

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF SHRI EDUCARE LIMITED**

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **SHRI EDUCARE LIMITED** (hereinafter referred to as "the Holding Company") and its subsidiary (the Holding Company and its Subsidiary together referred to as "the Group"), comprising of the Consolidated Balance Sheet as at March 31, 2017, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the Accounting Principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014. The respective Board of Directors of the Companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the 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 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 consolidated financial statements are free from material misstatement.



An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the Holding Company has an adequate internal financial controls system over financial reporting in place and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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:

- (a) in the case of the Consolidated Balance Sheet of the state of affairs of the Group, as at 31st March, 2017;
- (b) in the case of the Consolidated Statement of Profit and Loss of the profit for the year ended on that date; and
- (c) in the case of the Consolidated Cash Flows Statement, of the Cash Flows for the year ended on that date.

Other Matters

We did not audit the financial statements / financial information of Subsidiary viz. Shri Educare Maldives Private Limited, whose financial statements / financial information reflect total assets of Rs 344.21 Lacs as at 31st March, 2017, total revenues of Rs 1547.14 Lacs and net cash flows amounting to Rs. 52.77 Lacs for the year ended on that date, as considered in the consolidated financial statements. These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the reports of the other auditors.



Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements certified by the Management.

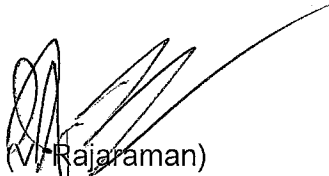
Report on Other Legal and Regulatory Requirements

1. As required by Section 143 (3) of the Act, we report, to the extent applicable, that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
 - c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - d. In our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2017 and taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary company incorporated in India, none of the directors of the Group companies is disqualified as on 31st March, 2017 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 effectiveness of such controls, refer to our Report in "Annexure A", which is based on the auditors' reports of the Holding Company and its subsidiary company incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Holding Company's and its subsidiary company' incorporated in India internal financial controls over financial reporting.



- g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. There were no pending litigations which would impact the consolidated financial position of the Group.
 - ii. The group did not have any material foreseeable losses on long-term contracts including derivate contracts.
 - iii. There were no amounts required to be transferred, to the Investor Education and Protection Fund by the Holding Company.
 - iv. The Holding Company has provided as stated in Note 22(2)(xii) requisite disclosures wherever applicable, in the financial statements as to holding as well as dealing in specific Bank Notes during the period from 8th November, 2016 and 30th December, 2016. Based on audit procedures and relying on the management representation we report that the disclosures are in accordance with books of accounts maintained by the company as produced to us by the management.

For Thakur, Vaidyanath Aiyar & Co.
Chartered Accountants
FRN: 000038N


(V. Rajaraman)
Partner
M. No. : 02705

Place: New Delhi
Date: 18.05.2017



Annexure 'A' to the Independent Auditor's Report

(Referred to in paragraph 1(f) under "Report on other Legal & Regulatory Requirements" of our report of even date)

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2017, We have audited the internal financial controls over financial reporting **SHRI EDUCARE LIMITED** (hereinafter referred to as "the Holding Company") and its subsidiary company, which is company incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the of the Holding company and its subsidiary company incorporated in India, are 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 (ICAI). 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 respective 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") issued by the ICAI and the Standards on Auditing, prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 and the audit evidence obtained by the other auditors of the subsidiary company incorporated in India, in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with 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

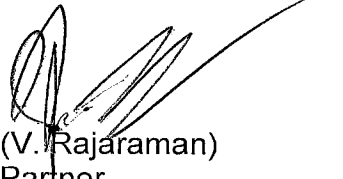
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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 to the best of our information and according to the explanations given to us, the Holding Company incorporated in India, have, 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, 2017, 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 Thakur, Vaidyanath Aiyar & Co.
Chartered Accountants
FRN: 000038N



(V. Rajaraman)
Partner
M. No. : 02705

Place: New Delhi
Date: 18.05.2017



SHRI EDUCARE LIMITED

C-8, Commercial Complex, Safdarjung Development Area, New Delhi - 110016

CIN : U80903DL2008PLC183146

CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2017

(SHRI EDUCARE LIMITED (HOLDING COMPANY) & SHRI EDUCARE MALDIVES PVT. LTD (SUBSIDIARY COMPANY))



Particulars	Note No.	Amount in Lakhs	Amount in Lakhs
		As at March 31, 2017 (₹)	As at March 31, 2016 (₹)
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share capital	1	951.00	951.00
Reserves and surplus	2	(889.50)	(946.06)
		<u>61.50</u>	<u>4.94</u>
Non-current liabilities			
Long term liabilities	3	12.48	12.48
Long term provisions	4	46.89	35.53
		<u>59.37</u>	<u>48.01</u>
Current liabilities			
Short-term borrowings	5	992.00	968.00
Other current liabilities	6	364.15	305.86
Short-term provisions	7	3.35	1.10
		<u>1,359.50</u>	<u>1,274.96</u>
TOTAL EQUITY AND LIABILITIES		<u><u>1,480.37</u></u>	<u><u>1,327.91</u></u>
ASSETS			
Non-current assets			
Fixed assets	8		
Tangible assets		760.39	652.99
Intangible assets		84.98	71.54
Capital work-in-progress		64.23	35.14
Non-current investments	9	122.90	-
Deferred tax assets (net)		81.39	225.50
Long-term loans and advances	10	31.90	20.61
		<u>1,145.79</u>	<u>1,005.78</u>
Current assets			
Trade receivables	11	119.22	95.62
Inventories	12	18.67	10.06
Cash and cash equivalents	13	17.25	84.66
Short-term loans and advances	14	179.44	131.79
		<u>334.58</u>	<u>322.13</u>
TOTAL ASSETS		<u><u>1,480.37</u></u>	<u><u>1,327.91</u></u>

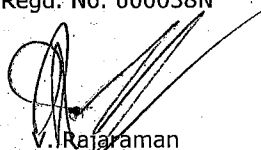
Accounting policies and general notes as given in annexure & Note from 1 to 22 forms part of the Financial Statement

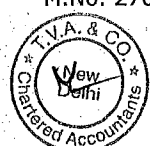
In terms of our report attached

For Thakur, Vaidyanath Aiyar & Co.

