

MPONLINE LIMITED
Balance Sheet as at 31 March, 2016

Particulars	Note No	As at 31 March, 2016	As at 31 March, 2015
		(₹)	(₹)
A EQUITY AND LIABILITIES			
(1) Shareholder's funds			
(a) Share Capital	3	10,000,000	10,000,000
(b) Reserves and Surplus	4	526,163,623	438,789,364
		536,163,623	448,789,364
(2) Non - current liabilities			
(a) Deferred tax liabilities (net)	24.6	-	397,680
(b) Other long - term liabilities	5	2,815,281	2,166,968
(c) Long - term provisions	6	1,624,492	1,053,388
		4,439,773	3,618,036
(3) Current liabilities			
(a) Trade payables	7	62,871,008	36,384,885
(b) Other current liabilities	8	248,819,319	186,435,863
(c) Short - term provisions	9	59,451,072	50,948,398
		371,141,399	273,769,146
TOTAL		911,744,795	726,176,546
B ASSETS			
(1) Non - current assets			
(a) Fixed assets	10		
- Tangible assets		31,841,423	39,837,073
		31,841,423	39,837,073
(b) Non - current investments	11	290,000,000	-
(c) Deferred tax assets (net)	24.6	1,048,692	-
(d) Long term loans and advances	12	27,118,021	22,417,752
(e) Other non - current assets	13	2,196,208	-
		352,204,344	62,254,825
(2) Current assets			
(a) Current investments	14	210,000,000	200,000,000
(b) Unbilled revenue		17,111,949	-
(c) Trade receivables	15	16,892,838	22,691,673
(d) Cash and bank balances	16	288,331,535	413,307,090
(e) Short - term loans and advances	17	8,598,873	8,895,621
(f) Other current assets	18	18,605,256	19,027,337
		559,540,451	663,921,721
TOTAL		911,744,795	726,176,546

See accompanying notes forming part of the financial statements

1-24.8

In terms of our report attached

For and on behalf of the Board of Directors

FOR DELOITTE HASKINS & SELLS LLP
Chartered Accountants

JOE PRETTO
Partner

BARINDRA SANYAL
Director

Selvendran Manickam
Director

SATNAM SINGH SETHI
Chief Operating Officer

R SANKAR
Company Secretary
Mumbai, 11 April, 2016

Mumbai, 11 April, 2016

MPONLINE LIMITED
Statement of Profit and Loss for the year ended 31 March, 2016

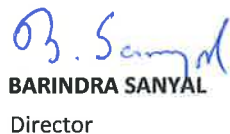
Particulars	Note No.	For the year ended 31 March, 2016	For the year ended 31 March, 2015
		(₹)	(₹)
1 Revenue from operations	19	686,033,529	550,926,665
2 Other income	20	53,844,108	50,460,510
3 Total Revenue		739,877,637	601,387,175
4 Expenses:			
(a) Employee benefits expenses	21	56,558,086	42,308,378
(b) Finance costs	22	114,922	-
(c) Operation and other expenses	23	444,552,007	300,376,522
(d) Depreciation and amortisation expenses	10	11,849,488	7,795,698
Total expenses		513,074,503	350,480,598
5 Profit before tax		226,803,134	250,906,577
6 Tax expenses:			
(a) Current tax expense		81,900,000	83,100,000
(b) Deferred tax		(1,446,372)	3,139,196
		80,453,628	86,239,196
7 Profit for the year		146,349,506	164,667,381
8 Earnings per share (of ₹ 10 each):			
- Basic and Diluted	24.5	146.35	164.67
See accompanying notes forming part of the financial statements	1-24.8		

