

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
2016-17**



**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 2017, 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:

- (a) In the case of consolidated Balance Sheet, of the state of affairs of the Group as at 31st March 2017;
- (b) In the case of the consolidated Statement of Profit and Loss, of the Profit for the year ended on that date; and
- (c) 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:

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	Shark Identity Pvt Ltd	India	49%

We did not audit the financial statement of above mentioned two overseas wholly owned subsidiaries whose financial statements reflect total assets of Rs 9498960 as at 31st March 2017 , total revenues from operations of Rs.62165715 for the year ended on that date, as considered in the consolidated financial statements.

Financial Statements of one of the subsidiary, Lime Software (UK) Ltd has not been considered as details of the same not available with management.

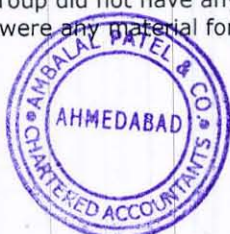
These financial statements are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of sub-sections (3) and (11) of 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

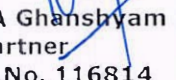
1. As acquired by section 143(3) of the Act, we report that:

- 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;
- 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;
- 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;
- 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;
- On the basis of written representations received from the directors of the Holding Company as on 31st March 2017, and taken on record by the Board of Directors of the Holding Company, none of the directors is disqualified as on 31st March 2017, from being appointed as a director in terms of Section 164(2) of the Act.
- With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A";
- 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:
 - There is no pending litigation that may have impact on its financial statements except pending Income Tax appeals as mentioned Note 26 to Notes on accounts;
 - 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.
- iv The company had provided requisite disclosures in its financial statements as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 and these are in accordance with the books of accounts maintained by the company.

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


CA Ghanshyam P. Jajal
Partner
M.No. 116814

Ahmedabad
15/07/2017



INDEPENDENT AUDITORS' REPORT ON INTERNAL FINANCIAL CONTROL

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

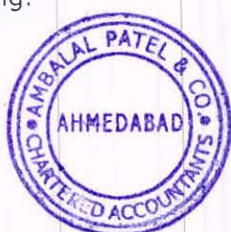
- 1 We have audited the internal financial controls over financial reporting of Silver Touch technologies Limited (Holding Company) as at 31st March, 2017 in conjunction with our audit of the Balance Sheet, Statement of Profit & loss, Cash Flow statement & notes forming part of financial statement.

Management's Responsibility for Internal Financial Controls

- 2 Management is responsible for establishing and maintaining internal financial controls based on the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ('the Guidance Note') issued by the Institute of Chartered Accountants of India ('the ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required by The Companies Act, 2013 ('the Act').

Auditor's Responsibility

- 3 Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing ('the Standards'), issued by the ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
- 4 Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
- 5 We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting .

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

Opinion

7 In our opinion, Holding Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2017, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

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



CA Ghanshyam P. Jajal
Partner
M.No. 116814

Ahmedabad
15/07/2017



SILVER TOUCH TECHNOLOGIES LIMITED
CIN-U72200GJ1995PLC024465

CONSOLIDATED BALANCE SHEET AS ON 31st March 2017

Particulars		Note No.	31st March 2017	31st March 2016
I. EQUITY AND LIABILITIES				
1 Shareholders' funds				
(a) Share capital	2	55,950,000	55,950,000	
(b) Reserves and surplus	3	364,846,732	327,705,552	
2 Non-current liabilities				
(a) Long-term borrowings	4	30,646,297	47,522,871	
(b) Deferred tax liabilities (Net)		8,029,328	8,175,984	
(c) Other Long term liabilities	5	5,307,849	5,965,010	
3 Current liabilities				
(a) Short-term borrowings	6	119,246,773	169,613,725	
(b) Trade payables	7	55,783,269	308,563,635	
(c) Other current liabilities	8	82,782,207	107,040,832	
(d) Short-term provisions	9	35,729,645	38,575,321	
TOTAL		758,322,100	1,069,112,929	
II. ASSETS				
Non-current assets				
1 (a) Fixed assets	10			
(i) Tangible assets		166,320,894	162,429,407	
(ii) Intangible assets		1,626,221	1,720,882	
(iii) Capital work-in-progress		-	-	
(iv) Intangible assets under development		-	-	
(b) Non-current investments	11	257,919	88,561	
(c) Long-term loans and advances	12	30,799,191	25,249,026	
(d) Other non-current assets	13	31,022,759	46,573,463	
2 Current assets				
(a) Inventories	14	16,510,069	55,857,018	
(b) Trade receivables	15	342,527,878	609,272,434	
(c) Cash and Bank Balances	16	61,654,392	55,041,296	
(d) Short-term loans and advances	17	107,602,778	112,880,843	
TOTAL		758,322,100	1,069,112,929	
Notes on Accounts	1			

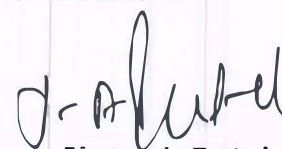
As per our report of even date
For AMBALAL PATEL & CO.
CHARTERED ACCOUNTANTS
Firm Reg. No. : 100305W

