S.R. BATLIBOI & CO. LLP
Chartered Accountants

22, Camac Street
3rd Floor, Block 'C'
Kolkata-700 016, India
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INDEPENDENT AUDITOR'S REPORT

To the Members of Microsec Health Buddy Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Microsec Health Buddy Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss 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 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 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

S.R. Batliboi & Co. LLP Kolkata

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 financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the 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 loss, 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 1 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 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 2" to this report;



(g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, 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 S.R. Batliboi & CO. LLP
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005

per Bhaswar Sarkar
Partner
Membership Number: 55596
Place of Signature: Kolkata
Date: May 25, 2016

S.R. Batliboi & Co. LLP Kolkata

ANNEXURE -1

TO
THE MEMBERS OF MICROSEC HEALTH BUDDY LIMITED
[REFERRED TO IN 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) Fixed assets were physically verified by the management during the year and no material discrepancies were noticed on such verification.

(c) According to the information and explanations given by the management, the title deeds of immovable properties included in fixed assets are held in the name of the Company, except for a particular immovable property acquired during a prior year at a consideration of Rs. 28,02,846 in respect of which the title deed is yet to be registered in the favour of the Company.

(ii) The management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies were noticed on such physical verification.

(iii) (a) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships 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, provisions of section 186 of the Companies Act 2013 in respect of investments made have been complied with by the Company. In our opinion and according to the information and explanations given to us, there are no loans, guarantees, and securities granted to which the provisions of section 185 and 186 of the Companies Act 2013 are applicable and hence not commented upon.

(v) The Company has not accepted any deposits from the public.

(vi) To the best of our knowledge and as explained, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Companies Act, 2013, for the products of the Company.



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(vii) (a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employee's state insurance, income-tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues applicable to it.

(b) According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employee's state insurance, income-tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess 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.

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

(viii) In our opinion and according to the information and explanations given by the management, the Company has not defaulted in repayment of dues to a financial institution or bank. Based on our audit procedures and as per the information and explanations given by the management, the Company did not have any outstanding loans due to Government. Further, there were no outstanding debentures during the year.

(ix) In our opinion and according to the information and explanations given by the management, the Company has utilized the monies raised by way of term loans for the purposes for which they were raised.

(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 no fraud on the Company by the officers and employees of the Company has been noticed or reported during the year.

(xi) According to the information and explanations given by the management, the managerial remuneration has been paid /provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.

(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, transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards.

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(xiv) According to the information and explanations given by the management, the Company has complied with provisions of section 42 of the Companies Act, 2013 in respect of the preferential allotment or private placement of shares during the year. According to the information and explanations given by the management, we report that the amounts raised, have been used for the purposes for which the funds were raised.

(xv) 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 and hence not commented upon.

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

per Bhaswar Sarkar
Partner
Membership Number: 55596
Place of Signature: Kolkata
Date: May 25, 2016

S.R. Batliboi & Co. LLP Kolkata

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF MICROSEC HEALTH BUDDY LIMTED

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 Microsec Health Buddy 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 on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing as specified under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, 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

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

per Bhaswar Sarkar
Partner
Membership Number: 55596
Place of Signature: Kolkata
Date: May 25, 2016

S.R. Batliboi & Co. LLP Kolkata

MICROSEC HEALTH BUDDY LIMITED

Corporate Identity No. (CIN) - U15411WB2011PLC160195

Azimganj House, 7 Camac Street, 2nd Floor, Kolkata - 700 017

SastaSundar

BALANCE SHEET AS AT MARCH 31, 2016

	Notes	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
I. EQUITY AND LIABILITIES			
1. Shareholders' Funds			
(a) Share Capital	2	**13,97,36,810**	10,81,55,430
(b) Reserves and Surplus	3	**46,02,79,269**	54,66,04,219
2. Non-Current Liabilities			
(a) Long-Term Borrowings	4	**2,40,00,000**	-
(b) Long-Term Provisions	5	**33,85,913**	18,28,963
3. Current Liabilties			
(a) Short-Term Borrowings	6	**3,44,56,688**	-
(b) Trade Payables	7		
Total outstanding dues of micro enterprises and small enterprises		**4,67,669**	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		**1,85,83,568**	1,64,40,604
(c) Other Current Liabilities	8	**4,15,70,527**	2,97,01,795
(d) Short-Term Provisions	9	**50,577**	30,578
		72,25,31,021	70,27,61,589
II. ASSETS			
1. Non-Current Assets			
(a) Fixed Assets			
(i) Tangible Assets	10	**28,16,16,307**	21,16,72,282
(ii) Intangible Assets	10	**1,80,03,599**	1,63,76,511
(iii) Capital Work-in-Progress		**4,22,285**	3,10,74,363
(iv) Intangible assets under development		-	1,51,686
(b) Non Current Investments	11	**20,11,01,000**	26,25,00,634
(c) Long-Term Loans and Advances	12	**2,24,65,443**	3,08,52,247
(d) Other Non Current Assets	17	**5,36,609**	-
2. Current Assets			
(a) Inventories	13	**15,74,60,958**	11,47,31,840
(b) Trade Receivables	14	**95,69,449**	1,17,40,375
(c) Cash and Bank Balances	15	**2,46,29,874**	1,15,81,802
(d) Short-Term Loans and Advances	16	**64,07,682**	1,19,19,849
(e) Other Current Assets	17	**3,17,815**	1,60,000
		72,25,31,021	70,27,61,589
Summary of significant accounting policies	1		

The accompanying notes are an integral part of the financial statements

As per our report of even date
For S.R.Batliboi & CO. LLP
Firm Registration No: 301003E/E300005
Chartered Accountants

per Bhaswar Sarkar
Partner
Membership No. 55596

Place : Kolkata
Date : 25th May, 2016

For and on behalf of the Board of Directors

Ravi Kant Sharma
Managing Director
DIN : 00364066

Biplab Kumar Mani
Director
DIN : 05329573

Abhishek Singhi
Chief Financial Officer

Pratap Singh
Company Secretary

MICROSEC HEALTH BUDDY LIMITED

Corporate Identity No. (CIN) - U15411WB2011PLC160195

Azimganj House, 7 Camac Street, 2nd Floor, Kolkata - 700 017

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

	Notes	2015-16 Rs.	2014-15 Rs.
I. Revenue from Operations	18	63,55,04,284	20,18,96,395
II. Other Income	19	26,89,460	53,94,858
III. Total Revenue		63,81,93,744	20,72,91,253
IV. EXPENSES:			
Purchase of Traded Goods	20	65,26,07,818	28,13,97,082
(Increase) / Decrease in Inventories of Finished Goods and Traded Goods	21	(2,21,25,234)	(9,61,99,748)
Cost of Raw Materials Consumed	22	90,38,787	83,173
Employee Benefits Expense	23	11,58,06,867	6,35,57,571
Finance Costs	24	67,55,611	23,747
Depreciation and Amortization Expenses	25	4,12,25,190	1,69,36,925
Other Expenses	26	8,19,50,968	5,33,93,667
Share of Loss in Limited Liability Partnership (Refer Note 37)		3,23,725	5,76,687
		88,55,83,732	31,97,69,104
V. LOSS BEFORE TAX (IV - III)		24,73,89,988	11,24,77,851
VI. Tax Expense:			
(a) Current Tax		-	-
(b) Deferred Tax		-	-
		-	-
VII. LOSS FOR THE YEAR (V + VI)		24,73,89,988	11,24,77,851
VIII. Loss per equity share :			
Basic and Diluted [Nominal Value per Share Rs. 10 (2014-15: Rs.10)]	27	19.61	13.40
Summary of significant accounting policies	1		

