income	4,908,137	2,806,066
Other non-operating income	6,974,435	3,997,772
<b>TOTAL</b>	<b>11,882,572</b>	<b>6,803,839</b>

**NOTE 20 PURCHASES OF STOCK-IN-TRADE**

Particulars	31/03/2015 Amount(In ₹)	31/03/2014 Amount(In ₹)
Purchase of Computetrs, Peripherals & Services	696,581,341	502,063,583
Less: Transferred to Fixed Assets from Opening Stock	702,182	1,032,411
Discount	12,552,229	9,728,541
<b>TOTAL</b>	<b>683,326,930</b>	<b>491,302,631</b>

**NOTE 21 CHANGES IN INVENTORIES OF STOCK IN TRADE**

Particulars	31/03/2015 Amount(In ₹)	31/03/2014 Amount(In ₹)
Opening Stock	26,826,924	34,588,689
Less: Closing Stock	54,500,309	26,826,924
<b>TOTAL</b>	<b>(27,673,385)</b>	<b>7,761,765</b>

**NOTE 22 EMPLOYEE BENEFITS EXPENSE**

Particulars	31/03/2015 Amount(In ₹)	31/03/2014 Amount(In ₹)
(a) Salaries and incentives	226,470,534	197,689,474
(b) Contributions to -		
(i) Provident fund & ESIC	814,425	353,704
(c) Provisions for Gratuity	4,251,802	2,637,686
(d) Staff welfare expenses	34,370	93,159
(e) Salaries to Contractual Employees	36,945,333	34,274,423
<b>TOTAL</b>	<b>268,516,464</b>	<b>235,048,445</b>

**NOTE 23 FINANCE COSTS**

Particulars	31/03/2015 Amount(In ₹)	31/03/2014 Amount(In ₹)
Interest expense	19,700,881	10,219,420
Other borrowing costs	8,042,482	4,099,264
<b>TOTAL</b>	<b>27,743,363</b>	<b>14,318,684</b>

**NOTE 24 OPERATIONS & OTHER EXPENSES**

Particulars	31/03/2015 Amount(In ₹)	31/03/2014 Amount(In ₹)
Power & Fuel	4,289,799	3,448,968
Rent	7,508,330	5,861,605
Repairs to buildings	403,607	328,570
Repairs to machinery	10,047	-
Insurance	1,378,231	800,946
Rates and taxes, excluding taxes on income	1,835,392	1,528,696
Net loss on foreign currency transaction and translation	3,342,191	47,301
Bad Debts	8,130,635	13,953,304
Payment to Auditors	753,350	668,570
Project Expenses	40,486,029	167,807,189
Corporate Social Responsibility Expenditure	310,519	-
Miscellaneous expenses	50,574,725	35,285,108
<b>TOTAL</b>	<b>119,022,856</b>	<b>229,730,255</b>



**SILVER TOUCH TECHNOLOGIES LIMITED (F.Y. 2014-15)**

**Note 25 Capital Commitments**

The estimated amount of contracts remaining to be executed on capital account and not provided for ₹ Nil. (previous year ₹ Nil).

**Note 26 Contingent Liabilities**

a) There are contingent liability of the company as under:

(Amount in ₹)

<b>Bank Guarantee</b>	<b>Current Year</b>	<b>Previous Year</b>
Bank of India	175,775,760	102,116,306
ICICI Bank	13,474,116	12,037,655

The above bank guarantees are issued by Bank of India against 15% margin and ICICI bank against 15% margin in the form of Bank FD.

b) Income tax Demand :

(Amount in ₹)

<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
Penalty u/s 271(1)(c) (AY 2007-08)	-	309,457
U/s 143(3) (AY 2009-10)	1,850	1,850
U/s 143(3) (AY 2010-11)	30,310	30,310
U/s 143(3) (AY 2011-12)	11,420	11,420
U/s 143(3) (AY 2012-13)	370,180	-

**Note 27** Pursuant to Micro, Small and Medium Enterprises Development Act, 2006, certain disclosures are required to be made relating to Micro, Small and Medium Enterprises. The company is in process of compiling relevant information from its suppliers about their coverage under the said act. Since the relevant information is not readily available, no disclosures have been made in the accounts.

