

Net Access India Ltd  
Balance Sheet as at March 31, 2018

(in Rs.)

Particulars		Note No.	As at 31.03.2018	As at 31.03.2017
<b>A</b>	<b>ASSETS</b>			
1	<b>Non-current assets</b>			
	(a) Property, Plant and Equipment	1	21,176,132	20,527,746
	(b) Capital work-in-progress		1,221,550	10,334,906
	(c) Other Intangible assets	1	11,143,177	3,924,570
	(d) Financial Assets			
	(i) Investments	2	530	530
	(ii) Other Financial Assets	3	3,605,779	3,599,216
	(e) Deferred tax assets (net)	4A	3,352,147	1,189,902
	(f) Other non-current assets	5	36,508,299	25,997,848
	<b>Total Non - Current Assets</b>		<b>77,007,614</b>	<b>65,574,718</b>
2	<b>Current assets</b>			
	(a) Inventories	6	2,234,095	2,097,505
	(b) Financial Assets			
	(i) Investments	2	-	2,305,252
	(ii) Trade receivables	7	74,933,938	36,797,825
	(iii) Cash and cash equivalents	8	26,091,771	60,903,168
	(iv) Bank balances other than above		-	-
	(iv) Other Financial assets	3	1,142,545	1,098,298
	(c) Other current assets	5	27,098,536	17,301,598
	<b>Total Current Assets</b>		<b>131,500,883</b>	<b>120,503,646</b>
	<b>Total Assets (1+2)</b>		<b>208,508,497</b>	<b>186,078,364</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>			
1	<b>Equity</b>			
	(a) Share capital	9	50,000,000	50,000,000
	(b) Other Equity	10	58,261,028	54,599,408
	<b>Total equity attributable to owners of the Company</b>		<b>108,261,028</b>	<b>104,599,408</b>
	<b>LIABILITIES</b>			
2	<b>Non-current liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings	11	889,355	-
	(b) Provisions	12	2,080,902	1,103,160
	(c) Deferred tax liabilities (Net)	4A	-	-
	(d) Other non-current liabilities	15 & 16	-	-
	<b>Total Non - Current Liabilities</b>		<b>2,970,257</b>	<b>1,103,160</b>
3	<b>Current liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings		-	-
	(ii) Trade payables	13	65,050,482	60,334,186
	(iii) Other financial liabilities	14	234,770	325,822
	(b) Provisions	12	5,432,928	3,991,061
	(c) Current Tax Liabilities (Net)		-	-
	(d) Other current liabilities	15 & 16	26,559,032	15,724,726
	<b>Total Current Liabilities</b>		<b>97,277,212</b>	<b>80,375,796</b>
	<b>Total Equity and Liabilities (1+2+3)</b>		<b>208,508,497</b>	<b>186,078,364</b>
	See accompanying notes to the financial statements		0	-

In terms of our report attached  
For Sundaram & Srinivasan  
Chartered Accountants  
FRN 044207 S

P. Menakshi Sundaram  
Partner  
M. No. 217914



Chennai  
16th April 2018

  
M R G Appa Rao  
Director

  
Sridharan Rangarajan  
Director

For NET ACCESS INDIA LIMITED

  
JANANI T A  
Company Secretary

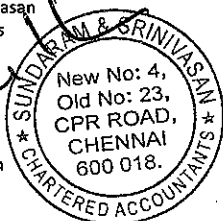
Net Access India Ltd

Statement of Profit and Loss for the period ended March 31, 2018

(in Rs.)

Particulars	Note No.	2017-18 FY	2016-17 FY
<b>Continuing Operation</b>			
I Revenue from operations	17	400,959,682	393,825,523
II Other Income	18	2,631,621	2,883,019
III Total Revenue (I + II)		403,591,303	396,708,543
<b>IV EXPENSES</b>			
(a) Cost of materials consumed		-	-
(b) Purchases of finished, semi-finished and other products		38,098,106	64,106,938
(c) Changes in stock of finished goods, work-in-progress and stock-in-trade		(136,590)	(599,622)
(d) Excise duty on Sales		-	-
(e) Employee benefit expense	19	145,418,213	120,888,119
(f) Finance costs	20	147,604	58,761
(g) Depreciation and amortisation expense	1	12,741,950	9,286,435
(h) Impairment on Fin. Asset		1,370,305	429,495
(h) Other expenses	21	168,772,415	167,135,320
Total Expenses		366,412,003	361,305,448
V Profit/(loss) before tax (III- IV)		37,179,300	35,403,095
<b>VI Tax Expense</b>			
(1) Current tax	4	12,067,764	12,925,187
(2) Deferred tax	4A	(2,162,245)	(1,649,137)
Total tax expense		9,905,519	11,276,050
VII Profit/(loss) for the period		27,273,781	24,127,045
<b>VIII Other comprehensive income</b>			
A (i) Items that will not be recycled to profit or loss		-	-
(b) Remeasurements of the defined benefit liabilities / (asset)		459,368	(431,001)
(c) Equity instruments through other comprehensive income		-	-
(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
B (i) Items that may be reclassified to profit or loss		-	-
(c) Effective portion of gains and loss on designated portion of hedging instruments in a cash flow hedge		-	-
(ii) Income tax on items that may be reclassified to profit or loss		-	-
IX Total comprehensive income for the period (VII+VIII)		27,733,149	23,696,045
<b>X Earning per Equity share (for continuing operations):</b>			
(1) Basic & Diluted	22	5.55	7.18

In terms of our report attached  
For Sundaram & Srinivasan  
Chartered Accountants  
FRN 004207 S



P. Menakshi Sundaram  
Partner  
M. No. 217914

Chennai  
16th April 2018

M R G Appa Rao  
Director

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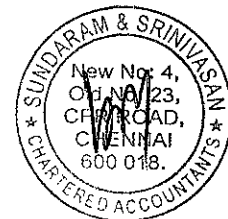
For NET ACCESS INDIA LIMITED,

*Janani T A*  
JANANI T A  
Company Secretary

Net access India Ltd  
Notes forming part of the financial statements for the year ended March 31, 2018

