

SILVER TOUCH TECHNOLOGIES LIMITED

REGD. OFFICE

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

AUDITORS

PRIYAM R SHAH & ASSOCIATES

CHARTERED ACCOUNTANTS

**Behind Handloom House,
Near Gandhi Gram Station,
Navrangpura
Ahmedabad-380009**

**FOR THE YEAR ENDED
31ST MARCH, 2018**

Priyam R. Shah & Associates

CHARTERED ACCOUNTANTS

202, Pelican, Gujarat Chamber of Commerce Compound, Ashram Road, Ahmedabad-380 009.
Tele (O) 079-40042700-01-02-03 • E-mail : rmshah@rmshah.net



INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF M/s. SILVER TOUCH TECHNOLOGIES LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of M/s. SILVER TOUCH TECHNOLOGIES LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March 2018, the Statement of Profit & Loss and cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The 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 standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company 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 Company 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 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the 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 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 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 Balance Sheet, of the state of affairs of the Company as at 31st March 2018;
- (b) In the case of the Statement of Profit and Loss, of the Profit for the year ended on that date; and
- (c) In the case of Cash flow statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, 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 obtained 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 Balance Sheet, Statement of Profit and Loss and cash flow statement dealt with by this report are in agreement with the books of account;
 - d. In our opinion, the aforesaid standalone 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 as on 31st March 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2018, from being appointed as a director in terms of Section 164(2) of the Act;
 - f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in **"Annexure B"**;
 - g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. There is no pending litigation that may have impact on its financial statements except pending Income Tax appeals as mentioned in Note 26.
 - ii. The Company 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.

For PRIYAM R SHAH & ASSOCIATES
Chartered Accountants
Firm Reg. No. : 118421W

Mitesh



CA Mitesh M Nagar
Partner
M.No. 173787

Ahmedabad
25/05/2018

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Annexure A

ANNEXURE TO INDEPENDENT AUDITOR'S REPORT

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

- (i) (a) The 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 at the end of the year and no material discrepancies were noticed on such verification.
- (c) The title deeds of immovable properties are held in the name of the company.
- (ii) As explained to us, physical verification of inventory has been conducted by the management at the end of the year in respect of inventory and there are no material discrepancies were noticed.
- (iii) (a) According to the information and explanation given to us, the Company has not granted any unsecured loans to companies but has given business loan to its subsidiary firm M/s Start N Excel during the year as listed in the register maintained under section 189 of the Companies Act 2013.
- (iv) According to explanation and information given to us, In respect of loans, investments, guarantees, and security, Company has complied the provisions of section 185 and 186 of the Companies Act, 2013 .
- (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 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 2018 for a period exceeding six months from the date they became payable.
- (b) On the basis of our examination of the documents and records, there are disputed amount pending in respect of any statutory dues as follow:

Name of the Statute	Nature of Dues	Disputed	Forum where dispute is pending	Net Demand Amount (₹)
		Tax Amount (₹)		
Income Tax	Demand U/s 143(3)	13,162,920	Income Tax Tribunal	NIL
AY 2010-11				
Income Tax	Demand U/s 143(3)	97,627	CIT (Appeal)	NIL
AY 2014-15				



- (viii) Based on our audit procedure and on the information and explanation given by the management, we are of the opinion that the company has not defaulted in repayment of dues to the bank.
- (ix) Company has not raised money by way of initial public offer or further public offer (including debt instruments) and term loans under review.
- (x) According to the information and explanation given to us and to the best of our knowledge and belief no fraud on or by the company, has been noticed or reported by the company during the year.
- (xi) Based on our audit procedure and books examined by us, Company has paid managerial remuneration in accordance with the provisions of section 197 read with Schedule V to the Companies Act.
- (xii) Since the company is not Nidhi Company, relevant clause of CARO, 2016 is not applicable to the company.
- (xiii) According to information and explanation given to us, all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements etc., as required by the accounting standard 18.
- (xiv) According to information and explanation given to us, the company has not made any private placement but it has made of preferential allotment shares during the year and so, in compliance to section 42 of the Companies Act, 2013. The list of allottees are as follows:

SN	Folio No.	Share Holder Name	Address	Date of Allotment	No. of Share Alloted
1	14	GAGANDEEP CREDIT CAPITAL PVT. LTD.	201, KRISHNAKUNJ, VL MEHTA ROAD, ABOVE HDFC BANK, JVPD, VILE PARLE (W), MUMBAI - 40056	9-Aug-17	9,00,000
2	15	AKSHAY DOSHI	701, BHOOMI NS, ROAD NO. 8, JVPD SCHEME, VILE PARLE WEST, MUMBAI - 400056.	9-Aug-17	1,00,000
3	16	DEENA PRADEEP SHAH PRADEEP D. SHAH	10, ASHWIN BUILDING, 5TH FLOOR, VALLABHBAUG LANE, OPP. KAILASH PLAZA, GHATKOPAR (EAST), MUMBAI - 400077	9-Aug-17	25,000
4	17	BHAVNA MEHTA HIMANSHU R. MEHTA	FLAT NO. 6, 2ND FLOOR, SAMKLI SOCIETY, NAVROJI LANE, GHATKOPAR (WEST), MUMBAI - 400086	9-Aug-17	25,000
5	18	PARESH K SHAH	S/O KANTILAL D. SHAH, CHAKALA ROAD, D-304, 3RD FLOOR, MOTA NAGAR CHS LTD, SAHAR, MUMBAI - 400099	9-Aug-17	25,000



6	19	BHARAT CHANDULAL SHAH	23, Sector 9, Kalhaar Bungalows, Nr. Shilaj, Ahmedabad 382115	9-Aug-17	30,000
7	20	PARKER MULTI COMMODITIES PRIVATE LIMITED	1st, 3rd Floor, Landmark, Opp. HDFC House, Mithakali Six Roads, Navrangpura, Ahmedabad - 380006	9-Aug-17	3,00,000
Total Shares Issued					14,05,000

(xv) According to Information and explanation given to us, the company has not entered into any non-cash transactions with directors or persons connected with him and company has been complied the provisions of section 192 of Companies Act, 2013.

