

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF FREELook SOFTWARE PRIVATE LIMITED

Report on the Standalone Financial Statements

We have audited the accompanying financial statements of Freelook Software Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss for the year ended March 31, 2016 and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for 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 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 standalone 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the 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 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 standalone financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone 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, 2016, its profit and its cash flows for the year ended on that date

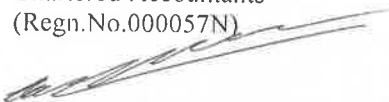


Report on Other Legal and Regulatory Requirements

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 Annexure 'A' 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, and Cash Flow Statement dealt with by this Report are in agreement with the books of account
 - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of written representations received from the directors as on March 31, 2016, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016, from being appointed as a director in terms of section 164 (2) of the Act;
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" 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, 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.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.



For K.C.Malhotra & Co.
Chartered Accountants
(Regn.No.000057N)


(Ramesh Malhotra)
Partner
Membership No.013624
Place: New Delhi
Date:26.5.2016

K.C. MALHOTRA & CO.
CHARTERED ACCOUNTANTS

R-79, GREATER KAILASH-I,
NEW DELHI- 110 048 (INDIA)
Phone: + 91-11-41608133, 26418337
E.mail: rem_kem_malhotra@yahoo.co.in

Annexure 'A' referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of the Independent Auditor's Report of even date to the members of Freelook Software Private Limited on the standalone financial Statements as of and for the year ended 31st.March,2016

- i. a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed asset.
b) The management has certified that it has conducted a physical verification of the fixed asset during the year, and no material discrepancies were noticed on such verification.
c) The title deed of immovable property is held in the name of the company.
- ii. The Company's business does not involve inventories and accordingly the requirements paragraph 4(ii) of the Order are not applicable to the Company and hence not been commented upon.
- iii. According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms 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 to us, there are no loans, investments, guarantees, and securities granted in respect of which provisions of section 185 and 186 of the Act are applicable and hence not commented upon.
- v. The Company has not accepted any deposits from the public.
- vi. Maintenance of cost records has not been prescribed to the company by the Central Government under Section 148(1) of the Companies Act, 2013
- vii. a) The Company is regular in depositing with appropriate authorities undisputed statutory dues including, income-tax, and other material statutory dues applicable to it. The provisions relating to provident fund, employees' state insurance, sales-tax, service tax, duty of custom, value added tax, cess and duty of excise are not applicable to the Company.



b)According to the information and explanations given to us, no undisputed amounts payable in respect of income-tax, and other material statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable. The provisions relating to provident fund, sales-tax, wealth tax, value added tax, service tax, duty of custom, cess, employee state insurance and duty of excise are not applicable to the Company.

c)According to the information and explanations given to us, there are no dues of income tax, which have not been deposited on account of any dispute. The provisions relating to sales-tax service tax, customs duty, excise duty, value added tax and cess are not applicable to the Company.

- viii. The Company did not have any outstanding dues from banks, financial institutions, debenture holders or government.
- ix. 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, the Company has not raised any money way of initial public offer / further public offer) and term loans hence, reporting under clause (ix) of the order is not applicable to the Company and hence not commented upon.
- x. Based upon 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 on the Company by the officers and employees of the Company has been noticed or reported during the year.

- xi. The provisions of section 197 read with Schedule V to the Companies Act, 2013 are not applicable to the Company. Therefore, the requirements under paragraph 3(xi) of the Order are not applicable to the Company 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. According to the information and explanations given by the management, there are no transactions with the related parties during the year under audit and accordingly reporting under clause 3(xiii) in so far as relates to section 188 of the Act is not applicable to the company and hence not commented upon. The provisions of section 177 are not applicable to the company and accordingly reporting under clause 3(xiii) in so far as it relates to section 177 of the Act 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 audit and hence provisions of clause 3(xiv) are not applicable and not commented upon.
- xv. 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, the Company has not entered into any non-cash transactions with directors or persons connected with him.
- xvi. According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.



For K.C. Malhotra & Co.
Chartered Accountants
(Firm Regn.No.000057N)

(Ramesh Malhotra)
Partner
Membership No:013624
Place:New Delhi
Date:26.5.2016

Annexure B to the Independent Auditor's Report of even date to the members of Freelook Software Private Limited on the standalone Financial Statements

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 Freelook Software Private Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended March 31, 2016.

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, both 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, 2016, 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.

Explanatory paragraph

We also have audited, 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, the financial statements of Freelook Software Private Limited, which comprise the Balance Sheet as at March 31, 2016, and the related Statement of Profit and Loss and Cash Flow Statement for the year ended March 31, 2016 and a summary of significant accounting policies and other explanatory information, and our report dated May 26, 2016 expressed an unqualified opinion thereon.