In Rs  
Note No. 1

Type of Asset	COST						DEPRECIATION			WRITTEN DOWN VALUE	
	As on			As on	As on	Transfer to Reserve			As on	As on	
	01-04-2017	Additions	Deletions	31/03/2018	01-04-2017		Additions	Deletions	31/03/2018	31/03/2018	31/03/2017
<b>Intangible Assets</b>											
Goodwill	4,896,146			4,896,146	4,896,146				4,896,146		
SOFTWARE	10,647,492	12,697,405		23,344,897	6,722,862	5,478,798			12,201,660	11,143,177	3,924,570
	15,543,578	12,697,405		28,240,983	11,619,008	5,478,798			17,097,806	11,143,177	3,924,570
<b>Tangible Assets</b>											
<b>Plant &amp; Machinery</b>											
- Owned	58,584,411	6,830,731		65,415,142	43,835,605	6,046,464			49,882,069	15,533,073	14,748,806
- Lease											
<b>Vehicle</b>											
- Lease	1,128,064	1,290,119	1,128,064	1,290,119	550,516	255,951	564,512	241,955	1,048,164		577,548
<b>Furnitures and Fixtures</b>											
	10,242,518	354,240		10,596,758	5,041,127	960,736			6,001,863	4,594,895	5,201,391
	69,954,983	8,475,090	1,128,064	77,302,019	49,427,247	7,263,152	564,512	56,125,887	21,176,132		20,527,746
<b>Total</b>	<b>85,498,571</b>	<b>21,172,495</b>	<b>1,128,064</b>	<b>105,543,002</b>	<b>61,046,255</b>	<b>12,741,950</b>	<b>564,512</b>	<b>73,223,693</b>	<b>32,919,309</b>		<b>24,452,316</b>

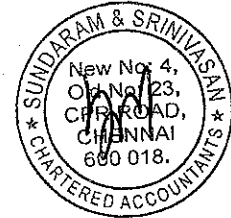


**Net access India Ltd**

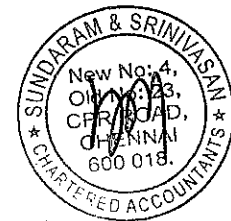
Notes forming part of the financial statements for the year ended March 31,2018

In Rs  
Note No. 2

<b>Non Current investments</b>	As at 31/03/2017		As at 31/03/2018	
	Qty	Value	Qty	Value
Investments in other equity instruments measured at FVTPL (Associate company)	1	530	1	530



Particulars	As at 31.03.2018			As at 31.03.2017		
	Current	Non- Current	Total	Current	Non- Current	Total
<b>a) Security Deposits</b>						
- Secured, considered good	-	-	-	-	-	-
- Unsecured, considered good	-	3,605,779	3,605,779	-	3,599,216	3,599,216
- Doubtful	-	-	-	-	-	-
Less : Allowance for bad and doubtful deposits	-	-	-	-	-	-
<b>TOTAL (A)</b>	-	<b>3,605,779</b>	<b>3,605,779</b>	-	<b>3,599,216</b>	<b>3,599,216</b>
<b>b) Loans and advances to employee</b>	1,142,545		1,142,545	1,098,298		1,098,298
<b>c) Other Loans and Advances</b>						
- Unsecured, considered good	-	-	-	-	-	-
- Unsecured, considered doubtful	-	-	-	-	-	-
- Doubtful Provision	-	-	-	-	-	-
<b>TOTAL (B)</b>	-	-	-	-	-	-
<b>GRAND TOTAL (A + B+C)</b>	<b>1,142,545</b>	<b>3,605,779</b>	<b>4,748,324</b>	<b>1,098,298</b>	<b>3,599,216</b>	<b>4,697,514</b>



**Net Access India Limited**

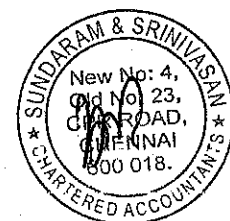
**Computation of Income Tax Provision for the period ended 31.03.2018**

(in Rs.)

**Assessment year 2018-19**

**Note No. 4**

Particulars	Amount
<b>Net Profit as per P &amp; L</b>	<b>37,179,300</b>
<b>Add:</b>	
Depreciation as per Companies Act	12,741,950
Provision for Debts & Advances	1,370,305
Provision for Gratuity	1,880,180
Provision for Leave Liability	539,429
Donation payment-	10,000
ROC fees paid for increase in Authorised SC	-
Loss on Sale of Fixed assets	237,730
<b>TOTAL</b>	<b>16,779,594</b>
	<b>53,958,894</b>
<b>Less:</b>	
Financial lease Rent paid(P)	169,046
Depreciation as per Income Tax Act	8,161,065
Dividend income from Mutual Fund	1,068,689
Dividend income from Ciria India	-
Gratuity paid	-
Provision fo Debts & Advances-release	-
Profit on sale of assets	-
<b>TOTAL</b>	<b>9,398,799</b>
<b>BUSINESS INCOME</b>	<b>44,560,095</b>
Capital Gains - Short term from Debt oriented Mutual funds	
<b>Gross Taxable Income</b>	<b>44,560,095</b>
Less 80 G deduction	10,000
Less 80JJA	1,055,830
Add: 80D disallowance	304,898
<b>Net Taxable Income</b>	<b>43,799,162</b>
Tax thereon @ 25%*1.07*1.03	<b>12,067,764</b> 12,067,764



Net access India Ltd

Notes forming part of the Standalone financial statements for the year ended 31st March 2018

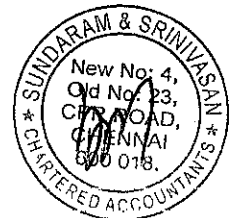
(in Indian Rupees , unless otherwise stated)

(in Rs.)

Note No. 4A

	As at		
Deferred tax balance	31.03.2018		31.03.2017
Deferred tax assets	3,352,147		1,189,902

2017-18	Opening balance	Recognised in profit & loss	Recognised in OCI	Closing Balance
Breakup of deferred tax asset/ liabilities				
Provision for doubtful receivables and advances	(680,450)	(377,553)	-	(1,058,004)
Provision for leave encashments	(913,692)	(148,626)	-	(1,062,318)
Provision for gratuity	(628,109)	(518,037)	-	(1,146,146)
Finance lease (leased assets)	99,139		-	99,139
Depreciation for tax purposes.	933,211	(1,118,029)	-	(184,818)
<b>Total</b>	<b>(1,189,902)</b>	<b>(2,162,245)</b>	<b>-</b>	<b>(3,352,147)</b>



Net Access India Ltd

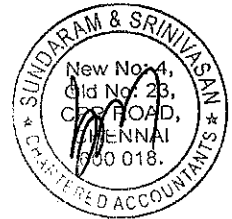
Notes to the financial statements for the year ended March 31, 2018

(in Rs.)

