

Zensar (Africa) Holdings Proprietary Limited
Consolidated Balance Sheet
(All amounts are in Rupees Lakhs)

Particulars	Note no.	March 31, 2018	March 31, 2017
ASSETS			
NON CURRENT ASSETS			
(a) Property, plant and equipment	3	4.24	
(b) Financial assets			
Other financial assets	4(a)	22.13	14.03
(c) Deferred tax assets (net)	5	53.18	53.03
(d) Income tax assets (net)	13	103.22	15.95
(e) Other non current assets		398.15	346.63
Total Non-Current Assets		580.92	429.64
CURRENT ASSETS			
(a) Financial Assets			
i. Trade receivables	6	6,248.69	3,480.25
ii. Cash and cash equivalents	7	2,446.53	5,327.90
iii. Unbilled Revenues	4(b)	3,034.08	2,591.41
iv. Other current Financial assets	4(c)	3,715.40	-
(b) Other current assets	8	8.41	7.21
Total Current Assets		15,453.13	11,406.77
Total Assets		16,034.05	11,836.42
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	9 (a)	60.50	60.50
(b) Other Equity			
i. Reserves and surplus	9 (b)	973.50	812.00
ii. Other components of equity	9 (d)	274.73	72.79
Equity attributable to shareholders of the company		1,308.72	945.29
Non-controlling interests	30	1,365.90	741.45
Total Equity		2,674.62	1,686.74
NON-CURRENT LIABILITIES			
(a) Share based payment liability	10(a)	1,567.04	1,207.30
(b) Employee benefit obligations	11	-	4.83
(c) Other non-current liabilities			
Total non-current liabilities		1,567.04	1,212.13
CURRENT LIABILITIES			
(a) Financial Liabilities			
ii. Trade payables	10(b)	11,338.58	8,714.17
iii. Other financial liabilities	10(a)	38.94	0.81
(b) Employee benefit obligations	11	60.31	17.95
(c) Unearned revenue	12	7.54	1.91
(d) Other current liabilities	12	340.22	202.71
(e) Current Tax Liabilities (Net)	13	6.80	-
Total Current Liabilities		11,792.39	8,937.55
Total Liabilities		13,359.43	10,149.68
Total Equity and Liabilities		16,034.05	11,836.42

The above Consolidated Balance Sheet should be read in conjunction with the accompanying notes.
This is the Consolidated Balance Sheet referred to in our report of even date.

For Deloitte Haskins & Sells LLP
Chartered Accountants

For and on behalf of the Board of Directors of
Zensar Africa Holding (PTY) Limited

Zensar (Africa) Holdings Proprietary Limited
Consolidated Statement of Profit and Loss for the year ended March 31, 2018
(All amounts in Rupees Lakhs, unless otherwise stated)

Particulars	Notes	March 31, 2018	March 31, 2017
Continuing Operations			
Income			
Revenue from operations	14	24,960.87	18,274.54
Other income	15	258.08	140.80
Other gains / (losses) - net	16	0.12	(2.20)
Total Income		25,219.07	18,413.14
Expenses			
Employee benefits expense	17	2,210.60	1,450.35
Other Expenses	18	20,403.37	15,161.93
Depreciation and amortisation expense	20	0.32	
Finance cost	19	1.27	1.10
Total expenses (II)		22,615.56	16,613.39
Profit before tax		2,603.51	1,799.75
Income Tax expense	20		
Current tax		787.00	605.60
Deferred tax		7.15	(49.01)
Total tax expense		794.15	556.59
Profit for the year		1,809.36	1,243.16
Items that may be reclassified to profit or loss			
- exchange difference on translation of foreign operations	9 (c)	330.46	72.33
Other comprehensive income for the year, net of tax		330.46	72.33
Total comprehensive income for the year		2,139.82	1,315.49
Total comprehensive income is attributable to:			
- owners of Zensar Technologies Limited		1,643.90	965.14
- non controlling interests	9 (c)	495.92	350.35
		2,139.82	1,315.49

The above Consolidated Statement of Profit and Loss should be read in conjunction with the accompanying notes.
This is the Consolidated Statement of Profit and Loss referred to in our report of even date.

