



**DIRECTORS' REPORT**

**To  
The Members,  
ACCELYST SOLUTIONS PRIVATE LIMITED**

Your Directors have pleasure in presenting the 10<sup>th</sup> Annual Report of the Company together with the Audited Statement of Accounts for the year ended 31<sup>st</sup> March, 2018.

**FINANCIAL RESULTS:**

The Company's financial performance during the year ended 31<sup>st</sup> March, 2018 is summarized below:

<b>Particular</b>	<i>Amount in Rs'000</i>	
	<b>2017-2018</b>	<b>2016-17</b>
Revenue from Operations	167,281	393,194
Other Income	54,996	349
Finance Income	25,717	28,709
(Loss) for the year	(259,445)	(2,962,530)

Your Company manages and operates one of India's leading recharge and bill payment app "Freecharge". Customers across the country use Freecharge to make prepaid, postpaid, DTH, metro recharge and utility bill payments for numerous service providers.

During the year, Tax saving mutual funds were also added to the product portfolio to enable the customers to invest and optimize returns and tax outgo. Also, attractive deals were formulated which the users can purchase. Multiple new use cases supported by marketing and promotions using Analytics to target the right consumers at a fraction of the earlier cost.

Your company continues to strive to provide an enriched user experience and achieve improved customer satisfaction for e.g. Reminders were recently launched. UPI was also integrated to make recharges convenient. Revamped "Help and Support" functionality on the App was introduced for user assistance.

In October 2017, Axis Bank Limited ("Axis Bank") acquired 100% stake in the Company from Jasper Infotech Private Limited and accordingly, post-acquisition, your Company became a wholly owned subsidiary of Axis Bank. The company is working closely with Axis Bank for developing synergies around new initiatives like BBPS for addition of more billers on its platform.

Your Company is also working on a proposed merger of the Company with and into Freecharge Payment Technologies Pvt. Ltd. (Freecharge), a fellow subsidiary. The Board of Directors of both the companies i.e. Freecharge and Company has approved a Scheme of Amalgamation of Company into and with Freecharge on March 27, 2018. The Company will file an application to National Company Law Tribunal after approval of the scheme of amalgamation by the Board of Directors of Axis Bank Ltd., the holding company. Since both the companies are engaged in similar line of business, the board of directors are of the opinion that merger of both companies will result in organizational efficiencies, economies of scale and optimum utilization of resources besides strengthening the brand "Freecharge".

Except as mentioned above, there is no change in the nature of business carried by the Company.





## **DIVIDEND**

In view of the losses incurred during the year under review, your Directors do not recommend any dividend.

## **SHARE CAPITAL**

During the financial year under review, the authorised equity share capital of your Company was increased to Rs.1000,00,00,000/- (Rupees One Thousand Crore). The Company also raised Rs.549,58,28,240/- (Rupees Five Hundred Forty Nine Crore Fifty Eight Lakh Twenty Eight Thousand Two Hundred Forty only) against allotment of 549,582,824 Equity Shares of Rs. 10/- each at par to parent company on Rights Issue. At the end of the financial year 2017-18, the issued, subscribed and paid up capital of the company stood at Rs. 679,68,26,620/- (Rupees Six Hundred Seventy Nine Crore Sixty Eight Lakh Twenty Six Thousand Six Hundred Twenty Only).

## **EXTRACT OF ANNUAL RETURN**

The extract of Annual Return, pursuant to the provisions of Section 92(3) of the Companies Act, 2013 and Rule 12 of the Companies (Management and administration) Rules, 2014, for the financial year ended 31<sup>st</sup> March, 2018, is furnished in Form MGT-9 and is annexed as "Annexure 1" to this Report.

## **PARTICULARS OF EMPLOYEES**

The Company being an unlisted company, the provisions of Section 197 (12) of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended from time to time are not applicable on the Company.

## **PARTICULARS OF CONTRACT OR ARRANGEMENT WITH RELATED PARTY TRANSACTIONS**

During the year under review, all contracts or arrangements with related parties entered into at arm's lengths basis and in the ordinary course of business. As required pursuant to the provisions of Section 134(3) of the Companies Act, 2013 read with Companies (Accounts) Rules 2014, particulars of all such contracts or arrangements are enclosed in prescribed Form AOC-2 as Annexure-2 to this report.

## **PUBLIC DEPOSITS**

The Company has not accepted any deposits from the public as defined under Chapter V of the Companies Act, 2013 and the Rules made thereunder.

## **AUDITORS**

At the 9<sup>th</sup> Annual General Meeting of the Shareholders of the Company held on September 29, 2017, M/s S.R. Batliboi & Co. LLP (ICAI Firm Registration Number 301003E) were appointed as Statutory Auditors of the Company from conclusion of the 9<sup>th</sup> Annual General Meeting till conclusion of 13<sup>th</sup> Annual General Meeting.

In terms of provisions of Section 139 of the Companies Act, 2013, the appointment of M/s S.R. Batliboi & Co. LLP, Chartered Accountant as Statutory Auditor for the financial year 2018-19 shall be placed for the ratification by the shareholders at the ensuing 10<sup>th</sup> Annual General Meeting of the Company. The Company has received necessary certificate from the Statutory Auditors confirming their eligibility and willingness to continue in the office of Statutory Auditors.



## **Auditors Report**

There are no qualifications/ observations or adverse remark in the Auditor's Report. The comments made by Statutory Auditors in their report for the financial year ended 31st March 2018 are self-explanatory and therefore, do not call for any further explanation or comments from the Board.

## **SECRETARIAL AUDITORS**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company appointed Mr. Sanjay Chugh, Practicing Company Secretary to act as the Secretarial Auditor of the Company for the financial year 2017-18. The Secretarial Auditor has conducted the audit of the secretarial records of the Company for the financial year under review and has also furnished the Secretarial Audit Report which is annexed as Annexure - 3 to this report.

There are no qualification, reservation or adverse remark made by Secretarial Auditor in his Report.

## **BOARD OF DIRECTORS, KEY MANAGERIAL PERSONNEL AND BOARD MEETINGS**

During the year under review, Mr. Kunal Naresh Shah resigned from the position of Director of the Company w.e.f. July 31, 2017. The appointment of Mr. Sanjay Agarwal and Mr. Rajesh Sethi as regular Directors was approved by the shareholders at the 9<sup>th</sup> Annual General Meeting of the Company held on September 29, 2018.

Pursuant to transfer of ownership and control of the Company to Axis Bank Ltd., Mr. Amit Sethi, Mr. Mohit Jain and Ms. Nithya Easwaran who were nominated by Axis Bank Ltd. were inducted on the Board as additional directors with effect from October 6, 2017. Mr. Sanjay Agarwal and Mr. Rajesh Sethi resigned from the Board of Directors of the Company from the close of the business hours of October 6, 2017.

Subsequently, Mr. Amit Sethi vacated the office of additional director from March 26, 2018. Ms. Nithya resigned from the position of additional director from the close of the business hours of March 27, 2018, however, she was appointed as Independent Director subject to the approval of shareholders for a period of 5 years effective from March 28, 2018. Mr. Jairam Sridharan was inducted on Board as additional director effective from March 27, 2018.

A proposal for the appointment of additional directors as directors liable to retire by rotation shall be placed for the approval of the shareholders at the ensuing annual general meeting for the financial year 2017-18.

The company has received declaration from Ms. Nithya Easwaran, Independent Director stating that she meets the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013.

Mrs. Abhilasha Singh was appointed as Company Secretary of the Company with effect from 1<sup>st</sup> September, 2017. Mr. Ajay Bhutani and Mr. Rahul Vermani were appointed as Chief Executive Officer and Chief Financial Officer respectively effective from October 6, 2017.

Except as mentioned above, there are no changes in the directors and key managerial personnel of the Company.





During the financial year under review, the Board of Directors met 11 times on April 28, 2017; May 18, 2017; May 31, 2017; July 27, 2017; July 31, 2017; August 31, 2017; September 7, 2017; October 6, 2017; November 17, 2017; January 16, 2018 and March 27 2018. The time gap between two meetings did not exceed 120 days. The summary of number of meetings attended by each Board Member is as under:

S.No.	Name of Director	No. of Meetings Attended
1	Mr. Kunal Naresh Shah	-
2	Mr. Sanjay Agarwal	8
3	Mr. Rajesh Sethi	8
4	Mr. Amit Sethi	3
5	Mr. Mohit Jain	4
6	Ms. Nithya Easwaran	4
7	Mr. Jairam Sridharan	1

#### **DIRECTORS' RESPONSIBILITY STATEMENT**

Pursuant to the provisions of Section 134(5) of the Companies Act 2013, and save as otherwise mentioned elsewhere in this Report, the Directors, to the best of their knowledge and belief, confirm that:

- in the preparation of the annual accounts for the year ended March 31, 2018, the applicable accounting standards, have been followed along with proper explanations relating to material departures;
- the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year i.e. March 31, 2018 and of the losses of the Company for that period;
- the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- the Directors have prepared the annual accounts of the Company on a going concern basis; and
- the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **COMPLIANCE OF SECRETARIAL STANDARDS**

Your Company has complied with the applicable Secretarial Standards SS-1 and SS-2 with respect to Board Meetings and General Meetings respectively specified by the Institute of Company Secretaries of India.

#### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:**

The details of Energy, Technology, Absorption, Foreign Exchange Earnings and Outgo are as under:





a) Conservation of Energy:

Steps taken for conservation	Since the Company is not engaged in any manufacturing activity, issues relating to conservation of energy are not relevant to its functioning. However, energy conservation receives attention at all levels. All efforts are made to conserve and optimize use of energy.
Steps taken for utilizing alternate sources of energy	
Capital investment on energy conservation equipment's	

b) Technology Absorption:

Efforts made for technology absorption	The Company has not imported technical know-how. Your Company has not established any separate R&D facilities.
Benefits derived	
Expenditure on Research & Development, if any	
Details of technology imported, if any	
Year of import	
Whether imported technology fully absorbed	
Areas where absorption of imported technology has not taken place, if any	

c) Foreign Exchange Earnings & Outgo :

Earnings	Nil
Outgo	Rs. 51,431.42

**GENERAL DISCLOSURES**

- In view of the losses incurred during the year, Board does not propose to transfer any amount to any reserves.
- The Company has not granted any loans or made investments in terms of provisions of Section 186 of the Companies Act 2013.
- The Company doesn't have any Subsidiary, Joint Venture or Associates.
- Except as mentioned as part of this Report, no material changes and commitments occurred between the end of financial year 2017-18 and the date of this report which may affect the financial position of the Company.
- The provisions related to Corporate Social Responsibility as enumerated in section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014 are not applicable on the Company.
- No significant and material order has been passed by the regulator/court/tribunal which may impact the going concern and company's operations in future.
- During the year under review, no complaint relating to sexual harassment was received by the Company.
- The Company has established process to identify, assess, monitor and mitigate key financial, operational, business & compliance risks.
- No fraud has been reported by auditors under Section 143(12) of the Companies Act, 2013
- The Company has laid down adequate internal financial controls over financial reporting to be followed by the Company and such internal financial controls were operating effectively.



**ACKNOWLEDGEMENTS AND APPRECIATION:**

The Directors wish to convey their appreciation to all the members, customers, bankers, government departments and other stakeholders of their invaluable support to Company. The Directors also wish to extend the heartiest gratitude to the employees of the Company at all levels for their hard work, dedication and commitment, which have enabled the Company to grow at an unprecedented pace.