Other non-current and current assets

Note No. 5

Particulars	As at 31.03.2018			As at 31.03.2017		
	Current	Non-Current	Total	Current	Non-Current	Total
<b>Unsecured considered good</b>						
(a) Capital advances						
(b) Advance to supplier	8,381,900		8,381,900	2,820,658		2,820,658
(c) Prepayments	12,269,522		12,269,522	12,723,330		12,723,330
(d) Advance income tax net of provisions		36,508,299	36,508,299		25,997,848	25,997,848
(e) Balances with government authorities						
Unsecured, considered good						
(i) CENVAT credit receivable	-		-	-		-
(ii) VAT credit receivable	-		-	181,057		181,057
(ii) Customs receivable	-		-	-		-
(iii) Service Tax credit receivable GST	6,447,114		6,447,114	1,523,601		1,523,601
	6,447,114	-	6,447,114	1,704,658	-	1,704,658
(f) Others						
(i) Insurance claims /Others	-		-	-		-
(ii) Others (specify nature) - Disputed Sales Tax, Central Excise and Service Tax amounts paid under protest						
(ii) Others - Interest accrued not due				52,952		52,952
	-	-	-	52,952	-	52,952
<b>TOTAL</b>	<b>27,098,536</b>	<b>36,508,299</b>	<b>63,606,835</b>	<b>17,301,598</b>	<b>25,997,848</b>	<b>43,246,494</b>





Net Access India Ltd

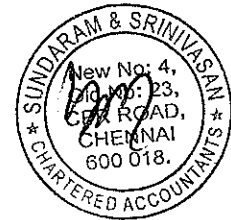
Notes to the financial statements for the year ended March 31, 2018

(in Rs.)  
Note No. 6

Particulars		
	As at 31.03.2018	As at 31.03.2017
(a) Raw materials	-	-
(b) Work-in-progress	-	-
(c) Finished and semi-finished goods	-	-
(d) Stock-in-trade of goods acquired for trading	2,234,095	2,097,505
(e) Stores and spares	-	-
<b>Total Inventories at lower of cost and net realisable value</b>	<b>2,234,095</b>	<b>2,097,505</b>

**Notes:**

1. Inventories are valued at lower of cost and net realisable value.
2. The cost of inventories recognised as an expense, on consumption, during the year ended March 31, 2018 was Rs.37,961,516 (for the year ended March 31, 2017 Rs.63,507,317)
3. There is no inventory write off during FY 2017-18 & FY 2016-17



Net Access India Ltd

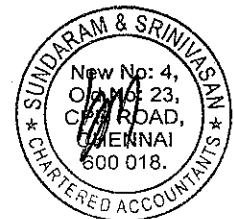
Notes to the financial statements for the year ended March 31, 2018

(in Rs.)

Current Assets - Trade receivables

Note No. 7

Particulars		
	As at 31.03.2018	As at 31.03.2017
<b>Unsecured</b>	<b>Current</b>	<b>Current</b>
<b>Debts Outstanding less than 180 days</b>		
(a) considered Doubtful	-	-
(b) considered good	64,431,819	32,700,142
<b>Debts Outstanding more than 180 days</b>		
(a) considered good	10,502,119	4,097,683
(b) considered Doubtful	3,303,066	2,058,042
	78,237,004	38,855,867
Less: Allowance for Credit Losses	3,303,066	2,058,042
	74,933,938	36,797,825
Other Trade receivables	-	-
<b>TOTAL</b>	<b>74,933,938</b>	<b>36,797,825</b>



Net Access India Ltd

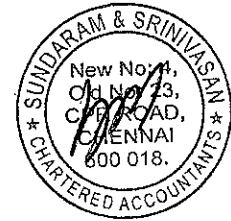
Notes to the financial statements for the year ended March 31, 2018

(in Rs.)

Cash and Bank Balances

Note No. 8

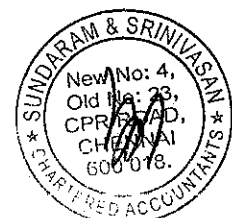
Particulars		
	As at 31.03.2018	As at 31.03.2017
(a) Unrestricted Balances with banks		
With Other banks		
(i) In Current Account	26,080,274	50,882,309
(ii) In Deposit Account	-	10,000,000
(b) Cash in hand	11,497	20,859
Total Cash and cash equivalent	26,091,771	60,903,168



<u>Share capital</u>	Amounts in Rs.	
	As at 31/03/2018	As at 31/03/2017
<u>Authorised</u>		
50,00,000 equity shares of Rs.10 each	50000000	50000000
<u>Issued, subscribed and paid-up</u>		
50,00,000 equity shares of Rs.10 each (The entire equity shares are held by the holding company i.e Carborundum Universal Limited)	50000000	50000000

<u>Reconciliation of the shares outstanding at the beginning and at the end of the reporting period</u>		
Particulars	31/03/2018	
	No of Shares	Value of Shares
Equity shares with voting rights (Face value of Rs.10 per share)		
Total of equity shares	5000000	50000000

<u>Name of the share holders</u>	31/03/2018	
	No. of Shares	% of holding
Carborundum Universal Ltd	4999994	100.00%
Others ( On behalf of CUMI)	6	-
<b>Total</b>	<b>5000000</b>	<b>100%</b>

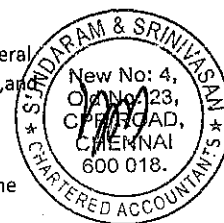


Net Access India Ltd		(in Rs.)	
Statement of changes in equity for the year ended March 31, 2018		Note No. 10	
Particulars	As at 31.03.2018	As at 31.03.2017	
<b>4) Reserves and Surplus</b>			
<b>Capital Reserve</b>			
Fixed assets revaluation reserve	-	-	
Capital subsidy	-	-	
Profit on Forfeiture of Shares / Warrants	-	-	
Capital redemption reserve	-	-	
Securities premium	-	-	
<b>Other Reserves</b>			
General reserve	4,661,013	4,661,013	
Debenture redemption reserve	-	-	
Other reserve	-	-	
	<b>4,661,013</b>	<b>4,661,013</b>	
<b>Total</b>	<b>4,661,013</b>	<b>4,661,013</b>	
<b>Surplus in Statement of Profit and Loss</b>			
Opening Balance	49,938,396	60,242,351	
Add : Profits for the current year	27,733,149	23,696,045	
Less : Transfer to General reserve	-	-	
Less : Transfer to Debenture redemption reserve	-	-	
Less : Final dividend	-	(28,249,140)	
Less : Final dividend tax	-	(5,750,860)	
Less : Interim dividend	-20,000,000	-	
Less : Dividend tax on interim dividend	-4,071,529	-	
Less : Proposed final dividend	-	-	
Less : Dividend tax on proposed final dividend	-	-	
<b>Total</b>	<b>53,600,015</b>	<b>49,938,396</b>	
<b>Grand Total</b>	<b>58,261,028</b>	<b>54,599,409</b>	

