

Spice VAS Zambia Limited
Balance Sheet as at March 31, 2016

	Notes	Amount in ZMK March 31 2016 12 months	Amount in ZMK March 31 2015 09 months
Equity and Liabilities			
Shareholders' Funds			
Share capital	1	5,000	5,000
Reserves and surplus	2	(1,409,548)	(216,708)
		<u>(1,404,548)</u>	<u>(211,708)</u>
Non-current Liabilities			
Deferred tax liabilities	3	-	-
		<u>-</u>	<u>-</u>
Current Liabilities			
Short term borrowings	4	-	-
Trade payables	5	2,465,668	1,966,916
Other current liabilities	6	1,002,769	214,997
Short term provisions	7	677,599	100,000
		<u>4,146,035</u>	<u>2,281,913</u>
TOTAL		<u><u>2,741,487</u></u>	<u><u>2,070,205</u></u>
APPLICATION OF FUNDS			
Goodwill (on consolidation and net of impairment provision)		-	-
Non-current assets			
Fixed Assets			
Tangible assets		1,068,907	1,669,018
Intangible assets		-	-
Capital work-in-progress		-	-
Non-current Investment	8	-	-
Long term loans and advances		-	-
Other non-current assets		-	-
		<u>1,068,907</u>	<u>1,669,018</u>
Current assets			
Trade receivables	9	1,391,952	2,006,745
Cash and bank balances	10	1,191,547	973,773
Short term loans and advances	11	(2,296,329)	(4,121,253)
Other -current assets	12	1,385,411	1,541,922
		<u>1,672,580</u>	<u>401,187</u>
Total		<u><u>2,741,487</u></u>	<u><u>2,070,205</u></u>

For and on behalf of Spice VAS Zambia Ltd.

Sunil Kapoor

Sunil Kapoor
(CFO, Holding Company)

Date: 16-5-16

Spice VAS Zambia Limited

Statement of Profit and Loss for the period ended from April 1, 2015 to March 31, 2016

	Notes	Amount in ZMK March 31 2016 12 months	Amount in ZMK March 31 2015 09 months
INCOME			
Revenue from operations (net)	13	12,504,185	6,279,212
Other Income	14	-	7,535
TOTAL		12,504,185	6,286,748
EXPENDITURE			
Purchase of traded goods		-	-
Operating expenses	15	4,733,230	3,035,811
Employee benefits expense	16	987,444	468,513
Other expenses	17	6,777,938	3,067,792
TOTAL		12,498,611	6,572,115
Earning before interest ,tax, depreciation and		5,573	(285,367)
Depreciation and amortization expense	18	620,813	457,798
Finance costs		-	-
Profit before exceptional item and tax		(615,240)	(743,165)
Exceptional item			
Reversal of revenue pertaining to earlier periods		-	-
Depreciation and amortization expense		-	-
Profit before tax		(615,240)	(743,165)
Tax expenses			
Current tax		577,595	100,000
Less: MAT Credit Entitlement		-	-
Deferred tax (credit)		-	-
Income tax adjustments for earlier years		-	-
Total Tax Expense		577,595	100,000
Net (loss) for the period before Minority Interest		(1,192,835)	(843,165)
(Loss) attributable to Minority Shareholders		-	-
Net (loss) for the period		(1,192,835)	(843,165)
Profit/(Loss) of associates attributable to shareholder of the Parent Comp		-	-
Net Profit attributable to the shareholders of the Parent Company		(1,192,835)	(843,165)

For and on behalf of Spice VAS Zambia Ltd.

Sunil Kapoor

Sunil Kapoor
(CFO, Holding Company)

Date: 16-5-16

Spice VAS Zambia Limited

Notes to the financial statements for the period ended from April 1, 2015 to March 31, 2016

	Amount in ZMK March 31 2016 12 months	Amount in ZMK March 31 2015 09 months
1. Share Capital		
Issued, subscribed and fully paid up shares		
Equity shares fully paid up	5,000	5,000
Total issued, subscribed and fully paid-up share capital	5,000	5,000

Spice VAS Zambia Limited

Notes to the financial statements for the period ended from April 1, 2015 to March 31, 2016