**Note 28 Auditor's Remuneration**

**Amount (in ₹)**

	<b>Current Year</b>	<b>Previous Year</b>
<b>Statutory Auditors</b>		
- As Auditors	275,000	240,000
- Tax Audit Matters	75,000	57,000
- Taxation Matters	297,000	293,570
- Company Law Matters	30,000	30,000
- Others (Incl. Service Tax)	76,350	48,000
<b>Total</b>	<b>753,350</b>	<b>668,570</b>

**Note 29** Earning per share as required by Accounting Standard AS-20 as issued by the The Institute of Chartered Accountants of India.

<b>Description</b>	<b>Current Year</b>	<b>Previous Year</b>
Profit After Tax (₹)	26,089,647	61,238,148
Profit Attributable to Ordinary Share Holders (₹)	26,089,647	61,238,148
Weighted Average No. of Equity Shares	5,595,000	5,595,000
Basic & Diluted Earning Per Share (₹)*	4.66	10.95
Nominal Value of share (₹)	10.00	10.00

\* The company has no dilutive instruments during the year ended 31/03/2015. As such Dilutive Earning Per share equals to Basic Earnings Per Share.





**SILVER TOUCH TECHNOLOGIES LIMITED (F.Y. 2014-15)**

**Note 30** In compliance with the accounting standard-22 relating to "Accounting for taxes on Income" the deferred tax liability of current year is debited to Profit & Loss Account.

**Deferred tax working:**

Particulars	Amount (in ₹)			
	As on 01/04/2014	Charge/ (Credit) during the year to P & L A/c	Effect Due to Companies Act, 2013	As on 31/03/2015
Deferred tax (Assets) / Liabilities on account of depreciation	22,097,060	(3,181,493)	(1,499,336)	17,416,231
Deferred tax (Assets) / Liabilities on account of Gratuity, etc	(3,838,519)	(1,379,497)	-	(5,218,016)
Net Deferred tax (Assets)/ liabilities	18,258,541	(4,560,990)	(1,499,336)	12,198,215

**Note 31** The Holding company has during the year provided depreciation on fixed assets based on estimated life and realisable value as prescribed in Schedule II of the Companies Act, 2013. Till last year, the Company was providing depreciation as per rates prescribed in Schedule XIV of the Companies Act, 1956.

In case of assets for which remaining useful life is NIL, carrying amount of such assets after retaining residual value, is recognized in against opening balance of Retained Earnings amounting to Rs.31,21,827 (Net of Deferred Tax of Rs.14,99,336).

Holding Company has been awarded construction, and maintenance of automated Driving Test Track project by Govt. of Gujarat. Since, project is of 5 years, company has taken useful life of computers etc. as 5 years instead of 3 years life as prescribed under Schedule II of Companies Act, 2003.

**Note 32 Other Non Current Asset - Cost of Facility - UTWAN Project**

Holding Company has been awarded project for implementing Wide Area Network by Govt. of Diu & Daman (UT) under BOOT Scheme. Under the said project, company is required to implement and maintain UTWAN for a period of 5 years. Company has purchased some network equipments, computers and other related equipments and machineries by entering into Finance Lease transaction with CISCO. And some equipments company obtained by way raising loans. At the end of 5 years, company need to transfer whole UTWAN to government authorities. Accordingly, all the assets purchased under the said project is capitalized under 'Cost of Facility - UTWAN Project' under the head Other Non Current Assets in Balance Sheet. As the said project is of 5 years income of company is spread over period of 5 years, and accordingly company will amortize the same over period of 5 years in equal installments. Cost of amortization is shown under 'Depreciation & Amortization Expenses' in Statement of Profit & Loss.

**Note 33** Related party disclosure as required by Accounting Standard -18 issued by the Institute of Chartered Accountants of India.

**A) List Of Related parties & Relationships**

**a) Key Management Personnel :**

- 1) Vipul H. Thakkar
- 2) Minesh V. Doshi
- 3) Jignesh A. Patel
- 4) Palak V. Shah
- 5) Himanshu Jain

**b) Relatives of Key Management Personnel :**

- 1) Kajal V. Thakkar
- 2) Jolly J. Patel
- 3) Zankhana Shah
- 4) Varsha Doshi
- 5) Haridas Thakkar
- 6) Jyoti Jain
- 7) Manjulaben Patel

**c) Enterprise over which Key Management Personnel and their relative exercise significant influence with whom transaction have taken place during the year :**

- 1) Silvertouch Infotech Limited
- 2) Semaphore Infotech Private Limited
- 3) Silvertouch Technologies B.V.