**By order of the Board  
For Accelyst Solutions Private Limited**

  
**Mohit Jain**  
Director

  
**Jairam Sridharan**  
Director

**Date: April 19, 2018**

**Place: Gurgaon**



**Annexure I**

**FORM NO. MGT 9  
EXTRACT OF ANNUAL RETURN  
As on financial year ended on 31.03.2018**

**Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.**

**I. REGISTRATION & OTHER DETAILS:**

1.	CIN	U72900MH2008PTC185202
2.	Registration Date	29/07/2008
3.	Name of the Company	Accelyst Solutions Private Limited
4.	Category/Sub-category of the Company	Company Limited by Shares/Indian Non Government company
5.	Address of the Registered office & contact details	2 <sup>nd</sup> Floor, Unit no. 205-206, Plot no. 1 Vaibhav Chambers, Bandra Kurla Complex Mumbai 400051
6.	Whether listed company	Unlisted
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Link Intime India Private Limited C-101, 247 Park, LBS Marg, Vikhroli(West), Mumbai-400083

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)**

S.No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	In the business of online marketing and sales promotion solutions, providing facilities to recharge online prepaid, postpaid mobile phones connections, DTH connections and data cards etc.	82990	100%

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES**

S.I NO	NAME AND ADDRESS OF THE COMPANY	CIN/GLN	HOLDING/ SUBSIDIARY/ ASSOCIATE	% of shares held	Applicable Section
1	Axis Bank Ltd. Trishul, 3 <sup>rd</sup> Floor, Opp Samartheshwar Temple Law Garden, Ellisbridge, Ahmedabad 380006	65110GJ1993PLC020769	Holding Company	100%	Section 2(46) of Companies Act 2013



**IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)**

**i) Category-wise Share Holding**

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Share	Demat	Physical	Total	% of Total Share	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/HUF	-	-	-	-	-	-	-	-	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	30099837	*1	30099838	100	-	-	-	-	(-) 100%
e) Banks / FI	-	-	-	-	679682661	**1	679682662	100	(+) 100%
f) Any other	-	-	-	-	-	-	-	-	-
<b>Sub total (A)(1)</b>	<b>30099837</b>	<b>1</b>	<b>30099838</b>	<b>100</b>	<b>679682661</b>	<b>1</b>	<b>679682662</b>	<b>100</b>	<b>-</b>
<b>(2) Foreign</b>									
a) Individuals (Non - Resident Individuals/ Foreign Individuals	-	-	-	-	-	-	-	-	-
b) Bodies Corporate	-	-	-	-	-	-	-	-	--
c) Institutions	-	-	-	-	-	-	-	-	-
d) Any other (specify)	-	-	-	-	-	-	-	-	-
<b>Sub total (A)(2)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>--</b>
<b>Total Shareholding of promoter and promoter group (A) = (A)(1) + (A)(2)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>--</b>
<b>B. Public Shareholding</b>									
1. Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-





h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(1):-</b>	-	-	-	-	-	-	-	-	-	-
<b>2. Non-Institutions</b>	-	-	-	-	-	-	-	-	-	-
a) Bodies Corp.	-	-	-	-	-	-	-	-	-	-
i) Indian	-	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-	-
b) Individuals	-	-	-	-	-	-	-	-	-	-
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	-	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	-	-	-	-	-	-	-	-	-
c) Others (specify)	-	-	-	-	-	-	-	-	-	-
Non Resident Indians	-	-	-	-	-	-	-	-	-	-
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-	-
Foreign Bodies - D R	-	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(2):-</b>	-	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B)=(B)(1)+(B)(2)	-	-	-	-	-	-	-	-	-	-
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	-	-	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	30099837	1	30099838	100	679682661	1	679682662	100	--	

\* Being 1 share held by individual as nominee, the beneficial ownership for which was held by erstwhile parent company, Jasper Infotech Pvt. Ltd.

\*\* Being 1 share held by individual as nominee of Axis Bank Ltd., the holding company. The beneficial ownership of 1 share is with Axis Bank Ltd.



## (ii) Shareholding of Promoter-

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	% of Shares Pledged/encumbered to total shares	No. of Shares	% of total Shares of company	% of Shares Pledged / encumbered to total shares	
1	Jasper Infotech Pvt. Ltd.	*3,00,99,838	100	NIL	-	-	-	(-)100%
2	Axis Bank Ltd.	-	-	-	**67,96,82,662	100%	-	(+)100%

\* Including 1 share held by individual as nominee, the beneficial ownership for which was held by erstwhile parent company, Jasper Infotech Pvt. Ltd.

\*\* Including 1 share held by individual as nominee, the beneficial ownership for which is with Axis Bank Ltd, the holding company.

## (iii) Change in Promoters' Shareholding (please specify, if there is no change) -

SN	Name of shareholder	Shareholding at the beginning and at the end of the year		Change in shareholding during the year			Cumulative Shareholding during the year	
		No. of shares	% of total shares of company	Date	Reason	Increase (+)/ Decrease (-) in shareholding	No. of shares	% of total shares of company
1	<b>Jasper Infotech Private Limited</b>							
	As at 31.03.2017	*3,00,99,838	100				*3,00,99,838	100
				31.05.2017	Allotment in Rights Issue of equity Shares	(+)49,68,57,300	52,69,57,138	100
				31.07.2017	Allotment in Rights Issue of equity Shares	(+)4,27,25,524	56,96,82,662	100
				31.08.2017	Allotment in Rights Issue of equity Shares	(+)1,00,00,000	57,96,82,662	100
				06.10.2017	Transfer to Axis Bank Ltd.	(-)*57,96,82,662	-	-
	As at 31.03.2018	-	-				-	-
2	<b>Axis Bank Ltd.</b>							
	As at 31.03.2017	-	-				-	-
				06.10.2017	Transfer from Jasper Infotech Pvt. Ltd.	(+)57,96,82,662	**57,96,82,662	100
				23.11.2017	Allotment in Rights Issue of equity Shares	(+)10,00,00,000	**67,96,82,662	100
	As at 31.03.2018	**67,96,82,662	100				**67,96,82,662	100





\* Including 1 share held by individual as nominee, the beneficial ownership for which was held by erstwhile parent company, Jasper Infotech Pvt. Ltd.

\*\* Including 1 share held by individual as nominee, the beneficial ownership for which is with Axis Bank Ltd., the holding company.

**(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):**

**NOT APPLICABLE**

Sl. No.	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative shareholding during the year		Shareholding at the end of the year	
		No. of shares	% of total shares of company	No. of shares	Date of allotment. Transfer etc.	No. of shares	% of total shares of company
-	--	-	-	-	-	-	-
-	--	-	-	-	-	-	-
-	--	-	-	-	-	-	-
-	--	-	-	-	-	-	-

**(v) Shareholding of Directors and Key Managerial Personnel:**

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning and at the end of the year		Change in shareholding during the year			Cumulative Shareholding during the year	
		No. of shares	% of total shares	Date	Reason	Increase (+)/ Decrease (-) in shareholding	No. of shares	% of total shares of the company
<b>1</b>	<b>*Mr. Jairam Sridharan</b>							
	As at 31.03.2017	-	-	06.10.2017	Transfer	(+)1	*1	Negligible
	As at 31.03.2018	*1	Negligible				*1	Negligible

\* 1 share is held by Mr. Jairam Sridharan as a nominee of Axis Bank Ltd.. The beneficial ownership of said share is with Axis Bank Ltd.



**V. INDEBTEDNESS** -Indebtedness of the Company including interest outstanding/accrued but not due for payment.

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year</b>				
i) Principal Amount	-	4,343,645,315	-	4,343,645,315
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	61,62,91,499	-	61,62,91,499
<b>Total (i+ii+iii)</b>		<b>4,959,936,814</b>		<b>4,959,936,814</b>
<b>Change in Indebtedness during the financial year</b>				
• <b>Addition</b>				
Principal	-	50,45,00,000	-	50,45,00,000
Interest	-	9,40,34,823	-	9,40,34,823
• <b>Reduction</b>				
Principal	-	484,81,45,315	-	484,81,45,315
Interest	-	71,03,26,321	-	71,03,26,321
<b>Net Change</b>	-	<b>4,959,936,814</b>	-	<b>4,959,936,814</b>
<b>Indebtedness at the end of the financial year</b>				
i) Principal Amount	-	-	-	-
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	-	-	-	-

**V. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-**

A. Remuneration to Managing Director, Whole-time Directors and/or Manager: **NOT APPLICABLE**

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
1	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-
2	Stock Option	-	-
3	Sweat Equity	-	-
4	Commission - as % of profit - others, specify...	-	-
5	Others, please specify	-	-
	Total (A)		
	Ceiling as per the Act		





**B. Remuneration to other directors : NOT APPLICABLE**

SN.	Particulars of Remuneration	Name of Directors				Total Amount
		-----	----	----	---	
1	Independent Directors	-----	-----	-----	-----	---
	Fee for attending board committee meetings	-----	-----	-----	-----	---
	Commission	-----	-----	-----	-----	---
	Others, please specify	-----	-----	-----	-----	---
	Total (1)	-----	-----	-----	-----	---
2	Other Non-Executive Directors	-----	-----	-----	-----	---
	Fee for attending board committee meetings	-----	-----	-----	-----	---
	Commission	-----	-----	-----	-----	---
	Others, please specify	-----	-----	-----	-----	---
	Total (2)	-----	-----	-----	-----	---
	Total (B)=(1+2)	-----	-----	-----	-----	---
	Total Remuneration	Managerial	-----	-----	-----	---
	Overall Ceiling as per the Act	-----	-----	-----	-----	---

**C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD**

SN	Particulars of Remuneration	Key Managerial Personnel			
		Chief Executive Officer	Chief Finance Officer	Company Secretary	Total
1	Gross salary (a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961 (b) Value of perquisites u/s 17(2) Income-tax Act, 1961 (c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Rs. 28,04,277	Rs. 8,01,448	Rs.3,53,500	Rs.39,59,225
2	Stock Option	-----	-----	-----	---
3	Sweat Equity	-----	-----	-----	---
4	Commission	-----	-----	-----	---
	- as % of profit	-----	-----	-----	---
	others, specify...	-----	-----	-----	---
5	Others, please specify	Rs. 40,02,395	Rs.4,74,572	-----	Rs.44,76,967
	Total	Rs. 68,06,672	Rs.12,76,020	Rs.3,53,500	Rs.84,36,192



**VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty	-----	-----	-----	-----	-----
Punishment	-----	-----	-----	-----	-----
Compounding	-----	-----	-----	-----	-----
<b>B. DIRECTORS</b>					
Penalty	-----	-----	-----	-----	-----
Punishment	-----	-----	-----	-----	-----
Compounding	-----	-----	-----	-----	-----
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	-----	-----	-----	-----	-----
Punishment	-----	-----	-----	-----	-----
Compounding	-----	-----	-----	-----	-----

By order of the Board  
FOR Accelyst Solutions Private Limited

  
Mohit Jain  
Director

  
Jairam Sridhnan  
Director



Date: April 19, 2018  
Place: Gurgaon



## Annexure - 2

### FORM NO. AOC -2

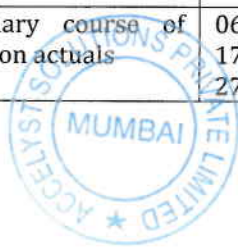
**(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014.**

Form for Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arms' length transaction under third proviso thereto.