Chartered Accountants

Regd. No. 000038N


V. Rajaraman
Partner
M.No. 2705

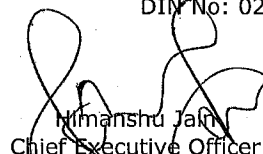


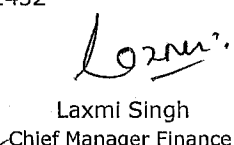
Place: Delhi

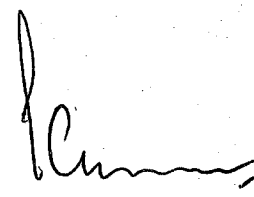
Date: 18.05.2017


Ekta

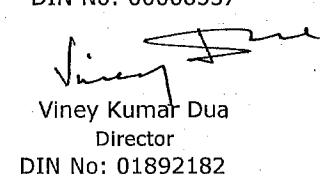
Ekta Maheshwari
Whole Time Director & Company Secretary
DIN No: 02071432


Himanshu Jain
Chief Executive Officer


Laxmi Singh
Chief Manager Finance



Kartik Bharat Ram
Director
DIN No: 00008557


Viney Kumar Dua
Director
DIN No: 01892182

SHRI EDUCARE LIMITED

C-8, Commercial Complex, Safdarjung Development Area, New Delhi - 110016

CIN : U80903DL2008PLC183146

**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2017**

(SHRI EDUCARE LIMITED (HOLDING COMPANY) & SHRI EDUCARE MALDIVES PVT. LTD (SUBSIDIARY COMPANY))

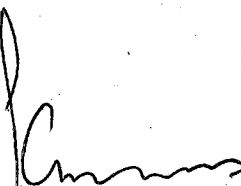
Particulars	Note No.	Amount in Lakhs	Amount in Lakhs
		Year ended March 31, 2017 (₹)	Year ended March 31, 2016 (₹)
REVENUE			
Revenue from Operations	15	<u>2,547.67</u>	2,088.78
		2,547.67	2,088.78
Other Income	16	78.72	49.73
TOTAL REVENUE		<u>2,626.38</u>	<u>2,138.51</u>
EXPENSES			
Employee benefits expenses	17	1,633.07	1,374.45
Finance costs	18	93.86	106.29
Depreciation and amortization expenses	19	120.25	98.99
Other expenses	20	568.06	483.26
TOTAL EXPENSES		<u>2,415.24</u>	<u>2,062.99</u>
Profit/(Loss) before tax		211.15	75.53
Current Tax (MAT)		31.47	14.06
Tax relating to earlier years		0.84	-
Deferred tax		144.11	5.67
Total Tax Expenses		<u>176.43</u>	<u>19.73</u>
Profit/(Loss) after tax		<u>34.72</u>	<u>55.79</u>
Extraordinary Items		-	-
Profit/(Loss) before Fluctuation		34.72	55.79
Exchange Rate Difference			
Exchange Rate Difference gain/(loss)		21.84	(20.22)
Profit transferred to surplus		<u>56.56</u>	<u>35.57</u>
Earnings per Share			
Basic (Rs.)	21	0.37	0.59
Diluted (Rs.)	21	0.37	0.59

Accounting policies and general notes as given in annexure & Notes from 1 to 22 form part of the Financial Statement

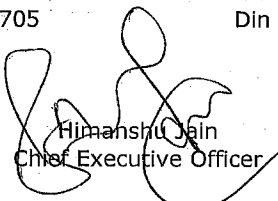
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For Thakur, Vaidyanath Aiyar & Co.
 Chartered Accountants
 Regd. No. 000038N

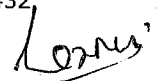

 V. Rajaraman
 Partner
 M.No. 2705


 Ekta Maheshwari
 Whole Time Director & Company Secretary
 Din No: 02071432


 Kartik Bharat Ram
 Director
 DIN No: 00008557




 Himanshu Jain
 Chief Executive Officer


 Laxmi Singh
 Chief Manager Finance


 Viney Kumar Dua
 Director
 Din No: 01892182


Place: Delhi
 Date: 18.05.2017

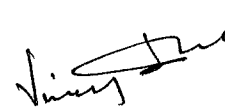
CONSOLIDATED CASH FLOW STATEMENT
SHRI EDUCARE LIMITED

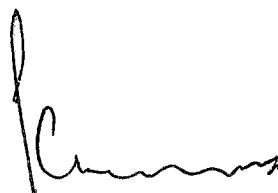
(SHRI EDUCARE LIMITED (HOLDING COMPANY) & SHRI EDUCARE MALDIVES PVT. LTD (SUBSIDIARY COMPANY))
C-8 COMMERCIAL COMPLEX, SAFDARJUNG DEVELOPMENT AREA, NEW DELHI - 110016
CIN : U80903DL2008PLC183146

