



INDEPENDENT AUDITORS REPORT

To,
The Members of M/s Lense! Web Services Pvt. Ltd.

Report on the Financial Statements

We have audited the accompanying Financial Statements of M/s LENSEL WEB SERVICES PVT. LTD. which comprise the Balance Sheet as at 31st March, 2016, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended, and a summary of the 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 the respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Financial Statements based on our audit.

We 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 there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards required 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 misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and the 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 the 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 financial statements.



Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid 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 31st March, 2016, and 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 the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the said Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report, to the extent applicable, 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 purposes 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, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid 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 the written representations received from the directors as on 31st March, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 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. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - 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) There are no long term contracts including derivative contracts, requiring provision for material foreseeable losses, under the applicable law or accounting standards; and
 - iii) The Company did not have any amount which had fallen due and required to be transferred to the Investor Education and Protection Fund by the Company.

Place: Kolkata
Dated: 17th May, 2016

For JAIN SONU & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm's Registration Number: 324386E



SONU JAIN
Partner
Membership Number: 060015

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

(REFERRED TO IN PARAGRAPH 1 OF 'REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS' OF OUR REPORT OF EVEN DATE)

- (i) a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b) The fixed assets were physically verified during the year by the management in accordance with a regular programme of verification which, in our opinion, provides for physical verification of all the fixed assets at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
- c) The Company has not disposed off any substantial part of the fixed assets during the year, so as to affect its going concern status.
- (ii) The Company does not hold any inventory during the year, hence Clause 3(ii) of the Order is not applicable to the Company.
- (iii) 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 Clauses 3(iii)(a) and (b) of the Order are not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, the Company has not given loans, guarantees, security or made any investment which needs to comply with the section 185 and 186 of the Companies Act, 2013.
- (v) According to the information and explanations given to us, the Company has not accepted any deposits during the year from the public. Hence, Clause 3(v) of the Order is not applicable to the Company.
- (vi) The Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Act, for any of the services rendered by the Company.
- (vii) a) According to the records of the Company, the Company is regular in depositing with appropriate authorities undisputed statutory dues including Income Tax, Wealth Tax, Service Tax, and other statutory dues to the extent applicable to it.

According to information and explanations given to us, no undisputed amounts payable in respect of the Service Tax, Income Tax, Sales Tax, Wealth Tax, were in arrears as at 31st March, 2016 for a period of more than six months from the date they became payable.
- b) According to information and explanation given to us, there are no dues of Service Tax, Income Tax, Sales Tax, which has not been deposited on account of any dispute other than disclosed in notes of accounts.
- (viii) The Company has not taken any loan from financial institution or banks as such question of default in repayment of dues to a financial institutions & banks does not arise.
- (ix) The Company has not raised any money by way of initial public offer, further public offer, debt instruments or term loans during the year. Accordingly, Clause 3(ix) of the Order is not applicable.
- (x) According to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the course of our audit.



- (xi) According to the information and explanation given to us and based on our examination of the records of the Company, no managerial remuneration has been paid or provided during the year. Accordingly, Clause 3(xi) of the Order is not applicable.
- (xii) The Company is not a Nidhi Company. Accordingly, Clause 3(xii) of the Order is not applicable.
- (xiii) In our opinion and according to the information and explanation given to us, there are no contracts or arrangements with related parties referred to in section 177 and 188 of the Companies Act, 2013 during the year.
- (xiv) Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, Clause 3(xiv) of the Order is not applicable.
- (xv) In our opinion and according to the information and explanation given to us, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with them. Accordingly, Clause 3 (xv) of the Order is not applicable.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

Place: Kolkata
Dated: 17th May, 2016

For JAIN SONU & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm's Registration Number: 324386E



S Jain

SONU JAIN
Partner
Membership Number: 060015

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT

(REFERRED TO IN PARAGRAPH 2(f) UNDER 'REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS' OF OUR REPORT OF EVEN DATE)