In terms of our report attached

For and on behalf of the Board of Directors

FOR DELOITTE HASKINS & SELLS LLP
Chartered Accountants


JOE PRETTO
Partner


BARINDRA SANYAL
Director


SELVENDRAN MANICKAM
Director


SATNAM SINGH SETHI
Chief Operating Officer


R SANKAR
Company Secretary
Mumbai, 11 April, 2016

Mumbai, 11 April, 2016

MPONLINE LIMITED
Statement of Cash Flow for the year ended 31 March, 2016

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	(₹)	(₹)
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	226,803,134	250,906,577
Adjustments for:		
Depreciation	11,849,488	7,795,698
Loss on fixed assets	31,607	-
Provision for doubtful debts (net)	1,482,220	-
Interest income on bank deposits	(53,497,035)	(50,440,500)
Operating profit before working capital changes	186,669,414	208,261,775
Trade receivables	4,316,615	(16,757,315)
Unbilled revenue	(17,111,949)	-
Loans and advances and other current assets	3,474,583	(14,019,835)
Trade payables, other liabilities and provisions	93,659,683	(52,874,639)
Cash generated from operations	271,008,346	124,609,986
Taxes paid	(89,948,379)	(90,055,918)
Net cash provided by operating activities	181,059,967	34,554,068
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(7,378,493)	(31,381,661)
Fixed Deposits placed	(500,000,000)	(200,000,000)
Fixed Deposits matured	200,000,000	-
Interest received	51,722,908	51,239,257
Fixed deposits placed with banks having original maturity over three months	(398,293,194)	(1,443,500,000)
Fixed deposits with banks matured having original maturity over three months	548,877,049	1,416,500,000
Net Cash (used in) investing activities	(105,071,730)	(207,142,404)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(42,000,000)	(33,000,000)
Dividend tax paid	(8,550,212)	(5,608,350)
Net Cash (used in) financing activities	(50,550,212)	(38,608,350)
Net increase in cash and cash equivalents	25,438,025	(211,196,686)
Cash and cash equivalents at beginning of the year	35,427,045	246,623,731
Cash and cash equivalents at end of the year	60,865,070	35,427,045
Short term bank deposits	223,890,668	374,474,523
Earmarked balances with banks	3,575,797	3,405,522
Cash and Bank balance at the end of the year as per Note 16	288,331,535	413,307,090

See accompanying notes forming part of the financial statements

1-24.8

In terms of our report attached

For and on behalf of the Board of Directors

FOR DELOITTE HASKINS & SELLS LLP
Chartered Accountants

JOE PRETTO
Partner

BARINDRA SANYAL
Director

SELVENDRAN MANICKAM
Director

SATNAM SINGH SETHI
Chief Operating Officer

R SANKAR
Company Secretary

Mumbai, 11 April, 2016

Mumbai, 11 April, 2016

MPONLINE LIMITED

Notes forming part of the financial statements

1) CORPORATE INFORMATION

MPOnline Limited (the "Company") primarily operates an e-commerce portal allowing payments and money transfer to be made through the Internet, enabling citizens and businesses to make payment of dues to various departments of state governments, educational institutions, public utilities, insurance companies etc. The Company, an unlisted public company is a subsidiary of Tata Consultancy Services Limited (the "Parent"). The Government of Madhya Pradesh ("GoMP") is also an investor in the Company.

2) SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India ("Indian GAAP") to comply with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013 ("the 2013 Act").

Assets and liabilities have been classified as Current or Non-Current on the basis of the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013.

The accounting policies adopted in the preparation of these financial statements are consistent with those of the previous year.

2.2 Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management of the Company to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the period in which the results are known/ materialise. Example of such estimates include provision for doubtful debts, employee benefit plans, provision for income taxes and useful lives of depreciable fixed assets .

2.3 Cash and cash equivalents

The Company considers all highly liquid financial instruments, which are readily convertible into cash and having original maturities of three months or less from the date of purchase, to be cash equivalents.

2.4 Cash Flow Statement

Cash Flows are reported using the indirect method, whereby Profit / (Loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated based on the available information.



2.5 Revenue Recognition

In respect of payment gateway, e-Commerce Portal Service, revenue is recognised upon processing of the transactions (such as payment of utility bills, insurance premium etc.) through the portal.

When the outcome of transactions, involving the rendering of services and other processing transaction revenue can be estimated reliably, revenue associated with such transactions is recognised by reference to the stage of completion of the transaction at the end of each reporting period, provided the stage of completion of the transaction as well as the cost incurred on the transaction and the cost of completion of the transaction can be measured reliably. The stage of completion of the transaction is determined based on the proportion that cost incurred to date bear to the estimated total cost of the transaction.