	Amount in Lakhs For the Year 2016 - 2017 (₹)	Amount in Lakhs For the Year 2015 - 2016 (₹)
A) CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Taxation and Extra-ordinary items.	232.99	55.30
Adjustment for:		
Interest & Finance Charges	93.86	106.29
Interest received on Loan	(4.64)	(0.77)
Depreciation (include depreciation on lost assets)	120.25	98.99
Minimum Alternate Tax adjusted	(31.47)	(14.06)
Current tax relating to Prior Years	(0.84)	-
Profit on Sale/Recovery of Fixed assets	0.17	(0.03)
Exchange Difference (Net) (Income)/Expenses	12.38	8.17
	<u>189.71</u>	<u>198.58</u>
Operating profit before working capital changes	422.70	253.88
Adjustment for:		
Trade & Other receivables excluding Income Tax	(81.34)	(89.89)
Trade payables & provisions	71.90	81.61
	<u>(9.44)</u>	<u>(8.28)</u>
Cash generated from operations	413.26	245.61
Exchange Difference set off	(12.38)	(8.17)
NET CASH FLOW FROM OPERATING ACTIVITIES (A)	<u>400.88</u>	<u>237.44</u>
B) CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed assets	(229.80)	(153.01)
Advances paid for purchase of fixed assets	(21.30)	(11.49)
Capital work in progress	(29.09)	(19.08)
Proceed from Sale/lost of fixed assets	0.02	3.87
Cost of Investments	(122.90)	-
Interest Income (Loan to Employees)	1.75	0.77
Interest Income (Others)	2.89	-
NET CASH FLOW FROM INVESTING ACTIVITIES (B)	<u>(398.43)</u>	<u>(178.94)</u>
C) CASH FLOW FROM FINANCING ACTIVITIES :		
Short Term term borrowing	24.00	52.00
Interest & Finance charges paid	(93.86)	(106.29)
NET CASH FLOW FROM FINANCING ACTIVITIES (C)	<u>(69.86)</u>	<u>(54.29)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS (A+B+C)	<u>(67.41)</u>	<u>4.22</u>
CASH AND CASH EQUIVALENTS - OPENING BALANCE	<u>84.66</u>	<u>80.45</u>
CASH AND CASH EQUIVALENTS - CLOSING BALANCE	<u>17.25</u>	<u>84.66</u>

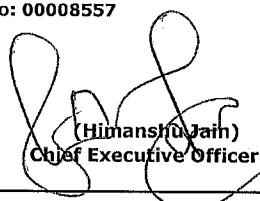
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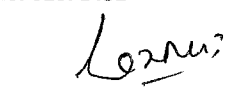

(V. Rajaraman)
Partner
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(Ekta Maheshwari)
Whole Time Director & Company Secretary
DIN No: 02071432


(Himanshu Jain)
Chief Executive Officer


(Laxmi Singh)
Chief Manager Finance

Place : Delhi
Date : 18.05.2017



SHRI EDUCARE LIMITED**1. Share Capital****a) Details of share capital**

	Amount in Lakhs	Amount in Lakhs
	As at 31-Mar-17 (₹)	As at 31-Mar-16 (₹)
AUTHORISED 10,000,000 (Previous Year - 10,000,000) Equity shares of Rs. 10 each	1,000.00	1,000.00
ISSUED, SUBSCRIBED AND PAID UP *9,510,000 (Previous Year - 9,510,000) Equity Shares of Rs: 10 each fully paid up The entire share capital is held by the Holding Company (KAMA Holdings Limited) and its nominees	951.00	951.00
	951.00	951.00

* There were no changes in the Issued, Subscribed & paid up capital in the company as compare to the previous year



SHRI EDUCARE LIMITED

2. Reserves and Surplus

	Amount in Lakhs As at 31-Mar-17 (₹)	Amount in Lakhs As at 31-Mar-16 (₹)
Surplus	<u>(889.50)</u>	<u>(946.06)</u>
Total Reserves and Surplus	<u>(889.50)</u>	<u>(946.06)</u>

Surplus

	As at 31-Mar-17 (₹)	As at 31-Mar-16 (₹)
Movement in surplus		
Loss as at the beginning of the year	(946.06)	(981.63)
Profit transferred from the statement of Profit & Loss	56.56	35.57
Accumulated Loss as at the end of the year	<u>(889.50)</u>	<u>(946.06)</u>



SHRI EDUCARE LIMITED**5.Short term borrowings**

	Amount in Lakhs	Amount in Lakhs
	As at	As at
	31-Mar-17	31-Mar-16
	(₹)	(₹)
SHORT TERM BORROWINGS		
Unsecured		
Loans repayable on demand		
-From Others	992.00	968.00
Total short term borrowings	992.00	968.00

Detail of Related Parties

Name of the Party	Nature of Borrowing	Nature of relation	Amount (in Lakhs)	
			As at 31-Mar-17	As at 31-Mar-16
KAMA HOLDINGS LIMITED	Unsecured	Holding Company*	125.00	-
KAMA REALTY (DELHI LTD.)	Unsecured	Fellow Subsidiary**	867.00	968.00

* Interest Free

** Carrying interest @10% p.a



SHRI EDUCARE LIMITED

3. Long term liabilities

	Amount in Lakhs As at 31-Mar-17 (₹)	Amount in Lakhs As at 31-Mar-16 (₹)
* Due to Contractors	12.48	12.48
Total Long term liabilities	12.48	12.48

* Rs. 9.72 Lacs related to Retension amount and Balance Rs. 2.76 related to final payment, has been kept on hold due to final order were not received from Haryana Government for School Owned Bulding at Shona Road, Gurgaon



SHRI EDUCARE LIMITED

4. Long term provisions

	Amount in Lakhs	Amount in Lakhs
	As at 31-Mar-17 (₹)	As at 31-Mar-16 (₹)
Provision for Employee benefits		
-For Gratuity (non-funded)	26.62	19.23
-For Leave Encashment (non-funded)	20.27	16.30
Total Long term provisions	46.89	35.53



SHRI EDUCARE LIMITED

6. Other Current liabilities

	Amount in Lakhs	Amount in Lakhs
	As at	As at
	31-Mar-17	31-Mar-16
	(₹)	(₹)
Statutory dues	58.37	26.95
Employees Contribution Payable	7.38	5.67
Student Fund for Student welfare	0.23	5.25
Security deposits from		
-Students	70.37	68.25
-Others	33.83	9.72
Income received in advance		
-Fee from students	59.11	41.63
-Others	20.98	32.87
Other payables		
-Due for Expenses Incurred	106.26	33.75
-Accrued salaries and benefits	7.62	81.77
	364.15	305.86



