

Axis EU Limited

Report of the Directors  
For the Year Ended 31 March 2013

The directors present their report with the financial statement of the company for the year ended March 2013.

**PRINCIPAL ACTIVITY**

The principal activity of the company in the year under review was that of computer aided design services.

**REVIEW OF FINANCIAL RESULTS**

The results for the year and financial position of the company are as shown in the annexed financial statements.

**DIRECTORS**

The directors shown below have office during the whole of the period from 1 April 2012 to the date of this report.

R Chand  
S R Narayanan

Mr. Murali Krishna & Mr. Malcolm Moore were appointed as the Director of the Company w.e.f.29<sup>th</sup> May 2013.

**STATEMENT OF DIRECTORS' REPONSIBILITIES**

The directors are responsible for preparing the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also reasonable steps for the prevention and detection of fraud and other irregularities.

#### **STATEMENTS TO DISCLOSURE OF INFORMATION TO AUDITORS**

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the company's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

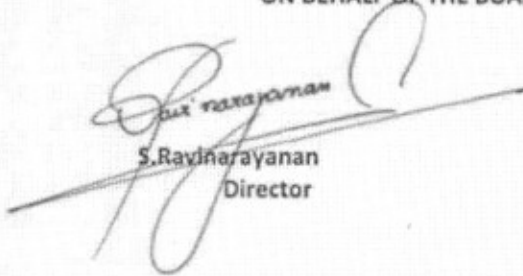
#### **AUDITORS**

The auditors, Accapita, will be proposed for re-appointment at the forthcoming Annual General Meeting. However, additionally an audit has been carried out in India by Sadana & Co., Chartered Accountants for the purpose of consolidation of the accounts of Axis EU Ltd with those of Axis-IT&T Ltd.

This report has been prepared in accordance with the special provisions of part 15 of the Companies Act 2006 relating to small companies.

**ON BEHALF OF THE BOARD:**

Date: 29<sup>th</sup> May 2013



S. Ravinarayanan  
Director



# SADANA & CO.

## CHARTERED ACCOUNTANTS

109, Vishal Chambers, Sector-18, Noida-201301

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### REPORT OF THE INDEPENDENT AUDITORS TO THE SHAREHOLDERS OF AXIS EU Limited

To,  
The Members of AXIS EU Limited

1. We have audited the attached Balance Sheet of **AXIS EU Limited**, (the 'Company') as at **March 31, 2013** and the Profit and Loss Account for the year ended on that date annexed thereto (collectively referred as the 'financial statements'). These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We report that:
  - a. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
  - c. The financial statements dealt with by this report are in agreement with the books of account;
  - d. On the basis of written representations received from the directors, as on March 31, 2013 and taken on record by the Board of Directors, we report that none of the directors is disqualified as on March 31, 2013 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act;
  - e. In our opinion and to the best of our information and according to the explanations given to us, the financial statements dealt with by this report comply with the accounting standards referred to in sub-section (3C) of section 211 of the Act and the Rules framed there under and 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, in the case of:
    - i) the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
    - ii) the Profit and Loss Account, of the profit for the year ended on that date; and

For Sadana & Co.

Chartered Accountants

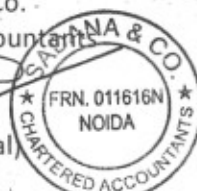
FRN 011616N

(CA Amit Bansal)