(xvi) According to information and explanation given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For PRIYAM R SHAH & ASSOCIATES
Chartered Accountants
Firm Reg. No. : 118421W

Mitesh

CA Mitesh M Nagar
Partner
M.No. 173787



Ahmedabad
25/05/2018

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Annexure B

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 as at 31st March, 2018 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, 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, 2018, 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 PRIYAM R SHAH & ASSOCIATES

Chartered Accountants

Firm Reg. No. : 118421W

Mitesh



CA Mitesh M Nagar

Partner

M.No. 173787

Ahmedabad

25/05/2018

SILVER TOUCH TECHNOLOGIES LIMITED

CIN-U72200GJ1995PLC024465

BALANCE SHEET AS ON 31st March 2018

Particulars		Note No.	31st March 2018	31st March 2017
I. EQUITY AND LIABILITIES				
1 Shareholders' funds				
(a) Share capital	2		12,59,50,000	5,59,50,000
(b) Reserves and surplus	3		52,53,93,480	36,29,77,385
2 Non-current liabilities				
(a) Long-term borrowings	4		1,17,99,456	3,06,46,297
(b) Deferred tax liabilities (Net)			89,93,468	80,90,262
(c) Other Long term liabilities	5		57,27,470	53,07,849
3 Current liabilities				
(a) Short-term borrowings	6		-	11,83,73,829
(b) Trade payables	7		29,59,38,400	5,34,28,699
(c) Other current liabilities	8		10,87,99,698	7,83,78,970
(d) Short-term provisions	9		7,79,05,492	3,56,63,405
TOTAL			1,16,05,07,464	74,88,16,696
II. ASSETS				
Non-current assets				
1 (a) Fixed assets	10			
(i) Tangible assets			15,37,98,566	16,54,56,445
(ii) Intangible assets			14,38,245	16,25,855
(iii) Capital work-in-progress			24,89,490	-
(b) Non-current investments	11		1,05,63,658	13,05,684
(c) Long-term loans and advances	12		4,07,28,680	2,96,16,042
(d) Other non-current assets	13		3,73,38,183	3,10,22,759
2 Current assets				
(a) Inventories	14		3,01,11,389	1,65,10,069
(b) Trade receivables	15		64,14,96,561	34,03,29,808
(c) Cash and Bank Balances	16		12,84,16,197	5,62,12,106
(d) Short-term loans and advances	17		11,41,26,495	10,67,37,929
TOTAL			1,16,05,07,464	74,88,16,696
Notes on Accounts	1			

As per our report of even date
For **PRIYAM R SHAH & ASSOCIATES**
CHARTERED ACCOUNTANTS
Firm Reg. No. : **118421W**

Mitesh
CA Mitesh M Nagar
PARTNER
M.No. 173787

Ahmedabad
25/05/2018

For and on behalf of Board of Directors

Vipul Thakkar
Vipul Thakkar
Charman & Managing Director
DIN - 00169558

Dipesh Solanki
Dipesh Solanki
Company Secretary

Jignesh Patel
Jignesh Patel
Director
DIN - 00170562

Palak Shah
Palak Shah
CFO cum Director
DIN - 00306082

SILVER TOUCH TECHNOLOGIES LIMITED

CIN-U72200GJ1995PLC024465

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31st March 2018

Particulars	Note No.	2017-18	2016-17
I. Revenue from operations	18		
Sales & Operational Revenue		1,86,51,71,415	1,27,74,90,684
<u>Less:</u>			
Service Tax		2,77,02,526	9,14,18,357
GST		19,71,92,579	-
		1,64,02,76,310	1,18,60,72,327
II. Other income	19	92,69,738	1,26,63,012
III. Total Revenue (I + II)		1,64,95,46,049	1,19,87,35,340
IV. Expenses:			
Purchases of Stock-in-Trade	20	85,08,72,223	44,33,65,178
Changes in inventories of Stock-in-Trade	21	(1,36,01,320)	3,93,46,949
Employee benefits expense	22	54,24,97,513	49,44,42,606
Finance costs	23	1,37,64,514	3,13,82,443
Depreciation and amortization expense		2,61,21,796	4,37,65,760
Operations & Other Expenses	24	9,15,88,804	8,52,01,998
Total expenses		1,51,12,43,529	1,13,75,04,934
V Profit before tax (III- IV)		13,83,02,519	6,12,30,406
VI Tax expense:			
(1) Current tax		5,22,00,000	1,81,00,000
(2) Deferred tax		9,03,207	(85,723)
(3) Prior Period Tax Adjustment		(2,58,753)	11,27,213
		5,28,44,454	1,91,41,491
VII Profit for the period (V+VI-VII)		8,54,58,065	4,20,88,915
VIII Earnings per equity share (Face Value ₹ 10 per share)			
(1) Basic		7.05	3.76
(2) Diluted		7.05	3.76
Notes on Accounts	1		

As per our report of even date
For **PRIYAM R SHAH & ASSOCIATES**
CHARTERED ACCOUNTANTS
Firm Reg. No. : **118421W**

Mitesh

CA Mitesh M Nagar
PARTNER
M.No. 173787

Ahmedabad
25/05/2018

For and on behalf of Board of Directors

Vipul Thakkar
Vipul Thakkar
Chairman & Managing Director
DIN - 00169558

Jignesh Patel
Jignesh Patel
Director
DIN - 00170562

Dipesh Solanki
Dipesh Solanki
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Palak Shah
Palak Shah
CFO cum Director
DIN - 00306082

SILVER TOUCH TECHNOLOGIES LIMITED

CIN-U72200GJ1995PLC024465

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st March 2018

(Amount in ₹.)