SHRI EDUCARE LIMITED

7. Short term provisions

	Amount in Lakhs	Amount in Lakhs
	As at	As at
	31-Mar-17	31-Mar-16
	(₹)	(₹)
Provision for Employee Benefits		
-For Gratuity (non-funded)	0.46	0.40
-For Leave Encashment (non-funded)	2.89	0.70
	<u>3.35</u>	<u>1.10</u>



SHRI EDUCARE LIMITED

8 : FIXED ASSETS

Description	Gross Block					Depreciation				Net Block	
	As at April 1, 2016	Additions	Deductions / Transfers	As at March 31, 2017	Upto March 31, 2016	For the year	On deductions / Transfers	Upto March 31, 2017	As at March 31, 2017	As at March 31, 2016	
	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	(₹)	
a) Tangible assets											
Land											
- Leasehold	165.15	-	-	165.15	7.03	1.76	-	8.79	156.36	158.13	
Building	246.83	22.16	-	268.99	22.80	7.87	-	30.67	238.32	224.03	
Furniture and fixtures	134.99	102.83	0.49	237.34	37.83	19.59	0.30	57.12	180.21	97.16	
Vehicles	68.23	12.55	-	80.78	29.32	13.81	-	43.13	37.65	38.91	
Office Equipment	204.90	45.56	-	250.46	95.50	41.05	-	136.55	113.91	109.40	
Others											
Data Processing	85.85	26.19	-	112.04	60.48	17.62	-	78.10	33.94	25.38	
Books	1.04	-	-	1.04	1.04	-	-	1.04	-	-	
Tangible assets Total	906.99	209.29	0.49	1,115.79	254.00	101.70	0.30	355.40	760.39	652.99	
Previous year	790.58	123.91	7.50	906.99	171.92	85.74	3.66	254.00			
b) Intangible Assets											
Trade Marks & Copyrights	88.37	1.36	-	89.73	35.83	8.93	-	44.76	44.97	52.54	
Software	28.00	30.64	-	58.64	9.00	9.63	-	18.63	40.01	19.00	
Intangible Assets Total	116.37	32.00	-	148.37	44.83	18.55	-	63.38	84.98	71.54	
Previous year	85.99	30.38	-	116.37	31.58	13.25	-	44.83			
Grand Total	1,023.36	241.29	0.49	1,264.16	298.83	120.25	0.30	418.77	845.37	724.53	
Previous year	876.57	154.29	7.50	1,023.36	203.50	98.99	3.66	298.83			
									845.37	724.53	

Note : As per lease agreement for lease hold property (Land), lease is valid for a period of 95 (ninety five) years from the Commencement Date (19th October, 2011) and accordingly depreciation is provided on the basis of lease period.

Note : Trademark and copyright of Rs. 89.73 Lakhs is under registration process.



SHRI EDUCARE LIMITED

9. Investments

Long term investments are valued at cost unless there is a decline in value, other than temporary. Current investments are valued at lower of cost or fair value.

	<u>Amount in Lakhs</u>	<u>Amount in Lakhs</u>
	As at	As at
	31-Mar-17	31-Mar-16
	(₹)	(₹)
Other than trade investments		
10% Capital Contribution in KAMA Real Estate Holdings LLP	122.90	
Total long term investments	122.90	-
Aggregate amount of long term unquoted investments	122.90	-



SHRI EDUCARE LIMITED

10. Long term loans and advances

Unsecured considered good, unless otherwise stated

	Amount in Lakhs	Amount in Lakhs
	As at	As at
	31-Mar-17	31-Mar-16
	(₹)	(₹)
Capital advances for purchase of assets	21.30	11.49
Loans to employees	10.60	9.12
Total long term loans and advances	31.90	20.61



SHRI EDUCARE LIMITED

* 11. Trade receivables

	Amount in Lakhs	Amount in Lakhs
	As at 31-Mar-17 (₹)	As at 31-Mar-16 (₹)
Receivables past due for a period within six months		
Unsecured - considered good	104.22	85.62
Receivables past due for a period exceeding six months		
Unsecured - considered good	15.00	10.00
Total trade receivables	119.22	95.62

* Represents receivables in respect of consultancy services rendered.



SHRI EDUCARE LIMITED

12. Inventories

	Amount in Lakhs	Amount in Lakhs
	As at	As at
	31-Mar-17	31-Mar-16
	(₹)	(₹)
Stock of Uniform	11.82	10.06
Stock of Books	6.85	-
Total inventories	18.67	10.06



SHRI EDUCARE LIMITED

13. Cash and cash equivalents

	Amount in Lakhs As at 31-Mar-17 (₹)	Amount in Lakhs As at 31-Mar-16 (₹)
Balance with banks on Current accounts	13.65	68.95
Cash in hand	3.60	15.71
Total cash and bank balances	17.25	84.66

Balance of Cash in Hand includes foreign currency in hand as given below which converted into INR at the respective closing rates.

-United State of America Dollar 673.63 @ 64.7468 in current year and 693.63 @ 66.1428 in Previous year



SHRI EDUCARE LIMITED

14. Short-term loans and advances

(Unsecured considered good, unless otherwise stated)	Amount in Lakhs	
	As at 31-Mar-17 (₹)	As at 31-Mar-16 (₹)
Loan to employees	14.19	4.30
Prepaid Expenses	6.35	4.75
* Tax Deducted At Source	130.21	93.57
Tax Collected At Source	0.11	-
Refund due for Minimum Alternate Tax Paid	-	8.99
Advances	14.96	10.03
Security deposits - Expat Quota	6.11	4.08
Security deposits - Others	6.47	6.06
CENVAT/Service tax/VAT recoverable	1.04	0.01
Total short-term loans and advances	179.44	131.79

- * a) In respect of deductions amounting to Rs. 10.57 Lakhs (Previous Year Rs.15.09 Lakhs) ,they do not appear in form 26AS
- b) Include Rs. 46.61 Lakhs (Previous Year Rs. 33.63 Lakhs) as Withholding Tax, dedcuted by the State of Maldives but claimable from Indian tax Authorities.