For K.C.Malhotra & Co.
Chartered Accountants
(Firm Regn.No.000057N)

(Ramesh Malhotra)
Partner
Membership No: 013624
Place :New Delhi
Date:26.05.2016

FREE LOOK SOFTWARE PRIVATE LIMITED

CIN: U72200DL2005PTC133918

Balance Sheet as at 31st March, 2016

(Amount in ₹)

PARTICULARS	Note No.	As at 31.03.2016	As at 31.03.2015
I. EQUITY AND IABILITIES			
1. Shareholders Funds			
a) Share Capital	1	246,500	217,500
b) Reserves and Surplus	2	77,486,215	62,020,636
		77,732,715	62,238,136
2. Non-current Liabilities			
a) Long-term Borrowings		-	-
b) Deferred Tax Liabilities		-	-
c) Other Long-term Liabilities		-	-
d) Long-term Provisions		-	-
		-	-
3. Current liabilities			
a) Short term Borrowings		-	-
b) Trade Payables		-	-
c) Other Current Liabilities	3	22,900	22,800
d) Short Term Provisions	4	54,822	-
		77,722	22,800
Total		77,810,437	62,260,936
II. ASSETS			
1. Non-current Assets			
a) Fixed Assets			
Tangible Asset	5	73,607,473	62,213,264
		73,607,473	62,213,264
b) Non-current Investments		-	-
c) Deferred Tax Assets		-	-
d) Long-term loans and advances		-	-
e) Other non- current assets	6	19,800	19,800
		73,627,273	62,233,064
2. Current Assets			
a) Current Investments		-	-
b) Inventories		-	-
c) Trade Receivables		-	-
d) Cash and Cash Equivalents	7	3,984,209	27,872
e) Short term Loans & advances		-	-
f) Other Current Assets	8	198,955	-
		4,183,164	27,872
Total		77,810,437	62,260,936

Significant accounting policies
Notes on Financial Statements

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1 to 15

For K.C.Malhotra & Co.
Chartered Accountants
(Firm regn.No.000057N)

For and on behalf of Board of directors

(Ramesh Malhotra)
Partner
Membership No. 013624
Place: New Delhi

J.K Chowdhery
Director
DIN: 00087556

S.K. Khorana
Director
DIN: 00085300

Date: 26-03-2016



FREE LOOK SOFTWARE PRIVATE LIMITED

CIN: U72200DL2005PTC133918

Statement of Profit And Loss for the year ended 31st March, 2016

(Amount in ₹)

PARTICULARS	Note No.	Year ended 31.03.2016	Year ended 31.03.2015
I. REVENUE			
Revenue from Operations		-	-
Other Income	9	207,832	-
Total Revenue		207,832	-
II. EXPENSES			
Other Expenses	10	27,543	30,180
Total Expenses		27,543	30,180
III. Profit/(Loss) for the year		180,289	(30,180)
IV. Tax Expenses:			
Current Tax		55,710	-
Profit/(Loss) after tax		124,579	(30,180)
Basic /Diluted earning per share of Rs.10 Each (Rs.)	12	5.19	(1.39)

Significant accounting policies
Notes on Financial Statements


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1 to 15

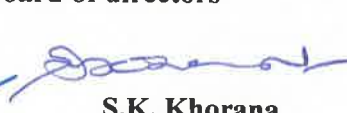
For K.C.Malhotra & Co.
Chartered Accountants
(Firm regn.No.000057N)

(Ramesh Malhotra)
Partner
Membership No. 013624
Place: New Delhi
Date: 26-05-2016



For and on behalf of Board of directors


J.K. Chowdhery
 Director
 DIN: 00087556


S.K. Khorana
 Director
 DIN: 00085300

FREE LOOK SOFTWARES PRIVATE LIMITED
CIN: U72200DL2005PTC133918
CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

(Amount in ₹)

Particulars	Year ended 31.3.2016	Year ended 31.3.2015
A) CASH FLOW FROM OPERATING ACTIVITIES:		
Net Profit/(Loss) Before Tax	180,289	(30,180)
Adjustment to reconcile profit before tax to net cash flows		
Interest Income	(207,832)	-
Operating profit/(loss) before working capital changes	(27,543)	(30,180)
Changes in working Capital		
Increase/(Decrease) in Other current liabilities	100	(9,362)
Cash generated from Operations	(27,443)	(39,542)
Direct Taxes Paid	(888)	-
Net Cash Flow from Operating Activities	(28,331)	(39,542)
B) CASH FLOW FROM INVESTING ACTIVITIES:		
Capital expenditure on fixed asset	(11,394,209)	(6,996,727)
Interest received	8,877	-
Net Cash used in Investing Activities	(11,385,332)	(6,996,727)
C) CASH FLOW FROM FINANCING ACTIVITIES:		
Proceeds from share capital	29,000	-
Proceeds from Securities premium	15,341,000	-
Repayment of long-term borrowings	-	(18,175)
Repayment of Short-term borrowings	-	(7,950,920)
Net Cash used in financing activities	15,370,000	(7,969,095)
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C)	3,956,337	(15,005,364)
Cash and Cash equivalents as at 1st April, 2015 (opening Balance)	27,872	15,033,236
Cash and Cash equivalents as at 31st March, 2016 (Closing Balance)	3,984,209	27,872

Note;The above Cash Flow Statement has been prepared under the indirect method as set out in Accounting Standards-3 on Cash Flow Statements.