	Amount in ZMK March 31 2016 12 months	Amount in ZMK March 31 2015 09 months
2. Reserves and Surplus		
Foreign Currency Translation Reserve		
Opening balance	-	-
Add: exchange differences arise during the period	-	-
Closing balance	-	-
Surplus in the statement of profit and loss		
Opening balance	(216,713)	626,458
(Loss) for the period	(1,192,835)	(843,165)
Less: Share of (Loss) brought forward moved to minority from majority	-	-
	(1,409,548)	(216,708)
Less: Appropriations		
Transferred to general reserve	-	-
Proposed final dividend (amount per share Rs.Nil, (Previous year:	-	-
Tax on dividend	-	-
Net Surplus in the statement of profit and loss	(1,409,548)	(216,708)
Total reserves and surplus	(1,409,548)	(216,708)

Spice VAS Zambia Limited

Notes to the financial statements for the period ended from April 1, 2015 to March 31, 2016

	Amount in ZMK March 31 2016 12 months	Amount in ZMK March 31 2015 09 months
3. Deferred Tax Liabilities		
Fixed assets: Impact of difference between tax depreciation and	-	-
Impact of income recognised in the statement of profit and loss in the	-	-
	-	-
Deferred Tax Assets		
Impact of expenditure charged to the statement of profit and loss		
- Provision for doubtful debts	-	-
- Others	-	-
	-	-
Gross Deferred Tax Assets	-	-
Net Deferred Tax Liabilities	-	-

Spice VAS Zambia Limited
Balance Sheet as at December 31, 2015

	Amount in ZMK March 31 2016 12 months	Amount in ZMK March 31 2015 09 months
4. Short-term borrowings		
Interest free loan from related parties repayable on demand	-	-
	-	-
5. Trade Payables and other current liabilities		
Trade payables	2,465,668	1,966,916
6. Other liabilities		
Payable towards capital goods	-	-
Employee related payables	98,090	20,628
Unearned revenue	-	-
Advances from customers	3,856	-
Service tax payable	-	-
Tax deducted at source payables	787,358	15,355
Sales tax payables	109,299	175,016
Social security payables	4,166	3,999
Other Statutory dues payable	-	-
Other payable	-	-
	<u>1,002,769</u>	<u>214,997</u>
	<u>3,468,436</u>	<u>2,181,913</u>
7. Short-term provisions	Amount in ZMK	Amount in ZMK
	March 31 2016	March 31 2015
	12 months	09 months
Provision for taxation (net of advance tax)	677,599	100,000
Proposed equity dividend	-	-
Provision for tax on proposed equity dividend	-	-
	<u>677,599</u>	<u>100,000</u>
8. Non-current investments		
Investment in subsidiaries		
Investment in SDN	-	-
Investment in SVK	-	-
Investment in SVU	-	-
Investment in SVG	-	-
Investment in SVT	-	-
Investment in SVZ	-	-
Investment in SDSA	-	-
	<u>-</u>	<u>-</u>

Spice VAS Zambia Limited

Notes to the financial statements for the period ended from April 1, 2015 to March 31, 2016

11. Loans and advances	Amount in ZMK March 31 2016 12 months	Amount in ZMK March 31 2015 09 months
Capital advances		
Unsecured, considered good	-	-
(A)	-	-
Security Deposit		
Unsecured, considered good	5,638	5,640
(B)	5,638	5,640
Loan and advances to related parties		
Advances to related parties	(3,000,234)	(4,841,591)
Loans to fellow subsidiary companies	-	-
(C)	(3,000,234)	(4,841,591)
Advances recoverable in cash or kind		
Unsecured, considered good	150,368	167,695
(C)	150,368	167,695
Other loans and advances		
(Unsecured, considered good)	-	-
Advance income-tax (net of provision for taxation)	-	-
Prepaid expenses	17,156	16,262
Loan to employees		
Unsecured, considered good	-	-
Balance with statutory/government authorities	530,744	530,741
Loan to a party	-	-
(D)	547,899	547,003
Total(A+B+C+D)	(2,296,329)	(4,121,253)

Spice VAS Zambia Limited

Notes to the financial statements for the period ended from April 1, 2015 to March 31, 2016

9. Trade receivables	Amount in ZMK March 31 2016 12 months	Amount in ZMK March 31 2015 09 months
9.1 Trade receivables*		
Outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, considered good	1,391,952	2,071,517
Doubtful	578,923	-
	1,970,875	2,071,517
Provision for doubtful receivables	578,923	64,772
(A)	1,391,952	2,006,745
Other receivables		
Unsecured, considered good	-	-
Doubtful	-	-
	-	-
Provision for doubtful receivables	-	-
(B)	-	-
Total(A+B)	1,391,952	2,006,745