SHRI EDUCARE LIMITED

15. Revenue from operations*

	Amount in Lakhs	Amount in Lakhs
	Year ended	Year ended
	31-Mar-17	31-Mar-16
	(₹)	(₹)
** License Fees	9.59	9.61
Project Management Fees	697.22	435.60
Annual Maintenance Fees	34.15	28.88
Students Fees	-	-
- From Govt	-	17.61
- From Students	1,806.70	1,597.08
Total Revenue from operations	2,547.67	2,088.78

* All revenues deal with Education

** From schools using the Trademark of the Company



SHRI EDUCARE LIMITED

16. Other income

	Amount in Lakhs Year ended 31-Mar-17 (₹)	Amount in Lakhs Year ended 31-Mar-16 (₹)
Rental Income	23.00	11.24
Sale of Form	0.90	0.82
Profit on Sale/Recovery of Fixed Assets	-	0.03
Interest income	-	
▪ on loans to Employees	1.75	0.77
▪ on Income tax	2.89	-
Liability no longer required	0.00	0.01
Non-operating income	50.18	36.86
Total other operating income	78.72	49.73



SHRI EDUCARE LIMITED

17. Employee benefits expenses

	Amount in Lakhs	Amount in Lakhs
	Year ended	Year ended
	31-Mar-17	31-Mar-16
	(₹)	(₹)
Salaries and wages	1,527.97	1,302.49
Contribution to provident and other funds	60.55	48.69
Workmen and staff welfare expenses	44.55	23.27
Total Employee benefits	1,633.07	1,374.45



SHRI EDUCARE LIMITED

18. Finance Costs

	Amount in Lakhs Year ended 31-Mar-17 (₹)	Amount in Lakhs Year ended 31-Mar-16 (₹)
Interest expenses		
* ■ On Short term loan & borrowing from other than banks	93.86	106.29
Total financial costs	93.86	106.29

* represents Rs. 93.86 Lakhs (Previous Year 106.29 Lacs) paid to related party interest cost.



SHRI EDUCARE LIMITED

19. Depreciation and amortization expenses

	Amount in Lakhs	Amount in Lakhs
	Year ended	Year ended
	31-Mar-17	31-Mar-16
	(₹)	(₹)
Depreciation on tangible assets	101.70	85.74
Amortization on intangible assets	18.55	13.25
Total of Depreciation and amortization	120.25	98.99



SHRI EDUCARE LIMITED

20. Other expenses

	Amount in Lakhs	Amount in Lakhs
	Year ended 31-Mar-17 (₹)	Year ended 31-Mar-16 (₹)
Rent	21.58	18.01
Repair & maintenance	-	-
- Other than building	21.15	33.07
- On Building	46.18	20.16
Subscription Expenses	1.52	0.07
Software Expenses	6.21	4.37
Promotional Expenses	39.54	30.91
* Professional Expenses	69.81	50.02
** Audit fees	2.79	2.74
Rates & taxes	13.48	10.73
Telephone & communication	24.91	16.31
Traveling and Conveyance Expenses	68.23	46.13
Exchange Rate Difference (Net)	12.38	8.17
Transportation expenses (Net off Transport Charges)	2.60	3.14
Office expenses	30.01	26.86
Security Expenses	21.76	18.64
Filing Fees	0.44	0.31
Recruitment Expenses	4.36	4.89
Water and electricity	45.01	48.66
Postage and Courier	0.72	1.16
Printing and stationery	21.78	22.35
Education Aids	75.15	40.98
Festival & Celebrations	11.69	18.56
Bank Charges	2.94	2.87
Workshop and Training - Others	9.81	7.35
Vehicle Insurance Expenses	0.15	0.17
Bad Debts	12.59	45.39
Loss on Sale of Fixed Assets	0.17	-
Miscellaneous expenses	1.10	1.25
Total other expenses	568.06	483.26

* Include Rs. 0.35 Lakhs (Previous Year Rs. 0.29 Lakhs) paid to tax Auditor (not to the Statutory Auditor)

** Audit Fee Details	Current Year 31-Mar-17 (₹)	Previous Year 31-Mar-16 (₹)
# Statutory Audit Fees	2.79	2.74
Total Audit fees	2.79	2.74

Includes Rs. 1.64 Lakhs (Previous Year is Rs. 1.59 Lakhs) for the Subsidiary



SHRI EDUCARE LIMITED

21. EPS

	Amount in Lakhs	Amount in Lakhs
	As at 31-Mar-17 (₹)	As at 31-Mar-16 (₹)
Weighted Average Number of Shares*	95.10	95.10
Earnings available for Equity	34.72	55.79
Earning Per Share (EPS)	0.37	0.59

No financial instrument was issued during the year which will have bearing on diluting the earning on equity.

*Computation of Weighted EPS

Particulars	No. of shares	No. of days(weights)	Weighted no. of Shares	Date of Infusion
opening	95.10	365	95.10	-
Infusion during the year	-		-	
closing	95.10		95.10	



NOTE NO. 22

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2017

1. ACCOUNTING POLICIES

(i) ACCOUNTING CONVENTION

The Consolidated Financial statements have been prepared in accordance with Accounting Standard (AS-21) "Consolidated Financial Statements", notified under Rule 3 of the Companies (Accounting Standards) Rules, 2006.

a) Principal of Consolidation:

The Consolidated Financial Statements relate to Shri Educare Limited (the company) and its subsidiary company. The Consolidated Financial Statements have been prepared on the following basis.

- The financial statements of the company and its subsidiary company has been combined on a line by line basis by adding together the book value of like items of assets, liabilities, income and expenses, after fully eliminating intra-group transactions, resulting in unrealized profits or losses.
- The Consolidated Financial statements have been prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the companies Separate financial statements.

b) The Subsidiary Considered in the preparations of these Consolidated Financial statements are:

Name of Subsidiary	Country of Incorporation	Proportion of Ownership as at 31st March 2017	Proportion of Ownership as at 31st March 2016
Shri Educare Maldives Private Limited	Maldives	100%	100%

(ii) ACCRUAL BASIS

All items of revenue whether expenditure or income are accounted on accrual basis.