The accompanying notes are an integral part of the financial statements

As per our report of even date
For S.R.Batliboi & CO. LLP
Firm Registration No: 301003E/E300005
Chartered Accountants

per Bhaswar Sarkar
Partner
Membership No. 55596

Place : Kolkata
Date : 25th May, 2016

For and on behalf of the Board of Directors

Ravi Kant Sharma
Managing Director
DIN : 06402741

Abhishek Singhi
Chief Financial Officer

Biplab Kumar Mani
Director
DIN : 06402741

Pratap Singh
Company Secretary

MICROSEC HEALTH BUDDY LIMITED

(formerly Myjoy Fun and Food Private Limited)
Corporate Identity No. (CIN) - U15411WB2011PLC160195
Azimganj House, 7 Camac Street, 2nd Floor, Kolkata - 700 017

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CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2016

(Amount in Rs.)

	Particulars	2015-16	2014-15
A.	**Cash Flow from Operating Activities**		
	Loss before tax	**24,73,89,988**	11,24,77,851
	Adjustments for :-		
	Depreciation and Amortization Expense	**4,12,25,190**	1,69,36,925
	Interest Income	**(7,33,751)**	(8,55,088)
	Loss on sale / discard of assets held for disposal (net)	**1,76,942**	2,38,007
	Gratuity Expense	**15,76,949**	12,63,863
	Provision for doubtful advance written back	**(18,87,831)**	-
	Liability no longer required written back	**(61,606)**	-
	Finance Cost	**67,55,611**	-
	Profit on sale of Current Investments	**(5,708)**	(44,39,500)
	Loss of Limited Liability Partnership	**3,23,725**	5,76,687
	Operating cash flow before working capital changes	**(20,00,20,467)**	(9,87,56,957)
	(Increase) / Decrease in Short Term Loans and Advances	**73,87,822**	(69,13,597)
	(Increase) in Long Term Loans and Advances	**(10,000)**	(1,97,447)
	(Increase) / Decrease in Trade Receivables	**21,70,926**	(1,09,38,523)
	(Increase) in Inventories	**(4,27,29,118)**	(10,05,48,814)
	(Increase) in Other Assets	**(6,70,761)**	-
	Increase in Trade Payables	**26,10,633**	90,72,401
	Increase in Other Current Liabilities	**59,30,338**	2,08,77,245
	Cash used in operations	**(22,53,30,627)**	(18,74,05,692)
	Income Tax paid (Net of Refunds)	**16,010**	(28,277)
	Net cash used in operating activities	**(22,53,14,617)**	(18,74,33,969)
B.	**Cash Flow from Investing Activities**		
	Purchase of Fixed Assets including Capital Advances	**(7,40,92,644)**	(15,51,54,800)
	Proceeds from sale of Fixed Asets	**3,19,967**	5,51,50,212
	Investment in Fixed Deposits	**(2,07,84,787)**	(3,60,50,243)
	Purchase of Current Investments	**(50,00,000)**	(32,75,00,000)
	Proceeds from sale of Current Investments	**50,05,708**	37,84,39,500
	Encashment of Fixed Deposits	**1,55,50,242**	3,08,00,000
	Investment in Non-Current Investments	**(1,65,000)**	(3,66,19,926)
	Proceeds From Non Current Investments	**6,12,40,909**	-
	Interest on Fixed Deposits	**7,06,254**	7,02,429
	Net cash used in investing activities	**(1,72,19,351)**	(9,02,32,828)
C.	**Cash Flows from Financing Activities**		
	Proceeds from Issue of Equity Share Capital	**3,15,81,380**	3,94,67,600
	Proceeds from Securities Premium on Issue of Equity Share Capital	**16,10,65,038**	24,07,52,360
	Proceeds from Long Term Borrowings	**2,40,00,000**	-
	Proceeds from Short Term Borrowings	**4,04,56,688**	-
	Finance Cost	**(67,55,611)**	-
	Net cash generated from/(used in) financing activities	**25,03,47,495**	28,02,19,960
D.	**Net change in cash and cash equivalents (A+B+C)**	**78,13,527**	25,53,163
E.	**Cash and Cash equivalents - Opening Balance**	**57,31,559**	31,78,396
F.	**Cash and Cash equivalents - Closing Balance***	**1,35,45,086**	57,31,559

Components of cash and cash equivalents as indicated in Note 15 comprises of:

Cash on hand	**88,031**	1,33,040
Balances with scheduled banks on Current Accounts	**1,34,57,055**	55,98,519
Total	**1,35,45,086**	57,31,559

* Excluding Rs. 1,10,84,788 (2014-15: Rs. 58,50,243) being deposits with restricted use and with maturity of more than three months.

As per our attached report of even date
For S.R.Batliboi & CO. LLP
Firm Registration No: 301003E/E300005
Chartered Accountants

Bhaswar Sarkar

per Bhaswar Sarkar
Partner
Membership No. 55596

S.R. Batliboi & Co. LLP Kolkata

Place : Kolkata
Date : 25th May, 2016

For and on behalf of the Board of Directors

RK Sharma

Ravi Kant Sharma
Managing Director
DIN : 00364066

Abhishek Singhi
Chief Financial Officer

Biplab Kr. Mani

Biplab Kumar Mani
Director
DIN : 05329573

Pratap Singh

Pratap Singh
Company Secretary

Microsec Health Buddy Limited Kolkata

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED 31ST MARCH, 2016

1. Summary of Significant Accounting Policies

i. Basis of preparation of Financial Statements

The financial statements of the Company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material aspects with the accounting standards notified under Section 133 of the Companies Act, 2013 read together with paragraph 7 of the Companies (Accounts) Rules 2014. The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies adopted in the preparation of financial statements are consistent with those of previous year, except for the change in accounting policy explained below.

ii. Change in Accounting Policy

a) Component Accounting

On Application of Schedule II to the Companies Act, 2013, the Company has changed the manner of providing depreciation for its fixed assets. Now, the Company identifies and determines separate useful life for each major components of the fixed assets, if they have useful life that is materially different from that of the remaining assets.