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**B) Transaction with related parties**

**Amount (in ₹)**

Description	Key Management Personnel		Relatives of Key Management Personnel		Enterprises Controlled by Key management Personnel and their relatives	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Purchase of Goods/ Services	-	-	-	-	6,384,300	-
Sales of Goods / Services	-	-	-	-	36,268,894	87,154
(Purchase) / Sales of Assets	-	-	-	-	-	-
Rent & other Expenses paid	-	-	-	-	-	-
Interest Received/ (Paid)	(2,001,035)	(2,481,889)	-	-	-	-
Dividend Received / (paid)	(2,488,250)	(2,488,250)	(309,250)	(309,250)	-	-
Remunerations	11,230,091	10,087,400	780,000	780,000	-	-
Hire Charges paid	-	-	-	-	-	-
Lease Rent Paid	-	-	(420,000)	(420,000)	174,000	168,000
<b>Outstanding Balance at the year end</b>						
Loans & Advance (incl. interest)	-	-	-	-	-	-
Deposit Received	12,351,024	10,575,092	-	-	-	-
Debtors	-	-	-	-	8,618,371	1,037,684
Creditors	-	-	-	-	-	-

**Note 34** Additional information pursuant to the provisions of Schedule III to the Companies Act, 2013:

**Amount (in ₹)**

Particulars	Current Year	Previous Year
<b>A Expenditure in Foreign currency on account of</b>		
i) Foreign Traveling	614,541	368,586
ii) Exhibition/Promotion Exp	36,796	286,646
iii) Salary	6,557,349	3,506,186
<b>B Value of imported raw materials, spare parts and components</b>	128,008	157,238
<b>C Amount remitted in foreign currency during the</b>		
i) Dividend	Nil	Nil
ii) No. of non-resident share holders	Nil	Nil
iii) No. of shares held by non-residents	Nil	Nil
<b>D Earning in Foreign Exchange</b>		
i) Export of Services	147,591,250	141,237,561
ii) Others	Nil	Nil

**Note :** Above details are given transactions entered into by Holding Company.

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**Note :** Above details are given transactions entered into by Holding Company.

**Note 35 Revaluation Of Fixed Assets:**

As on 31.03.2011 the holding company has revalued the office buildings and Godown Building on the basis of the Valuation report dated 31.03.2011 given by Government Registered Valuer Shri Shailesh Khandwala. As per the valuation report, the details of historical cost and revalued amounts are as under:

Sr No	Detail of Fixed Assets	Historical Cost	Net WDV as on 31.03.2011 before Revaluation	Substituted /Revalued Amount
1	Office Building 210	500,500	403,851	1,550,000
2	Office Building Semaphore	80,669	71,468	1,455,000
3	Office Building -1	433,700	322,135	4,375,000
4	Office Building Saffron	9,143,774	8,642,613	35,500,000
5	Office Building 505 Saffron	1,657,246	1,614,906	4,240,000
6	Godown Building	513,980	454,416	5,200,000

As per provision of Schedule II of Companies Act, 2013 depreciation is charged on revalued amount in case of above fixed assets which were revalued in past and same is charged against current year's profit. Upto FY 2013-14, depreciation on revaluation amount is charged against revaluation reserve and depreciation on historical cost is charged against profit for the year under review.

**Note 36 Impairment of Fixed Assets**

In accordance with the Accounting Standard (AS-28) on 'Impairment of Assets' notified by Companies (Accounting Standards) Rules, 2006, the company has reassessed its fixed assets and is of the view that no further impairment/reversal is considered to be necessary in view of its expected realizable value.

**Note 37 Mat Credit Entitlement**

During the year, holding company has utilized MAT credit amounting to ₹ 35,51,528/- (Previous Year ₹ 35,30,003/-) out of accumulated MAT credit of earlier years.

Details of MAT credit accounted in accounts are as under :

Financial Year	Amount of MAT Credit
2007-08	3,422,305
2008-09	4,926,057
2009-10	6,498,605
2010-11	3,538,204
<b>Total</b>	<b>18,385,171</b>
Credit Utilized (FY 2011-12)	(5,887,323)
Credit Utilized (FY 2012-13)	(5,416,317)
Credit Utilized (FY 2013-14)	(3,530,003)
Credit Utilized (FY 2014-15)	(3,551,528)
<b>Net MAT Credit</b>	<b>-</b>