(iii) USE OF ESTIMATES

The preparation of financial statements requires the management of the Company to make estimates and assumptions that affect the reported balance of assets and liabilities, revenues and expenses and disclosures relating to contingent liabilities. The management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in the current and future periods.

(iv) RECONGNITION OF INCOME

Income is recognized on the basis of Accounting Standard (AS-9) issued by the Institute of Chartered Accountants of India.



(v) FIXED ASSETS

Fixed assets are stated at cost of acquisition or construction less accumulated depreciation. Cost of acquisition or construction is inclusive of freight, duties, taxes, incidental expenses and interest on loans attributable to the acquisition of qualifying assets, up to the date of commissioning of the assets.

(vi) DEPRECIATION

- a. Depreciation on fixed assets is provided on straight line method at the rates specified in Schedule II of the Companies Act, 2013 or at rates arrived at on the basis of the balance useful lives of the assets based on technical evaluation of the related assets, whichever is higher, except in case of the following assets where depreciation is provided at the rates indicated against each assets: -

Data Processing	-	31.67%
Vehicles	-	20%
Leasehold Land (for 95 Years)	-	1.06%

This useful life being lower than the life specified in Schedule II of Companies Act 2013. This lower useful life is based on the opinion of independent valuers.

- b. On assets sold, discarded, etc. during the year, depreciation is provided upto the date of sale / discard.
- c. Depreciation (amortization) on intangibles is provided on straight line method as follows:
- Trademark and Copyrights over a period of ten years
 - Software over a period of three years

(vii) FOREIGN EXCHANGE TRANSACTIONS

Transactions in foreign currency are accounted at the rate prevalent on the date of transactions, foreign currency current assets/current liabilities are translated at the year-end rates on account of fluctuation, whether gain or loss; is accounted for and disclosed in the statement of profit & loss.

The loss or gain on account of exchange difference arising out of translation of integral foreign operations is also accounted for in the statement of profit & loss under the head exchange difference.

(viii) EMPLOYEE BENEFITS

Company's contributions paid / payable during the year to contribution plans like, Pension Fund, Provident Fund, Superannuation Fund and Employees' State Insurance Corporation are recognized in the profit and loss account.



SHRI EDUCARE LIMITED (consolidated)
(SHRI EDUCARE LIMITED (HOLDING COMPANY) & SHRI EDUCARE
MALDIVES PVT. LTD (SUBSIDIARY COMPANY))

Provision for gratuity (non-funded) and leave encashment (non-funded) both benefit plans are determined on an actuarial basis at the end of the year and charged to profit & loss account each year.

(ix) PROVISION FOR TAXATION

The income tax liability is provided in accordance with the provisions of the Income - Tax Act, 1961.

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

Deferred tax is recognized, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their realisability.

(x) Additional information as required by Paragraph 2 of the General Instructions for Preparation of Consolidation Financial Statements to Schedule III to the Companies Act, 2013.

Name of entity	Financial Year 2016-2017				Financial Year 2015-16			
	Net Assets, i.e, total Assets minus total Liabilities		Share of profit or Loss		Net Assets, i.e, total Assets minus total Liabilities		Share of profit or Loss	
	As % of consolidated net assets	Amount (Rs. In lakhs)	As % of consolidated Profit or Loss	Amount (Rs. In lakhs)	As % of consolidated net assets	Amount (Rs. In lakhs)	As % of consolidated Profit or Loss	Amount (Rs. In lakhs)
I. Parent - Shri Educare Limited	85%	894	103%	36	94%	912	97%	54
II. Subsidiaries - Foreign								
Shri Educare Maldives Pvt. Ltd. (in INR)	15%	159	-3%	-1	6%	61	3%	2
Total	100%	1054	100%	35	100%	973	100%	56



(XI) CONTINGENT LIABILITY

Contingent liability is:

- (a) a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or nonoccurrence of one or more uncertain future events not wholly within the control of the enterprise; or
- (b) a present obligation that arises from past events but is not recognized because:
 - (i) it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or
 - (ii) a reliable estimate of the amount of the obligation cannot be made.

(xii) ACCOUNTING CONVENTION

This INR Conversion Financial statement have been prepared in accordance with Accounting Standard (AS-11) "The Effects of Changes in Foreign Exchange Rates", notified under Rule 3 of the Companies (Accounting Standards) Rules, 2003.

(xiii) FOREIGN EXCHANGE TRANSACTIONS

For converting MVR (currency of Maldives) into INR, rate as regards items in the Statement of profit and loss, the average rate as at 01.04.2016 and the rate at 31.03.2017 and as regards items in the Balance Sheet the rate prevailing on 31.03.2017 has been adopted except for fixed assets and depreciation. For Fixed Assets and Depreciation, the rate prevailing on the date of purchase of respective assets is adopted.

Rates are defined as below:
 Current F.Y. 2016-2017

As per Oanda.Com		
31-Mar-16		4.25356
31-Mar-17		4.12166
Average Rate for the F.Y. 2016 - 2017		4.187610

Previous F.Y. 2015-2016

As per Oanda.Com		
31-Mar-15		4.04701
31-Mar-16		4.25356
Average Rate for the F.Y. 2015 - 2016		4.150285

2. GENERAL NOTES:

(i) Exempted Services

Services provided by the company also includes auxiliary educational services provided to educational institutions which is exempted from service tax; vide notification No. 25/2012-ST, dated 20.06.2012.