PARTICULARS	2017-18		2016-17	
A. Cash Inflow/(outflow) from the operating activities				
Net profit before Tax and Prior Period Adjustments		13,83,02,519		6,12,30,406
Adjustments for:				
Depreciation	2,61,21,796		2,82,15,056	
Interest paid	82,32,347		2,14,05,256	
Profit/(loss) from start n excel	8,46,639			
Interest Income	(79,94,947)		(63,77,626)	
Provision of Gratuity payable	7,44,536		(20,00,508)	
(Profit)/Loss on sale of Assets	-		-	
Provision for CSR Donation	(1,94,419)	2,77,55,952	30,000	4,12,72,178
Operating Profit before working capital changes		16,60,58,471		10,25,02,584
Adjustment for (Increase)/Decrease in Working Capital :				
Inventories	(1,36,01,320)		3,93,46,949	
Receivables	(30,11,66,753)		26,36,24,057	
Direct Tax paid	(1,54,22,654)		(2,18,23,761)	
Other Non Current Asset	(63,15,424)		1,55,50,704	
Loans & Advances	(2,09,19,797)		32,27,312	
Current Liabilities & Provisions	27,29,30,428	(8,44,95,521)	(27,80,66,401)	2,18,58,860
Net cash inflow/(outflow) from operating activities (A)		8,15,62,950		12,43,61,443
B. Cash Inflow/(outflow) from Investing activity				
Investments	(1,01,04,613)		(11,49,398)	
Purchase of Assets	(1,67,65,797)		(3,12,68,422)	
Sale of Fixed Assets	-		-	
Net cash inflow/(outflow) from investing activity (B)		(2,68,70,410)		(3,24,17,820)
C. Cash Inflow/(outflow) from financing activity				
Secured Loans Availed/(Paid)	(12,82,42,033)		(6,94,33,013)	
Unsecured Loans Availed/(Paid)	(85,59,016)		6,59,382	
Equity Shares Issued	1,40,50,000			
Security Premium on Equity Issue	140500000			
Interest Income	79,94,947		63,77,626	
Interest Paid	(82,32,347)		(2,14,05,256)	
Interim Dividend and Tax thereon	-		(33,67,004)	
Net cash inflow/(outflow) from Financing activity (C)		1,75,11,551		(8,71,68,265)
Net Cash changes in cash and cash equivalent (A+B+C)		7,22,04,091		47,75,359
Cash & Cash Equivalent at the beginning of the Period		5,62,12,106		5,14,36,747
Cash & Cash Equivalent at the end of the Period		12,84,16,197		5,62,12,106
Net Increase in cash and cash equivalent		7,22,04,091		47,75,359

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 PRIYAM R SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS

Firm Reg. No. : 118421W

Mitesh
CA Mitesh M Nagar
PARTNER
M.No. 173787



Ahmedabad
25/05/2018

For and on behalf of Board of Directors

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Chairman & Managing Director
DIN - 00169558

Dipesh Solanki
Company Secretary

Jignesh Patel
Director
DIN - 00170562

Parak 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) 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.

iii) Fixed assets & Depreciation :

Fixed Assets are stated at cost less accumulated depreciation.

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 where assets are for specific project.

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.

iv) Inventories :

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



SILVER TOUCH TECHNOLOGIES LIMITED (For the year ended 31st March 2018)

v) 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.

vi) 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/GST.

Revenue from sale of software licences are recognised upon delivery.

Revenue from service contracts are recognised when services are rendered, related costs are incurred and its realisation is certain.

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

vii) 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.

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.

viii) Leases :

Assets taken on lease by the Company in its capacity as lessee, where the Company 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.



SILVER TOUCH TECHNOLOGIES LIMITED (For the year ended 31st March 2018)

ix) 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.

x) 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.

xi) 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.

xii) 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.

xiii) 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.

xiv) General :

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



SILVER TOUCH TECHNOLOGIES LIMITED (For the year ended 31st March 2018)

NOTE 2 SHARE CAPITAL

Particulars	31/03/2018		31/03/2017	
	Number	Amount(In ₹)	Number	Amount(In ₹)
Authorised				
Equity Shares of ₹ 10 each	1,60,00,000	16,00,00,000	80,00,000	8,00,00,000
Issued				
Equity Shares of ₹ 10 each	1,25,95,000	12,59,50,000	55,95,000	5,59,50,000
Subscribed & Paid up				
Equity Shares of ₹ 10 each	1,25,95,000	12,59,50,000	55,95,000	5,59,50,000
Total	1,25,95,000	12,59,50,000	55,95,000	5,59,50,000

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

Particulars	31/03/2018		31/03/2017	
	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	70,00,000	7,00,00,000	-	-
(Shares bought back during the year)	-	-	-	-
Shares outstanding at the end of the year	1,25,95,000	12,59,50,000	55,95,000	5,59,50,000

Aggregate number of bonus shares issued and shares issued for consideration other than cash during the five years immediately preceding the reporting date

Particulars	Aggregate No. of Shares of last 5 years	Aggregate No. of Shares of last 5 years	Aggregate No. of Shares of last 5 years	Aggregate No. of Shares of last 5 years
	31/03/2018	31/03/2017	31/03/2016	31/03/2015 & 31/03/2014
Equity Shares :				
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-
Fully paid up by way of bonus shares	55,95,000	-	-	-
Shares bought back	-	-	-	-