CA Ghanshyam P. Jajal
PARTNER
M.No. 116814


Ahmedabad
15/07/2017

For and on behalf of Board of Directors


Vipul Thakkar
Director
DIN - 00169558


Jignesh Patel
Director
DIN - 00170562


Navinchandra Panchal
Company Secretary


Palak Shah
CFO cum Director
DIN - 00306082

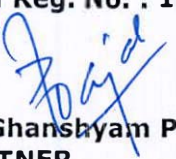
SILVER TOUCH TECHNOLOGIES LIMITED

CIN-U72200GJ1995PLC024465

CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31st March 2017 (Amount in ₹)

Particulars	Note No.	2016-17	2015-16
I. Revenue from operations	18		
Sales & Operational Revenue		1,32,10,56,675	1,49,36,36,233
<u>Less:</u>			
Service Tax		9,14,18,357	9,07,73,071
		1,22,96,38,318	1,40,28,63,162
II. Other income	19	1,26,63,012	82,22,024
III. Total Revenue (I + II)		1,24,23,01,330	1,41,10,85,186
IV. Expenses:			
Purchases of Stock-in-Trade & Services	20	45,42,61,782	72,25,45,099
Changes in inventories of Stock-in-Trade	21	3,93,46,949	(13,56,709)
Employee benefits expense	22	45,90,34,989	45,10,50,061
Finance costs	23	3,15,97,549	3,15,25,477
Depreciation and amortization expense		4,40,76,087	5,48,67,343
Operations & Other Expenses	24	15,43,15,649	10,66,18,068
Total expenses		1,18,26,33,004	1,36,52,49,339
V Profit before tax (III- IV)		5,96,68,325	4,58,35,847
VI Tax expense:			
(1) Current tax		1,81,83,839	1,91,62,318
(2) Deferred tax		(1,50,911)	(40,04,807)
(3) Prior Period Tax Adjustment		11,27,213	50,069
		1,91,60,141	1,52,07,580
VII Profit/(Loss) for the period (V - VI)		4,05,08,184	3,06,28,267
VIII Earnings per equity share (Face Value ₹ 10 per share)			
(1) Basic		7.24	5.47
(2) Diluted		7.24	5.47
Notes on Accounts	1		

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


CA Ghanshyam P. Jajal
PARTNER
M.No. 116814

Ahmedabad
15/07/2017




For and on behalf of Board of Directors


Vipul Thakkar
Director
DIN - 00169558


Navinchandra Panchal

Company Secretary


Jignesh Patel
Director
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Palak Shah

CFO cum Director
DIN - 00306082

SILVER TOUCH TECHNOLOGIES LIMITED

CIN-U72200GJ1995PLC024465

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st March 2017

(Amount in ₹.)

PARTICULARS	2016-17	2015-16
A. Cash inflow/(outflow) from the operating activities		
Net profit before Tax and Prior Period Adjustments	5,96,68,325	4,58,35,847
Adjustments for:		
Depreciation	2,85,25,383	5,48,67,343
Interest paid	2,14,12,225	2,23,32,743
Interest Income	(63,77,626)	(62,64,656)
Provision of Gratuity payable	(20,00,508)	23,51,262
(Profit)/Loss on sale of Assets	-	(60,37,710)
Provision for CSR Expenditure	30,000	11,00,000
Operating Profit before working capital changes	10,12,57,799	11,41,84,828
Adjustment for (Increase)/Decrease in Working Capital :		
Inventories	3,93,46,949	(13,56,709)
Receivables	26,67,44,556	(23,95,47,156)
Direct Tax paid	(2,01,87,929)	(33,40,667)
Other Non Current Asset	1,55,50,704	1,54,19,628
Loans & Advances	(2,72,101)	(2,15,09,853)
Current Liabilities & Provisions	(27,70,38,991)	18,73,55,971
Net cash inflow/(outflow) from operating activities (A)	12,54,00,988	5,12,06,043
B. Cash inflow/(outflow) from investing activity		
Investments	(1,63,394)	(48,975)
Purchase of Assets	(3,23,22,209)	(4,90,42,400)
Sale of Fixed Assets	-	-
Net cash inflow/(outflow) from investing activity (B)	(3,24,85,603)	(4,90,91,375)
C. Cash inflow/(outflow) from financing activity		
Secured Loans Availed/(Paid)	(6,94,33,013)	3,17,63,226
Unsecured Loans Availed/(Paid)	15,32,326	(3,02,49,762)
Interest Income	63,77,626	62,64,656
Interest Paid	(2,14,12,225)	(2,23,32,743)
Interim Dividend and Tax thereon	(33,67,004)	(51,70,261)
Net cash inflow/(outflow) from Financing activity (C)	(8,63,02,290)	(1,97,24,883)
Net Cash changes in cash and cash equivalent (A+B+C)	66,13,095	(1,76,10,215)
Cash & Cash Equivalent at the beginning of the Period	5,50,41,296	7,26,51,512
Cash & Cash Equivalent at the end of the Period	6,16,54,392	5,50,41,296
Net Increase in cash and cash equivalent	66,13,095	(1,76,10,215)

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

CA Ghanshyam P. Jajal
PARTNER
M.No. 116814

Ahmedabad
15/07/2017



For and on behalf of Board of Directors

Vipul Thakkar
Director
DIN - 00169558

Navinchandra Panchal
Company Secretary

Jignesh Patel
Director
DIN - 00170562

Palak Shah
CFO cum Director
DIN - 00306082

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:

Sr. No.	Name of Subsidiary /JV	Country	Extent of Holding
1	Silver Touch Technologies (UK) Ltd	UK	100%
2	Silver Touch Technologies Inc	USA	100%
3	Shark Identity Pvt Ltd	India	49%

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.