**Notes:**

1.The General Reserve is used from time to time to transfer profits from retained earnings for appropriation purposes.General Reserve is created by transfer from one component of equity to another and is not an item of other comprehensive income, and the items included in the general reserve will not be reclassified subsequently to profit or loss.

2.The accumulation in retained earnings was used to pay dividend of Rs.24071529 (including dividend distribution tax) in the current financial year.



Net Access India Ltd

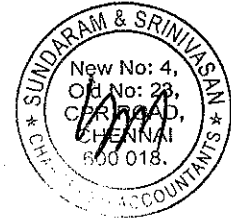
Notes to the financial statements for the year ended March 31, 2018

(in Rs.)

Non Current Liabilities - Borrowings

Note No. 11

Particulars	As at	As at
	31.03.2018	31.03.2017
<b>Measured at amortised cost</b>		
<b>A. Secured Borrowings:</b>		
Term Loans		
From Banks	-	-
Long term maturities of Finance Lease Obligations	889,355	-
<b>Total Secured Borrowings</b>	<b>889,355</b>	<b>-</b>
<b>B. Unsecured Borrowings - at amortised Cost</b>		
Others Loans		
From Banks	-	-
<b>Total Unsecured Borrowings</b>	<b>-</b>	<b>-</b>
<b>Total Borrowings</b>	<b>889,355</b>	<b>-</b>



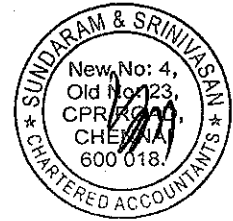
Net Access India Ltd

Notes to the financial statements for the year ended March 31, 2018

(in Rs.)

Note No. 12

Particulars	As at 31.03.2018			As at 31.03.2017		
	Current	Non-Current	Total	Current	Non-Current	Total
	Provision for employee benefits					
Long-term Employee Benefits	3,109,706	193,209	3,302,915	2,570,277	193,209	2,763,486
Other Provisions	2,323,222	1,887,693	4,210,915	1,420,784	909,951	2,330,735
<b>Total Provisions</b>	<b>5,432,928</b>	<b>2,080,902</b>	<b>7,513,830</b>	<b>3,991,061</b>	<b>1,103,160</b>	<b>5,094,221</b>



Net Access India Ltd

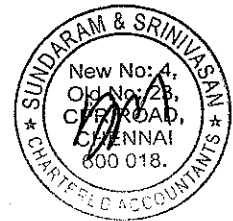
Notes to the financial statements for the year ended March 31, 2018

(in Rs.)

Current Liabilities - Trade Payables

Note No. 13

Particulars	As at 31.03.2018	As at 31.03.2017
	Current	Current
Acceptances	-	-
Other than acceptances	65,050,481	60,334,186
<b>Total trade payables</b>	<b>65,050,481</b>	<b>60,334,186</b>





Net Access India Ltd

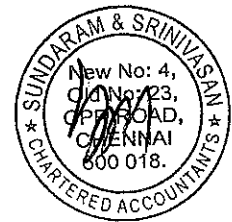
Notes to the financial statements for the year ended March 31, 2018

(in Rs.)

Other Financial Liabilities

Note No. 14

Particulars	As at 31.03.2018	As at 31.03.2017
<b>Current</b>		
(a) Current maturities of long-term debt	-	-
(b) Current maturities of finance lease obligations	231,720	197,758
(c) Interest accrued but not due on borrowings	-	-
(d) Current maturities of term loan from Bank	-	-
(d) Unclaimed dividend	-	-
(l) Remuneration payable to Directors	-	-
(j) Other liabilities		
(1) Creditors for capital supplies/services	-	-
(2) Deposit	-	128,064
(3) Other payable	3,050	-
<b>Total other financial liabilities</b>	<b>234,770</b>	<b>325,822</b>



Net Access India Ltd

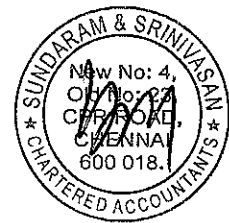
Notes to the financial statements for the year ended March 31, 2018

(in Rs.)

Other Liabilities

Note No. 15 &16

Particulars	As at 31.03.2018			As at 31.03.2017		
	Current	Non- Current	Total	Current	Non- Current	Total
a. Advances received from customers	14,199,303	-	14,199,303	10,693,797	-	10,693,797
b. Others						
- Taxes		-	-		-	-
- Statutory liabilities	12,359,729		12,359,729	5,030,929		5,030,929
<b>TOTAL OTHER LIABILITIES</b>	<b>26,559,032</b>	<b>-</b>	<b>26,559,032</b>	<b>15,724,726</b>	<b>-</b>	<b>15,724,726</b>



Net Access India Ltd

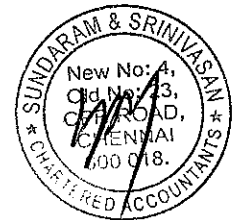
Notes to the financial statements for the year ended March 31, 2018

(in Rs.)

Revenue from Operations

Note No. 17

Particulars	2017-18 FY	2016-17 FY
(a) Revenue from sale of goods	43,315,626	72,424,145
(b) Revenue from rendering of services	357,644,056	321,382,101
(c) Other operating income	-	19,277
<b>Total Revenue from Operations</b>	<b>400,959,682</b>	<b>393,825,523</b>
<b><u>Other operating revenues comprise:</u></b>		
Service income	-	-
Commission income	-	-
Sale of scrap	-	19,277
Duty drawback and other export incentives	-	-
Others (specify nature)	-	-
<b>Total - Other operating revenues</b>	<b>-</b>	<b>19,277</b>



Net Access India Ltd

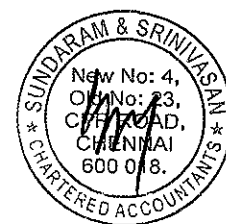
Notes to the financial statements for the year ended March 31, 2018

(in Rs.)