b) Depreciation on fixed assets

Till the year ended 31 March 2015, the Company used the depreciation rate as prescribed under Schedule II to the Companies Act, 2013 . From the current year, the Company has revised the remaining useful life of Plant & Machinery which is different from the life prescribed under Schedule II of the Companies Act, 2013. The Management, supported by technical justification, has estimated the useful life to be 10 to 15 years which are lower than those indicated in Schedule II. Had the company continued to use the earlier policy of depreciating fixed assets, loss for the year would have been lower by Rs. 15,14,206.

iii. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities at the date of financial statements and the results of operations during the reporting year end. Although these estimates are based upon the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amount of assets and liabilities in future periods.

iv. **Revenue Recognition**

- Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.
- Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The company collects sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue.
- Fees from Professional Services are recognized as and when the services are rendered to the customers and when there is reasonable certainty of its ultimate realisation/collection.
- Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rates applicable.
- Dividend income is recognized when the shareholder's right to receive dividend is established by the balance sheet date.
- The Company operates a loyalty points program, Sasta Sundar Currency, which allow customers to accumulate points when they purchase products on the Sasta Sundar Portal. The points can be redeemed against Self Branded Products subject to a minimum amount of purchase. Consideration received is allocated between the products sold and the points issued, with the consideration allocated to the points equal to their fair value. Fair value of the points is determined by applying statistical analysis and taking into consideration past trends of redemption. The fair value of the points issued is deferred and recognized as revenue when the points are redeemed.

v. **Tangible Fixed Assets**

Tangible Fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Any trade discount and rebates are deducted in arriving at the purchase price.

Gains or losses arising from de-recognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is de-recognised.

vi. **Intangible Assets**

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and impairment losses, if any.

Microsec Health Buddy Limited Kolkata

S R Batliboi & Co. LLP Kolkata

iv. **Revenue Recognition**

- Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.
- Revenue from sale of goods is recognized when all the significant risks and rewards of ownership of the goods have been passed to the buyer, usually on delivery of the goods. The company collects sales taxes and value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue.
- Fees from Professional Services are recognized as and when the services are rendered to the customers and when there is reasonable certainty of its ultimate realisation/collection.
- Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rates applicable.
- Dividend income is recognized when the shareholder's right to receive dividend is established by the balance sheet date.
- The Company operates a loyalty points program, Sasta Sundar Currency, which allow customers to accumulate points when they purchase products on the Sasta Sundar Portal. The points can be redeemed against Self Branded Products subject to a minimum amount of purchase. Consideration received is allocated between the products sold and the points issued, with the consideration allocated to the points equal to their fair value. Fair value of the points is determined by applying statistical analysis and taking into consideration past trends of redemption. The fair value of the points issued is deferred and recognized as revenue when the points are redeemed.

v. **Tangible Fixed Assets**

Tangible Fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use. Any trade discount and rebates are deducted in arriving at the purchase price.

Gains or losses arising from de-recognition of fixed assets are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the Statement of Profit and Loss when the asset is de-recognised.

vi. **Intangible Assets**

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and impairment losses, if any.





vii. **Depreciation and Amortization on tangible and intangible assets**

- Leasehold land is amortised on a straight line basis over the period of lease, i.e. 99 years.
- Depreciation on fixed assets is calculated on a WDV basis using the rates arrived at based on the useful lives estimated by the management which is as per the rates specified in Schedule II to the Companies Act, 2013 except for Plant & Machinery which are lower than those indicated in Schedule II, i.e., 10 to 15 years.
- Depreciation on Fixed Assets added/disposed off during the year is provided on prorata basis with reference to the date of addition/disposal.
- Computer softwares are amortized on straight line basis over a period of five years from the date the assets become available for use.

viii. **Impairment of tangible and intangible assets:**

The carrying amounts of assets are reviewed at each balance sheet date to determine whether there is any indication of impairment based on external/internal factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount which represents the greater of the net selling price and 'Value in use' of the assets. In assessing the value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset.

After impairment, depreciation / amortization is provided on the revised carrying amount of the assets over its remaining useful lives.

A previously recognized impairment loss is increased or reversed depending on the changes in the circumstances. However, the carrying value after reversal is not increased beyond the carrying value that would have prevailed by charging usual depreciation / amortization if there was no impairment.

ix. **Investments**

Investments that are readily realisable and intended to be held for not more than one year from the date of such investment are classified as Current Investments. All other Investments are classified as Long term Investments. Current Investments are stated at lower of cost and market rate on an individual investment basis. Long term investments are considered "at cost" on individual investment basis, unless there is a decline other than temporary in the value, in which case adequate provision is made against such diminution in the value of investments.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the Statement of Profit and Loss.

Microsec Health Buddy Limited Kolkata

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x. **Inventories**

Raw materials and packing materials are valued at lower of cost and net realizable value. However, Materials and other items held for use in the production of inventories are not written down below cost if the finished products in which they will be incorporated are expected will to be sold at or above cost.

Finished goods are valued at lower of cost and net realizable value. Cost includes direct and a proportion of overheads.

Traded Goods are valued at lower of cost and net realizable value. Cost includes cost of purchase and other costs incurred in bringing the inventory to their present location and condition.

Net realizable value is the estimated selling price in the ordinary course of business less estimated costs necessary to make the sale.

xi. **Taxes on Income**

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. Deferred Income tax reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

The deferred tax for timing differences between the book and tax profit for the year is accounted for using the tax rates and laws that have been substantively enacted as of the Balance Sheet date. Deferred tax asset is recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax asset can be realised. If the Company has carry forward unabsorbed depreciation and tax losses, deferred tax asset is recognised only to the extent that there is virtual certainty supported by convincing evidence that sufficient taxable income will be available in future against which such deferred tax asset can be realised.

The carrying amount of deferred tax asset is reviewed at each Balance Sheet date. The company writes down the carrying amount of a Deferred Tax Asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realised. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

At each Balance Sheet date, the Company recognizes the unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax asset can be realized.





Minimum Alternative Tax (MAT) credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in the guidance note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the statement of profit and loss and shown as MAT Credit Entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that the Company will pay normal Income Tax during the specified period.

xii. **Retirement and other employees benefits**

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

- Gratuity liability being a defined benefit obligation is provided for on the basis of actuarial valuation on projected unit credit method at the end of each financial year. Actuarial gains / losses are recognized in full in the period in which they occur in the Statement of Profit and Loss. Bifurcation of current and non-current provisions for gratuity is done based on actuarial valuation.

- Short term compensated absences are provided for based on estimates.

xiii. **Cash and Cash Equivalents**

Cash and cash equivalents in the cash flow statement comprise of cash at bank and Cash / Cheque on hand and short-term investments with an original maturity of three months or less.

xiv. **Earnings Per Share**

Basic Earnings 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.

Microsec Health Buddy Limited Kolkata

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xv. **Borrowing costs**

Borrowing cost includes interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings.

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

xvi. **Provisions**

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past event and it is probable that there will be an outflow of resources and a reliable estimate can be made of the amount of the obligation. Provisions 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.

xvii. **Contingent Liabilities**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.