Partner

Membership No. 098966

Place : Noida  
Dated : May 29, 2013



Axis EU Limited  
Balance Sheet

	NOTES	As at 31 March 2013 GBP	As at 31 March 2012 GBP
<b>EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' FUNDS</b>			
Share capital	4	5,75,476	5,75,476
Reserves and surplus	5	<u>(1,17,947)</u>	<u>(2,80,461)</u>
		<u>4,57,529</u>	<u>2,95,015</u>
<b>NON-CURRENT LIABILITIES</b>			
Long-term borrowings		-	-
Other Long term liabilities		-	-
Long-term provisions		-	-
		<u>-</u>	<u>-</u>
<b>CURRENT LIABILITIES</b>			
Short-term borrowings	6	1,71,626	56,468
Trade payables	7	1,61,000	1,61,402
Other current liabilities	7	1,16,040	71,599
Short-term provisions		27,083	-
		<u>4,75,750</u>	<u>2,89,469</u>
<b>TOTAL</b>		<u><u>9,33,278</u></u>	<u><u>5,84,484</u></u>
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Fixed assets			
Tangible assets	8	18,670	8,075
Intangible assets under development	9	-	2,43,093
Non-current investments	10	-	-
Other non-current assets		-	-
		<u>18,670</u>	<u>2,51,168</u>
<b>CURRENT ASSETS</b>			
Trade receivables	11	4,69,018	2,95,621
Cash and cash equivalents	12	1,25,616	21,856
Short-term loans and advances	13	18,298	15,839
Other current assets	14	3,01,676	-
		<u>9,14,608</u>	<u>3,33,316</u>
<b>TOTAL</b>		<u><u>9,33,278</u></u>	<u><u>5,84,484</u></u>

**NOTES TO THE FINANCIAL STATEMENTS**

The notes referred to above form an integral part of the financial statements.  
This is the Balance Sheet referred to in our report of even date.

For Sadana & Co.

Chartered Accountants

FRN: 011616N

(CA Amit Bansal)

Partner

Membership No. : 098966

Noida

29 May 2013



For and on behalf of the Board of Directors

Axis EU Limited

*S. Ravinarayanan*

S. Ravinarayanan

Director

Noida

29 May 2013

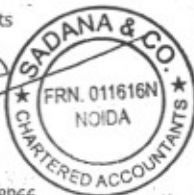
# Axis EU Limited Statement of Profit Loss

	NOTES	Year ended 31 March 2013 GBP	Year ended 31 March 2012 GBP
<b>INCOME</b>			
Revenue from operations		19,94,453	7,74,147
Other income		-	-
<b>TOTAL REVENUE [I]</b>		<b>19,94,453</b>	<b>7,74,147</b>
<b>EXPENSES</b>			
Manpower and consultancy charges	15	17,12,821	6,24,627
Operating and administrative expenses	16	99,821	67,984
<b>TOTAL [II]</b>		<b>18,12,642</b>	<b>6,92,611</b>
<b>EARNINGS BEFORE INTEREST, TAX, DEPRECIATION AND AMORTIZATION (EBITDA) (I) - (II)</b>		<b>1,81,811</b>	<b>81,536</b>
Depreciation and amortization expense	17	10,755	9,223
Finance costs	18	3,496	976
<b>PROFIT BEFORE TAX</b>		<b>1,67,560</b>	<b>71,337</b>
Tax expense:		-	-
<b>PROFIT FOR THE YEAR</b>		<b>1,67,560</b>	<b>71,337</b>
<b>Earnings per equity share:</b>			
(1) Basic		0.29	0.12
(2) Diluted		0.29	0.12

The notes referred to above form an integral part of the financial statements.  
This is the Profit and Loss Account referred to in our report of even date.

For Sadana & Co.  
Chartered Accountants  
FRN: 011616N

(CA Amit Bansa)  
Partner  
Membership No. : 098966  
Noida  
29 May 2013



For and on behalf of the Board of Directors  
Axis EU Limited

S. Ravinarayanan  
Director

Noida  
29 May 2013

**1 SIGNIFICANT ACCOUNTING POLICIES**

**(a) Basis of preparation of financial statements**

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting in accordance with the Generally Accepted Accounting Principles in India ("Indian GAAP") and comply with the mandatory Accounting Standards ("AS") and other pronouncements as issued by the Institute of Chartered Accountants of India ("ICAI"). The accounting policies applied by the Company are consistent with those used in the previous year unless otherwise stated.