When services are performed by number of acts over a specified period of time, revenue is recognised on a straight line basis over the specified period.

All revenues are recognised only when collectability of the resulting receivable is reasonably assured, and are reported net of discounts and indirect and service taxes.

2.6 Other Income

Interest income is accounted on a time proportion basis taking into account the amount outstanding on the financial instrument and the rate applicable.

2.7 Tangible Fixed Assets

Tangible assets are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any. Cost comprises purchase price and expenses directly attributable to bringing the asset to its working condition for the intended use. Subsequent expenditure related to an item of fixed asset are added to its book value only if they increase the future benefits/ functional capability from / of the existing asset beyond its previously assessed standard of performance.

Items of fixed assets that have been retired from active use and are held for disposal are stated at the lower of their net book value and net realisable value and are shown separately in the financial statements.

Gains or losses arising from disposal or retirement of tangible fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised net, as income or expense, as the case maybe, in the Statement of Profit and Loss in the year of disposal or retirement.

In respect of fixed assets acquired during the period, depreciation/ amortisation is charged on a straight line basis so as to write off the cost of the assets over the useful lives and for the assets acquired prior to April 1, 2014, the carrying amount as on April 1, 2014 is depreciated over the remaining useful life based on an evaluation.

Name of the Asset	Period
Computer Equipment	4 Years
Office Equipment	5 Years
Electrical Installations	10 Years
Furniture and Fixtures	5 Years
Leasehold Improvements	Lease Period
Vehicles	4 Years

Fixed assets individually costing ₹10,000 or less are depreciated at the rate of 100% in year of purchase.

Capital work-in-progress

Project under which assets are not ready for their intended use and other capital work-in-progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

2.8 Intangible Assets

Intangible assets are stated at acquisition cost, net of accumulated amortisation and accumulated impairment losses, if any.

Cost of an intangible asset includes purchase price, non-refundable taxes and duties and any other directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates. Subsequent expenditure on an intangible asset is charged to the Statement of Profit and Loss as an expense unless it is probable that such expenditure will enable the intangible asset increase the future benefits / functioning capabilities from / of the existing asset beyond its previously assessed standard of performance and such expenditure can be measured and attributed to the intangible asset reliably, in which case, such expenditure is capitalised.

Intangible assets are amortised on a straight-line basis over their estimated useful lives. A rebuttable presumption that the useful life of an intangible asset will not exceed ten years from the date when the asset is available for use is considered by the management. The amortisation period and the amortisation method are reviewed at least at each financial year-end. If the expected useful life of the asset is significantly different from previous estimates, the amortisation period is changed accordingly.

Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognized net, as income or expense as the case may be, in the Statement of Profit and Loss in the year of disposal.

The estimated useful lives of intangible assets used for amortisation are:

Name of the Asset	Method of Depreciation	Rate of Depreciation
Software	Straight line	24 Months

2.9 Impairment of assets

The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is an indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets.

2.10 Investments

Long-term investments and current maturities of long-term investments are stated at cost, less provision for other than temporary diminution in value.



2.11 Employee Benefits

i) Post-employment benefit plans

Contribution to defined contribution retirement benefit schemes are recognised as expense when employees have rendered services entitling them to contributions.

For defined benefit schemes, the cost of providing benefits is determined using the Projected Unit Credit Method, with actuarial valuations being carried out at each balance sheet date. Actuarial gains and losses are recognised in full in the Statement of Profit and Loss for the period in which they occur. Past service cost is recognised immediately to the extent that the benefits are already vested, and otherwise is amortised on a straight-line basis over the average period until the benefits become vested.

i) Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employee renders the services. These benefits include compensated absences such as paid annual leave and performance incentives which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

iii) Long-term employee benefits

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as an actuarially determined liability (using the Projected Unit Credit Method) at the present value of the defined benefit obligation at the balance sheet date.

2.12 Leases

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor, are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis.

2.13 Taxes on income

Tax expense comprises of current and deferred income taxes. Current tax is measured based on applicable tax rates and is computed in accordance with the Income Tax Act, 1961.

Deferred tax expense or benefit is recognised on timing differences being the difference between taxable incomes and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only to the extent that there is virtual certainty that sufficient taxable income will be available to realise these assets. All other deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realise these assets.