Report on the Internal Financial Controls over Financial Reporting 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 Lensel Web Services Pvt. Ltd. as of March 31st, 2016 in conjunction with our audit of the 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 controls 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 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

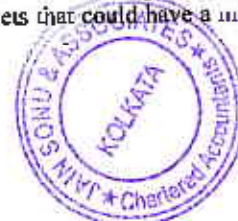
Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our Audit. We conducted our Audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI deemed to be prescribed 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 control system over financial reporting and their operating effectiveness. Our audit of Internal Financial 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 controls based on the assessed risk. The procedures selected depends on the auditor's judgment, including the assessment of the risk 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 Company's 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 authorizations of management and directors of the Company; (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.



INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

OPINION

In our opinion, to the best of our information and according to the explanations given to us, 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 31st, 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.

Place: Kolkata
Dated: 17th May, 2016

For JAIN SONU & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm's Registration Number: 324386E



S. Jain
SONU JAIN
Partner

Membership Number: 060015

LENSEL WEB SERVICES PRIVATE LIMITED

14B Camac Street, Nandi Commercial, Kolkata -700017

BALANCE SHEET AS AT 31st MARCH, 2016

SI No. PARTICULARS	NOTES	AS AT 31.03.2016 Amount (₹)	AS AT 31.03.2015 Amount (₹)
I EQUITY AND LIABILITIES			
1 Shareholder's Fund			
(a) Share Capital	2	1,000,000.00	1,000,000.00
(b) Reserves & Surplus	3	6,544,278.11	6,391,362.86
		<u>7,544,278.11</u>	<u>7,391,362.86</u>
2 Non-Current Liabilities			
Other Long Term Liabilities	4	43,453,827.79	39,076,164.21
		<u>43,453,827.79</u>	<u>39,076,164.21</u>
3 Current Liabilities			
(a) Trade Payables	5	407,226.82	134,870.47
(b) Other Current Liabilities	6	1,028,977.14	1,708,143.00
(c) Short Term provisions	7	29,967.00	
		<u>1,466,170.96</u>	<u>1,843,013.47</u>
Total		<u><u>52,464,276.86</u></u>	<u><u>49,110,540.54</u></u>
II ASSETS			
1 Non-Current Assets			
(a) Fixed Assets			
Tangible Assets	8	336,574.75	352,062.75
(b) Non-Current Investments	9	300,000.00	300,000.00
(c) Long Term Loans & Advances	10	45,414,111.81	40,627,719.81
(d) Other Non-Current Assets	11	4,241,518.75	6,217,233.75
		<u>50,292,305.31</u>	<u>47,497,016.31</u>
2 Current Assets			
(a) Current Investments	12	947,631.00	947,631.00
(b) Trade Receivables	13	53,045.00	26,874.00
(c) Cash and Bank Balances	14	944,990.89	466,747.72
(d) Short Term Loans & Advances	15	226,304.86	172,271.51
		<u>2,171,971.55</u>	<u>1,613,524.23</u>
Total		<u><u>52,464,276.86</u></u>	<u><u>49,110,540.54</u></u>
Significant Accounting Policies	1		
The accompanying notes are an integral part of the financial statements	2 to 25		

In terms of our separate report of even date

For Jain Sonu & Associates
Chartered Accountants
Firm's Registration Number: 324386E

Sonujain
Partner
Membership Number: 060015

Place: Kolkata
Dated: 17th May, 2016



For Lenseal Web Services Pvt. Ltd.

Lenseal Web Services Pvt. Ltd. Lenseal Web Services Pvt. Ltd.