**Note 38 Revenue from operations can be broadly categorized as under:**

Particulars	Current Year	Previous Year
1) Sale of Computers Computer Parts, License, Software etc.	798,754,705	542,270,161
2) Sale of Services Software Development, AMC Charges & Other Services	366,722,081	545,141,825
3) Other Operating Revenue	3,015,249	2,836,565
<b>Total Revenue from Operations</b>	<b>1,168,492,035</b>	<b>1,090,248,552</b>

**Note 39 Segment Reporting**

The company's Business Segment is 'Computers & IT Services' and it has no other primary reportable segments. Geographical revenues are segregated based on the location of the customer who is invoiced or in relation to which the revenue is otherwise recognized. Customer relationships are driven based on the location of the respective clients. Company's business activities outside India are spread mainly in United Kingdom, USA, Australia, France & The Netherlands. Hence, there are two reportable segment of company viz., Domestic & Exports.



**SILVER TOUCH TECHNOLOGIES LIMITED (F.Y. 2014-15)**

**(A) Primary Disclosures (Geographical by Customers)**

Particulars	Geographical Segments		TOTAL
	India	Rest of world	
Revenue	982,478,266 <i>(939,340,208)</i>	186,013,769 <i>(162,941,200)</i>	1,168,492,035 <i>(1,102,281,409)</i>
Result	70,101,203 <i>(90,502,111)</i>	9,991,119 <i>(16,886,755)</i>	80,092,322 <i>(107,388,077)</i>
Unallocable Expenses			51,328,075 <i>(23,824,068)</i>
Other Income			11,882,572 <i>(6,803,839)</i>
Profit Before Tax			40,646,818 <i>(90,367,847)</i>
Tax Expense			14,557,171 <i>(29,129,699)</i>
Profit for the year			26,089,647 <i>(61,238,149)</i>
Segment Assets	689,028,372 <i>(591,740,529)</i>	122,145,486 <i>(111,963,513)</i>	811,173,858 <i>(703,704,041)</i>
Unallocated Assets			40,206,569 <i>(69,283,062)</i>
TOTAL Assets			851,380,426 <i>(772,987,103)</i>
Segment Liabilities	703,188,253 <i>(594,416,116)</i>	122,145,487 <i>(111,963,512)</i>	825,333,740 <i>(706,379,628)</i>
Unallocated Liabilities			26,046,687 <i>(66,607,475)</i>
TOTAL Liabilities			851,380,426 <i>(772,987,103)</i>

\* Figures in brackets in *Italics font* indicates previous years' figures.

- The company has disclosed Geographical Segments as the primary segment.
- Segments have been identified taking into account the nature of the products, differential risks and returns, the organizational structure and internal reporting system. The company's operations predominantly relate to Computer & IT Services.

**Note 40 Employee Retirement Benefits**

In order to make provision for Gratuity payable to employees, company has obtained Acturial Valuation report from M/s. K A Pandit, 'Actuaries'. On the basis of valuation report of Actuaries, company has made provision for Gratuity Payable in accounts. As this is the first year company has obtained Actuaries Valuation report, previous years' figures are not given. Upto FY 2013-14, company made provision for Gratuity payable on the basis of Management Estimation of the liability.

The following table sets out unfunded status of the gratuity payable and the amounts recognised in the Company's financial statements for the year ended March 31, 2015 in respect of Holding Company.





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**Note 42 Expenditure on Corporate Social Responsibility in respect of Holding Company:**

Particulars	Current Year	Previous Year
a) Gross Amount required to be spent	1,328,854	-
b) Amount actually spent on:		
Health & Family Welfare	310,529	-

As company has not undertaken CSR activity for which any liability has been incurred by entering into a contractual obligation, company has not made provisions for the unspent amount.

**Note 43** Balances of Secured Loans, unsecured loans, Debtors, Creditors for goods, creditors for expenses, loans and advances and advance from customers are subject to confirmation.

**Note 44** Previous year figures are regrouped and rearranged wherever necessary to compare with current year figures.

**Note 45** Figures are rounded off to the nearest rupee.

**Signatories to Note 1 to 45**

**For AMBALAL PATEL & CO.  
CHARTERED ACCOUNTANTS  
Firm Reg. No. : 100305W**

**CA Ghanshyam P. Jajal  
PARTNER  
M.No. 116814**

**Ahmedabad  
25/07/2015**



**For SILVER TOUCH TECHNOLOGIES LIMITED**

**Vipul Thakkar  
Director  
DIN - 00169558**

**Jignesh Patel  
Director  
DIN - 00170562**

**Company Secretary**