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.

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.

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.

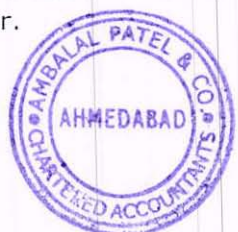
Provident Fund & ESI Scheme

The contribution to Provident Fund & Employees State Insurance Scheme 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 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.

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 various Banks. 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, which is capable of reversal in 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	31/03/2017		31/03/2016	
	Number	Amount(In ₹)	Number	Amount(In ₹)
Authorised Equity Shares of ₹ 10 each	80,00,000	8,00,00,000	80,00,000	8,00,00,000
Issued Equity Shares of ₹ 10 each	55,95,000	5,59,50,000	55,95,000	5,59,50,000
Subscribed & Paid up Equity Shares of ₹ 10 each	55,95,000	5,59,50,000	55,95,000	5,59,50,000
Subscribed but not fully Paid up Equity Shares of ₹ 10 each, not fully paid up	-	-	-	-
Total	55,95,000	5,59,50,000	55,95,000	5,59,50,000

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

Particulars	31/03/2017		31/03/2016	
	Number	Amount(In ₹)	Number	Amount(In ₹)
Shares outstanding at the beginning of the year	55,95,000	5,59,50,000	55,95,000	5,59,50,000
Shares Issued during the year	-	-	-	-
(Shares bought back during the year)	-	-	-	-
Shares outstanding at the end of the year	55,95,000	5,59,50,000	55,95,000	5,59,50,000

Details of share holders holding more than 5% shares

Name of Equity Share Holders	31/03/2017		31/03/2016	
	Number of Shares	%age of Holding	Number of Shares	%age of Holding
Jignesh Amrutlal Patel	1801855	32.20%	1801855	32.20%
Minesh Vinodchandra Doshi	963290	17.22%	963290	17.22%
Palak Vinukant Shah	392600	7.02%	392600	7.02%
Vipul Haridas Thakkar	1818755	32.51%	1818755	32.51%

NOTE 3 RESERVES & SURPLUS

Particulars	31/03/2017	31/03/2016
	Amount(In ₹)	Amount(In ₹)
a. Revaluation Reserve		
Opening Balance	3,86,30,648	3,86,30,648
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	3,86,30,648	3,86,30,648
b. General Reserve		
Opening Balance	4,50,00,000	4,00,00,000
(+) Current Year Transfer	50,00,000	50,00,000
(-) Written Back in Current Year	-	-
Closing Balance	5,00,00,000	4,50,00,000
c. Surplus		
Profit & Loss A/c		
Opening balance	24,40,74,904	22,36,16,897
Add:		
Net Profit/(Net Loss) For the current year	4,05,08,184	3,06,28,267
Transfer from Reserves	-	-
(Less):		
Proposed/Interim Dividends	(27,97,500)	(46,00,756)
Tax on Proposed/Interim Dividends	(5,69,504)	(5,69,505)
Transfer to Reserves	(50,00,000)	(50,00,000)
Closing Balance	27,62,16,084	24,40,74,904
Total	36,48,46,	32,77,05,552



NOTE 4 LONG TERM BORROWINGS

Particulars	31/03/2017 Amount(In ₹)	31/03/2016 Amount(In ₹)
Secured		
(a) Term loans		
From Banks		
SBI Car Loan Acct-Mercedes Benz (Secured by Hypothication of Mercedes Benz Car) (Repayable in 84 Monthly Installment)	7,47,012	11,96,115
BOI Car Loan Acct 200460510000143- Renault Scala (Secured by Hypothication of Scala Car) (Repayable in 60 Monthly Installment)	-	93,134
BOI Car Loan Acct- 200460510000148 -Maruti Cargo (Secured by Hypothication of Maruti Cargo) (Repayable in 59 Monthly Installment)	-	39,053
SBI Car Loan Acct-Honda City (Secured by Hypothication of Honda City) (Repayable in 84 Monthly Installment)	3,84,054	4,87,219
SBI Car Loan Maruti Wagon-R (Secured by Hypothication of Wagon R) (Repayable in 84 Monthly Installment)	1,59,563	2,00,511
SBI Car Loan Acct-Honda Mobilio (Secured by Hypothication of Honda Mobilio) (Repayable in 84 Monthly Installment)	4,20,385	5,35,193
SBI Car Loan Acct-Grand i10 (Secured by Hypothication of Grand I10) (Repayable in 84 Monthly Installment)	2,17,089	2,84,615
SBI Car Loan Acct-Honda City- 2 (Secured by Hypothication of Honda City) (Repayable in 60 Monthly Installment)	5,99,703	-
From Others		
Loan from CISCO Finance (Secured by Hypothication of Computers, Network Equipments etc. purchased out of the Loan) (Repayable in 18 Quarterly Installments)	36,81,935	63,60,121
(b) Long term maturities of finance lease obligations		
Finance Lease From Cisco Finance	93,08,761	1,95,85,777
	1,55,18,502	2,87,81,738
Unsecured		
(a) Loans and advances from related parties		
From Directors	1,12,88,980	1,03,47,767
(b) Other loans and advances		
Loan from CISCO Finance	38,38,815	83,93,366
	1,51,27,795	1,87,41,133
Total	3,06,46,297	4,75,22,871