Details of share holders holding more than 5% shares

Name of Equity Share Holders	No. of shares & %age of Holding			
	31/03/2018		31/03/2017	
	Number of Shares	%age of Holding	Number of Shares	%age of Holding
MINESH VINODCHANDRA DOSHI	20,06,500	15.93	9,63,290	17.22
VIPUL HARIDAS THAKKAR	23,43,510	18.61	18,18,755	32.51
PALAK VINUBHAI SHAH			3,92,600	7.02
GAGANDEEP CREDIT CAPITAL PVT LTD	9,00,000	7.15		
JIGNESH AMRITLAL PATEL	23,09,710	18.34	18,01,855	32.20



SILVER TOUCH TECHNOLOGIES LIMITED (For the year ended 31st March 2018)

NOTE 3 RESERVES & SURPLUS

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
a. Securities Premium Account		
Opening Balance	-	-
Add : Securities premium credited on Share Issue	14,05,00,000	-
<u>Less : Premium Utilised for various reasons</u>	-	-
Premium on Redemption of Debentures	-	-
For Issuing Bonus Shares	-	-
Closing Balance	14,05,00,000	-
b. 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
c. General Reserve		
Opening Balance	5,00,00,000	4,50,00,000
(+) Current Year Transfer	-	50,00,000
(-) Written Back in Current Year	-	-
(-) Used for Bonus Shares	(2,00,00,000)	-
Closing Balance	3,00,00,000	5,00,00,000
d. Surplus		
Profit & Loss A/c		
Opening balance	27,43,46,737	24,06,24,826
Add:		
Net Profit/(Net Loss) For the current year	8,54,58,065	4,20,88,915
Transfer from Reserves	-	-
(Less):		
Proposed/Interim Dividends	(62,97,500)	(27,97,500)
Depreciation Transitional Entry	-	-
Tax on Proposed/Interim Dividends	(12,94,470)	(5,69,504)
Transfer to Reserves	-	(50,00,000)
(-) Used for Bonus Shares	(3,59,50,000)	-
Closing Balance	31,62,62,832	27,43,46,737
Total	52,53,93,480	36,29,77,385



SILVER TOUCH TECHNOLOGIES LIMITED (For the year ended 31st March 2018)
NOTE 4 LONG TERM BORROWINGS

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	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
SBI Car Loan Acct-Honda City (Secured by Hypothication of Honda City) (Repayable in 84 Monthly Installment)	-	3,84,054
SBI Car Loan Maruti Wagon-R (Secured by Hypothication of Wagon R) (Repayable in 84 Monthly Installment)	-	1,59,563
SBI Car Loan Acct-Honda Mobilio (Secured by Hypothication of Honda Mobilio) (Repayable in 84 Monthly Installment)	3,05,575	4,20,385
SBI Car Loan Acct-Grand i10 (Secured by Hypothication of Grand i10) (Repayable in 84 Monthly Installment)	-	2,17,089
SBI CAR LOAN ACCT-HONDA CITY- 2 (Secured by Hypothication of HONDA CITY) (Repayable in 84 Monthly Installment)	4,14,842	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
(b) Long term maturities of finance lease obligations		
Finance Lease From Cisco Finance	-	93,08,761
	7,20,417	1,55,18,502
Unsecured		
(a) Loans and advances from related parties		
From Directors	1,10,79,039	1,12,88,980
(b) Other loans and advances		
Loan from CISCO Finance	-	38,38,815
	1,10,79,039	1,51,27,795
Total	1,17,99,456	3,06,46,297

NOTE 5 OTHER LONG TERM LIABILITIES

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
(a) Others		
Staff Deposits	19,85,000	18,25,010
E-Mitra (Refundable SD)	23,42,470	20,82,839
UID (Refundable SD)	14,00,000	14,00,000
Total	57,27,470	53,07,849



SILVER TOUCH TECHNOLOGIES LIMITED (For the year ended 31st March 2018)

NOTE 6 SHORT TERM BORROWINGS

Particulars	31/03/2018	31/03/2017
	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
(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) From Others		
L & T FINANCE (UNSECURED)	-	49,29,881
Total	-	11,83,73,829

NOTE 7 TRADE PAYABLES

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
Due to Micro, Small & medium Enterprises		
Due to Others	29,59,38,400	5,34,28,699
Total	29,59,38,400	5,34,28,699

NOTE 8 OTHER CURRENT LIABILITIES

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
(a) Current maturities of long-term debt		
SBI Car Loan Acct-Mercedes Benz	-	6,07,200
SBI Car Loan Acct-Honda City	-	1,64,400
SBI Car Loan Maruti Wagon-R	-	64,800
SBI Car Loan Acct-Honda Mobilio	1,64,400	1,64,400
SBI Car Loan Acct-Grand 110	-	1,02,000
SBI CAR LOAN ACCT-HONDA CITY- 2	2,54,400	2,54,400
Loan From CISCO Finance (Secured)	-	17,51,017
Loan From CISCO Finance (Unsecured)	48,84,350	54,82,032
BOI Car Loan Acct 200460510000143- Renault Scala	-	1,14,406
BOI Car Loan Acct- 200460510000148 -Maruti Cargo	-	47,631
(b) Current maturities of finance lease obligations		
Finance Lease from CISCO Finance	93,08,759	1,02,77,017
(C) Other payables		
Creditors for Expenses	5,25,375	4,34,497
Advance from Customer	1,80,79,352	47,15,765
Other Dues	5,20,23,213	4,16,65,086
Staff Dues	14,03,444	45,90,256
Government Dues	2,21,56,404	79,44,063
Total	10,87,99,698	7,83,78,970