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NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016

2. SHARE CAPITAL	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Authorised		
1,40,00,000 (2014-15: 1,10,00,000) Equity Shares of Rs. 10 each	14,00,00,000	11,00,00,000
Issued, Subscribed and Fully Paid-up		
1,39,73,681 (2014-15: 1,08,15,543) Equity Shares of Rs. 10 each	13,97,36,810	10,81,55,430

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

Equity Shares

	As at 31st March, 2016		As at 31st March, 2015	
	Nos.	Rs.	Nos.	Rs.
Outstanding at the beginning	1,08,15,543	10,81,55,430	25,50,000	2,55,00,000
Issued during the year	31,58,138	3,15,81,380	82,65,543	8,26,55,430
Outstanding at the end of the Year	1,39,73,681	13,97,36,810	1,08,15,543	10,81,55,430

(b) Terms / Rights attached to the equity shares

The Company has only one class of equity shares having par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual Genaral Meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(c) Shares held by holding company

Out of the equity shares issued by the Company, shares held by its holding company are as below :-

	31.03.2016 (Rs.)	31.03.2015 (Rs.)
1,08,15,543 (2014-15: 1,08,15,543) Equity Shares of Rs. 10 each, fully paid up		
Microsec Financial Services Limited	10,81,55,430	10,81,55,430

(d) Details of 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	% of holding	No. of shares	% of holding
Equity shares of Rs. 10 each full paid up				
Microsec Financial Services Limited (including shares held by its nominees)	1,08,15,543	77.40	1,08,15,543	100.00
PRP Technologies Limited	23,38,466	16.73	-	-
Microsec Commerze Limited	8,19,672	5.87	-	-

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





NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016

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	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
3. RESERVES AND SURPLUS		
Securities Premium Account		
Balance as per last financial statements	**72,91,98,123**	22,50,00,000
Add : Premium on issue of equity shares	**16,10,65,038**	50,41,98,123
	89,02,63,161	72,91,98,123
Deficit in the Statement of Profit and Loss		
Balance as per last financial statements	**18,25,93,904**	7,01,16,053
Loss for the year transferred from the Statement of Profit and Loss	**24,73,89,988**	11,24,77,851
	42,99,83,892	18,25,93,904
	46,02,79,269	54,66,04,219

4. LONG-TERM BORROWINGS

	Non - Current Portion		Current Maturities	
	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Term Loan				
Indian Rupee loan from bank (Secured)	**2,40,00,000**	-	**60,00,000**	-
	2,40,00,000	-	**60,00,000**	-
Amount Disclosed under the head "other current liabilities" (Note 8)	-	-	**(60,00,000)**	-
	2,40,00,000	-	-	-

Indian rupee loan from bank is secured by hypothecation of plant & machinery purchased and equitable mortgage of factory premises on leasehold land and installed plant & machinery at Baruipur along with corporate guarantee of Microsec Financial Services Limited (i.e. Holding Company).
The rate of interest applicable to this term loan is Bank's Base rate plus 50 basis point (i.e. 10.15%).
The loan is repayable in 60 equal monthly installments of Rs. 5,00,000 each from 30th April, 2016.

5. LONG-TERM PROVISIONS

Gratuity [Refer Note 30]	**33,85,913**	18,28,963
	33,85,913	18,28,963

6. SHORT-TERM BORROWINGS

Cash Credit From Banks (Secured) *	**3,44,56,688**	-
	3,44,56,688	-

* Cash credit from bank is secured against margin money deposits, hypothecation of inventories, book debts (both present & future), equitable mortgage of factory premises on leasehold land and installed plant & machinery at Baruipur along with corporate guarantee of Microsec Financial Services Limited (i.e. Holding Company).
The cash credit is repayable on demand and carries interest @ Bank's Base Rate plus 50 Basis Points (i.e. 10.15%).

Microsec Health Buddy Limited Kolkata

S R Baliboi & Co. LLP Kolkata

MICROSEC HEALTH BUDDY LIMITED
Azimganj House, 7 Camac Street, 2nd Floor, Kolkata - 700 017

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016

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	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
7. TRADE PAYABLES		
Total outstanding dues of micro and small enterprises	**4,67,669**	-
Total outstanding dues of creditors other than micro and small enterprises [Refer Note 34]	**1,85,83,568**	1,64,40,604
	1,90,51,237	1,64,40,604
8. OTHER CURRENT LIABILITIES		
Current maturities of long-term borrowings [Refer Note 4]	**60,00,000**	-
Other Liabilities		
Capital Purchases	**58,20,494**	1,70,71,826
Statutory Dues Payable	**23,00,022**	21,79,561
Advance From Customers	**5,03,325**	2,48,571
Interest Accrued but not due on borrowings	**1,16,469**	-
Security Deposit	**1,11,00,000**	94,80,000
Others Payables	**1,12,25,400**	7,21,837
Liability for Reward Points - Sasta Sundar Currency	**45,04,817**	-
	4,15,70,527	2,97,01,795
9. SHORT-TERM PROVISIONS		
Gratuity [Refer Note 30]	**50,577**	30,578
	50,577	30,578

Microsec Health Buddy Limited Kolkata

S R Batliboi & Co. LLP Kolkata

MICROSEC HEALTH BUDDY LIMITED

(formerly Myjoy Fun and Food Private Limited)
Corporate Identity No. (CIN) - U15411WB2011PLC160195
Azimganj House, 7 Camac Street, 2nd Floor, Kolkata - 700 017

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NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016

10. FIXED ASSETS :

A. Tangible Assets

(Amount in Rs.)