Advance taxes and provisions for current income taxes are presented in the balance sheet after offsetting advance tax paid and income tax provision arising in the same tax jurisdiction and the Company intends to settle the asset and liability on a net basis.

The Company offsets deferred tax assets and deferred tax liabilities if it has a legally enforceable right and these relate to taxes on income levied by the same governing taxation laws.



2.14 Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements. A Contingent asset is neither recognised nor disclosed in the financial statements.

2.15 Operating Cycle

Based on the nature of activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.



MPONLINE LIMITED**Notes forming part of the financial statements****Note 3 Share Capital**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(₹)	(₹)
(a) Authorised		
1,000,000 Equity shares of ₹ 10 each (March 31, 2015 : 1,000,000 Equity shares of ₹ 10 each)	10,000,000	10,000,000
(b) Issued, Subscribed and Fully paid up		
1,000,000 Equity shares of ₹ 10 each (March 31, 2015 : 1,000,000 Equity shares of ₹ 10 each)	10,000,000	10,000,000
Total	10,000,000	10,000,000

Refer Notes (i) to (iv)

(i) Reconciliation of the number of shares and amount outstanding at the beginning and end of the year :				
Particulars	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares	(₹)	Number of shares	(₹)
Shares and amount outstanding at the beginning and end of the year	1,000,000	10,000,000	1,000,000	10,000,000
Total	1,000,000	10,000,000	1,000,000	10,000,000

(ii) Rights, preferences and restrictions attached to equity shares.

The Company has one class of equity shares having a par value of ₹ 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the forthcoming Annual General Meeting, except in case of the interim dividend. In the event of liquidation, the equity share holders would be entitled to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(iii) Details of shares held by the holding company		
Particulars	Number of Equity shares	
	As at 31 March, 2016	As at 31 March, 2015
Tata Consultancy Services Limited	8,90,000	8,90,000

(iv) Details of shares held by the shareholders holding more than 5% shares:				
Class of shares / Name of shareholder	As at 31 March, 2016		As at 31 March, 2015	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Equity shares				
Madhya Pradesh State Electronics Development Corporation Limited	110,000	11%	110,000	11%
Tata Consultancy Services Limited	890,000	89%	890,000	89%

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MPONLINE LIMITED**Notes forming part of the financial statements****Note 4 Reserves and surplus**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(₹)	(₹)
(a) General reserve		
Opening balance	51,900,000	35,400,000
Add: Transferred from surplus in Statement of Profit and Loss	-	16,500,000
Closing balance	51,900,000	51,900,000
(b) Surplus in Statement of Profit and Loss		
Opening balance	386,889,364	289,272,195
Add: Profit for the year	146,349,506	164,667,381
	533,238,870	453,939,576
Less: Proposed final dividend on equity shares	49,000,000	42,000,000
Tax on dividend	9,975,247	8,550,212
Transferred to:		
- General reserve	-	16,500,000
Closing balance	474,263,623	386,889,364
Total	526,163,623	438,789,364

The Board of Directors at its meeting held on April 11, 2016 has recommended a final dividend of ₹ 49 per equity share.

Note 5 Other long - term liabilities

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(₹)	(₹)
Operating Lease Liabilities	2,815,281	2,166,968
Total	2,815,281	2,166,968

Note 6 Long-term provisions

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(₹)	(₹)
Provision for employee benefits:		
- Provision for Compensated Absences	1,624,492	1,053,388
Total	1,624,492	1,053,388

Note 7 Trade payables

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(₹)	(₹)
(a) Dues of Micro and Small enterprises (refer note below)	-	-
(b) Others	62,871,008	36,384,885
Total	62,871,008	36,384,885

Note :

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. The Company has not received any memorandum (as required to be filed by the suppliers with notified authority under the Micro, Small and Medium Enterprises Development Act, 2006) from vendor claiming the status as micro or small enterprises, hence no disclosures have been made.