Other Income

Note No. 18

Particulars	2017-18 FY	2016-17 FY
Dividend Income from long term investments	-	-
Dividend Income from Current Investments	1,068,689	869,588
Interest income		
from banks	59,076	275,020
from others	-	842,561
<b>Other Income</b>		
Profit on sale of Fixed Assets	-	7,869
Profit on sale of Investments (net)	-	383,496
Profit on exchange fluctuation (net)	-	-
Provision for expenses no longer required written back	1,434,976	415,510
Provision for doubtful receivables/advances no longer required written back	-	-
Rental Income	-	-
Miscellaneous income	68,880	88,975
<b>Total Other Income</b>	<b>2,631,621</b>	<b>2,883,019</b>



Net Access India Ltd

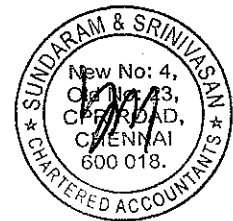
Notes to the financial statements for the year ended March 31, 2018

(in Rs.)

Employee Benefits Expense

Note No. 19

Particulars	2017-18 FY	2016-17 FY
Salaries and wages, including bonus	123,901,173	105,256,903
Contribution to provident and other funds	11,676,237	8,068,333
Share based payment transactions expenses		
Equity-settled share-based payments		
Cash-settled share-based payments		
Voluntary retirement compensation	-	-
Remuneration to Managing Director	-	-
Termination benefit		
Staff welfare expenses	9,840,803	7,562,883
<b>Total Employee Benefit Expense</b>	<b>145,418,213</b>	<b>120,888,119</b>



Net Access India Ltd

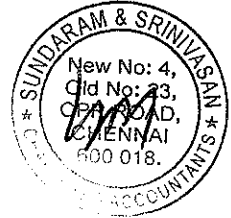
Notes to the financial statements for the year ended March 31, 2018

(in Rs.)

Finance Cost

Note No. 20

Particulars	2017-18 FY	2016-17 FY
Interest expense		
Interest Debentures and Fixed Loans	-	-
Other interest expense	147,604	58,761
Other borrowing cost	-	-
<b>Total finance costs</b>	<b>147,604</b>	<b>58,761</b>



Net Access India Ltd

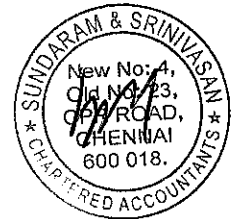
Notes to the financial statements for the year ended March 31, 2018

(in Rs.)

Other Expenses

Note No. 21

Particulars	2017-18	2016-17
	FY	FY
Consumption of stores and spares	8,353,740	7,675,919
Power and fuel(a)	1,161,741	1,036,552
Rent	6,157,594	5,214,243
Rates and taxes	446,695	1,067,462
Insurance	117,278	367,362
- Others	1,232,208	1,170,494
Data Processing Charges	127,676,881	123,606,291
Auditors' remuneration	130,000	120,000
Travel and Conveyance	8,977,951	7,625,951
Freight, delivery and shipping charges	558,026	461,700
Printing, stationery and communication	2,133,790	2,387,705
Professional fees	6,761,103	12,512,148
Service outsourced	2,905,680	2,364,237
Loss on sale of Fixed assets	237,730	-
Loss on Exchange fluctuation (net)	321,375	246,830
Miscellaneous expenses	1,600,623	1,278,427
<b>Total Other Expenses</b>	<b>168,772,415</b>	<b>167,135,320</b>

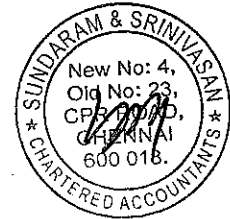


Net access India Ltd  
As at 31st March 2018  
Notes to Earnings per share (EPS)

(in Rs.)  
Note No. 22

**There are no potential equity shares and hence the basic and diluted EPS are the same**

Particulars	31.03.2018	31.03.2017
Net profit for the year (In Rs.)	27,733,149	23,696,045
Weighted average number of equity shares outstanding during the year	5,000,000	2,166,667
Earnings per share - Basic and diluted	6	7
Number of equity shares at the beginning of the year	5,000,000	1,600,000
No. of equity shares at the end of the year	5,000,000	5,000,000
Weighted average no. of equity shares	5,000,000	2,166,667





Net access India Ltd.

Notes to the financial statements for the year ended March 31, 2018

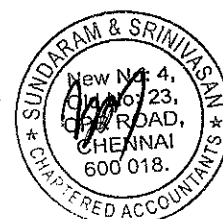
Net access India Ltd.

Transactions with Related parties as at 31st March-2018

In Rs.

FY 2017-18						
Particulars	CUMI INDIA	STERLING ABRASIVES	MMTCL	CIRIA	WENDT	Total
Sales (Trading)	1,498,168	6,970	20,817			1,525,955
Service Income- Including GST	24,250,995	1,204,867	1,527,243	1,050,629	1,004,323	29,018,057
management Service Expenses- Net	240,128	33,042	15,705	3,884	19,245	312,004
Debtors	3,912,744	125,654	68,059	191,254	320,813	4,618,524
Creditors	264,666					264,666
Maximum amount due at any time during the year						-
Provisions For doubt ful debts	-	-	-	-	-	-
Dividends payments	20,000,000					20,000,000

FY 2016-17						
Particulars	CUMI INDIA	STERLING ABRASIVES	MMTCL	CIRIA	WENDT	Total
Sales	607,685		36,665			644,350
Service Income- Including ST	21,296,184	937,742	1,249,226	669,225	997,710	25,150,088
management Service Expenses- Net	1,461,000					1,461,000
Debtors	483,232	(47,398)	147,812		125,017	
Creditors	142,823					
Provisions For doubt ful debts	-	-	-	-	-	-
Dividends payments	28,249,140					28,249,140



**Contingent liabilities and capital commitments**

Contingent liabilities	-	-
Capital commitments	2,421,377	1,936,566

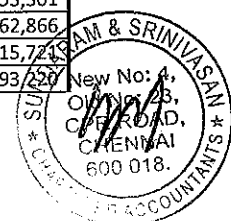
**Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006**

There are no overdue amounts / interest payable to Micro and Small Enterprises as per the Micro, Small and Medium Enterprises Development Act, 2006 at the Balance Sheet date.