Particulars	Leashold Land	Building	Computers	Furniture and Fixtures	Office Equipments	Plant and Machinery	Electrical Equipments	Motor Vehicles	Total
Gross Block									
At April 1, 2014	4,94,81,123	6,59,37,879	48,06,117	1,06,23,206	59,44,797	-	57,39,279	28,10,756	14,53,43,157
Additions	-	3,79,75,582	66,21,144	1,21,57,281	1,17,49,266	75,96,505	1,02,74,867	8,57,339	8,72,31,984
Disposals	-	-	-	-	-	-	-	18,57,741	18,57,741
At March 31, 2015	**4,94,81,123**	**10,39,13,461**	**1,14,27,261**	**2,27,80,487**	**1,76,94,063**	**75,96,505**	**1,60,14,146**	**18,10,354**	**23,07,17,400**
Additions	-	4,47,78,973	39,94,897	1,81,81,559	63,85,830	2,60,58,971	81,16,868	-	10,75,17,098
Disposals	-	-	41,580	-	-	-	6,39,135	-	6,80,715
At March 31, 2016	**4,94,81,123**	**14,86,92,434**	**1,53,80,578**	**4,09,62,046**	**2,40,79,893**	**3,36,55,476**	**2,34,91,879**	**18,10,354**	**33,75,53,783**
Depreciation									
At April 1, 2014	10,06,685	4,44,751	8,35,951	91,957	1,38,619	-	4,148	6,45,939	31,68,050
Charge For the Year	5,05,031	32,05,024	35,97,741	33,65,249	34,07,018	1,63,085	14,91,700	6,68,594	1,64,03,442
Disposals	-	-	-	-	-	-	-	5,26,374	5,26,374
At March 31, 2015	**15,11,716**	**36,49,775**	**44,33,692**	**34,57,206**	**35,45,637**	**1,63,085**	**14,95,848**	**7,88,159**	**1,90,45,118**
Charge For the Year	4,99,809	54,25,046	56,02,417	68,67,061	76,26,896	60,22,778	47,21,323	3,10,834	3,70,76,164
Disposals	-	-	21,613	-	-	-	1,62,193	-	1,83,806
At March 31, 2016	**20,11,525**	**90,74,821**	**1,00,14,496**	**1,03,24,267**	**1,11,72,533**	**61,85,863**	**60,54,978**	**10,98,993**	**5,59,37,476**
Net Block									
At March 31, 2015	**4,79,69,407**	**10,02,63,686**	**69,93,569**	**1,93,23,281**	**1,41,48,426**	**74,33,420**	**1,45,18,298**	**10,22,195**	**21,16,72,282**
At March 31, 2016	**4,74,69,598**	**13,96,17,613**	**53,66,082**	**3,06,37,779**	**1,29,07,360**	**2,74,69,613**	**1,74,36,901**	**7,11,361**	**28,16,16,307**

B. Intangible Assets

(Amount in Rs.)

Particulars	Computer Software	Web Portal	Total
Gross Block			
At April 1, 2014	4,17,199	-	4,17,199
Additions	35,14,187	1,30,59,521	1,65,73,708
At March 31, 2015	**39,31,386**	**1,30,59,521**	**1,69,90,907**
Additions	48,71,126	9,04,988	57,76,114
At March 31, 2016	**88,02,512**	**1,39,64,509**	**2,27,67,021**
Amortization			
At April 1, 2014	80,913	-	80,913
Charge For the Year	5,26,327	7,156	5,33,483
At March 31, 2015	**6,07,240**	**7,156**	**6,14,396**
Charge For the Year	13,77,884	27,71,142	41,49,026
At March 31, 2016	**19,85,124**	**27,78,298**	**47,63,422**
Net Block			
At March 31, 2015	33,24,146	1,30,52,365	1,63,76,511
At March 31, 2016	**68,17,388**	**1,11,86,211**	**1,80,03,599**

Microsec Health Buddy Limited Kolkata

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MICROSEC HEALTH BUDDY LIMITED
(formerly Myjoy Fun and Food Private Limited)
Corporate Identity No. (CIN) - U15411WB2011PLC160195
Azimganj House, 7 Camac Street, 2nd Floor, Kolkata - 700 017

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016

	No. of Shares / Units	Face value Per share / Units Rs.	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
11. NON-CURRENT INVESTMENTS				
Trade Investments (Valued at Cost)				
Unquoted Equity Shares (fully paid up)				
In Wholly Owned Subsidiary Companies				
Myjoy Pharmaceuticals Private Limited	25,10,000 (25,10,000)	10	**2,51,00,000**	2,51,00,000
Myjoy Technologies Private Limited	- (6,30,369)	10	**-**	3,69,99,926
Sasta Sundar Shop Private Limited	1,10,000 (1,10,000)	10	**17,60,00,000**	17,60,00,000
Total (a)			**20,11,00,000**	23,80,99,926
In Fellow Subsidiary Company				
Microsec Tech Solutions Private Limited	100	10	**1,000**	1,000
Total (b)			**1,000**	1,000
In Limited Liability Partnership				
Alokik Advisory Services LLP			-	1,19,17,756
Dreamscape Advisors LLP			-	80,17,481
Stuti Advisory Services LLP			-	44,64,471
Total (c)			-	2,43,99,708
Total Non-Current Investments (a+b+c)			**20,11,01,000**	26,25,00,634
Aggregate Value of Investments				
Quoted			-	-
Unquoted			**20,11,01,000**	26,25,00,634

The details of Investment in Limited Liability Partnership are as follows:

(a) Investment in Alokik Advisory Services LLP		
Name of the Partner and Share in Profits (%)		
Microsec Health Buddy Limited (99%)		
Myjoy Pharmaceuticals Private Limited (1%)		
Total Capital of the firm (Rs.)	-	5,00,00,000
(b) Investment in Dreamscape Advisors LLP		
Name of the Partner and Share in Profits (%)		
Microsec Health Buddy Limited (99%)		
Myjoy Pharmaceuticals Private Limited (1%)		
Total Capital of the firm (Rs.)	-	5,00,00,000
(c) Investment in Kailashwar Advisory Services LLP		
Name of the Partner and Share in Profits (%)		
Microsec Health Buddy Limited (99% upto 30th January 2015)		
PRP Technologies Limited (98% w.e.f. 31st January,2015)		
Myjoy Tasty Food Private Limited (1% w.e.f. 31st January,2015)		
Myjoy Pharmaceuticals Private Limited (1%)		
Total Capital of the firm (Rs.)	-	10,00,00,000
(d) Investment in Stuti Advisory Services LLP		
Name of the Partner and Share in Profits (%)		
Microsec Health Buddy Limited (99%)		
Myjoy Pharmaceuticals Private Limited (1%)		
Total Capital of the firm (Rs.)	-	2,00,00,000

NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016

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	As at 31.03.2016 Rs.	31.03.2015 Rs.
12. LONG-TERM LOANS AND ADVANCES		
(Unsecured, Considered good)		
Capital Advances [Refer Note 35a]	**2,20,47,123**	3,04,43,927
Security Deposits	**4,18,320**	4,08,320
	2,24,65,443	3,08,52,247
13. INVENTORIES		
(Valued at lower of cost and net realisable value)		
Raw Materials	**1,01,91,163**	14,56,809
Finished Goods	**12,67,788**	-
Traded Goods		
Medicines	**8,17,64,702**	5,67,03,256
FMCG Products	**4,94,75,518**	5,36,79,518
Packing Materials	**1,47,61,787**	28,92,257
	15,74,60,958	11,47,31,840
14. TRADE RECEIVABLES		
Outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, considered good	**4,68,042**	-
	4,68,042	-
Others		
Secured, considered good	**51,42,353**	15,20,660
Unsecured, considered good*	**39,59,054**	1,02,19,715
	91,01,407	1,17,40,375
	95,69,449	1,17,40,375

* includes Rs. 27,93,097 (2014-15: 72,90,910) receivable from Myjoy Pharmaceuticals Private Limited

15. CASH AND BANK BALANCES		
Cash and Cash Equivalents		
Cash on Hand	**88,031**	1,33,040
Balances with Scheduled Banks On Current Accounts	**1,34,57,055**	55,98,519
Other Bank Balances		
Deposits with original maturity for more than 3 months but less then 12 months*	**1,10,84,788**	58,50,243
	2,46,29,874	1,15,81,802

*Comprises of:
1. Rs. 51,81,659 (2014-15: Nil) with Union bank of India as security against cash credit loans.
2. Rs. 47,00,000 (2014-15: Rs. 47,00,000) with HDFC Bank Limited as security against Bank Guarantee.
3. Rs. 12,03,129 (2014-15 :Rs. 11,50,243) with HDFC Bank Limited as security against Corporate Credit Card.