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MPONLINE LIMITED**Notes forming part of the financial statements****Note 8 Other current liabilities**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(₹)	(₹)
(a) Amount collected on behalf of customers	197,588,750	135,568,093
(b) Advance received from collection agents	42,245,563	41,171,383
(c) Liabilities against purchase of fixed assets	-	3,493,048
(d) Security deposits received	330,000	455,000
(e) Unearned revenue	5,126,400	396,900
(f) Other payables		
(i) Statutory dues including taxes deducted at source	1,477,512	5,024,433
(ii) Amounts refundable against aborted transactions	460,244	120,785
(iii) Amount payable towards corporate social responsibility	1,000,000	-
(iv) Operating lease obligations	590,850	206,221
Total	248,819,319	186,435,863

Note 9 Short-term provisions

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(₹)	(₹)
(a) Provision for employee benefits: - Provision for compensated absences	475,825	398,186
(b) Provision - Others:		
(i) Proposed final dividend on equity shares	49,000,000	42,000,000
(ii) Tax on dividend	9,975,247	8,550,212
Total	59,451,072	50,948,398



MPONLINE LIMITED
Notes forming part of the financial statements
Note 10 Fixed Assets

Name of the Assets	Gross Block			Accumulated Depreciation				Net block	
	As at 1 April 2015	Additions during the Year	Disposals during the Year	As at 31 March 2016	As at 1 April 2015	Depreciation for the year	Deduction / Adjustment during the Year	As at 31 March 2016	As at 31 March 2015
	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)
Tangible Assets									
Computer Equipment	42,628,741	2,216,587	33,223	44,812,105	(22,039,237)	(7,045,938)	(1,616)	15,728,546	20,589,504
	20,514,874	22,113,867	-	42,628,741	(16,612,101)	(5,427,136)	-		
Office Equipment	7,170,100	1,668,858	-	8,838,958	(2,735,338)	(1,729,506)	-	4,374,114	4,434,762
	3,808,972	3,361,128	-	7,170,100	(1,607,090)	(1,128,248)	-		
Electrical Installations	5,874,884	-	-	5,874,884	(2,241,955)	(946,920)	-	2,686,009	3,632,929
	5,874,884	-	-	5,874,884	(2,822,854)	580,899	-		
Furniture and Fixtures	10,073,175	-	-	10,073,175	(7,880,540)	(448,756)	-	1,743,879	2,192,635
	6,913,128	3,160,047	-	10,073,175	(6,913,128)	(967,412)	-		
Leasehold Improvements	11,734,584	-	-	11,734,584	(3,304,130)	(1,409,523)	-	7,020,931	8,430,454
	5,664,831	6,069,753	-	11,734,584	(2,581,608)	(722,522)	-		
Vehicle	904,210	-	-	904,210	(347,421)	(268,845)	-	287,944	556,789
	904,210	-	-	904,210	(216,142)	(131,279)	-		
Total	78,385,694	3,885,445	33,223	82,237,916	(38,548,621)	(11,849,488)	(1,616)	31,841,423	39,837,073
<i>Previous year</i>	<i>43,680,899</i>	<i>34,704,795</i>	<i>-</i>	<i>78,385,694</i>	<i>(30,752,923)</i>	<i>(7,795,698)</i>	<i>-</i>	<i>(38,548,621)</i>	<i>(50,396,493)</i>

Figures in Italics relates to previous year

MPONLINE LIMITED**Notes forming part of the financial statements****Note 11 Non Current Investment**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(₹)	(₹)
Others		
- Fixed Deposits with HDFC Limited	290,000,000	-
Total	290,000,000	-

Note 12 Long-term loans and advances

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(₹)	(₹)
Unsecured, considered good		
(a) Security deposits	4,377,470	4,321,166
(b) Other loans and advances		
(i) Advance income tax	18,386,317	10,337,938
(net of provisions ₹ 34,26,58,234) (31 March, 2015 ₹ 26,07,58,234)		
(ii) Prepaid Expenses	4,354,234	7,758,648
Total	27,118,021	22,417,752

Note 13 Other non-current assets

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(₹)	(₹)
Interest accrued on other deposits	2,196,208	-
Total	2,196,208	-

Note 14 Current Investments

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(₹)	(₹)
Current Portion of long term investment (At cost)		
- Other Investments (Fixed Deposits with HDFC Limited)	210,000,000	200,000,000
Total	210,000,000	200,000,000