Arpita Gupta
Director

Fazana Chowdhury
Director

LENSEL WEB SERVICES PRIVATE LIMITED

14B Camac Street, Nandi Commercial, Kolkata -700017

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2016

No. PARTICULARS	NOTES	For the Year Ended 31.03.2016 Amount (₹)	For the Year Ended 31.03.2015 Amount (₹)
I INCOME			
Revenue From Operations		371,885.00	443,132.00
(a) Domain Fees		1,485,897.91	1,457,692.00
(b) Hosting Fees		2,618,374.00	1,140,340.00
(c) Web Designing		1,964,866.00	931,418.00
(d) Search Engine Registration		793,027.00	1,045,403.00
(e) Other Fees	16	531,622.00	153,115.00
(f) Software Sales			
Other Income	17	919,491.56	1,860,605.56
Total Income		<u>8,681,153.47</u>	<u>7,031,705.56</u>
II EXPENSES			
Domain Registration Charges		302,182.21	304,577.33
Hosting Charges Paid		231,922.51	5,390.42
Employee Benefits Expense	18	2,461,559.00	1,772,506.00
Depreciation	8	15,388.00	43,360.00
Other Expenses	19	5,516,186.50	4,453,248.04
Total Expenses		<u>8,631,238.22</u>	<u>6,584,081.79</u>
III Profit before tax (I-II)		152,915.25	447,623.77
IV Tax expense:			
Current tax			
V Profit after tax (III - IV)		152,915.25	447,623.77
VI Earning per equity share- par value of Rs 10 per share			
Basic & Diluted		15.29	44.76

Significant Accounting Policies

1

The accompanying notes are an integral part of the financial statements

2 to 25

In terms of our separate report of even date

For Jain Sonu & Associates
Chartered Accountants
Firm's Registration Number: 324396

Jain

Sonu Jain
Partner
Membership Number: 080015

Place: Kolkata
Dated: 17th May, 2016



For LenseL Web Services Pvt. Ltd.
LenseL Web Services Pvt. Ltd.
Arpita Gupta
Director
Farzana Chowdhury
Director

LENSEL WEB SERVICES PVT. LTD.
14B Camac Street, Nandi Commercial, Kolkata -700017

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2016

	For the year ended 31.03.2016		For the year ended 31.03.2015	
	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)
CASH FLOWS				
Operating Activities				
Profit before tax from Operating Activities		152915.25		447623.77
Adjustments:				
Depreciation and amortisation	15388.00		43360.00	
Profit / Loss on sale of Investment	0.00		0.00	
Interest & Dividend	-915244.24		-1860652.34	
Other Income	-3825.49		46.78	
Provision Balance written -off	-578.17		0.00	
Assets written off	0.00			
		-904259.90		-1817245.56
Operating Profit/ Loss before working capital changes		-751344.65		-1369621.79
Working Capital changes:				
Increase/ (Increase) in trade receivables	-26171.00		5815987.00	
Increase/ (Increase) in short-term loans & advances	-54033.35		46197929.98	
Increase/ (Increase) in Current Investments	0.00		-947631.00	
Increase/ (Increase) in other current assets	0.00		0.00	
Increase/ (Decrease) in Trade Payables	272358.35		-126481.47	
Increase/ (Decrease) in other current liabilities	-679165.86		-49327414.50	
Increase/ (Decrease) in provisions	29967.00	-457046.86		1412390.01
Cash generated from Operating Activities		-1208391.51		42768.22
Taxes Paid		0.00		0.00
Cash from Operating Activities Total of (1)		<u>-1208391.51</u>		<u>42768.22</u>
Investing Activities				
Acquisition/Sale of Investment	0.00		0.00	
Profit on sale of Investment	0.00		0.00	
Increase in other long term loans & advances	-4786391.00		-39109650.70	
Increase/ (Decrease) in Other Long Term liabilities	3577663.58		39512556.21	
Increase/ (Increase) in other non-current assets	1975715.00		-2121066.00	
Dividends received	915244.24		1860652.34	
Other Income	3825.49			
Provision Balance written -off	578.17		-46.78	
Share received in Partnership Firm	0.00		0.00	
Share Investment (In partnership firm)	0.00		0.00	
Cash from Investing Activities Total of (2)		<u>1686635.48</u>		<u>142445.07</u>
Financing Activities		0.00		0.00
Total of (3)		<u>0.00</u>		<u>0.00</u>