1. Details of contracts or arrangements or transactions **not at Arm's length basis.** NOT APPLICABLE

2. Details of contracts or arrangements or transactions **at Arm's length basis.**

S. NO.	Name (s) of the related party & nature of relationship	Nature of contracts/ arrangements /transaction	Duration of the contracts/ arrangements/ transaction	Salient terms of the contracts or arrangements or transaction including the value, if any	Date of approval by the Board	Amount paid as advances, if any
1	Freecharge Payment Technologies Pvt. Ltd. – Fellow Subsidiary	Cross-charge for services e.g.: - Payroll Services - Employee Support Services, - Customer Support Services, - Professional services, - IT services, - Administrative services - Any other services	Upto 30.03.2020	- Transaction are entered in ordinary course of business and at Arm's Length. - Consideration to be charged proportionately on actuals	Not Applicable	NIL
		Right to use of office space in Mumbai, Bengaluru and Gurgaon	Bengaluru- 31.01.2020 Gurgaon- Upto 31.12.2020 Mumbai- Upto 30.04.2018	- Transaction are entered in ordinary course of business and at Arm's Length. - Consideration to be charged proportionately on actual.	Not Applicable	NIL
2	Freecharge Payment Technologies Pvt. Ltd. – Fellow Subsidiary	Payment Gateway Service Agreement	Continuous	- Transaction are entered in ordinary course of business and at Arm's Length. - TDR- 1.5% and Payment Processing and Storage Fee-0.05%	Not Applicable	NIL
3	Axis Bank Ltd. – Holding Company	Internet Payment Gateway Merchant Services	Continuous	- Transaction are entered in ordinary course of business and at Arm's Length. - Consideration to be mutually decided by the parties to transaction.	Not Applicable	NIL
		Promotion Program	Upto 02.01.2020	- Transaction are entered in ordinary course of business and at Arm's Length. - Axis Bank Ltd. to bear the 25% of cash back amount.	Not Applicable	NIL
4	Axis Bank Ltd. – Holding Company	Banking Services	Continuous	- In ordinary course of business on actuals	06.10.17 17.11.17 27.03.18	NIL



5	Axis Bank Ltd. - Holding Company	Business Correspondent	Continuous	- Transaction are entered in ordinary course of business and at Arm's Length. - Consideration to be mutually decided by the parties to transaction as per Service Level Agreements for various services.	Not Applicable	NIL
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**by order of the Board of Directors  
Accelyst Solutions Private Limited**

**Mohit Jain  
Director**

**Jairam Sridharan  
Director**



Date: April 19, 2018  
Place: Gurgaon



Sanjay Chugh  
B Com (H), F.C.S.  
Company Secretary

317, Vardhman Plaza -I,  
J Block Commercial Complex,  
Rajouri Garden,  
New Delhi-110 027  
9810770237 (M), 011-41443668

**FORM No. MR-3**  
**SECRETARIAL AUDIT REPORT**  
**For the Financial Year ended on 31st March, 2017**

(Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)

To  
The Members,

**ACCELYST SOLUTIONS PRIVATE LIMITED**  
2nd Floor, unit no. 205-206, Plot no. 1,  
Vaibhav Chambers, Bandra Kurla Complex,  
Mumbai - 400051

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **ACCELYST SOLUTIONS PRIVATE LIMITED** (hereinafter called the Company). The Company is an unlisted Deemed Public Company, limited by shares and is an Indian Non- Government Company. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering financial year ended on **March 31, 2018** ("Audit Period") complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on **March 31, 2018** according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings.



- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; *(Not applicable to the Company during the audit period)*
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015) *(Not applicable to the Company during the audit period)*
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; *(Not applicable to the Company during the audit period)*
  - (d) The Securities and Exchange Board of India (Share Based employee Benefits) Regulations, 2014; *(Not applicable to the Company during the audit period)*
  - (e) The Securities and Exchange Board of India (Issue & Listing of Debt Securities) Regulations, 2008 and Listing Agreement for Debt Securities; *(Not applicable to the Company during the audit period)*
  - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; *(Not applicable to the Company during the audit period)*
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and *(Not applicable to the Company during the audit period)*
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; *(Not applicable to the Company during the audit period)*
- vi) The Management has identified and confirmed the following law as applicable to the Company.
- a) Employee Provident Fund Act 1952
  - b) Payment of Gratuity Act, 1972

I have also examined compliance with the applicable clauses/regulations of the following:

- (1) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (2) The Listing Agreement entered into by the Company with the Stock Exchange/SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. *(Not applicable to the Company during the audit period)*



During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. as mentioned above without any material non-compliance.


I further report that,

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notices are given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and in few cases the same has been sent at shorter notice after complying the provisions and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

  
**SANJAY CHUGH**  
**COMPANY SECRETARY**  
FCS No: 3754  
C.P.NO. 3073



Place: New Delhi  
Date: April 18, 2018

Note: This report is to be read with our letter of even date which is annexed as Annexure- A and forms an integral part of this report.



Sanjay Chugh  
B Com (H), F.C.S.  
Company Secretary


317, Vardhman Plaza-4,  
J Block Commercial Complex,  
Rajouri Garden,  
New Delhi-110 027  
9810770237 (M), 011-41443668

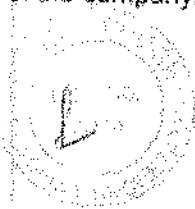
**ANNEXURE A'**

To,  
The Members,  
**ACCELYST SOLUTIONS PRIVATE LIMITED**  
2nd Floor, unit no. 205-206, Plot no. 1,  
Vaibhav Chambers, Bandra Kurla Complex,  
Mumbai - 400051

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for our opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on random test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

  
**SANJAY CHUGH**  
**COMPANY SECRETARY**  
FCS No: 3754  
C.P.NO. 3073



Place: New Delhi  
Date: April 18, 2018

**INDEPENDENT AUDITOR'S REPORT**

To the Members of Accelyst Solutions Private Limited

**Report on the Ind AS financial statements**

We have audited the accompanying Ind AS financial statements of Accelyst Solutions Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2018, the Statement of Profit and Loss, including the Statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

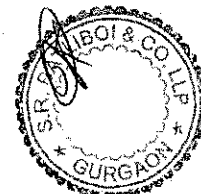
**Management's Responsibility for the Ind AS financial statements**

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 Ind AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Amendment Rules, 2016 and the Companies (Indian Accounting Standards) Amendment Rules, 2017 issued by Ministry of Company Affairs. This responsibility includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS 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 Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the rules made thereunder. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view 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 the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS financial statements.

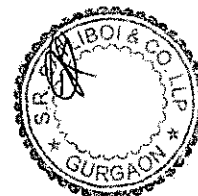


## Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Ind AS 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, of the state of affairs of the Company as at March 31, 2018, its loss including other comprehensive income and its 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 Act, we give in the Annexure I a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143 (3) of the Act, we report that:
  - (a) We have sought and 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 it appears from our examination of those books;
  - (c) The Balance Sheet, Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, and the Companies (Indian Accounting Standards) Amendment Rules, 2016 and the Companies (Indian Accounting Standards) Amendment Rules, 2017 issued by Ministry of Company Affairs.;
  - (e) On the basis of written representations received from the directors as on March 31, 2018, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 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 dated April 19, 2018 in "Annexure 2" to this report;
  - (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 and Companies (Audit and Auditors) Amendment Rules, 2017, in our opinion and to the best of our information and according to the explanations given to us:
    - i. The Company does not have any pending litigations which would impact its financial position;
    - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.





# **S.R. BATLIBOI & Co. LLP**

Chartered Accountants

- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For S.R. Batliboi & Co. LLP**

**Chartered Accountants**

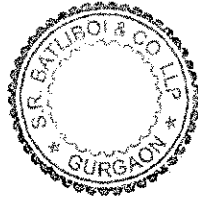
**ICAI Firm Registration Number: 301003E/E300005**

*Nilangshu Katriar*

per Nilangshu Katriar

Partner

Membership Number: 058814



Place of Signature: Gurugram

Date: April 19, 2018

# **S.R. BATLIBOI & Co. LLP**

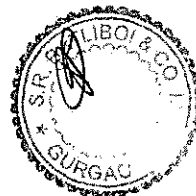
Chartered Accountants

## **Annexure 1**

**Annexure referred to in paragraph 1 of "Report on Other Legal and Regulatory Requirements" of our report of even date**

Re: Accelyst Solutions Private Limited ('the Company')

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
  - (b) Fixed assets were physically verified by the management during the year in accordance with a planned programme of verifying them once in three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
  - (c) According to the information and explanations given by the management, there are no immovable properties, included in property, plant and equipment of the Company and accordingly, the requirements under clause 3(i)(c) of the Order are not applicable to the Company and hence not commented upon.
- (ii) The Company's business does not involve inventories and, accordingly, the requirements under clause 3(ii) of the Order are not applicable to the Company and hence not commented upon.
- (iii) According to the information and explanations given by the management, the Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnership firm or other parties covered in the register maintained under Section 189 of the Companies Act, 2013. Accordingly, the provisions of clause 3(iii)(a), (b) and (c) of the Order are not applicable to the Company and hence not commented upon.
- (iv) In our opinion and according to the information and explanations given by the management, there are no loans, investments, guarantees, and securities granted in respect of which provisions of Section 185 and 186 of the Companies Act, 2013 are applicable and hence not commented upon.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable to the Company and hence not commented upon.
- (vi) To the best of our knowledge and as explained by the management, the Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the services of the Company.
- (vii)(a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education and protection fund, employees' state insurance, income-tax, sales-tax, wealth-tax, service tax, customs duty, excise duty, cess and other material statutory dues applicable to it.
  - (b) According to the information and explanations given by the management, no undisputed amounts payable in respect of provident fund, income-tax, service tax, value added tax, cess and other statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
  - (c) According to the information and explanations given by the management, there are no dues of income tax, service tax, value added tax and cess which have not been deposited on account of any dispute.
- (viii) Based on our audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we are of the opinion that the Company has not defaulted in repayment of dues to a financial institution, bank or government or dues to debenture holders.



# **S.R. BATLIBOI & Co. LLP**

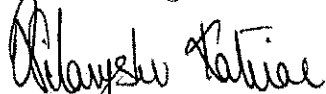
Chartered Accountants

- (ix) According to the information and explanations given by the management, the Company has not raised any money way of initial public offer / further public offer / debt instruments and term loans. Accordingly, reporting under clause 3(ix) of the Order are not applicable to the Company and hence not commented upon.
- (x) Based on our the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, we report that no fraud by the Company or no material fraud on the Company by the officers and employees of the Company has been noticed or reported during the year.
- (xi) According to the information and explanations given by the management, the provisions of Section 197 read with Schedule V of the Companies Act, 2013 is not applicable to the Company. Accordingly, reporting under clause 3(xi) of the Order are not applicable and hence not commented upon.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii) of the Order are not applicable to the Company and hence not commented upon.
- (xiii) Based on our the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, transactions with the related parties are in compliance with Section 188 of the Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards. The provisions of Section 177 the Companies Act, 2013 are not applicable to the Company and accordingly reporting under clause 3(xiii) of the Order insofar as it relates to Section 177 of the Companies Act, 2013 is not applicable to the Company and hence not commented upon.
- (xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, reporting requirements under clause 3(xiv) of the Order are not applicable to the Company and hence not commented upon.
- (xv) Based on our the audit procedures performed for the purpose of reporting the true and fair view of the financial statements and according to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in Section 192 of the Companies Act, 2013.
- (xvi) According to the information and explanations given by the management, the provisions of Section 45-1A of the Reserve Bank of India Act, 1934 are not applicable to the Company.

For S.R. Batliboi & Co. LLP

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005



per Nilangshu Katriar

Partner

Membership Number: 058814



Place of Signature: Gurugram

Date: April 19, 2018



**Annexure 2**

**Annexure to the Independent Auditor's Report of even date on the Ind AS financial statements of Accelyst Solutions Private Limited**

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

We have audited the internal financial controls over financial reporting of Accelyst Solutions Private Limited ("the Company") as of March 31, 2018 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

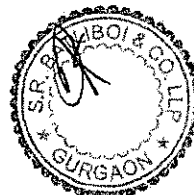
The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. 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, including adherence to the Company's policies, 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 under the Companies Act, 2013.

**Auditor's Responsibility**

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 on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls and, both issued by the Institute of Chartered Accountants of India. 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.

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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting.



### **Meaning of Internal Financial Controls Over Financial Reporting**

A 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. A 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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.

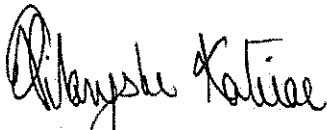
### **Opinion**

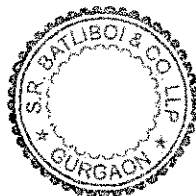
In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2018, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For S.R. Batliboi & Co. LLP**

**Chartered Accountants**

**ICAI Firm Registration Number: 301003E/E300005**

  
per Nilangshu Katriar  
Partner  
Membership Number: 058814



Place of Signature: Gurugram

Date: April 19, 2018

Accelyst Solutions Private Limited  
Balance Sheet as at March 31, 2018  
(All amounts in Rs.'000, except per share data and as stated otherwise)

	Notes	As at March 31, 2018	As at March 31, 2017
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	3	9,003	18,631
Capital work-in-progress	3	232	-
Intangible assets	4	890	1,150
Financial assets			
Other financial assets	5	-	5,968
Prepayments		34,444	194
Other non-current assets	6	551,867	457,037
<b>Total non-current assets</b>		<b>596,436</b>	<b>482,980</b>
<b>Current assets</b>			
<b>Financial assets</b>			
Investments	7	678,468	-
Trade receivables	8	2,023	103,391
Cash and cash equivalents	9	89,151	100,631
Bank balances other than above	10	1,339	150,864
Other financial assets	5	99,145	224,866
Prepayments		29,158	1,325
<b>Total current assets</b>		<b>899,284</b>	<b>581,077</b>
<b>Total assets</b>		<b>1,495,720</b>	<b>1,064,057</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Equity share capital	11	6,796,827	300,998
Other equity			
Retained earnings		(9,177,680)	(8,971,806)
Share premium	12	3,469,736	3,469,736
Contribution to equity	12	-	632,415
<b>Total equity</b>		<b>1,088,883</b>	<b>(4,568,657)</b>
<b>Non-current liabilities</b>			
Net employee defined benefit liabilities	13	2,192	2,372
<b>Total non-current liabilities</b>		<b>2,192</b>	<b>2,372</b>
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	14	-	4,959,936
Trade and other payables	15	326,877	656,744
Other financial liabilities	16	74,897	12,787
Net employee defined benefits liabilities	13	2,871	875
<b>Total current liabilities</b>		<b>404,645</b>	<b>5,630,342</b>
<b>Total liabilities</b>		<b>406,837</b>	<b>5,632,714</b>
<b>Total equity and liabilities</b>		<b>1,495,720</b>	<b>1,064,057</b>

The accompanying notes are an integral part of the financial statements.