NOTE 5 OTHER LONG TERM LIABILITIES

Particulars	31/03/2017 Amount(In ₹)	31/03/2016 Amount(In ₹)
(a) Others		
Student Fees Deposites	-	7,00,000
E-Mitra (Refundable SD)	20,82,839	29,40,000
Other Deposites	-	-
UID (Refundable SD)	14,00,000	14,00,000
Staff Deposites	18,25,010	9,25,010
Total	53,07,849	59,65,010



NOTE 6 SHORT TERM BORROWINGS

Particulars	31/03/2017	31/03/2016
	Amount(In ₹)	Amount(In ₹)
Secured		
(a) Loans repayable on demand		
From Banks		
Bank Of India No.28 (Sec. against Hypo. Of Stock)	11,34,43,948	16,96,13,724
Bank Of India No.29 (Sec. against Hypo. Of Debts)	-	1
(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)		
Unsecured		
(a) Loans repayable on demand		
From Others		
L & T FINANCE	49,29,881	-
(b) Loans and advances from related parties	8,72,943	-
	58,02,825	-
Total	11,92,46,773	16,96,13,725

NOTE 7 TRADE PAYABLES

Particulars	31/03/2017	31/03/2016
	Amount(In ₹)	Amount(In ₹)
Due to Micro, Small & medium Enterprises		
Due to Others	5,57,83,269	30,85,63,635
Total	5,57,83,269	30,85,63,635

NOTE 8 OTHER CURRENT LIABILITIES

Particulars	31/03/2017	31/03/2016
	Amount(In ₹)	Amount(In ₹)
(a) Current maturities of long-term debt		
SBI Car Loan Acct-Mercedes Benz	6,07,200	6,07,200
SBI Car Loan Acct-Honda City	1,64,400	1,64,400
SBI Car Loan Maruti Wagon-R	64,800	64,800
SBI Car Loan Acct-Honda Mobilio	1,64,400	1,64,400
SBI Car Loan Acct-Grand i10	1,02,000	1,02,000
SBI CAR LOAN ACCT-HONDA CITY- 2	2,54,400	
Loan From CISCO Finance (Secured)	17,51,017	15,53,139
Loan From CISCO Finance (Unsecured)	54,82,032	49,57,884
BOI Car Loan Acct 200460510000143- Renault Scala	1,14,406	1,93,992
BOI Car Loan Acct- 200460510000148 -Maruti Cargo	47,631	52,260
(b) Current maturities of finance lease obligations		
Finance Lease from CISCO Finance	1,02,77,017	91,15,639
(C) Other payables		
Creditors for Expenses	6,42,099	1,65,14,558
Advance from Customer	47,15,765	36,55,465
Other Dues	4,24,28,044	4,23,90,165
Staff Dues	59,37,358	45,46,440
Government Dues	1,00,29,638	2,29,58,491
Total	8,27,82,207	10,70,40,832

NOTE 9 SHORT TERM PROVISIONS

Particulars	31/03/2017	31/03/2016
	Amount(In ₹)	Amount(In ₹)
(a) Provision for employee benefits		
Gratuity (Unfunded)	1,64,33,405	1,84,33,913
(b) Others		
Provision for Taxation	1,81,66,240	1,90,41,408
Provision for Proposed Dividend	-	-
Provision for CSR Expenditure	11,30,000	11,00,000
Total	3,57,29,645	3,85,75,321



NOTE 10 FIXED ASSET

Fixed Assets	Gross Block						Accumulated Depreciation						Net Block		
	Balance as at 01/04/2016	Additions	(Disposals)	Transfer to Other Non Current Asset	Acquired through business combinations	Addition / (Deduction) due to Capital Reduction/Reval (Impairments)	Balance as at 31/03/2017	Balance as at 01/04/2016	Depreciation charge for the year	Adjustment due to revaluations	On disposals	Transitional Entry	Transfer to Other Non Current Asset	Balance as at 31/03/2017	Balance as at 31/03/2016
a															
Tangible Assets															
Buildings	8,91,42,254	1,62,18,664	-	-	-	-	10,53,60,918	93,59,885	18,74,115	-	-	-	-	9,41,26,917	7,97,82,369
Plant and Equipment	21,44,08,845	7,06,904	-	-	-	-	22,20,05,323	15,57,45,191	2,06,73,368	-	-	-	-	4,55,86,764	5,86,63,652
Furniture and Fixtures	2,54,08,475	46,01,904	-	-	-	-	3,00,10,379	1,05,49,714	32,67,252	-	-	-	-	1,53,17,613	1,48,58,761
Vehicles	12,33,773	1,04,70,844	-	-	-	-	1,19,06,186	35,62,288	11,26,685	-	-	-	-	57,81,911	46,47,771
Office equipment	96,16,969	22,89,218	-	-	-	-	1,19,06,186	61,67,126	11,07,132	-	-	-	-	46,31,928	34,49,843
Total(a)	34,78,13,611	3,19,40,039	-	-	-	-	37,97,53,650	18,53,84,204	2,80,48,553	-	-	-	-	16,63,20,894	16,24,29,407
b															
Intangible Assets															
Brands /trademarks	-	7,840	-	-	-	-	7,840	-	-	-	-	-	-	7,840	-
Computer software	75,71,981	3,74,330	-	-	-	-	81,21,896	60,26,684	4,76,830	-	-	-	-	16,18,381	17,20,882
Total(b)	75,71,981	3,82,170	-	-	-	-	81,29,736	60,26,684	4,76,830	-	-	-	-	65,03,515	17,20,882
Total (a+b)	35,53,85,593	3,23,22,209	-	-	-	-	38,76,83,387	19,14,10,889	2,85,25,383	-	-	-	-	16,79,47,115	16,41,50,289
Previous Years' Figures	22,39,21,400	8,55,85,570	-	-	-	-	30,95,06,971	7,86,56,611	2,85,22,763	7,27,798	-	-	-	20,15,99,800	14,52,64,790