II.	Net (decrease)/increase in Cash and Bank Balances (I-II)	Total Cash flows (1+2+3)	478243.97	185213.29
	Add: Cash and Bank Balances at the beginning of the period		466746.72	281534.43
III.	Cash and Bank Balances at the end of the period		944990.69	466746.72

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

In terms of our separate report of even date

For Jain Sonu & Associates
Chartered Accountants
Firm's Registration Number: 324386E

Sonu Jain
Partner
Membership Number: 060015

Place: Kolkata
Dated: 17th May, 2016



For Lense! Web Services Pvt. Ltd.
Lense! Web Services Pvt. Ltd. Lense! Web Services Pvt. Ltd.

Director
Arpita Gupta
Director

Farzana Chowdhury
Director

LENSEL WEB SERVICES PRIVATE LIMITED

Notes forming Parts of financial Statement-March 31, 2016

Note-1 Significant Accounting Policies

1) SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The financial statements have been prepared to comply in all material respects with the accounting standards notified under Section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014 and Companies (Accounting Standard) Amendment Rules, 2016 issued by the Ministry of Corporate Affairs. The financial statements have been prepared under the historical cost convention on a going concern basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

a) Method Of Accounting :

The Company follows the mercantile system of accounting & generally the accrual concept in preparing the accounts except Dividend, Audit Fee as applicable which is recorded on cash basis.

b) Use of Estimates :

The preparation of financial statements requires management to make certain estimates and assumptions that affect the amount reported in the financial statements and notes thereto. Differences between actual results and estimates are recognised in the period in which they materialise.

c) Revenue/Expenses recognition :

Revenue and Expenses are recognized only when accrued and their collection and payment is reasonably certain. Software development income has been accounted for contractually though the payments are received progressively. Software Development Expenses and/or copyright fees are accounted for on satisfactory completion.

d) Fixed Assets :

All Fixed Assets are valued at cost inclusive of expenses incurred to put them in use less accumulated depreciation and impairments if any.

e) Depreciation :

Depreciation is provided for based on the useful lives of assets as stated in Schedule II of Companies Act 2013. However, assets value upto Rs 5,000 are fully depreciated in the year of acquisition

f) Investments:

Non-Current Investments are stated at Cost. However, provision for diminution, if any, in the value of each Non-Current Investment is made to recognize a decline other than temporary in the value of the investment.

g) Provisions, Contingent liabilities and Contingent assets:

Provisions are recognized in respect of obligation where, based on the evidence available, their existence at the Balance Sheet date is considered probable.

Contingent liabilities are disclosed by way of Notes to Accounts in respect of obligations where, based on the evidence available, their existence at the Balance Sheet date is considered not probable.

Contingent assets are neither recognized nor disclosed in the Financial Statements.

h) Earnings Per share:

Basic earning per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

i) Cash and Cash Equivalents

Cash and cash equivalents as indicated in the Cash Flow Statement comprise cash at bank and on hand and short term investments with an original maturity of less than three months

LENSEL WEB SERVICES PRIVATE LIMITED
 14B Camac Street, Nandl Commercial, Kolkata -700017
NOTES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

PARTICULARS	AS AT 31.03.2016 Amount (₹)	AS AT 31.03.2015 Amount (₹)
NOTE - 2		
SHARE CAPITAL		
<u>Authorised</u>	1,000,000.00	1,000,000.00
10,000 (previous year : 10,000) Equity Shares of Rs.100 each		
<u>Issued, Subscribed and Paid-up</u>	1,000,000.00	1,000,000.00
10,000 (previous year : 10,000) Equity Shares of Rs.100 each		
i) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period:		
<u>Particulars</u>		
Equity Shares :		
(a) Number of shares:		
Shares outstanding at the beginning of the year	10,000.00	10,000.00
Shares outstanding at the end of the year	10,000.00	10,000.00
(b) Share Capital:		
Share Capital outstanding at the beginning of the year	1,000,000.00	1,000,000.00
Share Capital outstanding at the end of the year	1,000,000.00	1,000,000.00