Note 15 Trade receivables

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(₹)	(₹)
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Unsecured, considered good	1,913,066	1,848,475
Doubtful	1,482,220	-
	3,395,286	1,848,475
Less: Provision for doubtful trade receivables	1,482,220	-
	1,913,066	1,848,475
Other Trade receivables		
Unsecured, considered good	14,979,772	20,843,198
Total	16,892,838	22,691,673

Note 16 Cash and bank balances

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(₹)	(₹)
(a) Cash and bank balances		
(i) Balances with banks		
In current accounts	60,865,070	35,427,045
	60,865,070	35,427,045
(b) Other bank balances		
(i) Earmarked balances with banks (Balances held as margin money against guarantees)	3,575,797	3,405,522
(ii) Short-term bank deposits	223,890,668	374,474,523
Total	288,331,535	413,307,090

MPONLINE LIMITED**Notes forming part of the financial statements****Note 17 Short-term loans and advances**

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(₹)	(₹)
Unsecured, considered good		
(a) Prepaid expenses	5,035,881	6,134,315
(b) Security deposits	-	10,000
(c) Balances with government authorities		
- Service Tax credit receivable	1,140,251	63,315
(d) Others loans and advances		
(i) Advance to Suppliers	1,748,539	1,225,987
(ii) Gratuity Fund (refer note No.24.1 (b))	674,202	1,462,004
Total	8,598,873	8,895,621

Note 18 Other current assets

Particulars	As at 31 March, 2016	As at 31 March, 2015
	(₹)	(₹)
Interest accrued on bank deposits and other deposits	18,605,256	19,027,337
Total	18,605,256	19,027,337

Note 19 Revenue from operations

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	(₹)	(₹)
Portal services		
(a) Portal Income	626,050,450	487,493,179
(b) UID Income	51,646,348	-
(c) Kiosk Registration Income for use of portal	3,245,898	4,053,786
(d) Manpower Supply	2,090,833	765,000
(e) Other Operating Income		
(i) Liabilities no longer required written back	3,000,000	58,614,700
Total	686,033,529	550,926,665

Note 20 Other income

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	(₹)	(₹)
(a) Interest income on bank deposits and other deposits	53,497,035	50,440,500
(b) Miscellaneous income	347,073	20,010
Total	53,844,108	50,460,510

MPONLINE LIMITED**Notes forming part of the financial statements****Note 21 Employee benefits expenses**

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	(₹)	(₹)
(a) Salaries and incentives	49,074,349	36,457,061
(b) Contribution to provident fund	2,266,670	1,758,070
(c) Gratuity	848,894	372,115
(d) Staff welfare expenses	4,368,173	3,721,132
Total	56,558,086	42,308,378

Note 22 Finance Cost

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	(₹)	(₹)
Interest on Delayed payment Income tax / Service tax	114,922	-
Total	114,922	-

Note 23 Operation and other expenses

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	(₹)	(₹)
(a) Services rendered by business associates and others	20,965,523	17,454,041
(b) Commission	274,029,660	175,507,526
(c) Sub contracted cost	102,637,267	74,634,947
(d) Software, hardware and material costs	5,897,765	4,518,461
(e) Communication expenses	7,854,928	5,701,406
(f) Travelling and conveyance expenses	2,691,422	2,122,014
(g) Rent	9,959,352	5,305,412
(h) Legal and professional fees	2,141,224	1,769,369
(i) Payments to auditors (refer footnote (i) below)	785,653	642,043
(j) Repairs and maintenance - others	4,035,757	2,423,561
(k) Electricity expenses	2,906,883	2,231,858
(l) Printing and stationery	169,107	181,970
(m) Insurance	85,516	74,594
(n) Rates and taxes	26,773	26,920
(o) Advertisement and Publicity	673,994	1,457,784
(p) Expenditure on Corporate Social Responsibility (refer note 24.7)	4,000,000	3,517,646
(q) Provision for doubtful trade receivables	1,482,220	-
(r) Loss on Fixed Assets	31,607	-
(s) Security services	3,269,828	1,665,009
(t) Other expenses	907,528	1,141,961
Total	444,552,007	300,376,522