As per our report of even date.

For S. R. Batliboi & Co. LLP  
Chartered Accountants  
ICAI Firm Registration Number: 301003E/E300005

*Nilangshu Katriar*  
per Nilangshu Katriar  
Partner  
Membership Number: 058814

Place of Signature: Gurugram  
Date: April 19, 2018



For and on behalf of the Board of Directors of  
Accelyst Solutions Private Limited

*Jairam Sridharan*  
Jairam Sridharan  
Director

*Rahul Vermani*  
Rahul Vermani  
Chief Financial Officer

*Mohit Jain*  
Mohit Jain  
Director

*Abhilasha Singh*  
Abhilasha Singh  
Company Secretary





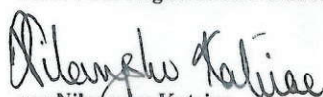
**Accelyst Solutions Private Limited**  
**Statement of Profit or Loss for the year ended March 31, 2018**  
**(All amounts in Rs.'000, except per share data and as stated otherwise)**

	Notes	For the year ended March 31, 2018	For the year ended March 31, 2017
Revenue from operations	17	167,281	393,194
Other income	18	54,996	349
Finance income	19	25,717	28,709
<b>Total income</b>		<b>247,994</b>	<b>422,252</b>
<b>Expenses</b>			
Service charges	20	273,533	538,128
Advertisement and publicity expenses	21	246,066	1,907,462
Employee benefits expense	22	185,321	206,492
Depreciation and amortization expense	23	6,807	16,295
Finance costs	24	100,863	505,975
Other expenses	25	85,702	212,775
<b>Total expenses</b>		<b>898,292</b>	<b>3,387,127</b>
<b>Loss for the year before exceptional items</b>		<b>(650,298)</b>	<b>(2,964,875)</b>
Exceptional items	26	391,425	-
<b>Loss for the year</b>		<b>(258,873)</b>	<b>(2,964,875)</b>
<b>Other comprehensive income</b>			
Other comprehensive income not to be reclassified to profit or loss in subsequent years:			
Re-measurement gain/(loss) on defined benefit plans		(572)	2,345
<b>Other comprehensive income for the year, net of tax</b>		<b>(572)</b>	<b>2,345</b>
<b>Total comprehensive loss for the year, net of tax</b>		<b>(259,445)</b>	<b>(2,962,530)</b>
Loss per equity share [nominal value per equity share Rs.10] (March 31, 2017: Rs 10)			
Basic and diluted computed on the basis of loss for the year attributable to equity holders of the Company (Rs.)	27	(0.50)	(0.33)

The accompanying notes are an integral part of the financial statements.

As per our report of even date.

For S. R. Batliboi & Co. LLP  
Chartered Accountants  
ICAI Firm Registration Number: 301003E/E300005

  
per Nilangshu Katriar  
Partner  
Membership Number: 058814



Place of Signature: Gurugram  
Date: April 19, 2018

For and on behalf of the Board of Directors of  
Accelyst Solutions Private Limited

  
Jairam Sridharan  
Director

  
Rahul Vermani  
Chief Financial Officer

  
Mohit Jain  
Director

  
Abhilasha Singh  
Company Secretary



Accelyst Solutions Private Limited  
Cash Flow Statement for the year ended March 31, 2018  
(All amounts in Rs.'000, except per share data and as stated otherwise)

	For the year ended March 31, 2018	For the year ended March 31, 2017
<b>Cash flows from operating activities</b>		
Loss for the year	(259,445)	(2,964,875)
Adjustment related to		
Depreciation of property, plant and equipment	6,547	14,831
Amortisation of intangible assets	260	1,464
Loss on sale / writeoff of fixed assets	2,753	289
Impairment of fixed assets	128	-
Finance costs	100,757	505,139
Share-based payment expense	85,595	39,199
Gain on sale of current investments	(10,112)	(3,937)
Mark to market gain on current investment	(13,271)	-
Unwinding of discount on financial assets at amortised cost	(382)	(4,340)
Liabilities no longer required written back	(54,889)	-
Liability no longer required written back on account of settlement with group companies	(391,425)	-
Interest income on bank deposits	(1,952)	(20,432)
<b>Operating flow before working capital changes</b>	<b>(535,436)</b>	<b>(2,432,662)</b>
<b>Adjustment for change in working capital:</b>		
(Increase) / decrease in trade receivables	101,367	(91,571)
Decrease in financial assets	41,502	32,564
(Increase) / decrease in prepayments	(62,082)	15,536
Increase / (decrease) in trade and other payables	(547,993)	29,764
Increase / (decrease) in net employee defined benefits liabilities	1,817	(20,877)
Increase in financial liabilities	62,111	4,802
<b>Cash used in operations</b>	<b>(938,714)</b>	<b>(2,462,444)</b>
Income taxes paid (net of refunds)	(4,260)	(15,039)
<b>Net cash used in operating activities (A)</b>	<b>(942,974)</b>	<b>(2,477,483)</b>
<b>Cash flows from investing activities</b>		
(Purchase) / Sale of property, plant and equipment (net)	(32)	36,463
Interest income on bank deposits	1,952	20,432
Redemption of bank deposits (having original maturity of more than three months)	149,524	177,442
(Purchase) / redemption of current investments (net)	(655,085)	114,039
<b>Net cash used in investing activities (B)</b>	<b>(503,641)</b>	<b>348,376</b>
<b>Cash flows from financing activities</b>		
Proceeds / (Repayment) of short-term borrowings (net)	(4,959,936)	2,402,063
Repayment of issue of equity component of non-cumulative compulsorily convertible debentures	-	(3,620,636)
Proceeds from issue of equity share capital	6,495,829	3,770,635
Interest paid	(100,757)	(505,139)
<b>Net cash flow from financing activities (C)</b>	<b>1,435,135</b>	<b>2,046,923</b>
<b>Net decrease in cash and cash equivalents (A+B+C)</b>	<b>(11,480)</b>	<b>(82,184)</b>
Cash and cash equivalents at the beginning of the year	100,631	182,815
<b>Cash and cash equivalents at the end of the year</b>	<b>89,152</b>	<b>100,631</b>

The accompanying notes are an integral part of the financial statements.

- The above cash flow statement has been prepared under the 'Indirect Method' as set out in the Ind AS 7 on Cash Flow Statements notified under the Companies (Indian Accounting Standards) Rules, 2015, the Companies (Indian Accounting Standards) Amendment Rules, 2016 as notified by Ministry of Corporate Affairs and Companies (Indian Accounting Standards) Amendment Rules, 2017.
- The above cash flow statement has been compiled from and is based on the Balance Sheet as at March 31, 2018 and the related Statement of Profit and Loss for the year ended on that date.
- Figures in brackets indicates cash outflow.
- Previous year figures have been regrouped and reclassified wherever necessary to conform to the current period classification.

As per our report of even date.

For S. R. Batliboi & Co. LLP  
Chartered Accountants  
CAI Firm Registration Number: 301003E/E300005

*Nilangshu Katrial*  
per Nilangshu Katrial  
Partner  
Membership Number: 058814

Place of Signature: Gurugram  
Date: April 19, 2018



For and on behalf of the Board of Directors of  
Accelyst Solutions Private Limited

*Jairam Sridharan*  
Jairam Sridharan  
Director

*Mohit Jain*  
Mohit Jain  
Director

*Rahul Verma*  
Rahul Verma  
Chief Financial Officer

*Abhilasha Singh*  
Abhilasha Singh  
Company Secretary





Accelyst Solutions Private Limited  
Statement of Changes in Equity for the year ended March 31, 2018  
(All amounts in Rs: '000, except per share data and as stated otherwise)

	Number of shares		Amount	
	100,000	100		
<b>a. Equity share capital:</b>				
As at April 1, 2016				
Equity shares of Rs.10 each issued, subscribed and fully paid				
Issue of share capital during the year (refer note 11)	300,898,380	300,898	300,898	
As at March 31, 2017	300,998,380	300,998	300,998	
Issue of share capital during the year (refer note 11)	6,495,828,740	6,495,829	6,495,829	
As at March 31, 2018	6,796,827,120	6,796,827	6,796,827	
<b>b. Other equity:</b>				
	<b>Equity component of non-cumulative compulsorily convertible debentures (refer note 12)</b>	<b>Reserves and Surplus</b>	<b>Contribution to equity</b>	
		<b>Securities premium (refer note 12)</b>	<b>Other capital reserves (refer note 12)</b>	
		<b>Retained earnings</b>		
			<b>Total equity</b>	
As at April 1, 2016	3,620,636	-	593,215	(1,795,425)
Loss for the year	-	-	(2,964,875)	(2,964,875)
Re-measurement gain on defined benefit plans	-	-	2,345	2,345
<b>Total comprehensive income / (loss)</b>			<b>(2,962,530)</b>	<b>(2,962,530)</b>
Conversion of debentures into equity shares (refer note 12)	(3,620,636)	-	-	(3,620,636)
Issue of share capital (refer note 12)	-	3,469,736	-	3,469,736
Share based compensation (refer note 12)	-	-	39,199	39,199
As at March 31, 2017	-	3,469,736	632,415	(4,869,655)
Shared based compensation of previous year	-	-	53,571	-
Loss for the year	-	-	(258,873)	(258,873)
Re-measurement loss on defined benefit plans	-	-	(572)	(572)
<b>Total comprehensive income / (loss)</b>			<b>(205,874)</b>	<b>(259,445)</b>
Share based compensation (refer note 22)	-	-	85,595	85,595
Payment of amount against contribution to equity	-	-	(273,024)	(273,024)
Amount written off on account of settlement with group companies	-	-	(391,415)	(391,415)
As at March 31, 2018	-	3,469,736	(9,177,680)	(5,707,944)

For S. R. Batliboi & Co. LLP  
Chartered Accountants  
ICAI Firm Registration Number: 301003E/E300005

*Nilangsha Katriar*  
per Nilangsha Katriar  
Partner  
Membership Number: 058814

Place of Signature: Gurugram  
Date: April 19, 2018

For and on behalf of the Board of Directors of  
Accelyst Solutions Private Limited

*Jairam Sridharan*  
Director

*Rahul Verma*  
Chief Financial Officer

*M. J. Patil*  
Member  
Director

*Abhilasha Singh*  
Company Secretary



**Accelyst Solutions Private Limited**

**Notes to the financial statements**

(All amounts in Rs.'000, except per share data and as stated otherwise)

**1. Corporate information**

Accelyst Solutions Private Limited ("the Company") was incorporated in India on July 29, 2008 with the main objective to provide sales promotion techniques, solutions and services to retailers and manufacturers in India and abroad, through internet, web and on-line electronic media. The Company owns and operates a web and mobile based recharge platform called Freecharge which enables users to recharge mobile talktime, pay mobile bills, utility bills, data cards, direct to home (DTH) recharge and metro bills etc.

**2.0 Significant accounting policies**

**2.1 Basis of preparation**

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 read together with the Companies (Indian Accounting Standards) Rules, 2015, Companies (Indian Accounting Standards) Rules, 2016 and the Companies (Indian Accounting Standards) Amendment Rules, 2017 issued by Ministry of Company Affairs.