SILVER TOUCH TECHNOLOGIES LIMITED (For the year ended 31st March 2018)

NOTE 9 SHORT TERM PROVISIONS

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
(a) Provision for employee benefits		
Gratuity (Unfunded)	1,71,77,941	1,64,33,405
(b) Others		
Provision for Taxation	5,22,00,000	1,81,00,000
Provision for Proposed Dividend	62,97,500	-
Dividend Distribution Tax	12,94,470	-
Provision for CSR Expenditure	9,35,581	11,30,000
Total	7,79,05,492	3,56,63,405



NOTE 10 FIXED ASSET

Fixed Assets	Gross Block					Accumulated Depreciation					Net Block		
	Balance as at 01/04/2017	Additions	(Disposals)	Acquired through business combinations	Balance as at 31/03/2018	Balance as at 01/04/2017	Depreciation charge for the year	Adjustment due to revaluations	On disposals	Transitional Entry	Balance as at 31/03/2018	Balance as at 31/03/2018	Balance as at 31/03/2017
a Tangible Assets													
Buildings	10,53,60,918	11,85,100	-	-	10,65,46,018	1,12,34,001	20,15,688	-	-	-	1,32,49,689	9,32,96,329	9,41,26,917
Plant and Equipment	22,11,75,152	1,11,87,149	-	-	23,23,62,301	17,61,05,471	1,76,19,690	-	-	-	19,37,25,161	3,86,37,140	4,50,69,681
Furniture and Fixtures	2,97,66,951	9,43,423	-	-	3,07,10,374	1,37,54,058	36,21,220	-	-	-	1,73,75,278	1,33,35,096	1,60,12,893
Vehicles	1,04,70,844	-	-	-	1,04,70,844	46,88,973	11,37,515	-	-	-	58,26,488	46,44,356	57,81,871
Office equipment	1,16,46,134	6,77,065	-	-	1,23,23,199	71,81,051	12,56,503	-	-	-	84,37,554	38,85,645	44,65,083
Total(a)	37,84,20,000	1,39,92,735	-	-	39,24,12,736	21,29,63,555	2,56,50,616	-	-	-	23,86,14,170	15,37,98,566	16,54,56,445
b Intangible Assets													
Computer software	79,46,311	2,83,570	-	-	82,29,881	63,20,456	4,71,180	-	-	-	67,91,636	14,38,245	16,25,855
Total(b)	79,46,311	2,83,570	-	-	82,29,881	63,20,456	4,71,180	-	-	-	67,91,636	14,38,245	16,25,855
c Capital Work in Progress													
Rajkot RTO Track	-	24,89,490	-	-	24,89,490	-	-	-	-	-	-	24,89,490	-
Total(c)	-	24,89,490	-	-	24,89,490	-	-	-	-	-	-	24,89,490	-
Total (a+b+c)	38,63,66,311	1,67,65,796	-	-	40,31,32,107	21,92,84,010	2,61,21,796	-	-	-	24,54,05,806	15,77,26,301	16,70,82,301
Previous Years' Figures	35,50,97,889	3,12,68,422	-	-	38,63,66,311	19,10,68,954	2,82,15,056	-	-	-	21,92,84,010	16,70,82,301	16,40,28,935



NOTE 11 NON CURRENT INVESTMENT

	Particulars	31/03/2018	31/03/2017
		Amount(In ₹)	Amount(In ₹)
A	Other Investments		
	(a) Investment in Equity Instruments	1,02,16,128	11,03,204
	(b) Other non-current investments	3,47,530	2,02,480
	Grand Total (A + B)	1,05,63,658	13,05,684
	Less : Provision for diminution in the value of Investments	-	-
	Total	1,05,63,658	13,05,684

Particulars	31/03/2018	2016-17
Amount(In ₹)	Amount(In ₹)	Amount(In ₹)
Aggregate amount of quoted investments (Market value of ₹ 0 (Previous Year ₹ 0))	-	-
Aggregate amount of unquoted investments	1,02,16,128	11,03,204

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 (₹)	
			31/03/2018	2016-17			31/03/2018	2016-17	31/03/2018	2016-17
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			-	440
	Silvertouch Technology (UK) Ltd	Subsidiary	500	500	Unquoted	Fully paid	100%	100%	40,824	40,824
	SilverTouch Technologies INC	Subsidiary	100	100	Unquoted	Fully paid	100%	100%	32,865	32,865
	Start N Excel	Subsidiary	-	-	Unquoted		70%	0%	(7,75,465)	-
	Lime Software (JV UK)	JV	500	500	Unquoted	Fully paid	50%	50%	48,975	48,975
	Investment in Shark Identity P. Ltd (JV)	JV	96,04,000	9,80,000	Unquoted	Fully paid	49%	49%	96,04,000	9,80,000
	Silver Touch Technologies SAS	JV	1,805	NA	Unquoted	Fully paid	50%	NA	12,64,829	-
	Total								1,02,16,128	11,03,204
(b)	Other non-current investments									
	Investment in Gold	Other	-	-	Unquoted	--N.A.--			27,520	27,520
	GOLD BOND WITH BOI	Other	-	-	-	--N.A.--			3,20,010	1,74,960
	Total								3,47,530	2,02,480
	Total								1,05,63,658	13,05,684



SILVER TOUCH TECHNOLOGIES LIMITED (For the year ended 31st March 2018)

NOTE 12 LONG TERM LOANS & ADVANCES

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
a. Security Deposits		
Unsecured, considered good	4,07,28,680	2,96,16,042
Total	4,07,28,680	2,96,16,042