NETACCESS LIMITED, CHENNAI			
	Ind AS 19	Projected Unit Credit Method	Projected Unit Credit Method
	Period Covered	2017-18	2016-17
<b>A.</b>	<b>Change in defined benefit obligation</b>	<b>31/03/2018</b>	<b>31/03/2017</b>
1.	Defined benefit obligation at beginning of period	8,053,553	6,430,626
2.	Service cost		
	a. Current service cost	1,819,389	1,422,903
	b. Past service cost	369,549	-
	c. (Gain) / loss on settlements	-	-
3.	Interest expenses	526,441	498,868
4.	Cash flows		
	a. Benefit payments from plan	(57,090)	(389,554)
	b. Benefit payments from employer	-	-
	c. Settlement payments from plan	-	-
	d. Settlement payments from employer	-	-
5.	Remeasurements		
	a. Effect of changes in demographic assumptions	-	58,874
	b. Effect of changes in financial assumptions	(166,807)	495,776
	c. Effect of experience adjustments	(598,668)	(463,939)
6.	Transfer In /Out		
	a. Transfer In	-	-
	b. Transfer out	-	-
7.	Defined benefit obligation at end of period	9,946,366	8,053,553
<b>B.</b>	<b>Change in fair value of plan assets</b>	<b>31/03/2018</b>	<b>31/03/2017</b>
1.	Fair value of plan assets at beginning of period	5,722,819	4,874,697
2.	Interest income	375,831	423,901
3.	Cash flows		
	a. Total employer contributions		
	(i) Employer contributions	-	1,154,065
	(ii) Employer direct benefit payments	-	-
	(iii) Employer direct settlement payments	-	-
	b. Participant contributions	-	-
	c. Benefit payments from plan assets	(57,090)	(389,554)
	d. Benefit payments from employer	-	-
	e. Settlement payments from plan assets	-	-
	f. Settlement payments from employer	-	-
4.	Remeasurements		
	a. Return on plan assets (excluding interest income)	(306,107)	(340,290)
5.	Transfer In /Out		
	a. Transfer In	-	-
	b. Transfer out	-	-
6.	Fair value of plan assets at end of period	5,735,453	5,722,819



C. Amounts recognized in the statement of financial position		31/03/2018	31/03/2017
1.	Defined benefit obligation	9,946,366	8,053,553
2.	Fair value of plan assets	(5,735,453)	(5,722,819)
3.	Funded status	4,210,913	2,330,734
4.	Effect of asset ceiling	-	-
5.	Net defined benefit liability (asset)	4,210,913	2,330,734
D. Components of defined benefit cost		31/03/2018	31/03/2017
1.	Service cost		
	a. Current service cost	1,819,389	1,422,903
	b. Past service cost	369,549	-
	c. (Gain) / loss on settlements	-	-
	d. Total service cost	2,188,938	1,422,903
2.	Net interest cost		
	a. Interest expense on DBO	526,441	498,868
	b. Interest (income) on plan assets	375,831	423,901
	c. Interest expense on effect of (asset ceiling)	-	-
	d. Total net interest cost	150,609	74,967
3.	Remeasurements (recognized in other comprehensive income)		
	a. Effect of changes in demographic assumptions	-	58,874
	b. Effect of changes in financial assumptions	(166,807)	495,776
	c. Effect of experience adjustments	(598,668)	(463,939)
	d. (Return) on plan assets (excluding interest income)	(306,107)	(340,290)
	e. Changes in asset ceiling (excluding interest income)	-	-
	f. Total remeasurements included in OCI	(459,368)	431,001
4.	Total defined benefit cost recognized in P&L and OCI	1,880,180	1,928,871
E. Re-measurement		31/03/2018	31/03/2017
a.	Actuarial Loss/(Gain) on DBO	(765,475)	90,711
b.	Returns above Interest Income	(306,107)	(340,290)
c.	Change in Asset ceiling	-	-
	Total Re-measurements (OCI)	(459,368)	431,001
F. Employer Expense (P&L)		31/03/2018	31/03/2017
a.	Current Service Cost	1,819,389	1,422,903
b.	Interest Cost on net DBO	150,609	74,967
c.	Past Service Cost	369,549	-
d.	Total P&L Expenses	2,339,547	1,497,870
G. Net defined benefit liability (asset) reconciliation		31/03/2018	31/03/2017
1.	Net defined benefit liability (asset)	2,330,734	1,555,929
2.	Defined benefit cost included in P&L	2,339,547	1,497,870
3.	Total remeasurements included in OCI	(459,368)	431,001
4.	a. Employer contributions	-	(1,154,065)
	b. Employer direct benefit payments	-	-
	c. Employer direct settlement payments	-	-
5.	Net transfer	-	-
6.	Net defined benefit liability (asset) as of end of period	4,210,914	2,330,735
H. Reconciliation of OCI (Re-measurement)		31/03/2018	31/03/2017
1.	Recognised in OCI at the beginning of period	(743,406)	(20,342)
2.	Recognised in OCI during the period	(459,368)	431,001
3.	Recognised in OCI at the end of the period	(1,202,774)	410,659
I. Sensitivity analysis - DBO end of Period		31/03/2018	31/03/2017
1.	Discount rate +100 basis points	9,650,057	7,807,558
2.	Discount rate -100 basis points	10,262,608	8,316,625
3.	Salary Increase Rate +1%	10,195,410	8,253,301
4.	Salary Increase Rate -1%	9,707,270	7,862,866
5.	Attrition Rate +1%	9,899,174	8,015,721
6.	Attrition Rate -1%	9,995,387	8,093,230



