

## Polaris Consulting & Services Limited

(Formerly known as Polaris Financial Technology Limited)

### Consolidated Balance Sheet as at December 31, 2015

(All amounts are in Rupees in lakhs unless otherwise stated)

Particulars	December 31, 2015	March 31, 2015
<b>EQUITY AND LIABILITIES</b>		
<b>Shareholders' Funds</b>		
Share capital	5,013.33	4,995.73
Reserves and surplus	89,399.93	80,086.74
	<b>94,413.26</b>	<b>85,082.47</b>
Share application money pending allotment	20.54	-
Minority Interest	1,544.94	148.23
<b>Non-Current Liabilities</b>		
Deferred tax liabilities (net)	265.32	250.63
<b>Current Liabilities</b>		
Trade payables	18,988.49	18,026.95
Other current liabilities	9,289.38	11,494.35
Short-term provisions	2,936.27	14,527.70
<b>TOTAL</b>	<b>127,458.20</b>	<b>129,530.33</b>
<b>ASSETS</b>		
<b>Non-Current Assets</b>		
Fixed assets		
- Tangible assets	23,977.16	22,954.64
- Intangible assets	361.51	513.12
	<b>24,338.67</b>	<b>23,467.76</b>
Non-current investments	5,713.16	11,488.22
Deferred tax assets (net)	971.04	807.95
Long-term loans and advances	8,636.60	9,128.70
Other non-current assets	151.42	244.26
<b>Current Assets</b>		
Current investments	8,210.92	1,050.40
Trade receivables	27,220.73	23,821.16
Cash and bank balance	27,120.03	19,161.29
Short-term loans and advances	3,223.11	10,883.37
Other current assets	21,872.52	29,477.22
<b>TOTAL</b>	<b>127,458.20</b>	<b>129,530.33</b>

## Polaris Consulting & Services Limited

(Formerly known as Polaris Financial Technology Limited)

### Consolidated Statement of Profit and Loss for the period ended December 31, 2015

(All amounts are in Rupees in lakhs unless otherwise stated)

Particulars	Quarter Ended			Nine months Ended		Year Ended
	December 31, 2015	September 30, 2015	December 31, 2014	December 31, 2015	December 31, 2014	March 31, 2015
<b>Revenue</b>						
Income from operations	51,758.73	51,767.88	47,475.61	153,110.09	142,632.97	189,334.54
Other income	313.35	387.02	897.12	785.83	3,239.47	4,114.30
<b>Total Revenue</b>	<b>52,072.08</b>	<b>52,154.90</b>	<b>48,372.73</b>	<b>153,895.92</b>	<b>145,872.44</b>	<b>193,448.84</b>
<b>Expenses</b>						
Employee benefit expenses	39,231.86	38,979.93	36,810.69	116,054.09	109,527.76	146,129.33
Depreciation and amortisation expenses	645.70	687.49	665.82	2,007.79	2,120.22	2,790.87
Other expenses	5,368.75	5,787.56	5,283.78	16,598.33	15,624.56	20,696.44
<b>Total Expenses</b>	<b>45,246.31</b>	<b>45,454.98</b>	<b>42,760.29</b>	<b>134,660.21</b>	<b>127,272.54</b>	<b>169,616.64</b>
<b>Profit before exceptional items and tax</b>	<b>6,825.77</b>	<b>6,699.92</b>	<b>5,612.44</b>	<b>19,235.71</b>	<b>18,599.90</b>	<b>23,832.20</b>
Exceptional Items	(1,060.00)	-	-	(1,060.00)	(689.25)	(689.25)
<b>Profit before tax</b>	<b>5,765.77</b>	<b>6,699.92</b>	<b>5,612.44</b>	<b>18,175.71</b>	<b>17,910.65</b>	<b>23,142.95</b>
<b>TAX EXPENSES</b>						
Income taxes - Current tax	1,999.30	2,220.79	1,663.90	6,101.12	5,153.90	6,718.25
- Adjustment of tax relating to earlier periods	43.09	-	-	43.09	(167.00)	(167.00)
- Deferred tax	71.41	(253.56)	22.68	(160.24)	(94.74)	(128.97)
<b>Profit after tax before share of results of associates and minority interests</b>	<b>3,651.97</b>	<b>4,732.69</b>	<b>3,925.86</b>	<b>12,191.74</b>	<b>13,018.49</b>	<b>16,720.67</b>
Add: Share of profit from Associate Company	-	-	-	-	-	1.19
Add: Minority Interest	2.10	1.74	-	5.32	-	5.12
<b>Profit for the year</b>	<b>3,654.07</b>	<b>4,734.43</b>	<b>3,925.86</b>	<b>12,197.06</b>	<b>13,018.49</b>	<b>16,726.98</b>