**(b) Use of estimates**

The preparation of financial statements is in conformity with generally accepted accounting principles, which requires the management of the Company to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of liabilities at the date of the financial statements and the results of operations during the reporting periods. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from those estimates. Significant estimates used by management in the preparation of these financial statements include the estimates of the economic useful lives of the fixed assets, provisions for bad and doubtful debts and employee benefits. Any revision to accounting estimates are recognised prospectively.

**(c) Revenue recognition**

The Company derives its revenues primarily from engineering design services. Service income comprises of income from time-and-material and fixed-price contracts. Revenue from time-and-material contracts is recognised in accordance with the terms of the contracts with clients. Revenue from fixed-price contracts is recognised using the percentage of completion method, calculated as the proportion of the efforts incurred up to the reporting date to the estimated total efforts. Provisions for estimated losses on incomplete contracts are recorded in the period in which such losses become probable based on the current contract estimates.

Unbilled revenue represent costs incurred and revenue recognised on amounts to be billed in subsequent periods as per contractual terms. The related billings are made within the next operating cycle.

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

Dividend on investments is recognised when the right to receive dividend is established.

**(d) Fixed assets and depreciation/amortisation**

**i) Tangible**

Fixed assets are carried at the cost less accumulated depreciation and impairment losses. The cost of fixed assets comprises of its purchase price and other costs attributable to bringing such assets to its working condition for its intended use. Advances paid towards the acquisition of fixed assets outstanding at each Balance Sheet date are disclosed as other non-current assets and the cost of fixed assets not ready for their intended use before such date are disclosed as capital work-in-progress.

Expenditure on account of modification / alteration in fixed assets, which increases the future benefit from the existing asset beyond its previous assessed standard of performance, is capitalised.

**ii) Intangible**

Intangible asset comprises of software and is stated at cost less accumulated amortisation and impairment losses.

**iii) Depreciation and amortisation**

Depreciation on fixed assets is provided on straight line method at rates based on the management's estimates of useful life, as follows:

Asset category	Depreciation Rate
Office equipment's	20.00%
Computers	33.33%
Furniture & fixtures	14.29%
Softwares	20.00% - 33.33%
Leasehold improvement	Period of lease

Depreciation/amortisation is charged on a proportionate basis for all the assets purchased and sold during the year. Fixed assets individually costing less than £100 are fully depreciated in the year of purchase.



**(e) Impairment of assets**

The Company assesses at each Balance Sheet date whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognised in the Statement of profit and loss. If at the Balance Sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

**(f) Investments**

Investments that are readily realisable and intended to be held for not more than one year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the long-term investments.

**(g) Finance costs**

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets are capitalised as part of assets. Other borrowings cost are recognized as an expense in the period in which they are incurred.

**(h) Foreign currency transactions**

Foreign currency transactions are recorded at the exchange rate prevailing on the date of the transaction. Differences arising out of foreign currency transactions settled during the year are recognised in the Statement of profit and loss.

Monetary items outstanding at the Balance Sheet date and denominated in foreign currencies are recorded at the exchange rate prevailing at the end of the year. Differences arising there from are recognised in the Statement of profit and loss.

Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

Investments in foreign companies are recorded at the exchange rate prevailing on the date of making the respective investments.

**(i) Employee benefits**

Expenses and liabilities in respect of employee benefits are recorded in accordance with Accounting Standard 15 Employee Benefits.

*Social security*

The Company contributes to social security charges for its employees. The plans are defined contribution plan and contributions paid or payable is recognised as an expense in these periods in which the employee renders services.

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**(j) Income taxes***Current tax*

Provision is made for income tax under the tax payable method, based on the liability computed, after taking credit for allowances and exemptions. Net operating losses carryover in accordance with the tax laws which gives rise to future economic benefits in the form of adjustments of future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal tax. Accordingly, it is recognised as an asset in the Balance Sheet when it is probable that the future economic benefit associated with it will flow to the Company and the asset can be measured reliably. Tax expenses comprise both current and deferred taxes.

*Deferred tax*

Deferred tax charge or credit reflects the tax effect of timing differences between accounting income and taxable income for the period. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed at each Balance Sheet date and written down or written-up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realised.