J. Significant actuarial assumptions		31/03/2018	31/03/2017
1.	Discount rate Current Year	0	0
2.	Discount rate Previous Year	0	0
3.	Salary increase rate	10.0%	Uniform 9.0%
4.	Attrition Rate	27.0%	Uniform 27.0%
5.	Retirement Age	58	58
6.	Pre-retirement mortality	Indian Assured Lives Mortality (2006-08) Ultimate	Indian Assured Lives Mortality (2006-08) Ultimate
7.	Disability	Nil	Nil
<b>K. Data</b>			
		43,190	42,825
1.	No.	345	299
2.	Avg. Age (yrs.)	31	31
3.	Avg. Past Service (yrs.)	3	3
4.	Avg. Sal. Mly (Rs.)	9,999	10,087
5.	Future Service (yrs.)	27	27
6.	Weighted average duration of DBO	3	3
<b>N. Defined benefit obligation at end of period</b>			
	Current Obligation	2,323,222	1,932,258
	Non-Current Obligation	7,623,144	6,121,295
	Total	9,946,366	8,053,553
<b>L. Expected cash flows for following year</b>			
		31/03/2018	31/03/2017
1.	Expected employer contributions / Adtl. Provision Net	3,683,775	2,979,744
2.	Expected total benefit payments		
	Year 1	2,323,222	1,932,258
	Year 2	2,027,085	1,558,945
	Year 3	1,661,981	1,314,799
	Year 4	1,371,055	1,063,732
	Year 5	1,137,082	858,366
	Next 5 years	2,612,846	2,006,916
<b>SUMMARY</b>			
	Assets / Liabilities	31/03/2018	31/03/2017
1.	Defined benefit obligation at end of period	9,946,366	8,053,553
2.	Fair value of plan assets at end of period	5,735,453	5,722,819
3.	Net defined benefit liability (asset)	4,210,914	2,330,735
4.	Defined benefit cost included in P&L	2,339,547	1,497,870
5.	Total remeasurements included in OCI	(459,368)	431,001
6.	Total defined benefit cost recognized in P&L and OCI	1,880,180	1,928,871

**Segmental disclosure**

The company has only one segment of business which is Information

<b>Foreign currency transactions</b>	31/03/2018	31/03/2017
a. Value of imports on CIF basis	-	-
b. Expenditure in foreign currency	6,975,119	8,300,683
c. Earnings in foreign currency	-	-
<b>Auditors' fees</b>	31/03/2018	31/03/2017
For statutory audit	100,000	100,000
For tax audit	30,000	20,000



Net access India Ltd

Notes Forming part of accounts as at 31st March 2018

General

a) Based on the nature of the business of the company and normal time between the acquisition of assets and their realisation in cash and cash equivalents, the company has determined its operating cycle as 12 months for the purpose of classifications of its assets and liabilities as current and non current

b) Previous year figures have been regrouped wherever necessary to confirm to current years' grouping

In terms of our report attached

For Sundaram & Srinivasan

Chartered Accountants

FRN 004207 S



P. Menakshi Sundaram

Partner

M. No. 217914

Chennai

16th April 2018

M R G Appa Rao

Director

Sridharan Rangarajan

Director

For NET ACCESS INDIA LIMITED

*Ananti T A*  
ANANTI T A  
Company Secretary

Net Access India Limited

Cash flow statement for the year ended 31st March, 2018

Particulars	FY 2017-18	FY 2016-17
<b>A. Cash flow from operating activities</b>		
Net Profit before tax	3,71,79,300	3,54,03,095
Depreciation	1,27,41,950	92,86,435
Interest and finance charges	1,47,604	58,761
Provision for doubtful debts	13,70,305	4,29,495
Loss on sale of fixed assets	2,37,730	(7,869)
Interest received	(59,076)	(11,17,581)
Dividend received	(10,68,689)	(8,69,588)
Provision no longer required	(14,34,976)	(4,15,510)
	1,19,34,848	73,64,143
<b>Operating Profit before working capital changes</b>	<b>4,91,14,148</b>	<b>4,27,67,238</b>
<b>Adjustments for (increase)/decrease in working capital</b>		
Trade and other receivables	(3,95,06,418)	49,30,464
TDS recoveries long term advances	(2,25,71,651)	(57,52,192)
Inventories	(1,36,589)	(5,99,622)
Short term loans and advances	(98,41,184)	(48,89,739)
Provision no longer required	14,34,976	4,15,510
Trade payables & current liabilities	47,16,295	1,71,15,999
Other current liabilities and short term provisions	1,30,34,799	62,08,222
	(5,28,69,772)	1,74,28,642
Taxes paid		-
<b>Net cash from operating activities (A)</b>	<b>(37,55,624)</b>	<b>6,01,95,880</b>
<b>B Cash flow from investing activities</b>		
Purchase of fixed assets	(1,09,21,282)	(2,52,71,127)
Interest received	59,076	11,17,581
Dividend received	10,68,689	8,69,588
Profit/Loss on disposal of leased assets	(2,37,730)	7,869
(Purchase)/Redemption of investments	1,23,05,252	96,13,376
	22,74,004	(1,36,62,713)
<b>Net cash from / (used in) investing activities (B)</b>	<b>(14,81,620)</b>	<b>4,65,33,167</b>
<b>C Cash flow from financing activities</b>		
Fresh issue of Equity Shares	-	3,40,00,000
Borrowings / (repayment) of borrowings		
Interest and finance charges paid	(1,47,604)	(58,761)
Inc in Lease borrowings	8,89,355	
Dividend payment inclusive of dividend distribution tax	(2,40,71,529)	(3,40,00,000)
	(2,33,29,778)	(58,761)
<b>Net increase (+) or decrease (-) in cash and cash equivalents (A+B+C)</b>	<b>(2,48,11,398)</b>	<b>4,64,74,406</b>
Cash and cash equivalents-Opening balance	5,09,03,168	44,28,762
Cash and cash equivalents -Closing balance	2,60,91,771	5,09,03,168
	<b>2,48,11,398</b>	<b>4,64,74,406</b>

In terms of our report attached  
For Sundaram & Srinivasan  
Chartered Accountants  
FRN 014207 S

S. Menakshi Sundaram  
Partner  
M.No. 217914

Chennai  
16th April 2018

M R G Appa Rao  
Director

Sridharan Rangarajan  
Director

For NET ACCESS INDIA LIMITED

JANANI T A  
Company Secretary

**Net Access India Ltd**

**Notes forming part of the financial statements for the year ended March,31,2018**

**A. Corporate Information**

Net Access India Ltd is a subsidiary of M/s Carborandum Universal Ltd. The company commenced its operations in 2000 and provides IT infrastructure solutions and services to the Murugappa Group and other companies. The company offers customers the most appropriate technologies from a wide range of leading vendors & manages the technology infrastructure pan-India.