NOTE 11 NON CURRENT INVESTMENT

	Particulars	31/03/2017	31/03/2016
		Amount(In ₹)	Amount(In ₹)
A	Other Investments		
	(a) Investment in Equity instruments	49,475	55,077
	(b) Other non-current investments	2,02,480	27,520
	(c) Goodwill on Consolidation	5,964	5,964
	Grand Total (A)	2,57,919	88,561
	Less : Provision for dimunition in the value of Investments	-	-
	Total	2,57,919	88,561

Particulars	2016-17	2015-16
	Amount(In ₹)	Amount(In ₹)
Aggregate amount of quoted investments (Market value of ₹ 0 (Previous Year ₹ 0))	-	-
Aggregate amount of unquoted investments	49,475	55,077

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 (₹)	
			2016-17	2015-16			2016-17	2015-16	2016-17	2015-16
1	2	3	4	5	6	7	8	9	10	11
(a)	Investment in Equity Instruments									
	Share of Drive in Ch Association	Other	-	-	Unquoted	Fully paid			100	100
	Share of Nutan Nag. Shah bank	Other	-	-	Unquoted	Fully paid			400	440
	Lime Software (JV UK)	JV	-	-	Unquoted	Fully paid			48,975	48,975
	Silvertouch Technology B.V. The Netherlands	JV	-	100	Unquoted	Fully paid		50%	-	5,562
	Total								49,475	55,077
(b)	Other non-current investments									
	Investment in Gold	Other	-	-	Unquoted	--N.A.--			27,520	27,520
	GOLD BOND WITH BOI	Other	-	-	-	--N.A.--			1,74,960	-
	Total								2,02,480	27,520
(c)	Goodwill on Consolidation								5,964	5,964
	Total								2,57,919	88,561



NOTE 12 LONG TERM LOANS & ADVANCES

Particulars	31/03/2017	31/03/2016
	Amount(In ₹)	Amount(In ₹)
a. Security Deposits		
Unsecured, considered good	3,07,99,191	2,52,49,026
Total	3,07,99,191	2,52,49,026

NOTE 13 OTHER NON CURRENT ASSETS

Particulars	31/03/2017	31/03/2016
	Amount(In ₹)	Amount(In ₹)
Unamortised Cost of Facility - UTWAN Project (See Note 31)	3,10,22,759	4,65,73,463
Total	3,10,22,759	4,65,73,463

NOTE 14 INVENTORIES

Particulars	31/03/2017	31/03/2016
	Amount(In ₹)	Amount(In ₹)
a. Stock in Trade	1,65,10,069	5,58,57,018
Total	1,65,10,069	5,58,57,018

NOTE 15 TRADE RECEIVABLES

Particulars	31/03/2017	31/03/2016
	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	6,16,47,124	7,36,96,261
Unsecured, considered doubtful	-	-
	6,16,47,124	7,36,96,261
Trade receivables outstanding for a period less than six months from the date they are due for payment	-	-
Secured, considered good	-	-
Unsecured, considered good	28,08,80,754	53,55,76,173
Unsecured, considered doubtful	-	-
	28,08,80,754	53,55,76,173
Total	34,25,27,878	60,92,72,434

Trade Receivable stated above include debts due by:

Particulars	31/03/2017	31/03/2016
	Amount(In ₹)	Amount(In ₹)
Private Company in which director is a member or director	27,47,208	90,77,892
Total	27,47,208	90,77,892

NOTE 16 CASH & BANK BALANCES

Particulars	31/03/2017	31/03/2016
	Amount(In ₹)	Amount(In ₹)
a. Cash & Cash Equivalants		
i) Cash on hand	9,69,166	20,66,568
b. Other Bank balances		
Bank Balances	65,56,111	1,03,50,231
Bank Deposits		
Deposits with less than 12 months maturity	4,65,79,357	2,77,16,910
Deposits with more than 12 months maturity	75,49,758	1,49,07,588
(This includes ₹ 5,41,29,115/- (Previous Year ₹ 4,26,24,498/-) as security against guaranteees)		
Total	6,16,54,392	5,50,41,296