Footnote : (i) Payments to auditors:

Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
	(₹)	(₹)
As auditors – statutory audit	700,000	600,000
Reimbursement of expenses	16,410	10,571
Service tax on above	69,243	31,472
Total	785,653	642,043

MPONLINE LIMITED
Notes forming part of the financial statements

	Employee benefit plans
24.1(a)	Defined contribution plans The Company makes contribution towards provident fund and family pension fund (both defined contribution plan) for qualifying employees. Under the plans, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised ₹ 22,66,670 (Year ended 31 March, 2015 ₹ 1,758,070) for contribution towards provident fund and family pension fund in the Statement of Profit and Loss. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.

24.1(b)	Defined benefit plans		
	The Company offers its employees defined benefit plans in the form of a gratuity scheme.		
	The following table sets out the funded status of the defined benefit schemes and the amount recognised in the financial statements:		
	Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
		(₹)	(₹)
	Components of expense		
	Current service cost	385,874	240,944
	Interest cost	104,224	76,131
	Expected return on plan assets	(221,184)	(120,618)
	Actuarial losses	579,980	175,658
	Total expense recognised in the Statement of Profit and Loss	848,894	372,115
	Actual contribution and benefit payments for year		
	Actual benefit payments	61,092	43,615
	Actual contributions	-	1,296,207
	The Company is expected to contribute in the next year Rs. 14,35,900 for the year ended March 31, 2017.		
	Net asset recognised in the Balance Sheet		
	Present value of defined benefit obligation	(2,311,377)	(1,302,802)
	Fair value of plan assets	2,985,579	2,764,806
	Net asset recognised in the Balance Sheet	674,202	1,462,004

	Particulars	For the year ended 31 March, 2016	For the year ended 31 March, 2015
		(₹)	(₹)
	Change in defined benefit obligations ("DBO") during the year		
	Present value of DBO at beginning of the year	1,302,802	845,900
	Current service cost	385,874	240,944
	Interest cost	104,224	76,131
	Benefit Paid during the Year	(61,092)	(43,615)
	Actuarial losses / (gains)	579,569	183,442
	Present value of DBO at the end of the years	2,311,377	1,302,802
	Change in fair value of assets during the year		
	Plan assets at beginning of the year	2,764,806	1,340,197
	Expected return on plan assets	221,184	120,618
	Actual company contributions	-	1,296,207
	Actuarial (loss) / gain	(411)	7,784
	Benefits paid	-	-
	Plan assets at the end of the year	2,985,579	2,764,806

	Category of Assets		
	Insurer Managed Funds	2,985,579	2,764,806

	Actuarial assumptions					
	Discount rate	7.50%	8.00%			
	Salary escalation	8.00%	6.00%			
	Rate of Return on Plan Assets	7.50%	8.00%			
	Attrition					
	(i) If service Less than 5 years	15.00%	14.10%			
	(ii) After 5 years	6.00%	7.90%			
	Mortality tables	India Assured Lives Mortality (2006-08) Ultimate	India Assured Lives Mortality (2006-08) Ultimate			
	The discount rate is based on the prevailing market yields of Government of India securities as at the Balance Sheet date for the estimated term of the obligations. The estimate of future salary increases considered, takes into account the inflation, seniority, promotion, increments and other relevant factors.					
	Experience adjustments	2015-2016	2014-2015	2013-2014	2012-2013	2011-2012
	Gratuity	(₹)	(₹)	(₹)	(₹)	(₹)
	Present value of Defined Benefit Obligation (A)	2,311,377	1,302,802	845,900	624,855	334,655
	Fair value of plan assets (B)	2,985,579	2,764,806	1,340,197	500,000	-
	Funded status (B-A)	674,202	1,462,004	494,297	(124,855)	(334,655)
	Experience (gain) / loss adjustments on plan liabilities	108,755	67,668	24,126	104,619	(91,131)
	Experience gain / (loss) adjustments on plan assets	(411)	7,784	(24,971)	-	-

24.2	Segment Reporting
The Company has been operating largely in one business segment viz. development, maintenance and management of the MP Online portal for providing web based services and the other activities of the Company are incidental to the portal. These activities conducted only in the geographic segment viz India. Therefore, the disclosure requirements of the Accounting Standard (AS) 17 on "Segment Reporting" are not applicable.	