- ii) Terms / Rights attached to Equity Shares:**
- a) The Company has only one class of Equity Shares having par value of Rs 100 each. Each share holder is eligible for one vote per share held.
- b) 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, if any. The distribution will be in proportion to the number of equity shares held by the shareholders.

iii) Details of the shareholders holding more than 5% shares in the Company:

Name of the Shareholder	As at 31st March 2016		As at 31st March 2015	
	No. of shares held	% of holding	No. of shares held	% of holding
Lee & Nee Softwares (Exports) L	10000	100	10000	100

NOTE - 3

RESERVES & SURPLUS

a. Securities Premium		
Opening Balance	9,096,600.00	9,096,600.00
Closing Balance	9,096,600.00	9,096,600.00
b. Surplus		
Opening Balance	(2,705,237.14)	(3,039,878.91)
Add: Net Profit / (Loss) for the current year	152,915.25	447,623.77
Add: Adjustment on Account of Schedule II of Companies Act, 2013(Refer Note 1a	-	(112,982.00)
Closing Balance	(2,552,321.89)	(2,705,237.14)
Total	6,544,278.11	6,391,362.86

In terms of our separate report of even date
 For Jain Sonu & Associates
 Chartered Accountants
 Firm's Registration Number: 324386F

Sonujain
 Partner
 Membership Number: 060015

Place: Kolkata
 Dated: 17th May, 2016



For Lensei Web Services Pvt. Ltd. Lensei Web Services Pvt. Ltd.

Arpita Gupta

Arpita Gupta
 Director

Farzana Chowdhury

Farzana Chowdhury
 Director

LENSEL WEB SERVICES PRIVATE LIMITED
14B Camac Street, Nandi Commercial, Kolkata -700017

NOTES ANNEXED TO AND FORMING PART OF BALANCE SHEET AS AT 31ST MARCH, 2016

NOTE - 4		
OTHER LONG TERM LIABILITIES		
Others		
a) Trade Advances (includes Rs. 43336086.65 from Holding Company)	43,435,827.79	39,858,164.21
b) Others	18,000.00	18,000.00
	<u>43,453,827.79</u>	<u>39,876,164.21</u>
NOTE - 5		
TRADE PAYABLES		
i) Salary Payable	194,145.00	122,707.00
ii) Expenses Payable	179,741.33	8,566.00
iii) Other Payables	33,340.49	3,597.47
	<u>407,226.82</u>	<u>134,870.47</u>
NOTE - 6		
OTHER CURRENT LIABILITIES		
i) Trade Advances	949,648.55	1,705,766.00
ii) Statutory Payables	79,328.59	2,377.00
	<u>1,028,977.14</u>	<u>1,708,143.00</u>
NOTE - 7		
SHORT TERM PROVISIONS		
Provision for taxation	29,967.00	-
	<u>29,967.00</u>	<u>-</u>
NOTE - 10		
LONG TERM LOANS & ADVANCES		
Unsecured, considered good:		
i) Loans (Interest accrued thereon)	9,500,000.00	8,404,608.00
ii) Advances recoverable in cash or in kind or value to be received	35,867,358.25	32,176,358.25
iii) Other Loans & Advances		
a) Receivables from statutory/ government authorities	46,753.56	46,753.56
	<u>45,414,111.81</u>	<u>40,627,719.81</u>
NOTE - 11		
OTHER NON CURRENT ASSETS		
Trade Receivables (Unsecured, considered Good)		
	<u>4,241,518.75</u>	<u>6,217,233.75</u>
NOTE - 13		
TRADE RECEIVABLES		
(Unsecured-Considered Good)		
1. Outstanding for a period exceeding six months from the due date of payment	21,246.00	20,698.00
2. Other Debts	31,799.00	6,176.00
	<u>53,045.00</u>	<u>26,874.00</u>
NOTE - 14		
CASH & BANK BALANCES		
Cash & Cash Equivalents		
a) Balance with Banks		
In Current Account	110,773.59	272,424.86
Fixed Deposit	243,622.28	88,509.04
b) Cash-on-Hand	590,594.82	107,813.82
	<u>944,990.69</u>	<u>466,747.72</u>
NOTE - 15		
SHORT TERM LOANS & ADVANCES		
(Unsecured-Considered Good)		
Other Loans & Advances		
i) Trade Advances	26,649.00	27,551.00
ii) Balance with statutory/ government authorities	169,688.86	144,720.51
iii) Minimum Alternate Tax Credit Entitlement	29,967.00	0.00
	<u>226,304.86</u>	<u>172,271.51</u>