Unrecognised deferred tax assets of earlier years are re-assessed and recognised to the extent that it has become reasonably certain that future taxable income will be available against which such deferred tax assets can be realised.

**(k) Provisions and contingent liabilities**

The Company creates a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may but probably will not require an outflow of resources. Disclosure is also made in respect of a present obligation that probably requires an outflow of resources, where it is not possible to make a reliable estimate of the related outflow. Where there is a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

**(l) Leases**

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognized as an expense in the Statement of profit and loss on a straight-line basis over the lease term.

**(m) Earnings /(Loss) Per Share**

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes) by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period. The weighted average number of equity shares outstanding during the period is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares).

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

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	As at 31 March 2013 GBP	As at 31 March 2012 GBP
<b>4 SHARE CAPITAL</b>		
<b>Authorised</b> 1,000,000 ( previous year 1,000,000) Equity shares of GBP 1 each	10,00,000	10,00,000
	<u>10,00,000</u>	<u>10,00,000</u>
<b>Issued share capital</b> 575,476 ( previous year 575,476) Equity shares of GBP 1 each fully paid up	<u>5,75,476</u>	<u>5,75,476</u>
<b>Subscribed and paid up</b> 575,476 ( previous year 575,476) Equity shares of GBP 1 each fully paid	5,75,476	5,75,476
	<u>5,75,476</u>	<u>5,75,476</u>

## a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

## Equity shares

	As at 31 March 2013		As at 31 March 2012	
	No.	GBP	No.	GBP
At the beginning of the period	5,75,476	5,75,476	5,75,476	4,13,93,356
Issued during the period				
<b>Outstanding at the end of the period</b>	<u>5,75,476</u>	<u>5,75,476</u>	<u>5,75,476</u>	<u>4,13,93,356</u>

## b. Terms/rights attached to equity shares

The company has only one class of equity shares having a par value of £ 1 per share. Each member of equity shares is entitled to one vote per share. The company has not declared any dividends till date. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General 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/ultimate holding company and/or their subsidiaries/associates

	As at 31 March 2013 GBP	As at 31 March 2012 GBP
Axis Inc., the holding company 575,476 (31 March 2011: 575,476) equity shares	100%	5,75,476

## d. Details of shareholders holding more than 5% shares in the company

(i) Axis Inc.	As at 31 March 2013		As at 31 March 2012	
	No.	Percentage Holding	No.	Percentage Holding
	5,75,476	100%	5,75,476	100%
	<u>5,75,476</u>	<u>100%</u>	<u>5,75,476</u>	<u>100%</u>

## 5 RESERVES AND SURPLUS

## Securities premium account

	As at 31 March 2013 GBP	As at 31 March 2012 GBP
Balance as per the last financial statements	45,904	45,904
Closing balance	<u>45,904</u>	<u>45,904</u>
<b>Closing Balance</b>	<u>45,904</u>	<u>45,904</u>

## Surplus/(deficit) in the statement of profit and loss

	As at 31 March 2013 GBP	As at 31 March 2012 GBP
Balance as per the last financial statements	(3,31,411)	(3,97,702)
Profit for the year	1,67,560	71,337
Translation Reserve		
<b>Closing Balance</b>	<u>(1,63,851)</u>	<u>(3,26,365)</u>
<b>Total reserves and surplus</b>	<u>(1,17,947)</u>	<u>(2,80,461)</u>

## 6 SHORT-TERM BORROWINGS

	As at 31 March 2013 GBP	As at 31 March 2012 GBP
Inter corporate Deposit (Unsecured)	1,71,626	56,468
	<u>1,71,626</u>	<u>56,468</u>

## 7 OTHER CURRENT LIABILITIES

	As at 31 March 2013 GBP	As at 31 March 2012 GBP
Trade payables (including acceptances)	1,61,000	1,61,402
Accrued expenses	27,083	
Dues to employees	3,299	
Duties and taxes payable	81,211	71,599
Others	31,530	
	<u>3,04,123</u>	<u>2,33,001</u>