For K.C.Malhotra & Co.
Chartered Accountants
(Firm regn.No.000057N)

(Ramesh Malhotra)
Partner
Membership No.
Place: New Delhi
Date: 26-05-2016



For and on behalf of the Board of Directors

(Signature)
J.K Chowdhery
Director
DIN: 00087556

(Signature)
S.K. Khorana
Director
DIN: 00085300

FREE LOOK SOFTWARES PRIVATE LIMITED
Notes on Financial Statements

Note 1 Share Capital

Particulars	As at 31.03.2016		As at 31.03.2015	
	Number of shares	(Amount in ₹)	Number of shares	(Amount in ₹)
Authorised				
Equity shares of Rs.10/-each with voting rights	50,000	500,000	22,500	225,000
Issued				
Equity shares of Rs.10/-each with voting rights	24,650	246,500	21,750	217,500
Subscribed and Fully Paid-up				
Equity shares of Rs.10/-each with voting rights	24,650	246,500	21,750	217,500
	24,650	246,500	21,750	217,500

Notes:

- (a) **The rights, preferences and restrictions attaching to each class of shares including restrictions on the distribution of dividends and the repayment of capital are as under:**

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each share holder is entitled to one vote per share. The dividend proposed by the board of directors is subject to the approval of the share holders in the ensuing Annual General Meeting. In the event of the liquidation of the company, the holders of the equity shares will be entitled to receive the remaining assets of the company, after distribution of all the preferential amounts. The distribution will be in proportion to number of equity shares held by each of the equity share holders.

- (b) **Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting Period :**

Particulars	As at 31.03.2016		As at 31.03.2015	
	Number of shares	(Amount in ₹)	Number of shares	(Amount in ₹)
Equity shares outstanding at the beginning of the Year	21,750	217,500	21,750	217,500
Add: Issued during the Year	2,900	29,000	-	-
Less: Shares bought back	-	-	-	-
Equity shares outstanding at the close of the Year	24,650	246,500	21,750	217,500

- (c) **Detail of Shares held by holding Company**

Class of shares/Name of the shareholders:	As at 31.03.2016		As at 31.03.2015	
	Number of shares held	% Holding in that class of shares	Number of shares held	% Holding in that class of shares
Equity shares with voting rights Isgec Heavy Engineering Ltd. *	24,650	100%	21,750	100%

* Out of 24,650 shares (previous year 21,750) held by Isgec Heavy Engineering Ltd, 400 shares are held by 4 individuals holding 100 share each as nominee of Isgec Heavy Engineering Ltd.



FREE LOOK SOFTWARE PRIVATE LIMITED
Notes on Financial Statements

Note 2 Reserves and Surplus (Amount in ₹)

Particulars	As at 31.03.2016	As at 31.03.2015
(a) Securities Premium Account		
Balance outstanding at the beginning of the year	62,157,500	62,157,500
Add: Addition during the year	15,341,000	-
Less: Utilised during the year	-	-
Balance outstanding at the close of the year	77,498,500	62,157,500
(b) Loss in Statement of Profit and Loss		
Balance outstanding at the beginning of the year	(136,864)	(106,684)
Add: Profit/ (Loss) for the year transferred after tax	124,579.00	(30,180)
Balance outstanding at the close of the year	(12,285)	(136,864)
Total	77,486,215	62,020,636

Note 3 Other Current Liabilities (Amount in ₹)

Particulars	As at 31.03.2016	As at 31.03.2015
Others Payable	22,900	22,800
Total	22,900	22,800

Note 4 Short Term Provisions (Amount in ₹)

Particulars	As at 31.03.2016	As at 31.03.2015
Provision Others		
-Provision for Income Tax [Net of Advance Income Tax/ Tax Deducted at Source Rs.888 (Previous year Rs.Nil)]	54,822	-
Total	54,822	-



FREE LOOK SOFTWARE PRIVATE LIMITED
Notes on Financial Statements

Note 5 Fixed Assets (Amount in ₹)

Particulars	As at 31.03.2016	As at 31.03.2015
Tangible Asset-Leasehold Land	73,607,473	62,213,264
Total	73,607,473	62,213,264

Note 6 Other non current Assets (Amount in ₹)