12. Othe Assets	Amount in ZMK March 31 2016 12 months	Amount in ZMK March 31 2015 09 months
Unsecured, considered good	-	-
Non-current bank balances (note 18)	-	-
(A)	-	-
Other Current Assets		
Interest receivable on Income Tax	-	-
Interest accrued on fixed deposits	-	-
Dividend receivable on investments	-	-
Rent Receivable	-	-
Receivable against Ticketing	-	-
Income accrued on investment in Fixed Maturity Plan Investments	-	-
Interest accrued on inter-corporate investments	-	-
Unbilled revenue	1,385,411	1,541,922
Others	-	-
(B)	<u>1,385,411</u>	<u>1,541,922</u>
Total(A+B)	<u>1,385,411</u>	<u>1,541,922</u>

Spice VAS Zambia Limited
Balance Sheet as at December 31, 2015

10. Cash and bank balances	Amount in ZMK March 31 2016 12 months	Amount in ZMK March 31 2015 09 months
Cash and cash equivalents		
Balance with banks:		
Cash on hand	-	-
On current accounts	1,191,547	973,773
Deposit with original maturity	-	-
of less than three months	-	-
Cheque/drafts on hand	-	-
	<u>1,191,547</u>	<u>973,773</u>
Other bank balances		
Deposits with original maturity	-	-
for more than 3 months but less than 12 months*	-	-
for more than 12 months	-	-
	<u>-</u>	<u>-</u>
Amount disclosed under non-current assets	-	-
	<u>1,191,547</u>	<u>973,773</u>

Spice VAS Zambia Limited
Balance Sheet as at December 31, 2015

	Amount in ZMK March 31 2016 12 months	Amount in ZMK March 31 2015 09 months
13. Revenue from operations		
Sale of traded goods	-	-
Income from services	12,504,185	6,279,212
Revenue from operations(net)	12,504,185	6,279,212
Details of services rendered		
14. Other income		
Interest income on		
Bank deposits	-	-
Inter corporate loans	-	-
Income Tax refund	-	-
Others	-	-
Dividend income on		
Current investments	-	-
Long term investments	-	-
Income from long term Fixed Maturity Plan Investment (other than trade)	-	-
Net gain on sale of current investments	-	-
Provision for diminution in the value of current investments written back	-	-
Provision for diminution in value of investment in subsidiary company	-	-
Provision for doubtful debts written back	-	-
Rental Income (refer note 26(b))	-	-
Unspent liabilities written back	-	7,535
Profit on disposal of fixed assets(net)	-	-
Miscellaneous income	-	-
	-	7,535
15. Operating Expenses		
Value added service charges	4,733,230	3,035,811
	4,733,230	3,035,811
16. Employee benefit expense		
Salaries, wages and bonus	939,604	443,393
Contribution to social security schemes (refer note 24)	24,456	17,397
Leave Encashment	8,901	-
Staff welfare expenses	14,482	7,722
	987,444	468,513

17. Other expenses

	Amount in ZMK March 31 2016 12 months	Amount in ZMK March 31 2015 09 months
Electricity and water	-	-
Rent (refer note 26 (a))	158,644	74,070
Rates and taxes	-	-
Insurance	3,897	12,399
Repair and maintenance		
-Data Processing Machines	31,265	6,215
-Buildings	-	-
Advertising and sales promotion	10,283	26,059
Brokerage and commission	-	-
Travelling and conveyance	96,075	46,346
Communication costs	45,908	31,684
Printing and stationery	-	-
Legal and professional fees	4,797,449	2,577,674
Payment to auditors (refer details below)	-	62,000
Provision for doubtful debts and advances	514,147	2,387
Exchange difference (net)	1,061,572.63	178,870
Bad debts/advances written off	-	-
Provision for diminution in the value of current investments	-	-
Loss on disposal of tangible assets (net)	-	-
Charity and donation - other than political parties	-	-
Loss on sale of investments	-	-
Corporate Social Responsibility	-	-
Miscellaneous expenses	58,698.14	50,088
	6,777,938	3,067,792

Payment to auditor

	Amount in ZMK March 31 2016 12 months	Amount in ZMK March 31 2015 09 months
As auditor:		
Audit fee	-	62,000
Tax audit fee	-	-
Limited review	-	-
In other capacity:-		
Other services(certification fees)	-	-
Reimbursement of expenses	-	-
	-	62,000

Spice VAS Zambia Limited**Balance Sheet as at December 31, 2015**

	Amount in ZMK March 31 2016 12 months	Amount in ZMK March 31 2015 09 months
18. Depreciation and amortization expense		
Depreciation on tangible assets	620,813	457,798
Amortization on intangible assets	-	-
	620,813	457,798