In terms of our separate report of even date

For Jain Sonu & Associates

Chartered Accountants

Firm's Registration Number: 024386E

Sonu Jain

Partner

Membership Number: 060015

Place: Kolkata

Dated: 17th May, 2016



For LenseL Web Services Pvt. Ltd.
LenseL Web Services Pvt. Ltd. LenseL Web Services Pvt. Ltd.

Arpita Gupta

Arpita Gupta
Director

Farzana Chowdhury
Farzana Chowdhury
Director

LENSEL WEB SERVICES PRIVATE LIMITED
NOTE - 8 FIXED ASSETS
(ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS ON 31ST MARCH 2016)

PARTICULARS	GROSS BLOCK				DEPRECIATION			NET BLOCK	
	As at 01.04.2015	Addition during the year.	Sales/Adjusted during the year.	As at 31.03.2016	As at 01.04.2016	During the Year	Adjustment on Account of Schedule II of Companies Act, 2013 Refer Note 1c	As at 31.03.2016	As at 31.03.2015
TANGIBLE ASSETS									
Building	505,801.18	-	-	505,801.18	205,624.52	15,388.00	-	222,212.52	263,589.66
Plant and Equipment									
Computers	252,705.00			252,705.00	242,340.07			242,340.07	10,364.93
Others	190,615.71			190,615.71	181,084.30			181,084.30	9,531.41
Card Access Control	83,939.15			83,939.15	79,741.91			79,741.91	4,197.24
Air Condition	279,057.25			279,057.25	265,104.67			265,104.67	13,952.58
Printer	15,856.00			15,856.00	15,062.80			15,062.80	793.20
Networking Equipment	32,135.88			32,135.88	32,135.88			32,135.88	-
Plant and Machinery (Comp)	125,702.50			125,702.50	123,884.90			123,884.90	1,817.60
Telephone	11,200.00			11,200.00	10,640.14			10,640.14	559.86
Furniture & Fixtures									
Furniture & Fixtures	237,381.90			237,381.90	225,512.64			225,512.64	11,869.26
Total of Current Year	1,734,394.57	-	-	1,734,394.57	1,382,331.83	15,388.00	-	1,397,719.83	336,674.75
Total of Previous Year	1,734,394.57	-	-	1,734,394.57	1,225,989.82	43,360.00	112,982.00	1,382,331.82	352,062.75
									#####

In terms of our separate report of even date

For Jain Sonu & Associates
 Chartered Accountants
 Firm's Registration Number: 3248968



Sonu Jain
 Partner
 Membership Number: 060076

Place: Kolkata
 Dated: 17th May, 2016

For Lensel Web Services Pvt. Ltd.
 Lensel Web Services Pvt. Ltd.
 Director
 Anshu Gupta
 Director
 Farzana Chowdhury
 Director

LENSEL WEB SERVICES PRIVATE LIMITED
 14B Camac Street, Nandi Commercial, Kolkata -700017

Note-8 NON CURRENT INVESTMENTS
 (ANNEXED TO AN FORMING PART OF THE BALANCE SHEET AS ON 31.03.2016)