## 8 TANGIBLE ASSETS

Cost or valuation	Furniture & Fixtures GBP	Computer and Design software GBP	Leasehold Improvement GBP	Total GBP
At 1 April 2011	16,755	56,753	5,276	78,784
Additions	2,617	4,859	-	7,476
<b>At 31 March 2012</b>	<b>19,372</b>	<b>61,612</b>	<b>5,276</b>	<b>86,260</b>
Additions	1,165	20,186	-	21,350
<b>At 31 March 2013</b>	<b>20,537</b>	<b>81,797</b>	<b>5,276</b>	<b>1,07,610</b>
<b>Depreciation</b>				
At 1 April 2011	13,581	50,968	3,298	67,847
Charge for the year	4,597	4,425	1,318	10,339
<b>At 31 March 2012</b>	<b>18,177</b>	<b>55,393</b>	<b>4,616</b>	<b>78,186</b>
At 31 March 2012				
Charge for the year	1,231	8,864	660	10,755
Disposals				
<b>At 31 March 2013</b>	<b>19,408</b>	<b>64,257</b>	<b>5,276</b>	<b>88,941</b>
<b>Net Block</b>				
At 31 March 2012	1,195	6,219	660	8,074
At 31 March 2013	1,129	17,541	-	18,670



**9 INTANGIBLE ASSETS UNDER DEVELOPMENT**

As at 31 March 2013 GBP	As at 31 March 2012 GBP
-	2,43,093
<u>-</u>	<u>2,43,093</u>

a) As on 31 March 2012, the Company had intangible assets under development amounting to £ 2,43,093 towards development of design for low cost generator set, wind turbine and hybrid motor projects. During the current year, Axis EU Limited has evaluated potential buyers for selling the projects in progress. As a result, design development in progress amounting to ₹ 3,01,676 has been reclassified under other current assets as at 31 March 2013.

**10 NON CURRENT INVESTMENTS**

Investments in Associated Companies

As at 31 March 2013 GBP	As at 31 March 2012 GBP
-	-
<u>-</u>	<u>-</u>

**11 Trade Receivables**

Unsecured, considered good unless stated otherwise

Outstanding for a period exceeding six months from the date they are due for payment

Secured, considered good  
Unsecured, considered good  
Doubtful

Non-current		Current	
As at 31 March 2013 GBP	As at 31 March 2012 GBP	As at 31 March 2013 GBP	As at 31 March 2012 GBP
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	4,69,018	2,95,621.00
<u>-</u>	<u>-</u>	<u>4,69,018</u>	<u>2,95,621</u>

Provision for doubtful receivables

Other receivables

Secured, considered good  
Unsecured, considered good  
Doubtful

**12 CASH AND BANK BALANCE**

Cash and cash equivalents

Balances with banks:

On current accounts  
Deposits with original maturity of less than three months  
Cash on hand

Other bank balances

Deposits with original maturity for more than 12 months

Fixed deposits given as security

Non-current		Current	
As at 31 March 2013 GBP	As at 31 March 2012 GBP	As at 31 March 2013 GBP	As at 31 March 2012 GBP
-	-	1,25,568	21,806
-	-	48	50
-	-	1,25,616	21,856
-	-	-	-
-	-	1,25,616	21,856

**13 LOANS AND ADVANCES**

Security deposit

Secured, considered good

Provision for doubtful security deposit

Advances recoverable in cash or kind

Secured considered good

Other loans and advances

Prepaid expenses

Non-current		Current	
As at 31 March 2013 GBP	As at 31 March 2012 GBP	As at 31 March 2013 GBP	As at 31 March 2012 GBP
-	-	6,170	6,170
-	-	6,170	6,170
-	-	6,170	6,170
-	-	-	-
-	-	-	-
-	-	12,128	9,669
-	-	12,128	9,669
<b>Total</b>	<b>-</b>	<b>18,298</b>	<b>15,839</b>

**14 OTHER CURRENT ASSETS**

Other current assets

-	-	301676	-
<u>-</u>	<u>-</u>	<u>3,01,676</u>	<u>-</u>

Includes £ 3,01,676, reclassified from intangible assets under development (Also refer note 9 (a)).