For Deloitte Haskins & Sells LLP
Chartered Accountants

For and on behalf of the Board of Directors of
Zensar Africa Holding (PTY) Limited

Zensar (Africa) Holdings Proprietary Limited
Statement of Cash Flows for year ended March 31, 2018
(All amounts in Rupees Lakhs, unless otherwise stated)

Particulars	Notes	March 31, 2018		March 31, 2017	
Cash Flow from operating activities					
Profit before taxation		2603.51	2603.51	1799.75	1799.75
Adjustments for:					
Interest Income		(256.64)		-140.80	
Finance costs		1.27		1.10	
Provision for doubtful debts		-		186.88	
Depreciation		0.32			
Share based payment liability movement		177.94		156.80	
Net exchange differences		330.46	253.35	72.16	276.14
Operating Profit before Working Capital Changes			2,856.86		2075.89
Change in operating assets and liabilities					
(Increase)/ decrease in other non current financial assets		(8.10)		-3.18	
(Increase)/ decrease in other non current assets		(51.51)		-25.26	
(Increase)/ decrease in trade receivables		(2,768.44)		-1356.79	
(Increase)/ decrease in other current financial assets		(4,158.07)		-990.91	
(Increase)/ decrease in other current assets		(1.20)		2.00	
Increase/(decrease) in other non current financial liabilities		181.80		70.04	
Increase/ (decrease) in non current employee benefit obligations		(4.83)		4.01	
Increase/ (decrease) in trade payables		2,624.41		3017.48	
Increase/(decrease) in other current financial liabilities		38.13		-1.76	
Increase/ (decrease) in current employee benefit obligations		42.36		17.92	
Increase/ (decrease) in other current liabilities		143.13	(3,962.33)	151.55	885.10
Cash generated from operations			(1,105.48)		2960.99
Income taxes paid (net of refunds)			(874.77)		-673.04
Net cash flow from operating activities			(1,980.25)		2287.96
Cash Flow from investing activities					
Interest Income		256.64		140.80	
Purchase of tangible assets		(4.59)			
Payment towards MI					
Net Cash flow from investing activities			252.10		140.80
Cash Flow from financing activities					
Interest paid		(1.27)		-1.10	
Dividend Paid		(1,151.95)			
Net Cash flow from financing activities			(1,153.22)		-1.10
Net Increase/(Decrease) in cash and cash equivalents			(2,881.38)		2427.65
Cash and cash equivalents at the beginning of the financial year			5,327.90		2900.25
Cash and cash equivalents at the end of the financial year			2,446.53		5327.90

Notes:

- The above Cash Flow Statement has been prepared under the "Indirect Method" set out in Indian Accounting Standard (Ind AS) 7 on Statement of Cash Flow.
- Cash and cash equivalents comprise of:

	2017-18	2016-17	2015-16
Balances with Banks	2,446.53	5327.90	2900.25
Total	2,446.53	5327.90	2900.25

The accompanying notes are an integral part of these financial statements
This is the Consolidated Cash Flow Statement referred to in our report of even date.

For Deloitte Haskins & Sells LLP
Chartered Accountants

For and on behalf of the Board of Directors of
Zensar Africa Holding (PTY) Limited

ZENSAR Africa Holdings (Pty) Limited
Consolidated Statement of changes in equity
(All amounts are in Rupees Lakhs, unless otherwise stated)