LONG TERM INVESTMENTS AT COST, UNLESS OTHERWISE SPECIFIED

1 UNQUOTED: OTHER THAN TRADE; AT COST

INVESTMENT IN EQUITY INSTRUMENTS: (FULLY PAID UP)

<u>No. of Shares</u>	<u>Amount (Rs.)</u>		<u>No. of Shares</u>	<u>Amount (Rs.)</u>
3300	300,000.00	Riluraj Shares & Securities Ltd	3300	300,000.00
3300	300,000.00		3300	300,000.00

Total Cost of Unquoted Investments Rs. 300000.00 (Previous Year Rs.300000.00)

In terms of our separate report of even date

For Jain Sonu & Associates
 Chartered Accountants
 Firm's Registration Number: 324386E



Sonujain
 Sonu Jain
 Partner
 Membership Number: 080015

Place: Kolkata
 Dated: 17th May, 2016

For Lensei Web Services Pvt. Ltd.

Lensei Web Services Pvt. Ltd.

Arpita Gupta
 Arpita Gupta
 Director

Lensei Web Services Pvt. Ltd.

Farzana Chowdhury
 Farzana Chowdhury
 Director

LENSEL WEB SERVICES PRIVATE LIMITED
14B Camac Street, Nandi Commercial, Kolkata -700017

Note-12 CURRENT INVESTMENTS (AT COST OR MARKET VALUE WHICHEVER IS LOWER)
(ANNEXED TO AN FORMING PART OF THE BALANCE SHEET AS ON 31.03.2016)

1 UNQUOTED: OTHER THAN TRADE; AT COST

INVESTMENT IN EQUITY INSTRUMENTS: (FULLY PAID UP)

<u>No. of Shares</u>	<u>Amount (₹)</u>	
2550	947,631.00	Hareesh Collections Pvt Ltd
2550	947,631.00	

<u>No. of Shares</u>	<u>Amount (₹)</u>
2550	947,631.00
2550	947,631.00

Total Cost of Unquoted Investments Rs. 947631.00

(Previous Year Rs.947631.00)

In terms of our separate report of even date

For Jain Sonu & Associates
Chartered Accountants
Firm's Registration Number: 324386E

Sonu Jain
Partner
Membership Number: 060015

Place: Kolkata
Dated: 17th May, 2016



For LenseI Web Services Pvt. Ltd.

LenseI Web Services Pvt. Ltd.

Arpita Gupta
Director
Arzana Chowdhury
Director

LenseI Web Services Pvt. Ltd.
Fazana Chowdhury
Director

LENSEL WEB SERVICES PRIVATE LIMITED
14B Camac Street, Nandi Commercial, Kolkata -700017

NOTES ANNEXED TO AND FORMING PART OF STATEMENT FOR PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH 2016

PARTICULARS	For the year ended 31.03.2016 Amount (₹)	For the year ended 31.03.2015 Amount (₹)
NOTE- 16		
<u>Software Sales</u>		
Sw Development Fees	531,622.00	153,115.00
	<u>531,622.00</u>	<u>153,115.00</u>
NOTE- 17		
<u>OTHER INCOME</u>		
a) Interest Income:		
from others	900,007.00	1,851,866.00
from FD	7,113.24	1,509.04
b) Sundry Balances written back	(578.17)	(46.78)
c) Misc Income	3,825.49	-
d) Interest on TDS refund	8,124.00	7,277.30
	<u>918,491.56</u>	<u>1,860,605.56</u>
NOTE-18		
<u>EMPLOYEE BENEFITS EXPENSE</u>		
Salary	2,253,959.00	1,714,506.00
Bonus	126,000.00	58,000.00
Staff Welfare Exp.	81,600.00	-
	<u>2,461,559.00</u>	<u>1,772,506.00</u>
NOTE-19		
<u>OTHER EXPENSES</u>		
Software Purchase	8,542.00	-
Power & Fuel	62,010.00	60,160.00
Business Promotion Exp	147,750.00	38,683.00
Road Show	997,170.00	1,394,345.00
Car Hire Charges	-	300,950.00
Cost to Investment Exp	500.00	520.00
Customer Support	2,517,600.00	1,905,400.00
Conveyance	325,467.60	161,403.65
<u>Communication Exp</u>		
Telephone Exp.	38,879.74	24,913.71
Bandwidth Charges	200,004.00	181,667.00
Bank Charges	-	8,418.13
Travelling Exp	50,944.54	20,449.56
Printing & Stationery	367,310.00	307,250.00
Other Expenses	790,188.62	47,286.99
<u>Statutory Expenses</u>		
Other Expenses	1,800.00	4,800.00
<u>Auditors Remuneration</u>		
As Audit Fee	10,000.00	2,000.00
	<u>5,518,186.50</u>	<u>4,458,248.04</u>