	Year ended 31 March 2013 GBP	Year ended 31 March 2012 GBP
<b>15 MANPOWER AND CONSULTANCY CHARGES</b>		
Salaries, wages and bonus	16,11,140	5,13,047
Contribution to provident fund	1,00,276	32,621
Staff welfare	1,406	78,959
Consultants' fees		
	<b>17,12,821</b>	<b>6,24,627</b>
<b>16 OPERATING AND ADMINISTRATIVE EXPENSES</b>		
Rent	20,480	20,596
Electricity charges	3,813	2,392
Travelling and conveyance	10,566	7,634
<b>Repairs and maintenance</b>		4,252
-Building	2,301	2,847
-Others	7,282	
Recruitment and training expenses	5,994	-
Communication expenses	3,622	3,536
Equipment hire charges	-	2,700
Legal and professional charges	3,965	-
Printing and stationery	3,145	1,251
Rates and taxes	6,188	5,858
Administrative expenses	-	-
Software subscription charges	22,050	-
Insurance expenses	3,837	5,333
Postage and courier charges	620	-
Miscellaneous expenses	44	415
Sales commission	300	4,625
Advertising Expenses	394	-
Business Promotion Expenses	-	248
	<b>94,601</b>	<b>67,984</b>
<b>Payment to Auditors</b>		
<b>As auditor:</b>		
Statutory Audit Fees	5,220	-
	<b>5,220</b>	<b>-</b>
<b>17 DEPRECIATION AND AMORTIZATION EXPENSE</b>		
Depreciation of tangible assets	10,755	9,223
	<b>10,755</b>	<b>9,223</b>
<b>18 FINANCE CHARGES</b>		
Processing fee and other bank charges	3,496	976
	<b>3,496</b>	<b>976</b>



**19 RELATED PARTY DISCLOSURES**

*i. Parties where control exists :*

**Nature of relationship**

Holding company information

**Name of party**

The Company is a 100% subsidiary of Axis Inc. Axis Inc. is a wholly owned subsidiary of Axis-IT&T Limited which is a subsidiary of Tayana Digital Private Limited (demerged from Tayana Software Solutions Private Limited) which is a subsidiary of Axis Aerospace & Technologies Limited. ('AATL', formerly known as Jupiter Strategic Technologies Private Limited). AATL, a venture funded by Jupiter Capital Private Limited ('JCPL'), is a subsidiary of the JCPL.

*ii. Key Management Personnel :*

Director  
Director

Mr. S Ravinarayanan  
Mr. Rohitasava Chand

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**20 LEASES**

Operating lease: company as lessee

Future minimum rentals payable under non-cancellable operating leases NIL

**21 EARNINGS PER SHARE (EPS)**

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

	2013	2012
Total operations for the year	19,94,453	7,74,147
Profit/(loss) after tax	1,67,560	71,337
Net profit/(loss) for calculation of basic EPS	1,67,560	71,337
Net profit/(loss) for calculation of diluted EPS	1,67,560	71,337

**22 COMMITMENT AND CONTINGENCIES**

**Capital Commitments**

Estimated amounts of contracts remaining to be executed on capital account and not provided (Net of advances): GBP NIL (31 March 2012 -GBP NIL).

**23 PREVIOUS YEAR FIGURES**

The previous year figures have been regrouped as necessary.

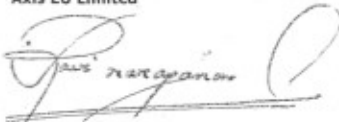
For Sadana & Co.  
Chartered Accountants  
FRN 011616N

  
(CA Amit Bansal)  
Partner

Membership No. : 098966  
Noida  
29 May 2013



For and on behalf of the Board of Directors  
Axis EU Limited



S. Ravinarayanan  
Director

Noida  
29 May 2013