#### Earnings per share (In Rs.) - (equity shares par value Rs 5 each)

Basic	3.65	4.73	3.93	12.18	13.05	16.77
Diluted	3.57	4.64	3.83	11.95	12.72	16.39
Number of shares used in computing earnings per share						
Basic	100,244,633	100,173,851	99,845,602	100,137,695	99,722,984	99,760,484
Diluted	102,253,520	101,992,964	102,483,272	102,109,975	102,347,575	102,064,912

## Polaris Consulting & Services Limited

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### Consolidated cash flow statement for the period ended December 31, 2015

(All amounts are in Rupees in lakhs unless otherwise stated)

Particulars	December 31, 2015	March 31, 2015
<b>Cash flows from operating activities</b>		
Profit before tax	18,175.71	23,142.95
Adjustments for:		
Depreciation and amortisation	2,007.79	2,790.87
Interest income	(325.49)	(694.70)
Dividend income	(38.63)	(1,514.67)
Unrealised exchange (gain) / loss	174.22	(554.53)
Exchange difference on translation of foreign operations	771.13	(2,690.45)
Profit on sale of fixed assets (net)	(3.64)	(13.82)
Profit on sale of Investments (net)	(280.59)	(483.36)
Provision for doubtful debts	90.00	165.00
Bad debts written off	-	2.20
<b>Operating profit before working capital changes</b>	<b>20,570.50</b>	<b>20,149.49</b>
<b>Changes in assets and liabilities</b>		
Decrease / (Increase) in trade receivable	(3,492.58)	(911.98)
Decrease/ (Increase) in loans and advances and other assets	11,116.00	(22,947.86)
Increase / (Decrease) in liabilities and provisions	4,059.75	14,552.61
<b>Cash generated from / (used in) operations</b>	<b>32,253.67</b>	<b>10,842.26</b>
Taxes paid	(5,905.47)	(5,210.65)
<b>Net cash from operating activities</b>	<b>26,348.20</b>	<b>5,631.61</b>
<b>Cash flows from Investing activities</b>		
Purchase of fixed assets, changes in capital work in progress and capital advance	(2,567.24)	(7,366.21)
Proceeds from sale of fixed assets	34.92	97.08
(Purchase) / sale of non-current investments	7,361.54	(2,500.00)
Redemption / (Purchase) of current investments	(7,075.81)	9,752.14
Interest received	325.49	694.70
Dividend received	38.63	1,514.67
<b>Net cash flow from/ (used in) investing activities</b>	<b>(1,882.47)</b>	<b>2,192.38</b>
<b>Cash flows from financing activities</b>		
Proceeds from share capital issued on exercise of stock options	17.60	18.22
Proceeds from share premium on exercise of stock options	352.91	428.74
Dividends paid during the period	(14,966.65)	(6,219.89)
Dividend tax paid during the period	(2,037.20)	(1,701.14)
<b>Net cash flow used in financing activities</b>	<b>(16,633.34)</b>	<b>(7,474.07)</b>
<b>Net increase in cash and equivalents during the period</b>	<b>7,832.39</b>	<b>349.92</b>
Exchange differences on translation of cash and cash equivalents in foreign currency	126.35	288.79
Cash and cash equivalents at the beginning of the year	19,161.29	23,132.93
Cash and cash equivalents transferred on Demerger pursuant to Scheme of arrangement	-	(4,610.35)
<b>Cash and cash equivalents at the end of the period</b>	<b>27,120.03</b>	<b>19,161.29</b>
<b>Components of Cash and cash equivalents</b>		
Cash on hand	5.83	2.71
Balance with banks		
- On current account	23,719.91	9,182.74
- On deposit account	3,256.13	4,881.84
- On unpaid dividend account *	138.16	5,094.00
	<b>27,120.03</b>	<b>19,161.29</b>

\* The balance with banks include Rs.138.16 lakhs (March 31, 2015: Rs.5,094 lakhs), which are not available for use by the Company as they represent unpaid dividend liabilities Rs.138.16 lakhs (March 31, 2015: Rs 98.27 lakhs) and dividend payable Rs.Nil (March 31, 2015 interim dividend payable: Rs 4,995.73).