16. SHORT-TERM LOANS AND ADVANCES		
(Unsecured, Considered Good)		
Balances with Government Authorities	**23,90,269**	10,97,162
Prepaid Expenses	**13,63,648**	5,48,687
Advances recoverable from related party (Refer Note 29)	**-**	35,15,186
Tax Deducted at Source [Net of Provisions Rs. Nil (2014-15: Rs. Nil)]	**72,991**	85,167
Advances recoverable in cash or in kind	**25,80,774**	85,61,478
	64,07,682	1,38,07,680
Less : Provision for doubtful advances	**-**	18,87,831
	64,07,682	1,19,19,849

17. OTHER ASSETS
(Unsecured, Considered Good)

	Non - Current		Current	
	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.	As at 31.03.2016 Rs.	As at 31.03.2015 Rs.
Accrued Interest on Fixed Deposit	-	-	**1,83,663**	1,60,000
Unamortized Premium on Borrowing Cost	**5,36,609**	-	**1,34,152**	-
	5,36,609	-	**3,17,815**	1,60,000

Microsec Health Buddy Limited Kolkata

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NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016

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	2015-16 Rs.	
18. REVENUE FROM OPERATIONS		
Sale of Products		
Traded Goods	63,03,10,275	20,18,96,395
Finished Goods	51,94,009	-
	63,55,04,284	20,18,96,395
Details of Products Sold		
Traded Goods Sold		
Medicines	53,77,10,527	16,25,93,526
FMCG Products	9,25,99,748	3,93,02,869
Finished Goods Sold		
Food Products	51,94,009	-
	63,55,04,284	20,18,96,395
19. OTHER INCOME		
Interest on Fixed Deposits [TDS Rs. 72,991 (2014-15: Rs. 51,072)]	7,29,917	5,10,714
Interest on Loan	-	3,40,929
Interest on Income Tax Refund	3,834	3,445
Profit on sale of Current Investments	5,708	44,39,500
Miscellaneous Income	564	1,00,270
Liability no longer required written back	61,606	-
Provision for doubtful advance written back	18,87,831	-
	26,89,460	53,94,858
20. PURCHASE OF TRADED GOODS		
Medicines	55,73,23,955	19,79,70,592
FMCG Products	9,52,83,863	8,34,26,490
	65,26,07,818	28,13,97,082
21. (INCREASE) / DECREASE IN INVENTORIES OF TRADED GOODS AND FINISHED GOODS		
Inventories at the beginning of the year		
Traded Goods	11,03,82,774	1,41,83,026
Finished goods	-	-
	11,03,82,774	1,41,83,026
Inventories at the end of the year [Refer Note 13]		
Traded Goods	13,12,40,220	11,03,82,774
Finished goods	12,67,788	-
	13,25,08,008	11,03,82,774
	(2,21,25,234)	(9,61,99,748)
22. COST OF RAW MATERIALS CONSUMED		
Inventory at the beginning of the year	14,56,809	-
Add : Purchases	1,77,73,141	15,39,982
Less : Inventory at the end of the year [Refer Note 13]	1,01,91,163	14,56,809
	90,38,787	83,173
Detail of raw materials consumed		
Food Ingredients	90,38,787	83,173
23. EMPLOYEE BENEFITS EXPENSE		
Salary and Bonus	10,99,56,684	6,04,37,817
Contribution to Provident and other funds	21,04,582	4,37,014
Contribution to Employees' State Insurance	7,01,711	3,53,711
Gratuity Expense [Refer Note 30]	15,76,949	12,63,863
Employees' Welfare Expenses	14,66,941	10,65,166
	11,58,06,867	6,35,57,571

Microsec Health Buddy Limited Kolkata

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NOTES TO THE FINANCIAL STATEMENTS AS AT AND FOR THE YEAR ENDED MARCH 31, 2016

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	2015-16 Rs.	Rs.
24. FINANCE COST		
Interest Expense	58,59,745	-
Other Borrowing Cost	8,95,866	23,747
	67,55,611	23,747
25. DEPRECIATION AND AMORTISATION EXPENSE		
Depreciation of Tangible Assets	3,70,76,164	1,64,03,442
Amortization of Intangible Assets	41,49,026	5,33,483
	4,12,25,190	1,69,36,925
26. OTHER EXPENSES		
Power and Fuel	80,12,516	33,01,181
Logistics Expenses	90,18,160	22,16,729
Testing Charges	11,51,609	-
Packing Materials Consumed	80,73,937	64,95,723
Rent	2,83,725	2,77,125
Repairs and Maintenance - Others	31,68,507	22,61,989
Service Charges	33,41,717	26,33,602
Insurance	2,73,998	2,01,040
Rates and Taxes	5,88,068	10,71,513
Advertisement and Selling Expenses	1,44,05,048	90,45,353
Business Promotion Expenses	37,62,872	30,08,215
Bank & Demat Charges	4,36,935	2,02,912
Commission and Brokerage	10,05,728	17,59,078
Communication Expenses	18,12,202	14,98,739
Postage and Courier Expenses	1,37,830	5,62,552
Legal and Professional Fees	76,70,433	50,33,433
Printing and Stationery	12,57,099	14,03,584
Travelling and Conveyance	44,08,243	34,22,448
Security Service Charges	55,37,990	41,02,771
Server hosting, bandwidth and other data service charges	57,15,234	21,46,504
Auditors' Remuneration		
As Auditors		
Audit Fees	11,45,000	2,80,900
Reimbursement of expenses	16,640	12,928
Provision for Doubtful Advances	-	18,87,831
Loss on sale / write off of Fixed Assets (net)	1,76,942	2,38,007
Miscellaneous Expenses	5,50,535	3,29,510
	8,19,50,968	5,33,93,667
27. EARNINGS PER SHARE (EPS)		
Basis for calculation of Basic and Diluted Earnings Per Share is as under:		
Loss after tax (Rs.)	24,73,89,988	11,24,77,851
Weighted Average Number of Equity Shares (Nos.)	1,26,16,459	83,91,342
Nominal Value of each Equity Share (Rs.)	10.00	10.00
Loss per equity share :	19.61	13.40

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28. The Company has only one business segment and its operations are also confined to one geographical segment i.e. India. As such, no further disclosure under Accounting Standard 17 "Segment Reporting" is required.