The financial statements have been prepared on a historical cost basis, except for the following assets and liabilities which have been measured at fair value or revalued amount:

- Certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments).

The financial statement has been presented in Indian Rupees to nearest thousand (Rs.'000), except as stated otherwise.

**2.2 Summary of significant accounting policies**

**a. Current versus non-current classification**

The Company presents assets and liabilities in the balance sheet based on current / non-current classification. An asset is treated as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

The Company classifies all other liabilities as non-current.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

**b. Foreign currencies**

The Company's financial statements are presented in INR, which is also the Company's functional currency.

**Transactions and balances**

Transactions in foreign currencies are initially recorded by the Company at the spot rates at the date the transaction first qualifies for recognition. However, for practical reasons, the Company uses an average rate if the average approximates the actual rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

Exchange differences arising on settlement or translation of monetary items are recognised in statement of profit or loss with the exception of the following:

- Exchange differences arising on monetary items that forms part of a reporting entity's net investment in a foreign operation are recognised in profit or loss in the separate financial statements of the reporting entity or the individual financial statements of the foreign operation, as appropriate. In the financial statements that include the foreign operation and the reporting entity (e.g., consolidated financial statements when the foreign operation is a subsidiary), such exchange differences are recognised initially in OCI. These exchange differences are reclassified from equity to profit or loss on disposal of the net investment.





**Accelyst Solutions Private Limited**  
**Notes to the financial statements**  
**(All amounts in Rs.'000, except per share data and as stated otherwise)**

- Exchange differences arising on monetary items that are designated as part of the hedge of the Company's net investment of a foreign operation. These are recognised in OCI until the net investment is disposed of, at which time, the cumulative amount is reclassified to profit or loss.
- Tax charges and credits attributable to exchange differences on those monetary items are also recorded in OCI.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in other comprehensive income ('OCI') or statement of profit or loss are also recognised in OCI or statement of profit or loss, respectively).

**c. Fair value measurement**

The Company measures financial instruments, such as, derivatives / investments at fair value at each balance sheet date. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

External valuers are involved for valuation of significant assets, such as properties and unquoted financial assets, and significant liabilities, such as contingent consideration.

**d. Revenue recognition**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractual defined terms of payment and excluding taxes or duties collected on behalf of government. The following specific recognition criteria must also be met before revenue is recognized:

**Revenue from commission fees**

Revenues from operating an internet portal providing recharge and bill payment services are recognised upon successful recharge / payment confirmation for the transactions executed. The Company collects taxes on behalf of the government and, therefore, these are not economic benefits flowing to the Company. Hence, they are excluded from revenue.

**Other operating revenue**

Revenues from ancillary activities e.g. freefund code generation fees, convenience fee, sale of coupons and vendor's application installation etc. is recognised upon rendering of services. Upon expiry of validity of freefund codes sold by company, income is recognised to the extent of value of such codes.

**Interest**

For all debt instruments measured either at amortised cost or at fair value through other comprehensive income, interest income is recorded using the effective interest rate (EIR). EIR is the rate that exactly discounts the estimated future cash payments or receipts over the expected life of the financial instrument or a shorter period, where appropriate, to the gross carrying amount of the financial asset or the amortised cost of a financial liability. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses. Interest income is included in finance income in the statement of profit or loss.





**Accelyst Solutions Private Limited**  
**Notes to the financial statements**  
**(All amounts in Rs.'000, except per share data and as stated otherwise)**

**Unbilled revenue**

Receivables are generally carried at the original invoiced amount, less an allowance for doubtful receivables where there is objective evidence that balances will not be recovered in full. Unbilled receivables is recognised to the extent for the services not billed at the reporting date.

**e. Taxes**

**Current income tax**

Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the Company operates. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

**Deferred tax**

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- In respect of taxable temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except:

- When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- In respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Tax benefits acquired as part of a business combination, but not satisfying the criteria for separate recognition at that date, are recognised subsequently if new information about facts and circumstances change. Acquired deferred tax benefits recognised within the measurement period reduce goodwill related to that acquisition if they result from new information obtained about facts and circumstances existing at the acquisition date. If the carrying amount of goodwill is zero, any remaining deferred tax benefits are recognised in OCI/ capital reserve depending on the principle explained for bargain purchase gains. All other acquired tax benefits realised are recognised in statement of profit or loss.

**f. Property, plant and equipment**

Property, plant and equipment and capital work in progress are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Such cost includes the cost of replacing part of the property, plant and equipment and borrowing costs if the recognition criteria are met. When significant parts of property, plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the property, plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in statement of profit or loss as incurred.





**Accelyst Solutions Private Limited**  
**Notes to the financial statements**  
**(All amounts in Rs.'000, except per share data and as stated otherwise)**

Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets as follows:

Category of assets	Estimated useful life
Computers	3 - 6 years
Office machinery and equipments	5 years
Furniture and fittings	10 years

Depreciation on assets purchased during the period is provided on pro rata basis from the date of purchase of fixed assets.

Leasehold Improvements are amortised on a straight line basis over the lower of lease term or useful life of the respective assets.

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit or loss when the asset is derecognised.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

**g. Intangible assets**

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is their fair value at the date of acquisition. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles, excluding capitalised development costs, are not capitalised and the related expenditure is reflected in statement of profit or loss in the period in which the expenditure is incurred.

The useful lives of intangible assets are assessed as either finite or indefinite.

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates. The amortisation expense on intangible assets with finite lives is recognised in the statement of profit or loss unless such expenditure forms part of carrying value of another asset.

Intangible assets with indefinite useful lives are not amortised, but are tested for impairment annually, either individually or at the cash-generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit or loss when the asset is derecognised.

**h. Borrowing costs**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

**i. Leases**

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease. The arrangement is, or contains, a lease if fulfilment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

For arrangements entered into prior to April 1, 2015, the Company has determined whether the arrangement contain lease on the basis of facts and circumstances existing on the date of transition.

**Company as a lessee**

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease.

Finance leases are capitalised at the commencement of the lease at the inception date fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in finance costs in the statement of profit or loss, unless they are directly attributable to qualifying assets, in which case they are capitalized in accordance with the Company's general policy on the borrowing costs (See note 2.2.h). Contingent rentals are recognised as expenses in the periods in which they are incurred.

A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Operating lease payments are recognised as an expense in the statement of profit or loss on a straight-line basis over the lease term





**j. Impairment of non-financial assets**

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's ("CGU") fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or Companies of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

The Company bases its impairment calculation on detailed budgets and forecast calculations, which are prepared separately for each of the Company's CGUs to which the individual assets are allocated. These budgets and forecast calculations generally cover a period of five years. For longer periods, a long-term growth rate is calculated and applied to project future cash flows after the fifth year. To estimate cash flow projections beyond periods covered by the most recent budgets/forecasts, the Company extrapolates cash flow projections in the budget using a steady or declining growth rate for subsequent years, unless an increasing rate can be justified. In any case, this growth rate does not exceed the long-term average growth rate for the products, industries, or country or countries in which the entity operates, or for the market in which the asset is used.

Impairment losses of continuing operations are recognised in the statement of profit or loss, except for properties previously revalued with the revaluation surplus taken to OCI. For such properties, the impairment is recognised in OCI up to the amount of any previous revaluation surplus.

For assets an assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit or loss unless the asset is carried at a revalued amount, in which case, the reversal is treated as a revaluation increase.

**k. Provisions**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit or loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

**l. Retirement and other employee benefits**

Retirement benefit in the form of provident fund is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognizes contribution payable to the provident fund scheme as an expense, when an employee renders the related service. If the contribution payable to the scheme for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

In accordance with Indian law, the Company provides for gratuity, a defined benefit retirement plan (the "Gratuity Plan") covering all employees. The Gratuity Plan provides a lump sum payment to vested employees on retirement or on termination of employment for an amount based on the respective employee's salary and the years of employment with the Company.

The cost of providing benefits under the defined benefit plan is determined using the projected unit credit method based on an actuarial valuation performed by an independent actuary.

Remeasurements, comprising of actuarial gains and losses, excluding amounts included in net interest on the net defined benefit liability, are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to statement of profit or loss in subsequent periods.

Past service costs are recognised in statement of profit or loss on the earlier of:

- The date of the plan amendment or curtailment, and
- The date that the Company recognises related restructuring costs

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognises the following changes in the net defined benefit obligation as an expense in the statement of profit or loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non routine settlements; and
- Net interest expense or income





**m. Share-based payments**

Certain employees of the Company are entitled to shares of Jasper Infotech Private Limited, former holding company (wef Jan 23, 2017), upon the exercise of stock options which are granted under the stock incentive plan. The cost related to such grants is raised as a charge by Jasper Infotech Private Limited on the Company.

**n. Financial instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

**Financial assets**

**Initial recognition and measurement**

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

**Subsequent measurement**

For purposes of subsequent measurement, financial assets are classified in four categories:

- Debt instruments at amortised cost
- Debt instruments at fair value through other comprehensive income (FVTOCI)
- Debt instruments, derivatives and equity instruments at fair value through profit or loss (FVTPL)
- Equity instruments measured at fair value through other comprehensive income (FVTOCI)

**Debt instruments at amortised cost**

A 'debt instrument' is measured at the amortised cost if both the following conditions are met:

- a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the profit or loss. The losses arising from impairment are recognised in the profit or loss. This category generally applies to trade and other receivables.

**Debt instrument at FVTOCI**

A 'debt instrument' is classified as at the FVTOCI if both of the following criteria are met:

- a) The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
- b) The asset's contractual cash flows represent SPPI.

Debt instruments included within the FVTOCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in the OCI. However, the Company recognizes interest income, impairment losses & reversals and foreign exchange gain or loss in the statement of profit or loss. On derecognition of the asset, cumulative gain or loss previously recognised in OCI is reclassified from the equity to statement of profit or loss. Interest earned whilst holding FVTOCI debt instrument is reported as interest income using the EIR method.

**Debt instrument at FVTPL**

FVTPL is a residual category for debt instruments. Any debt instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL.

In addition, the Company may elect to designate a debt instrument, which otherwise meets amortized cost or FVTOCI criteria, as at FVTPL. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch'). The Company has not designated any debt instrument as at FVTPL.

Debt instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit or loss.

**Equity investments**

All equity investments in scope of Ind AS 109 are measured at fair value. Equity instruments which are held for trading and contingent consideration recognised by an acquirer in a business combination to which Ind AS103 applies are classified as at FVTPL. For all other equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument-by- instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVTOCI, then all fair value changes on the instrument, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to statement of profit or loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity.

Equity instruments included within the FVTPL category are measured at fair value with all changes recognized in the statement of profit or loss.

**Derecognition**

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognised (i.e. removed from the Company's balance sheet) when:

- The rights to receive cash flows from the asset have expired, or
- The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.





**Accelyst Solutions Private Limited**

**Notes to the financial statements**

(All amounts in Rs.'000, except per share data and as stated otherwise)

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

**Impairment of financial assets**

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are measured at amortised cost e.g., loans, deposits, trade receivables and bank balance
- b) Available for sale financial assets
- c) Lease receivables under Ind AS 17
- d) Trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 18

The Company follows 'simplified approach' for recognition of impairment loss allowance on:

- Trade receivables or contract revenue receivables; and
- All lease receivables resulting from transactions within the scope of Ind AS 17

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

ECL is 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 entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider:

- All contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument
- Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/ expense in the statement of profit or loss. This amount is reflected under the head 'other expenses' in the statement of profit or loss. The balance sheet presentation for various financial instruments is described below:

- Financial assets measured as at amortised cost, contractual revenue receivables and lease receivables: ECL is presented as an allowance, i.e., as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the Company does not reduce impairment allowance from the gross carrying amount.
- Available for sale financial assets: Since financial assets are already reflected at fair value, impairment allowance is not further reduced from its value. Rather, ECL amount is presented as 'accumulated impairment amount' in the OCI.

For assessing increase in credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

The Company does not have any purchased or originated credit-impaired (POCI) financial assets, i.e., financial assets which are credit impaired on purchase/ origination.