Particulars	Notes	Equity share capital	Reserve & Surplus		Other components of equity	NCI	Total
			Retained earnings	Capital reserve	Foreign currency translation reserve		
Balance as at March 31, 2016		60.50	(373.78)	292.96	0.46	391.10	371.24
Profit for the year	9(b)		892.81			350.35	1243.16
Other Comprehensive Income	9(c)				72.33		72.33
Total comprehensive income for the year		-	892.81	0.00	72.33	350.35	1315.49
Balance as at March 31, 2017		60.50	519.03	292.96	72.79	741.45	1686.73
Profit for the year			161.49		330.46	495.92	987.87
Other Comprehensive Income							
FCTR adjustment towards minority interest						128.52	
Balance as at March 31, 2018		60.50	680.51	292.96	403.25	1365.90	2674.60

The above Consolidated Statement of changes in equity should be read in conjunction with the accompanying notes.
This is the Consolidated Statement of changes in equity referred to in our report of even date.

For Deloitte Haskins & Sells LLP
Chartered Accountants

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For and on behalf of the Board of Directors of
Zensar Africa Holding (PTY) Limited

ZENSAR Africa Holdings (Pty) Limited
Statement of PPE for the year ended March 31, 2018
(All amounts are in Rupees Lakhs, unless otherwise stated)

Particulars	Furniture and Fixtures	Office Equipm ent	Total
Gross Carrying Value			
As at March 31, 2017	-	-	-
Additions	4	0.40	4.59
Disposals/Adjustments			-
Acquired pursuant to acquisition-net Translation difference	(0)	(0.03)	(0.03)
Transfers			
Gross carrying amount as at March 31, 2018	4	0.37	4.56
Accumulated Depreciation			
As at March 31, 2017	-	-	-
Charge for the year	0	0.06	0.06
Disposals			-
Translation difference			
Closing accumulated depreciation as at March 31, 2018	0	0.06	0.32
Net carrying value as at March 31, 2018	4	0.31	4.24

Zensar (Africa) Holdings Proprietary Limited
Notes to the Consolidated Financial Statements as at and for the year ended March 31, 2018
(All amounts are in Rupees Lakhs, unless otherwise stated)

3 Non-current assets

Particulars	March 31, 2018	March 31, 2017
(a) Property, Plant and Equipment	4.24	0.00
(c) Goodwill	0.00	0.00
(d) Other Intangible assets	-	-
(e) Intangible assets under development	-	-
Capital Advances	-	-
CWIP	-	-
	4	-

Other financial assets : Non current

4(a) (Unsecured, considered good unless otherwise stated)

Particulars	March 31, 2018	March 31, 2017
Security deposits	22	14.03
Total	22	14.03

Other financial assets : current

(Unsecured, considered good unless otherwise stated)

Particulars	March 31, 2018	March 31, 2017
4(b) Accrued Income/UBR	3,034	2,591.41

Other financial assets : current

(Unsecured, considered good unless otherwise stated)

Particulars	March 31, 2018	March 31, 2017
4(c) Interest Accrued On Deposits	2	
Others	3,713	
Total	3,715	-

Other non current assets

Particulars	March 31, 2018	March 31, 2017
- Statutory receivables	-	
Total	-	-

5 Deferred Tax Asset (net)

(i) The components of deferred tax assets and liabilities are as follows:

Particulars	March 31, 2018	March 31, 2017
The major components of the deferred tax asset are		
Provision for Doubtful debts	25	44.63
Bonus	9	8.40
Provision for unutilised leave	17	
Income received in advance	2	
Prepaid expenses	(0)	
Others		
Net deferred tax asset / (liability)	53	53.03

Zensar (Africa) Holdings Proprietary Limited
Notes to the Consolidated Financial Statements as at and for the year ended March 31, 2018
(All amounts are in Rupees Lakhs, unless otherwise stated)

6 Trade Receivables

(Unsecured, considered good unless otherwise stated)

Particulars	March 31, 2018	March 31, 2017
Considered good	6,249	3,480.25
Considered doubtful	119	212.54
	6,367	3,692.79
Less: Allowance for credit losses	119	212.54
	6,249	3,480.25
Total receivables	6,249	3,480.25
Current portion	6,249	3,480.25
Non- current portion	-	-

7 Cash and cash equivalents

Particulars	March 31, 2018	March 31, 2017
Balances with Banks :		
- In current accounts	1,091	4,357.90
- Deposits with original maturity of less than three months	1,355	970.00
Total	2,447	5,327.90

There are no repatriation restrictions with regards to cash and cash equivalents as at the end of the reporting period and prior periods.