29. Related Party in terms of Accounting Standard 18 and as per the Companies Act, 2013 are given below:

Name of the related parties & description of relationship

i) Related parties where control exists

a) Holding Company

Microsec Financial Services Limited

b) Subsidiary Companies

Myjoy Pharmaceuticals Private Limited

Sasta Sundar Shop Private Limited

Myjoy Technologies Private Limited (upto 18th December, 2015)

c) Limited Liability Partnership (Entity over which control is exercised)

Alokik Advisory Services LLP (upto 21st September, 2015)

Dreamscape Advisors LLP (upto 23rd September, 2015)

Kailashwar Advisory Services LLP (upto 30th January, 2015)

Stuti Advisory Services LLP (upto 23rd September, 2015)

ii) Other related parties with whom transactions have taken place during the year

a) Fellow Subsidiary Companies

Microsec Resources Private Limited

Microsec Capital Limited

Microsec Commerze Limited

Myjoy Tasty Food Private Limited

PRP Technologies Limited

Joybuddy Fun Products Private Limited

b) Key Management Personnel

Mr. Ramesh Sharma, Whole-time director

Mr. Mahesh Kumar Singhi, Managing Director

Mr. Ravi Kant Sharma, Managing Director & CEO (w.e.f. 1st July, 2015).

Mr. Abhishek Singhi, Chief Financial Officer (w.e.f. 1st December, 2014)

Mr. Avik Saha, Company Secretary (upto 13th July, 2015)

Mr. Pratap Singh, Company Secretary (w.e.f. 21st January, 2016)

c) Relatives of Key Management Personnel

Mr. Narsingh Mittal (Brother of Mr. Banwari Lal Mittal)

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Details of Related Party Transaction

	Holding Company	Key Management Personnel										Relatives of Key Management Personnel	
	Microsec Financial Services Limited	Sushil Choubey	Biplab Kumar Mani	Ravi Kant Sharma	Giridhar Dhelia	Ramesh Kumar Sharma	Mahesh Kumar Singhi	Rajendra Kumar Chotia	Abhishek Singhi	Avik Saha	Pratap Singh	Mr. Narsingh Mittal	Mrs. Abha Mittal
Advance Given	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	2,00,000 (-)	- (-)	- (-)	- (-)	- (-)
Repayment of Advance Given	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	75,000 (-)	- (-)	- (-)	- (-)	- (-)
Proceeds from Issue of Equity Share Capital	- (3,94,67,600)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Proceeds from Premium on Issue of Equity Share Capital	- (24,07,52,360)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Conversion of Compulsorily Convertible Debentures into equity Shares	- (4,31,87,830)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Premium on Conversion of Compulsorily Convertible Debentures into equity Shares	- (26,34,45,763)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Corporate Guarantee Taken	6,44,56,688 (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Directors Remuneration	- (-)	- (2,00,000)	- (-)	44,91,056 (-)	- (-)	14,41,831 (11,43,597)	12,21,053 (11,29,194)	- (11,66,757)	- (-)	- (-)	- (-)	- (-)	- (-)
Remuneration	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	11,52,967 (3,22,300)	1,46,234 (5,10,562)	94,363 (-)	- (-)	- (-)
Balance Receivable	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	1,25,000 (-)	- (-)	- (-)	- (-)	- (-)
Balance Payable	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Sale of Traded Goods	- (-)	- (-)	- (348)	- (56,811)	- (5,917)	- (2,963)	- (8,577)	- (4,630)	- (-)	- (288)	- (-)	- (1,794)	- (1,36,986)
Other Payables	- (-)	- (-)	- (-)	2,22,106 (-)	- (-)	22,573 (-)	94,565 (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)

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Details of Related Party Transaction

	Subsidiary Companies/Fellow Subsidiary Companies Entity (Enterprise over which control is exercised)												
	Microsec Resources Private Limited	Myjoy Pharmaceuticals Private Limited	Myjoy Technologies Private Limited	Myjoy Tasty Food Private Limited	Joybuddy Fun Products Private Limited	Microsec Capital Limited	PRP Technologies Limited	Microsec Commerze Limited	Microsec Tech Solutions Private Limited	Alokik Advisory Services LLP	Dreamscape Advisors LLP	Kailashwar Advisory Services LLP	Stuti Advisory Services LLP
Loan Given	- (-)	- (2,50,000)	- (49,00,000)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Loan Taken	25,07,00,000 (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Loan Refunded	25,07,00,000 (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Advance for Purchase	- (-)	- (-)	- (-)	- (-)	15,00,000 (50,00,000)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Refund of Advance for Purchases	- (-)	- (-)	- (-)	- (-)	40,00,000 (25,00,000)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Rental Income	- (-)	- (1,00,000)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Interest Income	- (-)	- (8,491)	- (3,32,438)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Purchase of Traded Goods	- (-)	- (-)	- (-)	3,20,971 (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Sale of Traded Goods	- (-)	26,36,08,005 (13,73,74,053)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	7,07,416 (-)	- (-)	- (-)
Interest Expenses	48,06,391 (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Demat Charges	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Advertisement Expenses	- (-)	- (-)	- (-)	- (-)	- (-)	1,574 (1,320)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Proceeds from sale of Fixed Assets	- (-)	- (2,54,200)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Proceeds from transfer of Fixed Assets	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Investments made during the Year	- (-)	- (2,50,00,000)	- (1,99,99,926)	- (-)	- (-)	- (-)	- (-)	- (-)	- (5,40,56,852)	- (-)	- (-)	- (-)	- (-)
Proceeds from Sale of Investments	(-)	(-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (1,000)	- (-)	- (-)	- (-)	- (-)
Proceeds from Issue of Equity Share Capital	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	3,69,99,926 (-)	- (-)	- (-)	1,19,03,301 (-)	79,85,433 (-)	- (-)	43,52,249 (-)
Proceeds from Premium on Issue of Equity Share Capital	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	2,33,84,660 (-)	81,96,720 (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Advance to Limited Liability Partnership	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	11,92,61,766 (-)	4,18,03,272 (-)	- (-)	- (-)	- (-)	- (-)	- (-)
Repayment of Advance from LLP	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	15,000 (20,000)	- (-)	- (-)	1,50,000 (80,000)
Share of Loss of LLP	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	10,15,186 (-)	- (-)
Balance Receivable	- (-)	27,93,097 (72,90,910)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	29,455 (25,915)	32,048 (43,020)	- (25,186)	2,62,222 (5,32,938)
Balance Payable	- (-)	- (-)	- (-)	3,20,971 (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (-)	- (10,15,186)	- (-)

30. The Company have a defined benefit gratuity plan. Every employee, who has completed five years or more of services, is entitled to gratuity on terms not less favorable than the provisions of the payment of Gratuity Act, 1972. The scheme is unfunded.

The following tables summaries the components of gratuity expenses recognised in the Statement of Profit and Loss and in Balance Sheet.