NOTE 17 SHORT TERM LOANS & ADVANCES

Particulars	31/03/2017	31/03/2016
	Amount(In ₹)	Amount(In ₹)
a. Loans and advances to related parties		
Unsecured, considered good		
Directors		
Other officers of the Company		
Firm in which director is a partner		
Private Company in which director is a member or director	4,92,100	-
	4,92,100	-
b. Others		
Unsecured, considered good		
Balance with Government	6,53,31,759	6,50,44,640
Advance to Staff	58,14,800	67,40,583
Advance to Supplier	60,00,674	2,03,49,874
Others	2,99,63,444	2,07,45,746
	10,71,10,678	11,28,80,843
Total	10,76,02,778	11,28,80,843



SILVER TOUCH TECHNOLOGIES LIMITED (F.Y. 2016-17)

NOTE 18 REVENUE FROM OPERATION

Particulars	31/03/2017 Amount(In ₹)	31/03/2016 Amount(In ₹)
Sale of products	59,37,17,953	90,76,14,799
Sale of services	72,69,40,099	58,56,21,818
Other operating revenues	3,98,623	3,99,616
Total Sales	1,32,10,56,675	1,49,36,36,233
Net Sales	1,32,10,56,675	1,49,36,36,233
Less: Service Tax	9,14,18,357	9,07,73,071
Total	1,22,96,38,318	1,40,28,63,162

NOTE 19 OTHER INCOME

Particulars	31/03/2017 Amount(In ₹)	31/03/2016 Amount(In ₹)
Interest Income	63,77,626	62,64,656
Other non-operating income	62,85,386	19,57,368
TOTAL	1,26,63,012	82,22,024

NOTE 20 PURCHASES OF STOCK-IN-TRADE

Particulars	31/03/2017 Amount(In ₹)	31/03/2016 Amount(In ₹)
Purchase of Computetrs, Peripherals & Services	46,63,20,889	73,77,06,088
Less: Transferred to Fixed Assets from Opening Stock	12,35,690	8,64,723
Discount	1,08,23,418	1,42,96,266
TOTAL	45,42,61,782	72,25,45,099

NOTE 21 CHANGES IN INVENTORIES OF STOCK IN TRADE

Particulars	31/03/2017 Amount(In ₹)	31/03/2016 Amount(In ₹)
Opening Stock	5,58,57,018	5,45,00,309
Less: Closing Stock	1,65,10,069	5,58,57,018
TOTAL	3,93,46,949	(13,56,709)

NOTE 22 EMPLOYEE BENEFITS EXPENSE

Particulars	31/03/2017 Amount(In ₹)	31/03/2016 Amount(In ₹)
(a) Salaries and incentives	40,08,82,813	39,98,77,292
(b) Contributions to - (i) Provident fund & ESIC	13,25,125	19,17,866
(c) Provisions for Gratuity	-6,19,658	23,51,262
(d) Staff welfare expenses	3,09,098	4,28,341
(e) Salaries to Contractual Employees	5,71,37,611	4,64,75,300
TOTAL	45,90,34,989	45,10,50,061

NOTE 23 FINANCE COSTS

Particulars	31/03/2017 Amount(In ₹)	31/03/2016 Amount(In ₹)
Interest expense	2,14,12,225	2,23,32,743
Other borrowing costs	1,01,85,324	91,92,735
TOTAL	3,15,97,549	3,15,25,477

NOTE 24 OPERATIONS & OTHER EXPENSES

Particulars	31/03/2017 Amount(In ₹)	31/03/2016 Amount(In ₹)
Power & Fuel	38,95,630	43,40,745
Rent	1,15,53,343	83,54,737
Repairs to buildings	16,04,770	10,74,583
Insurance	6,29,712	7,75,909
Rates and taxes, excluding taxes on income	28,20,055	32,08,873
Net loss on foreign currency transaction and translation	12,29,348	-
Bad Debts	-	-
Payment to Auditors	4,12,350	6,77,902
Project Expenses	6,17,40,680	3,53,97,314
Corporate Social Resonsibility Expenditure	11,30,000	23,09,838
Miscellaneous expenses	6,92,99,762	5,04,78,162
TOTAL	15,43,15,649	10,66,18,063



SILVER TOUCH TECHNOLOGIES LIMITED (F.Y. 2016-17)

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 Holding Company as under:

(Amount in ₹)		
Bank Guarantee	Current Period	Previous Year
Bank of India	15,88,98,751	18,20,89,082
IDBI Bank	44,13,521	-
ICICI Bank	1,50,78,192	1,29,68,717

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 & 100% margin for bank guarantee issued by IDBI Bank.

b) Income tax Demand :

(Amount in ₹)		
Particulars	Current Period	Previous Year
U/s 143(3) (AY 2010-11) - Pending with ITAT	1,31,62,920	1,31,62,920
U/s 143(3) (AY 2013-14) - Pending with CIT(A)	93,917	93,917
U/s 143(3) (AY 2014-15) - Pending with CIT(A)	97,627	-

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 Holding 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.