8 Other Current assets

Particulars	March 31, 2018	March 31, 2017
Advances other than capital advances:		
- advances to employees	2	
- advances to suppliers	-	
Others:		
- pre paid expenses	6	7.21
Total	8	7.21

9 Other Non Current assets

Particulars	March 31, 2018	March 31, 2017
- Statutory receivables	398	346.63
Total	398	346.63

Zensar (Africa) Holdings Proprietary Limited
Notes to the Consolidated Financial Statements as at and for the year ended March 31, 2018
(All amounts are in Rupees Lakhs, unless otherwise stated)

9 (a) Share capital

Particulars	March 31, 2018	March 31, 2017
Authorised, issued, subscribed and paid up :		
1000 ordinary shares of No Par Value	61	60.50
(1000 and 1000 shares of No Par Value each at March 31, 2016 and April 1, 2015 respectively)		
Total	61	60.50

All the above shares are held by Zensar Technologies Limited

9 (b) Reserves and Surplus:

Particulars	March 31, 2018	March 31, 2017
Retained earnings	681	519.03
Other reserves:		
- Capital reserve	293	292.96
Total reserves and surplus	973	811.99

Details of additions and deletions since the last Balance Sheet

Particulars	March 31, 2018	March 31, 2017
Retained earnings		
Balance as at the beginning of the year	519	(373.78)
add: Net Profit for the year	1,809	1,243.16
-Adjustment towards Minority interest	(496)	(350.35)
-Dividend for the year	(1,152)	
Balance as at the end of the year	681	519.03

9 (c) Other components of equity:

Particulars	Foreign currency translation reserve
As at April 1, 2015	-
Currency translation adjustments	0.46
As at March 31, 2016	0.46
Currency translation adjustments	72.33
As at March 31, 2017	72.79
Currency translation adjustments	330.46
Currency translation adjustments towards Minority	(128.52)
As at March 31, 2018	274.73

Zensar (Africa) Holdings Proprietary Limited
Notes to the Consolidated Financial Statements as at and for the year ended March 31, 2018
(All amounts are in Rupees Lakhs, unless otherwise stated)

10 (a) Other financial liabilities

Particulars	March 31, 2018	March 31, 2017
Non Current		
-Share buyback Liability	1,567.04	1,207.30
	1,567.04	1,207.30
Current		
- Employee dues	38.94	0.81
Total other current financial liabilities	38.94	0.81

10(b) Trade Payables

Particulars	March 31, 2018	March 31, 2017
Current		
Trade Payables	11,338.58	8,714.17
Trade payables to related parties	-	-
Total	11,338.58	8,714.17

11 Employee benefit obligations

Particulars	March 31, 2018	March 31, 2017
Non Current		
Provision for Compensated absences	-	4.83
Total	-	4.83
Current		
Provision for Compensated absences	60.31	17.95
Total	60.31	17.95

12 Other Current liabilities

Particulars	March 31, 2018	March 31, 2017
Deferred income	7.54	1.91
Statutory taxes	340.22	202.71
Total	347.76	204.62

13 Income taxes

Particulars	March 31, 2018	March 31, 2017
Income tax assets (net)	103.22	15.95
Current tax liabilities (net)	6.80	-
Net current income tax assets / (liability) at the end	96.41	15.95

13

Current tax (liabilities) / assets

Particulars	March 31, 2018	March 31, 2017
Opening balance	15.95	(51.49)
Current tax payable for the year	(787.00)	(605.60)
Taxes paid	874.77	673.04
Total	103.72	15.95