		2015 - 16 (Rs.)	2014-15 (Rs.)
(i)	**Net Employee Expense /(benefit)**		
	Current service cost	**16,98,228**	10,04,552
	Interest cost on benefit obligation	**1,48,763**	47,654
	Obligation transferred from previous employer	**-**	-
	Obligation transferred to current employer	**-**	-
	Net Actuarial (gain) /loss recognised in the year	**(2,70,042)**	2,11,657
	Total employer expense / (benefit) recognised in Statement of Profit and Loss	**15,76,949**	12,63,863
(ii)	**Benefit Asset/(Liability)**		
	Defined benefit obligation	**34,36,490**	18,59,541
	Fair value of Plan Assets	**-**	-
	Benefit Asset/(Liability)	**(34,36,490)**	(18,59,541)
(iii)	**Movement in benefit liability**		
	Opening defined benefit obligation	**18,59,541**	5,95,678
	Interest cost	**1,48,763**	47,654
	Obligation transferred from previous employer	**-**	-
	Current service cost	**16,98,228**	10,04,552
	Benefits paid	**-**	-
	Obligation transferred to current employer	**-**	-
	Actuarial (gains)/losses on obligation	**(2,70,042)**	2,11,657
	Closing benefit obligation	**34,36,490**	18,59,541
(iv)	**The principal actuarial assumptions are as follows**		
	Discount Rate	**8.00%**	8.00%
	Salary increase	**6.00%**	6.00%
	Withdrawal rates	**1.00%**	1.00%
(v)	**Amount incurred as expense for defined contribution plans**		
	Contribution to Provident / Pension fund	**21,04,582**	4,37,014
	Contribution to Employees State Insurance	**7,01,711**	3,53,711
(vi)	The estimates of future salary increases considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.		
(vii)	The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.		





(viii)	**Amounts for the current year and previous years are as follows :**	**Year Ended 31st March, 2016**	Year Ended 31st March, 2015	Year Ended 31st March, 2014	Year Ended 31st March, 2013	Year Ended 31st March, 2012
	Gratuity					
	Defined Benefit Obligation	**34,36,490**	18,59,541	5,95,678	19,954	44,673
	Surplus / (Deficit)	**(34,36,490)**	(18,59,541)	(5,95,678)	(19,954)	(44,673)
	Experience adjustments on plan liabilities	-	(97,536)	(14,40,297)	-	-

31. Deferred Tax Asset / (Liability) (Net)

Particulars	**As at 31st March, 2016 Rs.**	As at 31st March, 2015 Rs.
Deferred Tax Liability (A)		
Difference between Book & Tax Depreciation	**1,67,19,485**	34,64,947
Deferred Tax Assets (B)		
Provision for Gratuity	**10,61,875**	5,74,598
Business Loss and Unabsorbed Depreciation	**11,05,32,964**	4,60,41,156
Net Deferred Tax Asset (B – A)	**9,48,75,354**	4,31,50,807
Less : Deferred Tax Asset not recognized	**9,48,75,354**	4,31,50,807
Net Deferred Tax asset recognized	**Nil**	Nil

In the absence of virtual certainty, the Company has recognized Deferred Tax Asset in the current year to the extent of Deferred Tax Liability as at 31st March, 2016 i.e. Rs. 1,67,19,485 (2014-15: Rs. 34,64,947)

32. Value of imports calculated on CIF basis.

Particulars	**31st March, 2016**	31st March, 2015
Traded Goods	**88,66,936**	3,40,55,461
	88,66,936	3,40,55,461

33. Expenditure in foreign currency (accrual basis)

Particulars	**31st March, 2016**	31st March, 2015
Travelling and Conveyance	**-**	**1,47,955**
	-	**1,47,955**

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34. Details of dues to Micro and Small Enterprises as defined under the MSMED Act,2006

Particulars	As at 31st March, 2016 Rs.	As at 31st March, 2015 Rs.
i) The principal amount and the interest due thereon remaining unpaid to any supplier as at end of each accounting year		
Principal amount due to micro and small enterprises	**4,67,669**	-
Interest due on above	**Nil**	Nil
ii) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act 2006 along with the amounts of the payment made to supplier beyond the appointed day during each the accounting year		
Principal	**Nil**	Nil
Interest	**Nil**	Nil
iii) The amount of interest due and payable for the period of delay in making payment (which been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006	**Nil**	Nil
iv) The amount of interest accrued and remaining unpaid at the end of each accounting year	**Nil**	Nil
v) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro Small and Medium Enterprise Development Act, 2006.	**Nil**	Nil





35. Capital and Other Commitments

a. Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) – Rs. 79,39,358 (2014-15: 1,84,03,457).

b. At 31st March 2016, the Company has commitments of Rs. Nil (2014-15: Rs. 17,53,246) relating to reward points (SS currency) accumulated but not redeemed by customers as at 31st March, 2016.

36. Contingent Liabilities

Bank Guarantee outstanding in favour of West Bengal State Electricity Distribution Company Limited - Rs. 45,74,800 (2014-15: 45,74,800).

37. Retirement from Limited Liability Partnership

a. By an agreement dated 21rd September, 2015, Microsec Health Buddy Limited retired from partnership in Alokik Advisory Services LLP and PRP Technologies Limited has been appointed as the new partner w.e.f. the same date. Share of Loss in the Limited Liability Partnership upto 20th September, 2015 amounting to Rs. 29,455 has been allocated to the Company as per the terms and conditions of the LLP.

b. By an agreement dated 23rd September, 2015, Microsec Health Buddy Limited retired from partnership in Stuti Advisory Services LLP and PRP Technologies Limited has been appointed as the new partner w.e.f. the same date. Share of Loss in the Limited Liability Partnership upto 22th September, 2015 amounting to Rs. 2,62,221 has been allocated to the Company as per the terms and conditions of the LLP.

c. By an agreement dated 23rd September, 2015, Microsec Health Buddy Limited retired from partnership in Dreamscape Advisors LLP and PRP Technologies Limited has been appointed as the new partner w.e.f. the same date. Share of Loss in the Limited Liability Partnership upto 22th September, 2015 amounting to Rs. 32,048 has been allocated to the Company as per the terms and conditions of the LLP.

38. The Board of Directors at their meeting held on 27th May, 2015 has approved the merger of Sasta Sundar Shop Private Limited, a wholly owned subsidiary, with the Company w.e.f. 1st April, 2015 subject to various requisite approvals. However, the Board at its meeting held on 30th November, 2015 has considered and approved to postpone the proposal of the merger based on the present business environment.

39. Previous year's figures including those in brackets have been regrouped and / or reclassified to confirm to this year's classification.

As per our report of even date

For S.R. Batliboi & Co. LLP
Firm Registration No: 301003E/E300005
Chartered Accountants

per Bhaswar Sarkar
Partner
Membership No.: 55596

Place: Kolkata
Date: 25th May, 2016

For and on behalf of the Board of Directors

Ravi Kant Sharma
Managing Director
DIN : 00364066

Abhishek Singhi
Chief Financial Officer

Biplab Kumar Mani
Director
DIN : 05329573

Pratap Singh
Company Secretary