(ii) Related party disclosures under AS-18 "Related Party Disclosures"

As per Accounting standard AS -18 "Related Party Disclosures" the Company's related parties and transactions with them are disclosed below:

NAME OF RELATED PARTY AND NATURE OF RELATED PARTY RELATIONSHIP

(a)	(b)	(c)	(d)
Enterprises that directly, or indirectly through one or more intermediaries, control or are controlled by, or are under common control with, the reporting enterprise	Individuals owning, directly or indirectly, an interest in the voting power of the reporting enterprise that gives them control or significant influence over the enterprise, and relatives of any such individual	Key Management Personnel	Enterprises over which any person described in (b) or (c) is able to exercise significant influence.
Shri Educare Maldives Pvt. Ltd. (Subsidiary) (SEMP) KAMA Holdings Limited (Holding Company) (KHL) KAMA Realty (Delhi) Limited (Fellow Subsidiary) (KRDL) SRF Limited (Fellow Subsidiary)	<ul style="list-style-type: none"> ▪ Arun Bharat Ram ▪ Ashish Bharat Ram ▪ Kartikeya Bharat Ram 	Ekta Maheshwari, Whole Time Director	KARMAV Holdings Pvt. Ltd. (KHPL)



(ii) Transactions during the year with related parties:

Sl.No	Nature of transaction	Amount in (₹)/lakhs with related parties referred to above				
		(a)	(b)	(c)	(d)	Total
(1)	Loan/ICD received:					
	Current year	219.00	Nil	Nil	25.00	244.00
	Previous year	207.00	100	Nil	Nil	307.00
(2)	Loan/ICD-refunded:					
	-By way of Cash					
	Current year	195.00	Nil	Nil	25.00	220.00
	Previous year	155.00	100	Nil	Nil	255.00
	-By way of Equity					
	Current year	Nil	Nil	Nil	Nil	Nil
	Previous year	Nil	Nil	Nil	Nil	Nil
(3)	Interest paid on ICD/Loan:					
	Current year	93.73	Nil	Nil	0.13	93.86
	Previous year	105.99	0.29	Nil	Nil	106.28
(4)	Investment during year:					
	Current year	Nil	Nil	Nil	Nil	Nil
	Previous year	Nil	Nil	Nil	Nil	Nil
(5)	Reimbursement (payment) of expenses:					
	Current year	Nil	Nil	Nil	Nil	Nil
	Previous year	Nil	Nil	Nil	Nil	Nil
(6)	Loan/ICD given:					
	Current year	Nil	Nil	Nil	Nil	Nil
	Previous year	Nil	Nil	Nil	Nil	Nil
(7)	Interest receive on Loan:					
	Current year	Nil	Nil	Nil	Nil	Nil
	Previous year	Nil	Nil	Nil	Nil	Nil
(8)	Year end balances ----- (receivables):					
	Current year	Nil	Nil	Nil	Nil	Nil
	Previous year	Nil	Nil	Nil	Nil	Nil
(9)	Remuneration paid during the year: -----					
	Current year	Nil	Nil	12.17	Nil	12.17
	Previous year	Nil	Nil	10.93	Nil	10.93
(10)	Year end balances ----- (payables):					
	Current year	992.00	Nil	Nil	Nil	992.00
	Previous year	968.00	Nil	Nil	Nil	968.00

SHRI EDUCARE LIMITED (consolidated)
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(iii) The details of subsidiary companies considered in the preparation of Consolidated Financial Statements are as under:

S. No.	Particulars	Shri Educare Maldives Private Limited#		Shri Educare Maldives Private Limited#	
		(subsidiary of Shri Educare Limited)		(subsidiary of Shri Educare Limited)	
		MVR/lakhs	Rs./lakhs	MVR/lakhs	Rs./lakhs
(a)	Financial year of the subsidiary	March 31, 2017		March 31, 2016	
(b)	Extent of holding		100.00%		100.00%
(c)	Capital	137.95	577.68	137.95	572.52
(d)	Reserves and Surplus (adjusted for debit balance in statement of profit and loss, wherever applicable)	(136.05)	(569.72)	(135.98)	(564.36)
(e)	Total Assets (Fixed Assets + Current Assets)	84.14	352.35	61.01	253.23
(f)	Total Liabilities (Debts + Current Liabilities)	82.24	344.39	59.05	245.07
(g)	Detail of Investment (except in case of investment in subsidiaries)	-	-	-	-
(h)	Turnover (Including Other Income)	369.46	1,547.15	332.09	1,378.25
(i)	Profit Before Taxation	(0.07)	(0.29)	0.27	1.12
(j)	Less: Provision for Taxation	-	-	-	-
(k)	Profit After Taxation	(0.07)	(0.29)	0.27	1.12
(l)	Proposed Dividend	-	-	-	-

For the limited purpose of disclosure as additional information as required by Schedule III of the Companies Act, 2013 the Financial Statements of the Shri Educare Maldives Private Limited has been converted into Indian Rupees on the basis of the Average rate prevailing as at 31.03.2016 and 31.03.2017, i.e. 4.150285 & 4.187610

(iv) Employee Benefits

In accordance with Accounting Standard (AS) - 15 (Revised 2005), actuarial valuation was obtained from the actuary in respect of the aforesaid defined benefit plans using Projected Unit Credit Method. The details of the same are as follows:-

Assumptions	Gratuity (Non-funded)		Earned leaves (Non-funded)	
	Year ended 31.03.2017	Year ended 31.03.2016	Year ended 31.03.2017	Year ended 31.03.2016
Discount rate (per annum)	7.54%	8.00%	7.54%	8.00%
Future salary increase	7.00%	7.00%	7.00%	7.00%
In service mortality	LIC (1994-96) duly modified	LIC (1994-96) duly modified	LIC (1994-96) duly modified	LIC (1994-96) duly modified
Retirement age	58 years	58 years	58 years	58 years
Withdrawal rates				
- up to 30 years	3.00	3.00	3.00	3.00
- up to 44 years	2.00	2.00	2.00	2.00
- above 44 years	1.00	1.00	1.00	1.00

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The Company assesses these assumptions with its projected long-term plans of growth and prevalent industry standards.