NOTE 13 OTHER NON CURRENT ASSETS

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
Unamortised Cost of Facility - UTMAN Project (See Note 32)	3,73,38,183	3,10,22,759
Total	3,73,38,183	3,10,22,759

NOTE 14 INVENTORIES

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
a. Stock in Trade	3,01,11,389	1,65,10,069
Total	3,01,11,389	1,65,10,069

NOTE 15 TRADE RECEIVABLES

Particulars	31/03/2018	31/03/2017
	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	21,49,14,012	6,16,47,124
Unsecured, considered doubtful	-	-
	21,49,14,012	6,16,47,124
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Secured, considered good	-	-
Unsecured, considered good	42,65,82,549	27,86,82,684
Unsecured, considered doubtful	-	-
	42,65,82,549	27,86,82,684
Total	64,14,96,561	34,03,29,808



SILVER TOUCH TECHNOLOGIES LIMITED (For the year ended 31st March 2018)
NOTE 16 CASH & BANK BALANCES

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
a. Cash & Cash Equivalents		
i) Cash on hand	12,31,992	9,69,166
b. Other Bank balances		
Bank Balances	46,48,930	11,13,825
Other Bank Balance	6,08,86,125	-
(Includes Bank of India No. 28. 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)		
Bank Deposits		
Deposits with less than 12 months maturity	5,82,49,150	4,65,79,357
Deposits with more than 12 months maturity	34,00,000	75,49,758
(This includes ₹ 6,16,49,150/- (Previous Year ₹ 5,41,29,115/-) as security against guarantees)		
Total	12,84,16,197	5,62,12,106

NOTE 17 SHORT TERM LOANS & ADVANCES

Particulars	31/03/2018	31/03/2017
	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	50,149	5,42,249
	50,149	5,42,249
b. Others		
Unsecured, considered good		
Balance with Government	6,50,15,064	6,47,14,609
Advance to Staff	25,29,100	58,14,800
Advance to Supplier	72,96,391	57,98,157
Others	3,92,35,791	2,98,68,114
	11,40,76,346	10,61,95,680
Total	11,41,26,495	10,67,37,929



SILVER TOUCH TECHNOLOGIES LIMITED (For the year ended 31st March 2018)

NOTE 18 REVENUE FROM OPERATION

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
Sale of products	82,89,39,565	59,37,17,953
Sale of services	1,03,60,31,630	68,34,28,656
Other operating revenues	2,00,220	3,44,075
Total Sales	1,86,51,71,415	1,27,74,90,684
Less:		
Service Tax	2,77,02,526	9,14,18,357
Goods & Services Tax (GST)	19,71,92,579	-
Total	1,64,02,76,310	1,18,60,72,327

NOTE 19 OTHER INCOME

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
Interest Income	79,94,947	63,77,626
Other non-operating income	12,74,792	62,85,386
TOTAL	92,69,738	1,26,63,012

NOTE 20 PURCHASES OF STOCK-IN-TRADE

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
Purchase of Computers & Peripherals	85,73,03,597	45,54,24,285
Less: Transferred to Fixed Assets from Opening Stock	20,68,056	12,35,690
Purchase Return Account General	17,100	-
Discount	43,46,218	1,08,23,418
TOTAL	85,08,72,223	44,33,65,178

NOTE 21 CHANGES IN INVENTORIES OF STOCK IN TRADE

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
Opening Stock	1,65,10,069	5,58,57,018
Less: Closing Stock	3,01,11,389	1,65,10,069
TOTAL	(1,36,01,320)	3,93,46,949

NOTE 22 EMPLOYEE BENEFITS EXPENSE

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
(a) Salaries and incentives	49,05,59,363	43,62,90,430
(b) Contributions to -		
(i) Provident fund & ESIC	15,24,372	13,25,125
(c) Provisions for Gratuity / (Excess provisions written off)	18,44,954	(6,19,658)
(d) Staff welfare expenses	6,95,997	3,09,098
(e) Salaries to Contractual Employees	4,78,72,827	5,71,37,611
TOTAL	54,24,97,513	49,44,42,606



SILVER TOUCH TECHNOLOGIES LIMITED (For the year ended 31st March 2018)

NOTE 23 FINANCE COSTS

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
Interest expense	82,32,347	2,14,05,256
Other borrowing costs	55,32,167	99,77,187
TOTAL	1,37,64,514	3,13,82,443

NOTE 24 OPERATIONS & OTHER EXPENSES

Particulars	31/03/2018	31/03/2017
	Amount(In ₹)	Amount(In ₹)
Power & Fuel	37,52,828	38,58,585
Rent	94,22,388	83,12,057
Repairs to buildings	12,92,805	16,04,770
Insurance	4,04,942	2,23,522
Rates and taxes, excluding taxes on income	20,50,123	28,20,055
Net (Gain)/ loss on foreign currency transaction and translation	-	6,48,681
Payment to Auditors	2,79,340	2,87,500
Project Expenses	35,93,880	48,17,365
Corporate Social Responsibility Expenditure	9,50,000	11,30,000
Miscellaneous expenses	6,98,42,496	6,14,99,463
TOTAL	9,15,88,804	8,52,01,998



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 ₹)	
	Current Period	Previous Year
Bank Guarantee		
Bank of India	28,05,32,602	15,88,98,751
IDBI Bank	-	44,13,521
ICICI Bank	59,47,731	1,50,78,192

The above bank guarantees are issued by Bank of India against 10%/15%/25% & 30% margin based on period 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
U/s 143(3) (AY 2014-15) - Pending with CIT(A)	97,627	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 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	2,50,000	2,50,000
- Tax Audit Matters	-	-
- Taxation Matters	-	-
- Company Law Matters	-	-
- Others	29,340	37,500
Total	2,79,340	2,87,500

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 (₹)	8,54,58,065	4,20,88,915
Profit Attributable to Ordinary Share Holders (₹)	8,54,58,065	4,20,88,915
Weighted Average No. of Equity Shares	1,21,26,667	55,95,000
Basic & Diluted Earning Per Share (₹)*	7.05	3.76
Nominal Value of share (₹)	10.00	10.00

* The company has no dilutive Instruments during the Year ended 31/03/2018. As such Dilutive Earning Per share equals to Basic Earnings Per Share.