24.3

Related party disclosures

(a) Related parties and their relationship

Ultimate Holding Company

Tata Sons Limited

Holding Company

Tata Consultancy Services Limited

Investing Party

Madhya Pradesh State Electronics Development Corporation Limited

Key Management Personnel (KMP)

Mr. Satnam Singh Sethi

Note: Related parties have been identified by the Management.

(b) Transactions with related parties for the year ended 31 March, 2016

	Holding Company	Investing Party	Total
Services rendered by Business Associates (Refer note below)	11,611,612	-	11,611,612
	18,629,646	-	18,629,646
Sub contracted cost	107,944,614	-	107,944,614
	73,476,020	-	73,476,020
Purchases of goods and services	352,080	-	352,080
	-	-	-
Revenue	2,390,604	51,646,348	54,036,952
	-	-	-
Reimbursement of expenses	239,008	-	239,008
	-	-	-
Dividend Paid	37,380,000	4,620,000	42,000,000
	29,370,000	3,630,000	33,000,000

Note : This includes remuneration of ₹ 69,00,000 (Year ended 31 March, 2015 ₹ 63,00,000) paid to Key Management Personnel.

(c) Balances with related parties as at March 31, 2016			
	Holding Company	Investing Party	Total
Trade Payables	32,511,760	-	32,511,760
	32,845,174	-	32,845,174
Trade receivables	1,395,458	8,100,643	9,496,101
	-	-	-
Unbilled revenue	-	17,111,949	17,111,949
	-	-	-
<i>Figures in Italics relates to previous year</i>			

24.4	Details of leasing arrangements	For the year ended 31 March, 2016 (₹)	For the year ended 31 March, 2015 (₹)
	The Company has entered into operating lease arrangements for certain facilities and office premises. The leases are non-cancellable and are for a period of 2 years 9 months to 10 years and may be renewed for a further period based on mutual agreement of the parties. The lease agreements provide for an increase in the lease payments by 5% to 15% every year.		
	Future minimum lease payments		
	(i) not later than one year	8,101,686	7,714,332
	(ii) later than one year and not later than five years	27,779,832	27,817,770
	(iii) later than five years	16,989,885	18,099,375
	Total	52,871,403	53,631,477
	Lease payments recognised in the Statement of Profit and Loss	9,879,492	5,155,372

24.5	Earnings per share	For the year ended 31 March, 2016 (₹)	For the year ended 31 March, 2015 (₹)
	Basic and diluted		
	Net profit for the year	146,349,506	164,667,381
	Weighted average number of equity shares	10,00,000	10,00,000
	Par value per share	10	10
	Earnings per share	146.35	164.67

24.6	Major components of deferred tax balances consist of the following	For the year ended 31 March, 2016 (₹)	For the year ended 31 March, 2015 (₹)
	Deferred tax Liability		
	On fixed assets	(1,209,326)	(1,706,336)
		(1,209,326)	(1,706,336)
	Deferred tax assets		
	On provision for compensated absences and bonus	566,852	487,295
	On provision for lease rentals	1,178,170	821,361
	On Provision for doubtful trade receivables	512,996	-
		2,258,018	1,308,656
	Deferred tax asset/(liability) (net)	1,048,692	(397,680)

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24.7	Expenditure on Corporate Social Responsibility Activities			
	(a) Gross amount required to be spent by the company during the year.			4,358,723
				3,517,646
	(b) Amount spent during the year on:			
		In cash	Yet to be paid in cash	Total
	(i) Construction/acquisition of any asset	-	-	-
	(ii) On purposes other than (i) above	-	-	-
	(a) Promoting rehabilitation of children with disability	3,000,000	1,000,000	4,000,000
	(b) Contribution to Prime Minister National Relief Fund	-	-	-
		3,517,646	-	3,517,646

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

For and on behalf of the Board


BARINDRA SANYAL
 Director


SATNAM SINGH SETHI
 Chief Operating Officer
 Mumbai, 11 April, 2016


SELVENDRAN MANICKAM
 Director


R SANKAR
 Company Secretary