Reconciliation of opening and closing balances of Defined Benefit Obligations

	Gratuity (Non- funded)		Earned leaves (Non - funded)	
	Year ended 31.03.2017	Year ended 31.03.2016	Year ended 31.03.2017	Year ended 31.03.2016
Present value of obligation as at the beginning of the year	19.63	15.15	16.99	12.39
Current service cost	5.41	4.26	6.45	3.99
Interest cost	1.57	1.21	1.36	0.99
Benefits paid	(2.13)	(0.20)	(1.43)	(0.35)
Actuarial loss/(gain)	2.59	(0.79)	(0.22)	(0.03)
Present value of obligation as at the end of the year	27.07	19.63	23.15	16.99
Bifurcation of present value of obligation				
Current	0.46	0.40	2.89	0.70
Non-current	26.62	19.23	20.26	16.29

Expenses recognized in the profit and loss account

	Gratuity (Non- funded)		Earned leaves (Non - funded)	
	Year ended 31.03.2017	Year ended 31.03.2016	Year ended 31.03.2017	Year ended 31.03.2016
Current service cost	5.41	4.26	6.45	3.99
Interest cost	1.57	1.21	1.36	0.99
Expected return on planned assets	-	-	-	-
Actuarial loss/(gain)	2.59	(0.79)	(0.22)	(0.03)
*Total expense	9.57	4.68	7.59	4.95

*Payment contribution made by the company.

Movement in the liability recognized in the balance sheet

	Gratuity (Non- funded)		Earned leaves (Non - funded)	
	Year ended 31.03.2017	Year ended 31.03.2016	Year ended 31.03.2017	Year ended 31.03.2016
Opening net liability	19.63	15.15	16.99	12.39
Contribution as above	9.57	4.68	7.59	4.95
Benefit paid	(2.13)	(0.20)	(1.43)	(0.35)
Actual return on plan assets	-	-	-	-
Closing net liability	27.07	19.63	23.15	16.99

* The Company's best estimate of the contribution expected to be paid in the next year is Rs. 7.64 Lakhs for gratuity and Rs. 6.69 Lakhs for leave encashment.

Superannuation - Defined Contribution Plan

Apart from being covered under the Gratuity Plan described above, the employees of the Company also participate in a defined contribution superannuation plan maintained by the Company. The Company has no further obligations under the plan except making annual contributions based on a specified percentage of each covered employee's salary. The Company provided an option to the employees to receive the said benefit as cash compensation along with salary in lieu of the superannuation benefit. Thus, no contribution is required to be made for the category of employees who opted to receive the benefit in cash.

Provident Fund - Defined Contribution Plan

All employees are entitled to Provident Fund benefits as per the law. For certain category of employees the Company administers the benefits through a recognized Provident fund trust. For other employees contributions are made to the regional Provident Fund Commissioners as per law. The Government mandates the annual yield to be provided to the employees on their corpus. For the first category of employees (covered by the Trust), the Company has an obligation to make good the shortfall, if any, between the yield on the investments of the trust and the yield mandated by the Government

Retirement Pension Scheme – For Maldivian employees

In addition to the above benefits, all employees of Maldives are entitled to Pension Fund benefits as per the Maldives Retirement Pension Scheme effective from 1st May 2011.

- (v) Shri Educare Limited has made an agreement with Government of Maldives to run a school jointly in Maldives. For this, Shri Educare Limited has incorporated wholly owned subsidiary in Maldives named 'Shri Educare Maldives Private Limited'.
- (vi) Shri Educare Limited has also initiated the operations in management consultancies of various projects during the period ended 31st March 2013.
- (vii) Remuneration paid to Whole time director:

S. No.	Particulars	Year Ended 31.03.2017 (Amount in ₹/ Lakhs)	Year Ended 31.03.2016 (Amount in ₹/ Lakhs)
a)	Salary including other allowances	11.65	10.60
b)	Provident Fund	0.52	0.33
Total		12.17	10.93

Since the policy for Gratuity is global, separate amount for the Whole Time Director is not ascertainable.

- (viii) Liability under Minimum Alternate Tax for the F.Y. 2016-2017 is Rs.31.48 Lakhs (Previous Year Rs. 14.06 Lakhs).

SHRI EDUCARE LIMITED (consolidated)
(SHRI EDUCARE LIMITED (HOLDING COMPANY) & SHRI EDUCARE
MALDIVES PVT. LTD (SUBSIDIARY COMPANY))

- (ix) Deferred Tax liability (pending the period covered by Minimum Alternate Tax) is provided as per Accounting Standard 22.
- (x) Inventories are valued at cost or net realizable value, whichever is lower.
- (xi) The Holding Company is having only one segment i.e. in Education (Project Management deals with consultancy on schools).
- (xii) In terms of notification dated 30th March 2017 issued by Ministry of Corporate Affairs, the holding company is required to disclose the details of *Specified Bank Notes (SBN) held and transacted during the period 08/11/2016 to 30/12/2016.

The said information as provided in the Table below: -

Particulars	SBNs	Other denomination notes	Total
Closing cash in hand as on 08/11/2016	Nil	4*100=400 2*1=2 1*0.50=0.50	402.50
(+) Permitted receipts	Nil	Nil	Nil
(-) Permitted payments	Nil	Nil	Nil
(-) Amount deposited in Banks	Nil	Nil	Nil
Closing cash in hand as on 30/12/2016	Nil	4*100=400 2*1=2 1*0.50=0.50	402.50


*Specified Bank notes are Rs. 500/- and Rs. 1000/- noted which were demonetized vide notification dated 08/11/2016 by Government of India.

- (xiii) Previous year figures have been regrouped/rearranged, wherever necessary.

In terms of our report attached
For Thakur Vaidyanath Aiyar & Co.
Chartered Accountants
Regd. No. 000038N


Rajaraman
Partner
M.No. 2705

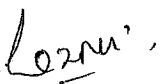

Ekta Maheshwari
Whole time Director & Company Secretary
DIN No: 02071432

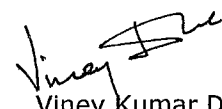

Kartik Bharat Ram
Director
DIN No: 00008557

Place : Delhi

Date: 18.05.2017


Himanshu Jain
Chief Executive Officer


Laxmi Singh
Chief Manager Finance


Viney Kumar Dua
Director
DIN No: 01892182