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

Deferred tax working:

	Amount (in ₹)		
Particulars	As on 01/04/2017	Charge/ (Credit) during the Year to P & L A/c	As on 31/03/2018
Deferred tax (Assets) / Liabilities on account of depreciation	80,90,262	11,60,891	92,51,152
Deferred tax (Assets) / Liabilities on account of Gratuity, etc	-	(2,57,684)	(2,57,684)
Net Deferred tax (Assets)/ Liabilities	80,90,262	9,03,207	89,93,468

Note 31 The 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.

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 - UTMAN Project

Company has been awarded project for Implementating Wide Area Network by Govt. of Diu & Daman (UT) under BOOT Scheme. Under the said project, company is required to implement and maintain UTMAN 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 UTMAN to government authorities. Accordingly, all the assets purchased under the said project is capitalized under 'Cost of Facility - UTMAN 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. During the period under review, realisation of income from said project is contingent. And hence, expenses related to said project is capitalised under 'Cost of Facility - UTMAN Project'.

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) Subsidiaries, Fellow Subsidiaries, and Associates****a) Subsidiaries :**

- 1) Silvertouch Technology (UK) Ltd
- 2) Silvertouch Technologies Inc.
- 3) Lime Software (UK)
- 4) Start-N-Excel

b) Fellow Subsidiary :

None

c) Associates :

- 1) Shark Identity Pvt Ltd
- 2) Silvertouch Technologies SAS

b) Key Management Personnel :

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

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
- 10) Hem Shah

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 (For the year ended 31st March 2018)

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 Period	Previous Year	Current Period	Previous Year	Current Period	Previous Year	Current Period	Previous Year
Purchase of Goods/ Services	-	-	-	-	-	-	8,80,765	12,36,113
Sales of Goods / Services	2,25,49,225	1,85,99,725	-	-	-	-	-	-
(Purchase) / Sales of Assets	-	-	-	-	-	-	-	-
Rent & other Expenses paid	(8,46,639)	-	-	-	(28,688)	-	-	-
Interest Received/ (Paid)	-	-	(28,16,350)	(33,34,126)	-	-	-	-
Dividend Received / (paid)	-	9,55,740	-	(24,88,250)	-	(3,09,250)	-	-
Remunerations	-	-	1,97,93,340	1,70,40,000	13,80,000	12,80,000	-	-
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)	4,59,615	50,149	-	-	-	-	65,98,791	64,14,032
Deposit Received	-	-	1,10,79,039	1,12,88,980	-	-	-	-
Debtors	1,79,39,407	1,03,45,325	-	-	-	-	15,22,017	27,47,208
Creditors	-	-	12,54,690	10,62,000	1,43,288	98,600	86,04,078	80,09,164

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

Amount (in ₹)

Particulars		Current Period	Previous Year
A	Expenditure in Foreign currency on account of		
	i) Foreign Traveling	13,93,534	21,13,485
	ii) Exhibition/ Promotion Expense	NII	4,51,466
	iii) Salary	NII	NII
B	Value of imported raw materials, spare parts and components	4,27,95,530	7,44,968
C	Amount remitted in foreign currency during the year		
	i) Dividend	NII	NII
	ii) No. of non-resident share holders	NII	NII
	iii) No. of shares held by non-residents	NII	NII
D	Earning in Foreign Exchange		
	i) Export of Services	6,70,41,477	7,82,72,722
	ii) Others	1,86,735	9,55,740



Note 35 Revaluation Of Fixed Assets:

As on 31.03.2011 the 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 Shaillesh 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	5,00,500	4,03,851	15,50,000
2	Office Building Semaphore	80,669	71,468	14,55,000
3	Office Building -1	4,33,700	3,22,135	43,75,000
4	Office Building Saffron	91,43,774	86,42,613	3,55,00,000
5	Office Building 505 Saffron	16,57,246	16,14,906	42,40,000
6	Godown Building	5,13,980	4,54,416	52,00,000

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 Period'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 Revenue from operations can be broadly categorized as under:

Particulars	Current Period	Previous Year
1) Sale of Computers Computer Parts, License, Software etc.	82,89,39,565	59,37,17,953
2) Sale of Services Software Development, AMC Charges & Other Services	81,11,36,525	59,20,10,299
3) Other Operating Revenue	2,00,220	3,44,075
Total Revenue from Operations	1,64,02,76,310	1,18,60,72,327

Note 38 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. Hence, there are two reportable segment of company viz., Domestic & Exports.