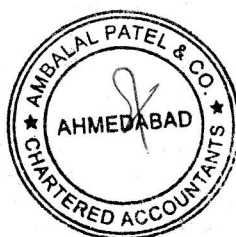
Note 28 Auditor's Remuneration

Amount (in ₹)		
	Current Period	Previous Year
Statutory Auditors		
- As Auditors	3,35,000	3,25,000
- Tax Audit Matters	1,00,000	1,00,000
- Taxation Matters	2,28,450	1,00,000
- Company Law Matters	7,350	40,000
- Others (Incl. Service Tax)	49,350	1,12,902
Total	7,20,150	6,77,902

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

Description	Current Period	Previous Year
Profit After Tax (₹)	4,05,08,184	3,06,28,267
Profit Attributable to Ordinary Share Holders (₹)	4,05,08,184	3,06,28,267
Weighted Average No. of Equity Shares	55,95,000	55,95,000
Basic & Diluted Earning Per Share (₹)*	7.24	5.47
Nominal Value of share (₹)	10.00	10.00

* The Holding Company has no dilutive instruments during the year ended 31/03/2017. As such Dilutive Earning Per share equals to Basic Earnings Per Share.



SILVER TOUCH TECHNOLOGIES LIMITED (F.Y. 2016-17)

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 01/04/2016	Charge/ (Credit) during the year to P & L A/c	As on 31/03/2017
Deferred tax (Assets) / Liabilities on account of depreciation	1,42,70,789	(68,41,663)	74,29,126
Deferred tax (Assets) / Liabilities on account of Gratuity, etc	(60,94,805)	67,56,233	6,61,428
Net Deferred tax (Assets)/ liabilities	81,75,984	(85,430)	80,90,554

Note 31 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, Holding Company is required to implement and maintain UTWAN for a period of 5 years. Holding Company has purchased some network equipments, computers and other related equipments and machineries by entering into Finance Lease transaction with CISCO. And some equipments Holding Company obtained by way raising loans. At the end of 5 years, Holding 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 Holding 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.



SILVER TOUCH TECHNOLOGIES LIMITED (F.Y. 2016-17)

Note 32 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) Subsidiaries, Fellow Subsidiaries, and Associates

a) Subsidiaries :

- 1) Silvertouch Technology (UK) Ltd
- 2) Silvertouch Technologies Inc.
None

b) Fellow Subsidiary :

c) Associates :

- 1) Shark Identity Pvt Ltd
- 2) Silvertouch Technologies B.V.
- 3) Lime Software (UK)
- 4) Silvertouch Technologies SAS
(Incorporation in progress)

b) Key Management Personnel :

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

c) 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) Ayushi Jain
- 8) Manjulaben Patel
- 9) Amrutlal K. Patel

d) 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



SILVER TOUCH TECHNOLOGIES LIMITED (F.Y. 2016-17)

B) Transaction with related parties

Amount (in ₹)

Description	Subsidiaries, Fellow Subsidiaries, and Associates		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 Period	Previous Year	Current Period	Previous Year
Purchase of Goods/ Services	-	-	-	-	-	-	12,36,113	13,55,216
Sales of Goods / Services	-	-	-	-	-	-	-	3,65,58,965
(Purchase) / Sales of Assets	-	-	-	-	-	-	-	-
Rent & other Expenses paid	-	-	-	-	-	-	-	-
Interest Received/ (Paid)	-	-	(33,34,126)	(22,72,493)	-	-	-	-
Dividend Received / (paid)	9,55,740	-	(24,88,250)	(24,88,250)	(3,09,250)	(3,09,250)	-	-
Remunerations	-	-	1,70,40,000	1,58,40,000	12,60,000	7,80,000	-	-
Hire Charges paid	-	-	-	-	-	-	-	-
Lease Rent (Paid) / Received	-	-	-	-	(4,20,000)	(4,20,000)	1,74,000	1,74,000
Outstanding Balance at the year end								
Loans & Advance (incl. interest)	4,92,100	-	-	-	-	-	-	-
Deposit Received	-	-	1,21,61,923	1,03,47,767	-	-	-	-
Debtors	-	-	-	-	-	-	27,47,208	90,77,892
Creditors	-	-	10,62,000	-	98,600	-	80,09,164	55,44,962

Note 33 Additional information pursuant to the provisions of Schedule III to the Companies Act, 2013:

Amount (in ₹)

	Particulars	Current Year	Previous Year
A	Expenditure in Foreign currency on account of		
	i) Foreign Traveling	21,13,485	14,43,829
	ii) Exhibition/Promotion Exp	4,51,466	Nil
	iii) Salary	Nil	43,03,901
B	Value of imported raw materials, spare parts and components	7,44,968	6,55,889
C	Amount remitted in foreign currency during the		
	i) Dividend	Nil	Nil
	ii) No. of non-resident share holders	Nil	Nil
	iii) No. of shares held by non-residents	Nil	Nil
D	Earning in Foreign Exchange		
	i) Export of Services	7,82,72,722	11,57,63,441
	ii) Others	9,55,740	Nil



Note 34 Impairment of Fixed Assets

In accordance with the Accounting Standard (AS-28) on 'Impairment of Assets' notified by Companies (Accounting Standards) Rules, 2006, the Holding 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 35 Details of Specified Bank Notes (SBN)

Details of Specified Bank Notes (SBN) held and transacted during the period 08/11/2016 to 30/12/2016 :

Particulars	SBNs	Other Denomination Notes	Total
Closing cash in hand as on 08.11.2016	2,450,000	8,071	2,458,071
Add: Permitted receipts	-	699,008	699,008
Less: Permitted payments	-	442,485	442,485
Less: Amount deposited in Banks	2,450,000	-	2,450,000
Closing cash in hand as on 30.12.2016	-	264,594	264,594

Note 36 Revenue from operations can be broadly categorized as under:

Particulars	Current Year	Previous Year
1) Sale of Computers Computer Parts, License, Software etc.	593,717,953	907,614,799
2) Sale of Services Software Development, AMC Charges & Other Services	635,521,742	494,848,747
3) Other Operating Revenue	398,623	399,616
Total Revenue from Operations	1,229,638,318	1,402,863,162

Note 37 Segment Reporting

The Group'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. Group's business activities outside India are spread mainly in United Kingdom, USA, Australia, France & The Netherlands. Hence, there are two reportable segment of Group viz., Domestic & Exports.