#### Financial liabilities

##### Initial recognition and measurement

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts and derivative financial instruments.

##### Subsequent measurement

The measurement of financial liabilities depends on their classification, as described below:

##### Financial liabilities at fair value through profit or loss.

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognised in the statement of profit or loss.

Financial liabilities designated upon initial recognition at fair value through profit or loss are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risk are recognized in OCI. These gains/ loss are not subsequently transferred to statement of profit or loss. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the statement of profit or loss. The Company has not designated any financial liability as at fair value through profit and loss.

##### Loans and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in statement of profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit or loss.

##### Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

##### Embedded derivatives

An embedded derivative is a component of a hybrid (combined) instrument that also includes a non-derivative host contract – with the effect that some of the cash flows of the combined instrument vary in a way similar to a standalone derivative. An embedded derivative causes some or all of the cash flows that otherwise would be required by the contract to be modified according to a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index, or other variable, provided in the case of a non-financial variable that the variable is not specific to a party to the contract. Reassessment only occurs if there is either a change in the terms of the contract that significantly modifies the cash flows that would otherwise be required or a reclassification of a financial asset out of the fair value through profit or loss.

If the hybrid contract contains a host that is a financial asset within the scope of Ind AS 109, the Company does not separate embedded derivatives. Rather, it applies the classification requirements contained in Ind AS 109 to the entire hybrid contract. Derivatives embedded in all other host contracts are accounted for as separate derivatives and recorded at fair value if their economic characteristics and risks are not closely related to those of the host contracts and the host contracts are not held for trading or designated at fair value through profit or loss. These embedded derivatives are measured at fair value with changes in fair value recognised in statement of profit or loss, unless designated as effective hedging instruments.

##### Reclassification of financial assets

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such changes are evident to external parties. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.



**Accelyst Solutions Private Limited**

**Notes to the financial statements**

(All amounts in Rs.'000, except per share data and as stated otherwise)

**Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the consolidated balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

**o. Cash and cash equivalents**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

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Accelyst Solutions Private Limited  
Notes to the financial statements  
(All amounts in Rs.'000, except per share data and as stated otherwise)

3. Property, plant and equipment

	Leasehold improvements	Computers	Office machinery and equipments	Furniture and fittings	Total
<b>Cost</b>					
At April 1, 2016	38,897	42,702	8,073	6,886	96,558
Additions	642	814	142	-	1,598
Disposals / adjustments*	(34,098)	(19,789)	(16)	(120)	(54,023)
At March 31, 2017	5,441	23,727	8,199	6,766	44,133
Additions	-	-	-	-	-
Disposals / adjustments*	(5,441)	(1,967)	(1,759)	(902)	(10,069)
At March 31, 2018	-	21,760	6,440	5,864	34,064
<b>Depreciation</b>					
At April 1, 2016	6,449	17,109	2,038	749	26,345
Charge for the year	4,166	8,365	1,618	682	14,831
Disposals / adjustments*	(7,740)	(7,897)	(15)	(22)	(15,674)
At March 31, 2017	2,875	17,577	3,641	1,409	25,502
Charge for the period	952	3,654	1,316	625	6,547
Disposals / adjustments*	(3,827)	(1,821)	(1,103)	(365)	(7,116)
Impairment of property, plant and equipment	-	128	-	-	128
At March 31, 2018	-	19,538	3,854	1,669	25,061
<b>Net book value</b>					
At April 1, 2016	32,448	25,593	6,035	6,137	70,213
At March 31, 2017	2,566	6,150	4,558	5,357	18,631
At March 31, 2018	-	2,222	2,586	4,195	9,003
<b>Net book value</b>					
Property, plant and equipment					March 31, 2018
Capital work-in-progress					March 31, 2017
					9,003
					18,631
					232
					-

\*adjustments on account of assets written off during the year.

Disposals of property, plant and equipment includes disposal made to related party amounting to Rs. Nil (March 31, 2017 : Rs 38,642) (refer note 34)

During the year ended March 31, 2018, the impairment loss of Rs 128 represented the written down value of certain computers to the recoverable amount as a result of technological obsolescence. This was recognised in the statement of profit and loss. The recoverable value of Rs 9,003 is based on value in use.



Accelyst Solutions Private Limited  
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4. Intangible assets	Software	Domain name	Total
<b>Cost</b>			
At April 1, 2016	9,540	2,605	12,145
Additions	-	-	-
Disposals	-	-	-
At March 31, 2017	9,540	2,605	12,145
Additions	-	-	-
Disposals	-	-	-
At March 31, 2018	9,540	2,605	12,145
<b>Depreciation</b>			
At April 1, 2016	8,337	1,194	9,531
Charge for the year	1,203	261	1,464
Disposals	-	-	-
At March 31, 2017	9,540	1,455	10,995
Charge for the period	-	260	260
At March 31, 2018	9,540	1,715	11,255
<b>Net book value</b>			
At March 31, 2017	-	1,150	1,150
At March 31, 2018	-	890	890
<b>Net book value</b>			
Intangible assets	March 31, 2018	March 31, 2017	1,150
	890		



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Accelyst Solutions Private Limited

Notes to the financial statements

(All amounts in Rs.'000, except per share data and as stated otherwise)

5. Other financial assets

	As at March 31, 2018	As at March 31, 2017
<b>Other financial assets</b>		
<b>Unsecured, considered good unless stated otherwise</b>		
Security deposits	98	6,170
Interest accrued on term deposits	-	3,277
Advances recoverable in cash or kind	39,667	193,631
Accrued Income	-	883
Restricted cash held in separate accounts	46,017	-
Receivable from related parties others (refer note 34)	13,363	26,873
<b>Total other financial assets</b>	<b>99,145</b>	<b>230,834</b>
Current	99,145	224,866
Non-current	-	5,968
<b>Total other financial assets</b>	<b>99,145</b>	<b>230,834</b>

6. Other assets

	As at March 31, 2018	As at March 31, 2017
<b>Other assets</b>		
Advance income-tax	76,523	72,263
Balances with statutory/government authorities	475,344	384,774
<b>Total other assets</b>	<b>551,867</b>	<b>457,037</b>
Current	-	-
Non-current	551,867	457,037
<b>Total other assets</b>	<b>551,867</b>	<b>457,037</b>

7. Investments

	As at March 31, 2018	As at March 31, 2017
<b>Investments</b>		
<b>Investments at fair value through profit &amp; loss (fully paid)</b>		
<b>Unquoted mutual funds</b>		
93,511 units (March 31, 2017: Nil units) of Axis Liquid Fund	180,245	-
181,941 units (March 31, 2017: Nil units) of Tata Money Market Fund Plan	498,223	-
<b>Total investments at fair value through profit &amp; loss</b>	<b>678,468</b>	<b>-</b>
Current	678,468	-
Non-current	-	-
<b>Total investments</b>	<b>678,468</b>	<b>-</b>



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Accelyst Solutions Private Limited

Notes to the financial statements

(All amounts in Rs.'000, except per share data and as stated otherwise)

8. Trade receivables

	As at March 31, 2018	As at March 31, 2017
<b>Trade receivables</b>		
Trade receivables	3,604	100,671
Receivable from related parties (refer note 34)	-	5,274
<b>Total trade receivables</b>	<b>3,604</b>	<b>105,944</b>
<b>Impairment Allowance (allowance for bad and doubtful debts)</b>		
Doubtful	(1,581)	(2,553)
<b>Total</b>	<b>(1,581)</b>	<b>(2,553)</b>
<b>Total trade receivable</b>	<b>2,023</b>	<b>103,391</b>
Current	2,023	103,391
Non-current	-	-
<b>Total trade receivable</b>	<b>2,023</b>	<b>103,391</b>

No trade or other receivable are due from directors or other officers of the company either severally or jointly with any other person.

Trade receivables are non-interest bearing and are generally on terms of 30 to 90 days. For terms and conditions relating to related party receivables (refer note 34).

9. Cash and cash equivalents

	As at March 31, 2018	As at March 31, 2017
<b>Cash and cash equivalents</b>		
Balances with banks:		
– On current accounts	1,705	93,030
– On current accounts with related parties (refer note 34)	87,446	7,601
<b>Total cash and cash equivalents</b>	<b>89,151</b>	<b>100,631</b>

10. Bank Balances other than above

	As at March 31, 2018	As at March 31, 2017
<b>Bank Balances other than above</b>		
Margin money deposit*	1,339	150,864
<b>Total bank balance other than above</b>	<b>1,339</b>	<b>150,864</b>

\* Margin money deposit with a carrying amount of Rs. 1,339 (March 31, 2017: Rs 1,170) is given to secure corporate credit card limit from a bank and Rs Nil (March 31, 2017: Rs 149,694) is given as bank guarantee to Board of Control for Cricket in India



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Accelyst Solutions Private Limited  
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(All amounts in Rs.'000, except per share data and as stated otherwise)

11. Share capital

	March 31, 2018 Amount	March 31, 2017 Amount
Authorized shares 10,000,000 (March 31, 2017: 320,000) equity shares of Rs.10 each	10,000,000	320,000

During the year ended March 31, 2018, the authorised share capital has been increased by Rs. 9,680,000 i.e 968,000,000 number of equity shares of Rs.10 each.

Issued, subscribed and fully paid-up shares

679,682,662 (March 31, 2017: 30,099,838) equity shares of Rs.10 each fully paid-up	6,796,827	300,998
<b>Total issued, subscribed and fully paid-up share capital</b>	<b>6,796,827</b>	<b>300,998</b>

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting year

	March 31, 2018		March 31, 2017	
	Number of shares	Amount	Number of shares	Amount
At the beginning of the year	30,099,838	300,998	10,000	100
Issued during the year	649,582,824	6,495,829	30,089,838	300,898
<b>Outstanding at the end of the year</b>	<b>679,682,662</b>	<b>6,796,827</b>	<b>30,099,838</b>	<b>300,998</b>

(b) Terms / rights attached to equity shares

The Company has only one class of equity shares having par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(c) Shares held by holding / ultimate holding company and / or their subsidiaries / associates

Out of equity shares issued by the Company, shares held by its holding company, ultimate holding company and their subsidiaries / associates are as below:

	March 31, 2018 Amount	March 31, 2017 Amount
Axis Bank Limited, holding company (w.e.f. 07 October, 2017)	6,796,827	-

679,682,662 (March 31, 2017: Nil) equity shares of Rs.10 each fully paid-up

Jasper Infotech Private Limited, holding company (upto 06 October, 2017)

Nil (March 31, 2017: 30,099,838) equity shares of Rs.10 each fully paid-up

(d) Details of shareholders holding more than 5% shares in the Company

	March 31, 2018		March 31, 2017	
	Number of shares	Holding percentage	Number of shares	Holding percentage
Axis Bank Limited, holding company (w.e.f. 07 October, 2017)	679,682,662	100%	-	-
Jasper Infotech Private Limited, holding company (upto 06 October, 2017)	-	-	30,099,838	100.00%

As per records of the Company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.



**Accelyst Solutions Private Limited**

**Notes to the financial statements**

(All amounts in Rs.'000, except per share data and as stated otherwise)

**12. Other equity**

	Amount
<b>Equity component of non-cumulative compulsorily convertible debentures</b>	
As at April 1, 2016	3,620,636
Conversion of debentures into equity shares	(3,620,636)
As at March 31, 2017	-
Conversion of debentures into equity shares	-
As at March 31, 2018	-

	Amount
<b>Share premium</b>	
As at April 1, 2016	-
Increase because of issuance of share capital	3,469,736
As at March 31, 2017	3,469,736
Increase because of issuance of share capital	-
As at March 31, 2018	3,469,736

**Share option schemes /SBP reserve**

The Company had share option schemes under which options to subscribe for the holding company's shares have been granted to certain executives and employees.

The share-based payment reserve is used to recognise the value of equity-settled share-based payments provided to employees, including key management personnel, as part of their remuneration.