**B. Significant accounting policies**

**i. Basis on preparation and presentation of financial statements**

The financial statements have been prepared and presented in accordance with the Indian Accounting Standards (Ind AS) as prescribed by the Companies (Indian Accounting Standards) Rules, 2015 and Schedule III of the Companies Act, 2013 ("the Act").

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained below.

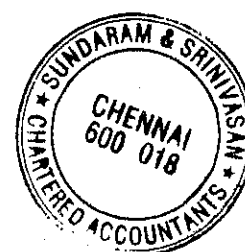
Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an ordinary transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realisable value. In addition, for financial reporting purposes, fair value measurements are categorised into level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurements in its entirety, which are described as follows:

- a. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- b. Level 2 inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; and
- c. Level 3 inputs are unobservable inputs for the asset or liability;

**ii. Property, plant and equipment and depreciation**

The company has no property. All tangible assets are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of these items.

All assets are depreciated on basis of useful life as prescribed in Schedule II of The Companies Act, 2013. Assets acquired during the year are depreciated on pro-rata basis.



### iii. Intangible assets and amortization

Intangible assets (computer software) acquired separately are carried at cost less accumulated amortisation. Amortisation is recognised on a straight-line basis over their estimated useful life as determined under Schedule II of the Companies Act 2013.

### iv. Financial instruments – Financial assets and financial liabilities

A financial instrument being a financial asset or a financial liability is recognized only when the company has become party to the contractual provisions of the instrument. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial asset or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss. Any subsequent changes in fair value of a financial asset or liability are recognized in the profit and loss

Unconditional trade receivables and payables are recognized as assets or liabilities when the entity becomes a party to the contract and, as a consequence, has a legal right to receive or a legal obligation to pay cash. Unconditional trade receivables are measured at their transaction price. The Company has applied the expected credit loss model for recognising impairment loss on financial assets measured at amortised cost, trade receivable, other contractual rights to receive cash or other financial asset. Expected credit losses are the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Group expects to receive, discounted at the effective interest rate. The Company estimates cash flows by considering all contractual terms of the financial instrument through

The Company measures the loss allowance for financial instruments at an amount equal to the lifetime expected credit losses if the credit risk on that financial instruments has increased significantly since initial recognition. If the credit risk on a financial instruments has not increased significantly since initial recognition, the company measures the loss allowance for that financial instruments at an amount equal to 12 month expected credit losses that are a portion of the lifetime cash shortfalls that will result if default occur within 12 months after the reporting date and thus, are not cash shortfalls that are predicted over the

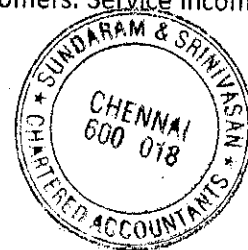
Investments held for trading are subsequently measured at fair value through the profit and loss account. The Company de-recognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and reward of ownership of the asset to another party. On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit and

### v. Inventories

Inventories of traded products are valued at the lower of cost and net realisable value. Cost includes cost of purchases, duties and taxes, transport, handling and other costs net of trade discounts and rebates. Inventories are valued using the weighted average cost formula

### vi. Revenue recognition

For the sale of traded products, revenue is recognized on transfer of significant risks and rewards of ownership to the buyer which coincides with the dispatch of the products to the customers. Service income is recognized over the duration of the contract.





Interest income is accounted on accrual basis and divided income is accounted for when the right to receive the payment is established. Investment gain / loss is recognized at the time of sale / redemption thereof.

**vii. Provisions**

Provisions are recognised only when there is a present obligation as a result of past events and when a reliable estimate of the amount of obligation can be made.

**viii. Post-employment benefits**

Payments to defined contribution retirement benefit plans are recognized as an expense when employees have rendered service entitling them to the contributions.

The liability for retirement benefit of gratuity to employees as at the Balance Sheet date is determined using the Projected Unit Credit method and is funded to a Gratuity fund. The unfunded portion of the liability for gratuity is provided for in the accounts. The actuarial gain or loss is recognized in Other Comprehensive

**ix. Foreign currency transactions & balances**

Transactions in Foreign currencies are accounted for in rupee terms at the relevant applicable exchange rates on the date of transaction. Foreign currency monetary items are translated using the closing rate and the resultant gain/loss, if any, is recognized in the profit and loss account.

**x Leasing**

Leases are classified as finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance lease are initially recognised at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

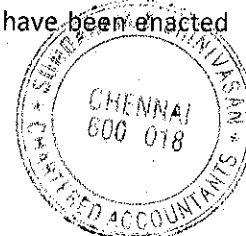
Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately in profit or loss

**xi. Income taxes**

Current tax for current period and prior periods if any, is determined on income for the year chargeable to tax in accordance with Income Tax Act, 1961. Current and deferred tax are recognized as income or an expense and included in profit or loss for the period, except to the extent that the tax arises from a transaction or event which is recognized, in the same or a different period, outside profit or loss, either in

A deferred tax liability shall be recognized for all taxable temporary differences. Deferred tax assets have been recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized.

Current tax liabilities or assets for the current and prior periods are measured at the amount expected to be paid to or recovered from the taxation authorities, using the tax rates and tax laws that have been enacted by the end of the reporting period.



Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted by the end of the reporting period.

**xii. Earnings per share**

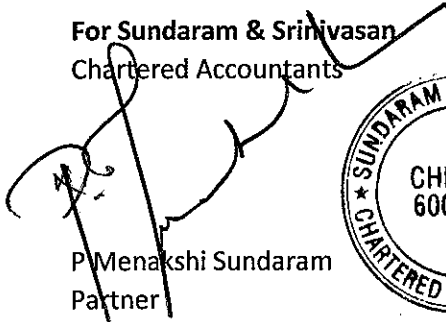
Earnings per Share is calculated by dividing net profit after tax for the year attributable to equity shareholders of the company by the weighted average number of equity shares issued.

**xiii. Contingent liabilities:**

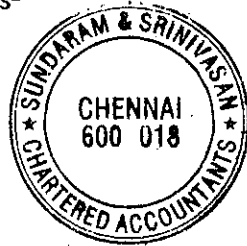
Contingent liability is disclosed for

- (i) Possible obligation which will be confirmed only by future events not wholly within the control of
- (ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be

For Sundaram & Srinivasan  
Chartered Accountants



P Menakshi Sundaram  
Partner  
M.No 217914  
FRN No 004207S  
Chennai  
16th April 2018



M R G Appa Rao  
Director