In terms of our separate report of even date

For Jain Sonu & Associates
Chartered Accountants
Firm's Registration Number: 327386F

Sonu Jain
Partner
Membership Number: 069815

Place: Kolkata
Dated: 17th May, 2016



For LenseL Web Services Pvt. Ltd.

LenseL Web Services Pvt. Ltd.

Arpita Gupta
Director

LenseL Web Services Pvt. Ltd.
Farzana Chowdhury
Director

20. Based on the information available with the Company, there are no party who falls under the provisions of Micro and Small Enterprises as per MSMED Act, 2006 and accordingly the disclosure is not applicable.
21. In the opinion of the Board and to the best of their knowledge and belief, Trade Receivables, Loans and Advances have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet and are subject to confirmations by the respective parties.
22. Current Tax and Deferred Tax has not been recognized due to brought forward losses.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal Income tax. Accordingly, MAT is recognized as an asset in the Balance Sheet when it is probable that future economic benefits associated with it will flow to the Company.

23. Earning Per Share (EPS)

The earning per equity share computed as per the requirements of Accounting Standard-20 "Earnings per Share", is as under:

<u>Particulars</u>	<u>2015-16</u>	<u>2014-15</u>
	<u>(Rs.)</u>	<u>(Rs.)</u>
Profit/Loss after tax	157265.39	447623.77
Profit/Loss attributable to Equity Shareholders	157265.39	447623.77
No of equity shares outstanding during the year	10000	10000
Nominal Value of Equity Shares (Rupees)	100	100
Basic & Diluted EPS	15.73	44.76

24. Related Parties disclosures:

Name of the related parties and related party relationships

i) **Loan from Holding Company**

<u>Name of the Company</u>	<u>Particulars</u>	<u>As at 31.03.2016</u>	<u>As at 31.03.2015</u>
		<u>(In Rs.)</u>	<u>(In Rs.)</u>
Lee& Nee Softwares (Exports) Ltd. Ltd	For the business purpose	43,336,086.65	39,353,902.21

- ii) **Related parties with whom transactions has taken place during the year**
Relatives of Key Management Personnel / Enterprises owned or significantly
influenced by Key management personnel or their relatives
 Rituraj Shares & Securities Ltd.
 Rituraj Shares & Securities

Trade Receivable	Balance as on 31.03.16	Balance as on 31.03.15
Rituraj Shares & Securities	4,091,477.75	4,091,477.75

Advance for purchase of share	As at 31.03.2016 (In Rs.)	As at 31.03.2015 (In Rs.)
Rituraj Shares & Securities Limited	3,659,210.00	3,968,210.00

25. **Comparative Figures**

Figures of the previous year have been regrouped/ reclassified/ rearranged wherever necessary to correspond with those of the current year's classification/ disclosure.

In terms of our separate report of even date annexed
For Jain Sonu & Associates
 Chartered Accountants
 Firm's Registration Number: 324386E



Sonu Jain
 Partner
 Membership No. 060015
 Date: 17th May, 2016
 Place: Kolkata

For and on behalf of the board

Arpita Gupta
 Director

Farzana Chowdhury
 Director