**Share based payments**

	Amount
As at April 1, 2016	593,216
Add: Compensation options granted during the year	39,199
As at March 31, 2017	632,415
Less: Shared based compensation of previous year	(53,571)
Add: Compensation options granted during the year (refer note 22)	85,595
Less: Payment of amount against contribution to equity	(273,024)
Less: Amount written off on account of settlement with holding company (refer note 26)	(391,415)
As at March 31, 2018	-

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13. Net employee defined benefit liabilities

	As at March 31, 2018	As at March 31, 2017
Provision for gratuity	2,591	2,589
Provision for compensated absences	2,472	658
<b>Total net employee defined benefit liabilities</b>	<b>5,063</b>	<b>3,247</b>
Current	2,871	875
Non-current	2,192	2,372
<b>Total net employee defined benefit liabilities</b>	<b>5,063</b>	<b>3,247</b>

In accordance with applicable Indian laws, the Company provides for gratuity, a defined benefit retirement plan ("the Gratuity Plan") covering eligible employees. The Gratuity Plan provides for a lump sum payment to vested employees on retirement (subject to completion of five years of continuous employment), death, incapacitation or termination of employment of amounts that are based on salary and tenure of employment. Liabilities with regard to the Gratuity Plan are determined by actuarial valuation on the reporting date.

The following tables summarises the components of net benefit expense recognised in the income statement and the funded status and amounts recognised in the balance sheet for the plan:

	As at March 31, 2018	As at March 31, 2017
Current service cost	543	757
Interest cost on benefit obligation	170	836
<b>Net benefit expense</b>	<b>713</b>	<b>1,593</b>

Changes in the present value of the defined benefit obligation are, as follows :

	Amount
<b>Defined benefit obligation at April 1, 2016</b>	<b>10,559</b>
Current Service cost	757
Interest cost on benefit obligation	836
Benefits paid	-
Acquisition	(7,218)
Actuarial gains on obligation	(2,345)
<b>Defined benefit obligation at March 31, 2017</b>	<b>2,589</b>
Current service cost	543
Past service cost	279
Interest cost on benefit obligation	170
Acquisition	(8)
Benefits paid	(1,553)
Actuarial losses on obligation	572
<b>Defined benefit obligation at March 31, 2018</b>	<b>2,592</b>

The principal actuarial assumptions used in determining gratuity benefit obligations for the Company's plans are shown below:

	As at March 31, 2018	As at March 31, 2017
Discount rate	7.10%	7.35%
Salary escalation rate	10.50%	10.50%
Withdrawal rate	25.70%	18.00%

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14. Borrowings

	As at March 31, 2018	As at March 31, 2017
<b>Borrowings</b>		
Unsecured, loan from related party (refer note 34)	-	4,343,645
Interest accrued but not due on borrowings (refer note 34)	-	616,291
<b>Total borrowings</b>	<b>-</b>	<b>4,959,936</b>
Current	-	4,959,936
Non-current	-	-
<b>Total borrowings</b>	<b>-</b>	<b>4,959,936</b>

**Unsecured, term loan from related parties (refer note 34)**

(a) The Company has obtained loan from Jasper Infotech Private Limited, former holding company for the purpose of meeting its working capital requirements at an interest rate of 14% p.a. Outstanding balance as at March 31, 2018 Rs. Nil (March 31, 2017 - Rs. 4,143,645). The outstanding principal loan amount along with the interest has been repaid during the current year.

(b) The Company has obtained loan from Freecharge Payment Technologies Private Limited for the purpose of meeting working capital requirements at an interest rate of 14% p.a. Outstanding balance as at March 31, 2018 Rs. Nil (March 31, 2017: Rs 200,000). The outstanding principal loan amount along with the interest has been repaid during the current year.

15. Trade and other payables

	As at March 31, 2018	As at March 31, 2017
<b>Trade payables</b>		
Trade payables	72,102	339,184
Trade payables - related parties (refer note 34)	3,760	48,958
<b>Total trade payable</b>	<b>75,862</b>	<b>388,142</b>
<b>Other payables</b>		
Advance from customers	11,051	6,173
Accrued salaries and benefits	7,061	35,258
Statutory liabilities payable	7,649	19,037
Payable to related parties (refer note 34)	222,048	149,956
Advance for wallet FC cash balance	2,818	54,287
Others	388	3,891
<b>Total other payables</b>	<b>251,015</b>	<b>268,602</b>
<b>Total trade and other payables</b>	<b>326,877</b>	<b>656,744</b>
Current	326,877	656,744
Non-current	-	-
<b>Total trade and other payables</b>	<b>326,877</b>	<b>656,744</b>

**Terms and conditions of the above financial liabilities:**

- Trade payables are non-interest bearing and are normally settled on 60-day terms
- Other payables are non-interest bearing and have an average term of upto six months

16. Other financial liabilities

	As at March 31, 2018	As at March 31, 2017
<b>Other financial liabilities</b>		
Other payables to aggregators	74,897	12,787
<b>Total other financial liabilities</b>	<b>74,897</b>	<b>12,787</b>
Current	74,897	12,787
Non-current	-	-
<b>Total other financial liabilities</b>	<b>74,897</b>	<b>12,787</b>



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Accelyst Solutions Private Limited  
Notes to the financial statements  
(All amounts in Rs.'000, except per share data and as stated otherwise)

17. Revenue from operations

	For the year ended March 31, 2018	For the year ended March 31, 2017
Revenue from operations:		
Revenue from commission fees	158,736	376,978
Other operating revenue	8,544	16,215
Revenue from operations	<u>167,280</u>	<u>393,193</u>

18. Other income

	For the year ended March 31, 2018	For the year ended March 31, 2017
Liabilities no longer required written back	54,889	-
Other non-operating income	107	349
Total other income	<u>54,996</u>	<u>349</u>

19. Finance income

	For the year ended March 31, 2018	For the year ended March 31, 2017
Interest income on bank deposits	1,952	20,432
Unwinding of discount on financial assets at amortised cost	382	4,340
Gain on sale of current investments	10,112	3,937
Mark to market gain on current investment	13,271	-
Total finance income	<u>25,717</u>	<u>28,709</u>

20. Service charges

	For the year ended March 31, 2018	For the year ended March 31, 2017
Collection charges	135,992	351,771
Hosting charges	137,541	186,357
Total service charges	<u>273,533</u>	<u>538,128</u>

21. Advertisement and publicity expenses

	For the year ended March 31, 2018	For the year ended March 31, 2017
Advertisement and other expenses	245,814	1,904,828
Business promotion expenses	252	2,634
Total advertisement and publicity expenses	<u>246,066</u>	<u>1,907,462</u>

22. Employee benefits expense

	For the year ended March 31, 2018	For the year ended March 31, 2017
Salaries, wages and bonus	96,274	157,961
Contribution to provident and other fund	1,693	3,626
Gratuity expense	991	1,593
Employee stock option scheme (refer note 38)	85,595	39,199
Staff welfare expenses	768	4,113
Total employee benefit expenses	<u>185,321</u>	<u>206,492</u>

23. Depreciation and amortisation expense

	For the year ended March 31, 2018	For the year ended March 31, 2017
Depreciation of property, plant and equipment (refer note 3)	6,547	14,831
Amortisation of intangible assets (refer note 4)	260	1,464
Total depreciation and amortisation expense	<u>6,807</u>	<u>16,295</u>



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**Accelyst Solutions Private Limited****Notes to the financial statements**

(All amounts in Rs.'000, except per share data and as stated otherwise)

**24. Finance costs**

	For the year ended March 31, 2018	For the year ended March 31, 2017
Interest charges on loans received from related parties (refer note 34)	100,757	505,139
Bank charges	106	836
<b>Total finance costs</b>	<b>100,863</b>	<b>505,975</b>

**25. Other expenses**

	For the year ended March 31, 2018	For the year ended March 31, 2017
Power and fuel	453	1,025
Rent	3,702	10,453
Payment to auditor (refer A below)	1,020	1,750
Legal and professional fees	5,388	40,662
Rates and taxes	35,145	12,770
Service tax expense / reversal under rule 6(3) (refer B below)	3,595	31,646
Repairs and maintenance		
-Plant and machinery	268	272
Travelling and conveyance	-222	2,696
Communication	3,821	6,695
Housekeeping expenses	237	351
Software expenses	23,547	94,978
Recruitment & Training Expenses	1,792	1,019
Loss on sale / writeoff of fixed assets	2,753	289
Impairment of fixed assets	128	-
Exchange difference (net)	328	877
Provision for doubtful debts	1,023	568
Miscellaneous expenses	2,724	6,724
<b>Total other expenses</b>	<b>85,702</b>	<b>212,775</b>

**(A) Payment to Auditor****As auditor:**

Audit fee	900	1,400
Tax audit fee	100	100
Out of pocket expenses	20	250
<b>Total payment to auditor</b>	<b>1,020</b>	<b>1,750</b>

(B) Service tax expense / reversal is on account of rule 6(3) of Cenvat Credit Rules 2004 which states that there is obligation of provider of taxable and exempted services to reverse the cenvat credit amount related to exempted and not taxable services in case the Company opts not to

**26. Exceptional Items**

	For the year ended March 31, 2018	For the year ended March 31, 2017
Liability no longer required written back on account of settlement with group companies (refer note 34)	391,425	-
	<b>391,425</b>	<b>-</b>



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**Accelyst Solutions Private Limited**

**Notes to the financial statements**

(All amounts in Rs.'000, except per share data and as stated otherwise)

**27. Earnings/(Loss) per share (EPS)**

Basic EPS amounts are calculated by dividing the profit for the period attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

The following reflects the loss and share data used in the basic and diluted EPS computations:

	For the year ended March 31, 2018	For the year ended March 31, 2017
Loss for the year attributable to equity share holders of the Company (A)	(259,445)	(2,962,530)
Weighted average number of equity shares in calculating basic and diluted EPS (Nos) (B)	515,569,713	8,848,086
Basic and diluted gain/ (loss) per equity share (Rs.) (A/B)	(0.50)	(0.33)

**28. Segment information**

The Company's primary business segment is providing recharge platform for mobile talktime, pay mobile bills, utility bills, data cards, direct to home (DTH) recharge and metro bills etc. through web and mobile-application based platforms. Accordingly, there are no other reportable business or geographical segments to be disclosed as per notified Ind AS - 108 "Operating Segments".

**29. Leases**

**Operating lease commitments**

The Company has operating leases for its office premises. Total lease payments recognised in the statement of profit and loss for the year is Rs. 3,702. There are no future minimum lease payments for the operating lease for the year.

**30. Capital and other commitments**

**a. Commitments**

At March 31, 2018, the Company has commitments of Rs. Nil (March 31, 2017: Rs Nil) net of advances relating to service contracts.

**b. Contingent liabilities**

Contingent liabilities as at March 31, 2018 Rs. Nil (March 31, 2017: Rs Nil).

**31. Amounts due to micro and small enterprises under Micro, Small and Medium Enterprises Development (MSMED) Act, 2006 aggregate to Nil based on the information available with the Company:**

	March 31, 2018	March 31, 2017
a) The principal amount and the interest due thereon Nil (March 31, 2017: Nil) remaining unpaid to any supplier as at the end of each accounting year	-	-
b) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006, along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	-	-
c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006.	-	-
d) The amount of interest accrued and remaining unpaid at the end of each accounting year;	-	-
e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act, 2006.	-	-

**32. Expenditure in foreign currency (on accrual basis)**

	March 31, 2018	March 31, 2017
<b>Expenditure:</b>		
Advertisement and other expenses	13,128	278,865
Legal and professional fees	98	-
Hosting charges	-	56,976
Recruitment & Training Expenses	1,648	-
Software expenses	2,169	-
<b>Total</b>	<b>17,043</b>	<b>335,841</b>

There were no earnings in foreign currency during current and previous year.

**33. Unhedged foreign currency exposure**

**Particulars of unhedged foreign currency exposure as at the reporting date:**

Particulars	Amount in USD and Rs.
Unhedged foreign currency payable	USD Nil (previous year: USD Nil) Rs. Nil

No derivative is taken by the company to hedge these foreign currency payables



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34. Related party disclosures

a) Names of related parties where control exists and/or with whom transactions have taken place during the year

Holding Company	Axis Bank Limited (w.e.f October 06, 2017) Jasper Infotech Private Limited (upto October 06, 2017)
Holding company	Accelyst Pte. Ltd. (till January 22, 2017)

b) Names of other related parties with whom transactions have taken place during the year

Key management personnel (KMP)	Mr. Ajay Bhutani, Chief Executive Officer (w.e.f. October 06, 2017) Mr. Rahul Vermani, Chief Financial Officer (w.e.f. October 06, 2017) Ms. Abhilasha Singh, Company Secretary (w.e.f September 01, 2017)
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Fellow subsidiary	Freecharge Payment Technologies Private Limited
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Related party transactions

The following table provides the total amount of transactions that have been entered into with related parties for the relevant year.