Note 38 Employee Retirement Benefits

In order to make provision for Gratuity payable to employees, Holding Company has obtained Actuarial Valuation report from M/s. K A Pandit, 'Actuaries'. On the basis of valuation report of Actuaries, Holding Company has made provision for Gratuity Payable in accounts. However, no investments made to meet liability in future. Holding Company charge the addition in liability of Gratuity payable to Statement of Profit & Loss.

Gratuity provision for the year ended 31st March, 2017 is calculated taking base of joining date of all employees as 01.04.2009. In earlier period, actual joining date is considered if its before 01.04.2009. Due to this change in assumption, during the period under review excess provision made earlier written back.

The following table sets out unfunded status of the gratuity payable and the amounts recognised in the Holding Company's financial statements for the period ended March 31, 2017.

(i) Change in Benefit Obligations :

Particulars	(Amount in ₹)	(Amount in ₹)
Present value of benefit obligation, beginning of the year	18,433,913	16,082,653
Service cost	3,109,414	2,949,877
Interest cost	1,448,906	1,273,746
Benefits paid	(1,505,123)	(1,189,067)
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial	1,475,511	177,152
Actuarial (Gains)/Losses on Obligations - Due to Experience	(6,529,216)	(860,448)
Present value of benefit obligation, end of the year	16,433,405	18,433,913

(ii) Change in Plan Assets :

Particulars	(Amount in ₹)	(Amount in ₹)
Fair value of plan assets, beginning of the year	-	-
Expected return on plan assets	-	-
Employers' contributions	-	-
Benefits paid	-	-
Fair value of plan assets, end of the year	-	-

(iii) Net Gratuity Cost :

Particulars	(Amount in ₹)	(Amount in ₹)
Service Cost	3,109,414	2,949,877
Interest Cost	1,448,906	1,273,746
Expected Return on Plan Asset	-	-
Actuarial (gain)/loss	(5,053,705)	(683,296)
Net Gratuity Cost	(495,385)	3,540,327

(iv) Reconciliation of Present Value of the obligation and the fair value of the Plan Assets :

Particulars	(Amount in ₹)	(Amount in ₹)
Fair value of plan assets, at the end of the year	-	-
Present value of obligation at the end of the year	(16,433,405)	(18,433,913)
Re-imbursement Obligation	-	-
Asset/(Liability) Recognised in the Balance Sheet	(16,433,405)	(18,433,913)

(v) Assumptions :

Particulars	%	%
Rate of Discounting	7.26%	7.86%
Salary Escalation Rate	7.50%	7.50%
Expected Rate of Return on Plan Asset	N.A.	N.A.

Note 39 Obligation towards Finance Lease :

The Lease rentals charged during the year and the future minimum rental payments in respect of finance lease and its present value are set out below:

Particulars	Current Year	Previous Year
(i) Lease rentals recognised during the year	3,088,210	3,868,732
(ii) Minimum Lease Payments		
Not later than one year	12,203,848	12,203,848
Later than one year but not later than five years	9,926,245	22,130,093
Later than five years	-	-
Total	22,130,093	34,333,941



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(iii) Present Value of minimum lease payments		
Not later than one year	10,277,017	9,115,639
Later than one year but not later than five years	9,308,758	19,585,775
Later than five years	-	-
	19,585,775	28,701,414
Add : Future Finance Charges	2,544,318	5,632,517
Total	22,130,093	34,333,931

Note 40 Expenditure on Corporate Social Responsibility

Particulars	Current Year	Previous Year
a) Gross Amount required to be spent	1,125,150	1,280,115
b) Amount actually spent on:		
Promoting Education	-	1,213,254
c) Provision made for CSR Expenditure	1,130,000	1,100,000

During the FY 2015-16, Group has made provision for unspent CSR expenditure for year ended 31st March, 2015 & 31st March, 2016 amounting to Rs.11,00,000, which is spent in the current FY 2016-17. During the year Group has made provision for unspent CSR expenditure for year ended 31st March, 2017 amounting to Rs. 11,30,000/-.

Note 41 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 42 Previous year figures are regrouped and rearranged wherever necessary to compare with current year figures.

Note 43 Figures are rounded off to the nearest rupee.

Signatories to Note 1 to 43

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

CA Ghanashyam P. Jajal
PARTNER
M.No. 116814

Ahmedabad
15/07/2017



For SILVER TOUCH TECHNOLOGIES LIMITED

Vipul Thakkar
Director
DIN - 00169558

Jignesh Patel
Director
DIN - 00170562

Company Secretary

Palak Shah
CFO cum Director
DIN - 00306082