Zensar (Africa) Holdings Proprietary Limited
Notes to the Consolidated Financial Statements as at and for the year ended March 31, 2018
(All amounts are in Rupees Lakhs, unless otherwise stated)

14 Revenue from operations

Particulars	March 31, 2018	March 31, 2017
Software development and allied services	24960.87	18274.54
Total	24,961	18,274.54

15 Other income

Particulars	March 31, 2018	March 31, 2017
Interest Income		
- On deposits with banks	255	162.82
- On deposits with banks	-	(1.36)
- On others	2	
Other operating revenue		
- Provisions no longer required and credit balances written back (net)	0	(20.66)
- Miscellaneous Income	1	-
Total	258	140.80

16 Other gains / (losses)

Particulars	March 31, 2018	March 31, 2017
Net foreign exchange gain / (loss)	0	(2.20)
Total	0	(2.20)

17 Employee benefits expense

Particulars	March 31, 2018	March 31, 2017
Salaries and wages	2,161	1,420.71
Staff welfare expenses	6	-
Leave compensation	43	29.64
Total	2,211	1,450.35

18 Other expenses

Particulars	March 31, 2018	March 31, 2017
Travelling and conveyance	2.99	0.24
Cost of manpower hired	19,759.00	14,513.80
Recruitment expenses	26.77	9.77
Training Expenses	4.61	
Electricity and Power	1.43	1.59
Rent	166.63	46.07
Repairs and Maintenance to :		-
- Plant and Machinery	0.31	
- Building	0.77	
- Others	0.71	
Insurance	0.42	3.92
Rates and Taxes	6.91	4.04
Consumable Media	30.16	-
Legal and Professional Charges	46.77	26.25
Postage, Telephone and E-Mail	0.90	
Stationery and Printing	0.63	
Advertisement and Publicity	135.66	96.62
Loss on sale of fixed assets (net)	-	-
Purchases of Licenses for Software Applications	94.74	100.51
Bad Debts written off	-	-
Claims/Deposits written off	-	-
Fair Value(gain)/loss on Share buyback liability	175.41	156.80
Provision for Doubtful Debts		186.88
Miscellaneous Expenses	21.67	15.44
Allowances for Doubtful Debts		
Provided during the year	117.88	
Bad Debts written off	42.02	-
Less: Reversed during the year	(233.02)	
Net	(73.12)	
Total	20,403.37	15,161.93

19 Finance Costs

Particulars	March 31, 2018	March 31, 2017
Interest	0.00	0.00
Bank charges	1.27	1.10
Total	1.27	1.10

20 Depreciation and amortisation expense

Particulars	March 31, 2018	March 31, 2017
Depreciation of tangible assets	0.32	
Amortization of intangible assets	0.00	
Total	0.32	

Zensar (Africa) Holdings Proprietary Limited
Notes to the Consolidated Financial Statements as at and for the year ended March 31, 2018
(All amounts are in Rupees Lakhs, unless otherwise stated)

20.00 Income tax expense

This note provides an analysis of Company's income tax expense, shows amounts that are recognised directly in equity and how the tax expense is affected by non- assessable and non-deductible items. It also explains significant estimates made in relation to Company's tax positions

(i) Particulars	March 31, 2018	March 31, 2017
Income tax expense		
<i>Current Tax</i>		
Current tax on profits for the year	787	605.60
Total current tax expense	787	605.60
<i>Deferred tax</i>		
Decrease / (increase) in deferred tax assets - Allowance for doubtful debt	7	(41.08)
Decrease / (increase) in deferred tax assets - Others		(8.10)
Translation difference		0.17
Total deferred tax expense / (benefit)	7	(49.01)
Income tax expense	794	556.59

Note: Balances of Deferred tax assets (net) as on the reporting date includes the effect of changes in foreign exchange rates on deferred tax balances of non-integral operations, considered in Foreign Currency Translation Reserve