Particulars	As at 31.03.2016	As at 31.03.2015
Preliminary Expenses	19,800	19,800
Total	19,800	19,800

Note 7 Cash and Cash Equivalents (Amount in ₹)

Particulars	As at 31.03.2016	As at 31.03.2015
Cash in Hand	94,252	19,252
With scheduled Banks in Current Account	389,957	8,620
Term Deposits with Banks	3,500,000	-
Total	3,984,209	27,872

Note 8 Other Current Assets (Amount in ₹)

Particulars	As at 31.03.2016	As at 31.03.2015
Interest accrued but not due on Deposits	198,955	-
Total	198,955	-

Note 9 Other Income (Amount in ₹)

Particulars	As at 31.03.2016	As at 31.03.2015
Interest Income		
- On Bank Deposits	207,832	-
Total	207,832	-

Note 10 Other Expenses (Amount in ₹)

Particulars	As at 31.03.2016	As at 31.03.2015
Conveyance	-	-
Filing Fee	2,013	6,000
Bank Charges	630	1,380
Misc Expenses		
Printing & Stationary		
Professional Expenses	2,000	-
Audit and Legal Expenses *	22,900	22,800
Total	27,543	30,180

* Include:

Audit fee	20,000	20,000.00
Service tax	2,900	2,800.00



FREE LOOK SOFTWARES PRIVATE LIMITED
Notes on Financial Statements

Additional information to the financial statements

Note 11 Disclosures under accounting standards

11.1 Related party transactions

In accordance with the Accounting Standard on "Related Party disclosures"(AS-18) the disclosures in respect of related parties and transactions with them, as identified and certified by the management, are as follows :

11.1.a Description and name of related parties

Descripton of relationship:

a) Directors : Mr S .K .Khorana, Mr V .D .Verma and Mr J .K .Chowdhery

b) Holding Company: Isgec Heavy Engineering Limited

c) Key Management personnel: None

11.1.b Details related party transactions and outstanding balance as at 31st March,2016

There are no transactions during the year.

Note 12 In accordance with Accounting standards (AS-20) "Earning Per Share" is calculated by dividing the profit/(Loss) attributable to the equity shareholders by the weighted average number of shares outstanding during the year .The number used in calculating basic and diluted earnings per equity share are as stated below:

Description	31.3.2016	31.3.2015
a) Net profit after tax as per statement of profit and loss	124,579	(30,180)
b) Weighted average number of equity shares used as denominator for calculating of earning per share	23,984	21,750
c) Face value of equity shares (in ₹)	10	10
d)Basic and diluted earnings per share (in ₹)	5.19	(1.39)

Note 13 Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure.

Note 14 The Company is the wholly owned subsidiary company of Isgec Heavy Engineering Limited holding the entire share capital alongwith its nominees.



FREE LOOK SOFTWARES PRIVATE LIMITED

Notes on Financial Statements

15 Significant Accounting Policies

15.1 Basis of Preparation of Financial Statements

These financial Statements are prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) under the historical cost convention on the accrual basis. GAAP comprises of Accounting Standards as prescribed under section 133 of the Companies Act 2013 (the Act), read with Rule 7 of the Companies (Accounts) Rules 2014, the provisions of the Act (to the extent notified). Accounting policies have been consistently applied.

15.2 Use of estimates:

The preparation of financial statements is in conformity with Indian Generally Accepted Accounting Principles requiring management to make estimates and assumptions that may affect the reported amount of the assets and liabilities and disclosure of contingent liabilities as at the date of the financial statements and the results of operations during the reporting period . Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Difference between the actual results and estimates are recognised in the period in which the results are known.

15.3 Revenue Recognition:

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the applicable interest rate. Interest income is included under the head "other income" in the statement of profit and loss.

15.4 Fixed Assets :

Tangible asset

Fixed Asset being Lease-hold land, the lease of which is for 90 Years, is stated at cost. Leasehold Land is not amortised over the period of the lease as the same is not put to use.

15.5 Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the Profit and Loss Account in the year in which an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of the recoverable amount.

15.6 Deferred tax

Deferred tax asset/liability has not been recognised since there were no timing differences between the taxable income and accounting income.

15.7 Borrowing costs

Borrowing costs include other costs and are recognised as an expense in the period in which they are incurred.

15.8 Provisions, Contingent Liabilities and Contingent Assets :

Provisions are created when there is a present obligation as a result of a past event that probably requires an outflow of resources and reliable estimate can be made of the amount of the obligation. Contingent liabilities are not recognised but are disclosed in the notes to the accounts. Contingent assets are neither recognised nor disclosed in the financial statements.

15.9 Employee Benefits

There are no long-term Employees benefits which require assessment of future liability of the company as per AS-15

15.10 Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

15.11 Cash and cash equivalents:

Cash and cash equivalents comprise cash in hand and deposit with banks. Cash equivalents are short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of change in value.