	From April 1, 2017 to March 31, 2018			From April 1, 2016 to March 31, 2017		
	Holding Company	Fellow subsidiary	Key management personnel	Holding Company	Fellow subsidiary	Key management personnel
<b>Transactions during the year:</b>						
<b>Issue of equity shares</b>						
Axis Bank Limited	1,000,000	-	-	-	-	-
Jasper Infotech Private Limited	5,495,828	-	-	150,000	-	-
<b>Other operating revenue</b>						
Axis Bank Limited	3	-	-	-	-	-
Jasper Infotech Private Limited	-	-	-	4,232	-	-
<b>Interest income</b>						
Axis Bank Limited	46	-	-	-	-	-
<b>Reimbursement of expenses</b>						
Jasper Infotech Private Limited	(1,557)	-	-	3,860	-	-
Freecharge Payment Technologies Private Limited	-	37,594	-	-	37,697	-
<b>Advertisement and publicity expenses</b>						
Jasper Infotech Private Limited	2,389	-	-	-	-	-
<b>Finance costs</b>						
Axis Bank Limited	4	-	-	-	-	-
Jasper Infotech Private Limited	82,983	-	-	509,916	-	-
Freecharge Payment Technologies Private Limited	-	17,774	-	-	5,335	-
<b>Collection charges</b>						
Axis Bank Limited	6,189	-	-	-	-	-
Freecharge Payment Technologies Private Limited	-	48,584	-	-	106,995	-
<b>Employee stock option scheme (refer note 38)</b>						
Jasper Infotech Private Limited	85,595	-	-	39,200	-	-
<b>Loan Received</b>						
Jasper Infotech Private Limited	-	-	-	1,700,000	-	-
Freecharge Payment Technologies Private Limited	-	504,500	-	-	300,000	-
<b>Loan Repaid</b>						
Jasper Infotech Private Limited	4,143,645	-	-	-	-	-
Freecharge Payment Technologies Private Limited	-	704,500	-	-	100,000	-
<b>Sale of fixed assets (refer note 3)</b>						
Freecharge Payment Technologies Private Limited	-	-	-	-	38,642	-
<b>Liabilities No Longer Required Written Back (refer note 26)</b>						
Jasper Infotech Private Limited	391,425	-	-	-	-	-
<b>Salary, bonus and contribution to PF*</b>						
	-	-	11,313	-	-	6,849

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	From April 1, 2017 to March 31, 2018			From April 1, 2016 to March 31, 2017		
	Holding Company	Fellow subsidiary	Key management personnel	Holding Company	Fellow subsidiary	Key management personnel
<b>Balance as at the year end:</b>						
<b>Long-term borrowings (including interest accrued but not due) (refer note 14)</b>						
Jasper Infotech Private Limited	-	-	-	4,755,214	-	-
Freecharge Payment Technologies Private Limited	-	-	-	-	204,722	-
<b>Equity Share Capital (refer note 11)</b>						
Axis Bank Limited	6,796,827	-	-	-	-	-
Jasper Infotech Private Limited	-	-	-	300,998	-	-
<b>Share premium on issue of shares (refer note 12)</b>						
Axis Bank Limited	3,469,736	-	-	-	-	-
Jasper Infotech Private Limited	-	-	-	3,469,736	-	-
<b>Trade receivables (refer note 8)</b>						
Jasper Infotech Private Limited	-	-	-	5,274	-	-
<b>Other financial assets (refer note 5)</b>						
Axis Bank Limited	13,363	-	-	-	16,389	-
Freecharge Payment Technologies Private Limited	-	-	-	-	10,485	-
<b>Other payables (refer note 15)</b>						
Axis Bank Limited	30,132	-	-	-	10	-
Jasper Infotech Private Limited	-	-	-	132,715	-	-
Freecharge Payment Technologies Private Limited	-	191,916	-	-	17,231	-
<b>Trade payables (refer note 15)</b>						
Axis Bank Limited	9	-	-	36	-	-
Freecharge Payment Technologies Private Limited	-	3,751	-	-	48,922	-
<b>Cash and bank balances (refer note 9)</b>						
Axis Bank Limited	88,786	-	-	7,601	-	-
<b>Bank Balances other than above (refer note 10)</b>						
Axis Bank Limited	1,339	-	-	-	-	-

\* Remuneration and other benefits of key managerial persons does not includes the provisions made for gratuity and leave benefits, as they are determined on an accrued basis for the Company as a whole.

**Terms and Conditions of transactions with related parties**

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables.

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**35. Fair values**

Set out below, is a comparison by class of the carrying amounts and fair value of the Company's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

	Carrying Value		Fair Value	
	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
<b>Financial assets</b>				
Other financial assets	99,145	230,834	99,145	230,834
<b>Total</b>	<b>99,145</b>	<b>230,834</b>	<b>99,145</b>	<b>230,834</b>
<b>Financial liabilities</b>				
Other financial liabilities	74,897	12,787	74,897	12,787
<b>Total</b>	<b>74,897</b>	<b>12,787</b>	<b>74,897</b>	<b>12,787</b>

The management assessed that cash and cash equivalents, trade receivables, trade payables, bank overdrafts and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

(a) Long-term receivables are evaluated by the Company based on parameters such as interest rates, individual credit worthiness of the customer and the risk characteristics of the financed project. Based on this evaluation, allowances are taken into account for the expected credit losses of these receivables.

**36. Financial risk management objectives and policies**

The Company is exposed to financial risks arising from its operations and the use of financial instruments. The key financial risks include, liquidity risk and market risk. The Board provides independent oversight to the effectiveness of the risk management process.

The following sections provide details regarding the Company's exposure to the above-mentioned financial risks and the objectives, policies and processes for the management of these risks.

There has been no change to the Company's exposure to these financial risks or the manner in which it manages and measures the risks.

**(a) Credit risk**

Credit risk is the risk of loss that may arise on outstanding financial instruments should a counterparty default on its obligations. The Company's exposure to credit risk arises primarily from trade and other receivables. For other financial assets (including investment securities, cash and short-term deposits), the Company minimise credit risk by dealing exclusively with high credit rating counterparties.

The Company's objective is to seek continual revenue growth while minimising losses incurred due to increased credit risk exposure. The Company trades only with recognised and creditworthy third parties. In addition, receivable balances are monitored on an ongoing basis with the result that the Company's exposure to bad debts is not significant.

*Excessive risk concentration*

Concentration arise when a number of counterparties are engaged in similar business activities, or activities in the same geographical region, or have economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations indicate the relative sensitivity of the Company's performance to developments affecting a particular industry.

In order to avoid excessive concentrations of risk, the Company's policies and procedures include specific guidelines to focus on maintaining a diversified portfolio. Identified concentrations of credit risks are controlled and managed accordingly.

*Exposure to credit risk*

The Company's maximum exposure to credit risk for the components of the statement of financial position as of March 31, 2018 is the carrying amounts as disclosed in note 8 (Trade receivables).

*Financial assets that are neither past due nor impaired*

Trade and other receivables that are neither past due nor impaired are with creditworthy debtors with good payment record with the Company. Cash and short-term deposits and investment securities that are neither past due nor impaired are placed with reputable financial institutions or companies with high credit ratings and no history of default.

*Financial assets that are either past due or impaired*

Information regarding financial assets that are either past due or impaired is disclosed in note 8 (Trade receivables).

**b) Liquidity risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting financial obligations due to shortage of funds. The Company's exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets and liabilities. The Company maintains a balance between continuity of funding and flexibility.

The Company assessed the concentration of risk with respect to refinancing its debt and concluded it to be low. Access to sources of funding is sufficiently available.

**c) Capital Management**

The primary objective of the Company's capital management is to ensure that it maintains an efficient capital structure and healthy capital ratios in order to support its business and maximise shareholder value.

The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. Net debt is calculated as loans and borrowings less cash and cash equivalents.



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**37. Indian Accounting Standard (Ind AS), issued but not effective**

Ind AS 115 was notified on 28 March 2018 and establishes a five-step model to account for revenue arising from contracts with customers. Under Ind AS 115, revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

The new revenue standard will supersede all current revenue recognition requirements under Ind AS. This new standard requires revenue to be recognized when promised goods or services are transferred to customers in amounts that reflect the consideration to which the Company expects to be entitled in exchange for those goods or services. Adoption of the new rules could affect the timing of revenue recognition for certain transactions of the Company. Ind AS 115 is effective for the Company in the first quarter of fiscal 2019 using either one of two methods: (i) retrospectively to each prior reporting period presented in accordance with Ind AS 8 Accounting Policies, Changes in Accounting Estimates and Errors, with the option to elect certain practical expedients as defined within Ind AS 115 (the full retrospective method); or (ii) retrospectively with the cumulative effect of initially applying Ind AS 115 recognized at the date of initial application (1 April 2018) and providing certain additional disclosures as defined in Ind AS 115 (the modified retrospective method).

The Company continues to evaluate the available transition methods and its contractual arrangements. The ultimate impact on revenue resulting from the application of Ind AS 115 will be subject to assessments that are dependent on many variables, including, but not limited to, the terms of the contractual arrangements and the mix of business. The Company's considerations also include, but are not limited to, the comparability of its financial statements and the comparability within its industry from application of the new standard to its contractual arrangements. The Company is under implementation of Ind AS 115 related to the recognition of revenue from contracts with customers and it continues to evaluate the changes to accounting system and processes, and additional disclosure requirements that may be necessary.

Upon adoption the Company expects that there would not be any material change from the manner in which the revenue is recognised currently. A reliable estimate of the quantitative impact of Ind AS 115 on the financial statements will only be possible once the implementation project has been completed.

**38. Employee stock option plan**

Certain employees of the Company were given stock options of Jasper Infotech Private Limited ('former holding company') as per stock option scheme. The scheme is assessed, managed and administered by the holding company. In accordance with the share purchase agreement entered between 'M/s Jasper Infotech Private Limited' and 'M/s Axis Bank Limited', all existing employees (subject to one employee with specific conditions) of the Company have surrendered vested and unvested options of the holding company.

In accordance with para 43A of Ind AS 102 "Share Based Payments", the Company has recorded cost amounting to Rs 85,595 on account of the same. Further, the company has written back liability of Rs 391,415 on account of settlement for the total stock option cost cross charged by the holding company.

39. During the previous year, the Company has increased its paid up share capital, pursuant to which the Company was required to appoint a whole time company secretary as per section 203 (1)(iii) of the Companies Act, 2013 read along with Rule 8 and Rule 8A of the Companies (Appointment and Remuneration of Managerial Personnel) Amendment Rules, 2014. The Company has appointed the Company Secretary in current year to ensure compliance of the aforesaid regulation. The Company is confident that the penalty if any, levied by the National Company Law Tribunal (NCLT), will not be material to the financial statements and accordingly no provision for penalty, if any, has been made in the financial statements.

**40. Note on Merger**

On March 27, 2018, the Board of Directors approved a scheme for Amalgamation of Accelyst Solutions Pvt. Ltd (ASPL) into and with the Freecharge Payment Technologies Pvt. Ltd. (FCPTL). Pursuant to the said scheme upon completion of proposed amalgamation, FCPTL would issue shares to the shareholders of ASPL on the basis of share swap ratio as described in the scheme. ASPL is in the process of filing an application with the National Company Law Tribunal for its approval of Scheme of Amalgamation. However, till the date of this report, the application has not been filed.

For S. R. Batliboi & Co. LLP  
Chartered Accountants  
ICAI Firm Registration Number: 301003E/E300005

  
per Nilangshu Katriar  
Partner  
Membership Number: 058814

Place of Signature: Gurugram  
Date: April 19, 2018



For and on behalf of the Board of Directors of  
Accelyst Solutions Private Limited

  
Jairam Sridharan  
Director

  
Rahul Verma  
Chief Financial Officer

  
Mohit Jain  
Director

  
Abhilasha Singh  
Company Secretary