(A) Primary Disclosures (Geographical by Customers)

Particulars	Geographical Segments		TOTAL
	India	Outside India	
Revenue	1,57,32,34,833 (1,10,77,99,606)	6,70,41,477 (7,82,72,722)	1,64,02,76,310 (1,18,60,72,327)
Result	18,01,68,132 (9,02,13,222)	1,35,84,135 (1,00,22,596)	19,37,52,266 (10,02,35,818)
Unallocable Expenses			6,47,19,486 (5,16,68,424)
Other Income			92,69,738 (1,26,63,012)
Profit Before Tax			13,83,02,519 (6,12,30,406)
Tax Expense			5,28,44,454 (1,91,41,491)
Profit for the year			8,54,58,065 (4,20,88,915)
Segment Assets	98,85,54,426 (58,36,15,901)	11,07,79,016 (10,08,38,986)	1,09,93,33,442 (68,44,54,887)
Unallocated Assets			6,11,74,022 (6,43,15,561)
TOTAL Assets			1,16,05,07,464 (74,87,70,448)
Segment Liabilities	1,09,18,13,954 (71,14,36,041)	75,00,041 (1,11,44,146)	1,09,93,13,995 (72,25,80,187)
Unallocated Liabilities			6,11,93,468 (2,61,90,262)
TOTAL Liabilities			1,16,05,07,464 (74,87,70,448)

* 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 39 Employee Retirement Benefits

In order to make provision for Gratuity payable to employees, company has obtained Actuarial 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. However, no Investments made to meet liability in future. Company charge the addition in liability of Gratuity payable to Statement of Profit & Loss.

The following table sets out unfunded status of the gratuity payable and the amounts recognised in the Company's financial statements for the period ended March 31, 2018.

(i) Change in Benefit Obligations :

Particulars	(Amount in ₹)	(Amount in ₹)
Present value of benefit obligation, beginning of the Year	1,64,33,405	1,84,33,913
Service cost	33,84,198	31,09,414
Interest cost	11,93,065	14,48,906
Benefits paid	(10,79,472)	(15,05,123)
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	(17,40,556)	14,75,511
Actuarial (Gains)/Losses on Obligations - Due to Experience	(10,12,699)	(65,29,216)
Present value of benefit obligation, end of the year	1,71,77,941	1,64,33,405

(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	33,84,198	31,09,414
Interest Cost	11,93,065	14,48,906
Expected Return on Plan Asset		
Actuarial (gain)/loss	(27,53,255)	(50,53,705)
Net Gratuity Cost	18,24,008	(4,95,385)

(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	(1,71,77,941)	(1,64,33,405)
Re-imbursement Obligation	-	-
Asset/(Liability) Recognised in the Balance Sheet	(1,71,77,941)	(1,64,33,405)

(v) Assumptions :

Particulars	%	%
Rate of Discounting	7.88%	7.26%
Salary Escalation Rate	7.50%	7.50%
Expected Rate of Return on Plan Asset	N.A.	N.A.

Note 40 Obligation towards Finance Lease :

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

Particulars	Current Period	Previous Year
(i) Lease rentals recognised during the year	-	30,88,210
(ii) Minimum Lease Payments		
Not later than one year	99,26,245	1,22,03,848
Later than one year but not later than five years	-	99,26,245
Later than five years	-	-
Total	99,26,245	2,21,30,093
(iii) Present Value of minimum lease payments		
Not later than one year	83,59,021	1,02,77,017
Later than one year but not later than five years	-	93,08,758
Later than five years	-	-
	83,59,021	1,95,85,775
Add : Future Finance Charges	15,67,224	25,44,318
Total	99,26,245	2,21,30,093

Note 41 Expenditure on Corporate Social Responsibility

Particulars	Current Period	Previous Year
a) Gross Amount required to be spent	9,37,743	11,25,150
b) Amount actually spent on:	-	-
Promoting Education	14,419	-
c) Provision made for CSR Expenditure	9,35,581	11,30,000

During the FY 2017-18, company has spent Rs. 11,30,000/- towards CSR expenditure pertaining to previous year provision & for current year company has spent Rs.14,419/- towards current year liability of Rs. 9,50,000/- .

Note 42 Share Based Payments**Employee Stock Option Plan 2017**

The scheme has been adopted by the Board of Directors pursuant to resolution passed at its meeting held on 06th April, 2017 read with Special Resolution passed by shareholder of the company at the Extra-ordinary General meeting held on 27th April, 2017. The Said Scheme was also ratified by the Shareholders in the Extra Ordinary General Meeting held on 05th March, 2018 pursuant to the provision of Regulation of SEBI (Share Based Employee Benefit) Regulations, 2014.

The plan entitles the senior employees to purchase shares in the Company at the stipulated exercise price, subject to compliance with vesting conditions. As per the plan, holders of vested options are entitled to purchase one equity share for every option at an exercise price of Rs 50/- Per Share. Since the Exercise price is more than the Book Value of the Shares, no provision for expenses of Employees has been done in the relevant financial year.



The terms and conditions related to the grant of the share options are as follows:

Scheme	ESOP 2017
Date of grant	15 th May, 2017
Number of options granted during the year	90000
Exercise price per option	Rs. 50/-
Vesting Period	One Year From the date of Grant
Exercise period	Within Three Month from Vesting

The following table sets forth a summary of the activity of options:

Particulars	F.Y 2017-18	F.Y 2016-17
Scheme	ESOP 2017	-
Options outstanding at the beginning of the year	-	-
Granted during the year	90,000	-
Exercised during the year	-	-
lapse during the year	(1,000)	-
Outstanding at the end of the year	89,000	-
Exercisable at the end of the year	89,000	-

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 Period figures.

Note 45 Figures are rounded off to the nearest rupee.

Signatories to Note 1 to 45

For PRIYAM R SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS

Firm Reg. No. : 118421W


CA Mitesh M Nagar
PARTNER

M.No. 173787


Ahmedabad
25/05/2018



For SILVER TOUCH TECHNOLOGIES LIMITED


Vipul Thakkar
Charman & Managing Director
DIN - 00169558


Dipesh Solanki
Company Secretary


Jignesh Patel
Director
DIN - 00170562


Palar Shah
CFO cum Director
DIN - 00306082