

RAMCO SYSTEMS CORPORATION
(A Majority-Owned Subsidiary of Ramco Systems Limited)

**Consolidated Financial Statements for the Years
Ended March 31, 2015 and 2014
And Independent Auditor's Report**

ramco

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Independent Auditors' Report

To the Board of Directors and Shareholders of Ramco Systems Corporation, USA

We have audited the accompanying consolidated balance sheets of Ramco Systems Corporation (the "Company"), a majority owned subsidiary of Ramco Systems Limited, India as of March 31, 2015 and March 31, 2014, and the related statements of operations, shareholders' equity, and cash flows for each of the years in the three-year period ended March, 31 2015. 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.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. 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 audits provide a reasonable basis for our opinion.

In our opinion, such financial statements referred to above present fairly, in all material respects, the financial position of Ramco Systems Corporation as of March 31 2015 and 2014, and the results of its operations and its cash flows for each of the years in the three-year period ended March, 31 2015 in conformity with accounting principles generally accepted in the United States of America.

As discussed in Note 3 the Company effected a quasi-reorganization as of March 31, 2005 as defined under ARB No 43.



C N Gangadaran
Partner
CNGSN & Associates LLP



Date: April 17th 2015

Ramco Systems Corporation
(A majority owned subsidiary of Ramco Systems Limited, India)

Balance Sheet (includes results of subsidiaries)

	<u>Note</u>	<u>As at March 31 2015</u>	<u>As at March 31 2014</u>
<u>Assets</u>			
Current Assets:			
Cash and Cash equivalents		628,665	808,560
Accounts receivable, net of allowances	4	3,544,668	2,635,469
Due from officers and employees		-	6,016
Due from related parties (net)	12	-	388,803
Notes receivable- related party, due on demand		1,920,446	-
Other current assets	5	227,695	138,915
		6,321,475	3,977,764
Other assets		25,978	30,156
Fixed Asset- Net	6	59,973	49,428
TOTAL ASSETS		6,407,425	4,057,349
<u>Liabilities</u>			
Current Liabilities:			
Accounts payable		176,049	435,943
Accrued expense		1,368,737	1,474,452
Deferred revenue		2,065,326	1,033,635
Due to officers and employees		-	-
Due to related parties(net)	12	7,436	-
		721,415	1190
		4,338,963	2,945,220
Stockholder's equity:			
Common stock – no par value; shares authorized 200,000,000; shares issued and outstanding 197,564,550		2,871,325	2,871,325
Retained earnings after reorganization; elimination of accumulated deficit of \$16,790,130 effective March 31, 2005 pursuant to quasi-reorganization (See note:3)		(790,584)	(1,751,213)
Accumulated comprehensive income		(12,278)	(7983)
		2,068,463	1,112,129
TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY		6,407,425	4,057,349
See accompanying notes to financial statement			



Ramco Systems Corporation
(A majority owned subsidiary of Ramco Systems Limited, India)

Statement of Operations (includes results of subsidiaries)

For the year ended March 31

	<u>2015</u>	<u>2014</u>	<u>2013</u>
Revenues			
License	2,578,910	2,248,947	56,000
Services and maintenance	7,922,938	8,646,340	7,148,782
Consulting Services	-	-	37,636
CRM	334,261	678,151	486,350
Others	216,521	378,247	273,267
	<u>11,052,630</u>	<u>11,951,685</u>	<u>8,002,035</u>
Cost of revenues			
License	1,031,564	899,579	44,628
Services and maintenance	5,027,773	4,733,764	4,843,061
Consulting Services	-	-	2,847
CRM	100,520	251,748	416,201
Others	30,184	390,397	295,230
	<u>6,190,041</u>	<u>6,275,089</u>	<u>5,601,968</u>
Gross Margin	4,862,589	5,676,596	2,400,066
Operating expenses			
Selling, general and administrative expenses	3,814,236	4,897,358	3,795,108
Depreciation	36,047	68,216	102,109
Bad debt expenses	47,968	40,194	8,738
	<u>3,898,252</u>	<u>5,005,768</u>	<u>3,905,955</u>
Income from Operations	964,337	670,829	(1,505,888)
Interest income/ (expenses)	59,055	2,162	22,702
Other Income / (expenses)	-	-	7,653
Income before income taxes	1,023,392	672,991	(1,475,533)
Provision for Income taxes	54,781	12,043	(4,290)
Net Income	968,612	660,948	(1,471,243)
See accompanying notes to financial statement			



Ramco Systems Corporation
(A majority owned subsidiary of Ramco Systems Limited, India)

Statement of Stockholder's equity as on March 31 2015
(Includes results of subsidiaries)

	Common Stock		Retained earnings/(deficit)	Total Stockholder's equity
	Shares	Amount \$	In USD	In USD
Balance as on March 31 2012	197,564,550	2,871,325	(939,096)	1,932,229
Net Income for the year 2012-13			(1,471,243)	(1,471,243)
Comprehensive income (Foreign Currency translation loss)			(1,822)	(1,822)
Balance as on March 31 2013	197,564,550	2,871,325	(2,412,162)	459,163
Net Income for the year 2013-14			660,948	660,948
Comprehensive income (Foreign Currency translation loss)			(7983)	(7983)
Balance as on March 31 2014	197,564,550	2,871,325	(1,759,196)	1,112,129
Net Income for the year 2014-15			968,612	968,612
Comprehensive income (Foreign Currency translation loss)			(12,278)	(12,278)
Balance as on March 31 2015	197,564,550	2,871,325	(802,862)	2,068,463



Ramco Systems Corporation
(A majority owned subsidiary of Ramco Systems Limited, India)
(Includes results of subsidiaries)

Statement of Cash Flows

For the year ended March 31

	<u>2015</u>	<u>2014</u>	<u>2013</u>
Cash flow operating activities:			
Net Income for the period	968,612	660,948	(1,471,243)
Adjustments to reconcile net income to net cash provided by operating activities:			
Depreciation	36,047	68,216	102,109
Bad debt expenses	47,968	40,194	8,738
Net changes in working capital items:			
Accounts receivable	(957,168)	(1279021)	92,717
Due from officers and employees.	6,016	27,666	(22,961)
Dues from related parties	388,803	683,798	652,716
Other current assets	(88,780)	111,630	105,510
Other assets	4,178	-	(4,178)
Accounts payable	(259,894)	30,761	81,428
Accrued expenses	(105,715)	255,004	262,567
Deferred revenue	1,031,691	(325,339)	(261,363)
Dues to affiliates	-	-	(423,093)
Due to officers and employees	7,436	-	-
Dues to related parties	720,225	1,190	-
	<u>1,799,419</u>	<u>271,047</u>	<u>(877,052)</u>
Net Cash provided by / (used in) Operating activities			
Cash flow from Investing activities:			
Purchase of Fixed assets	(46,592)	(30,516)	(4,240)
	<u>(46,592)</u>	<u>(30,516)</u>	<u>(4,240)</u>
Net Cash provided by / (used in) Investing activities			
Cash flow from financing activities:			
Notes receivable- related party	(1,920,446)	-	1,055,424
	<u>(1,920,446)</u>	<u>-</u>	<u>1,055,424</u>
Net Cash provided by / (used in) financing activities			
Accumulated comprehensive income	(12,278)	(7983)	(1,822)
Net increase (decrease) in cash and cash equivalents for the period	<u>(179,896)</u>	<u>232,548</u>	<u>172,309</u>
Cash and cash equivalents, beginning of year	808,560	576,013	403,703
Cash and cash equivalents, end of year	628,665	808,560	576,013

The accompanying notes are an integral part of these financial statements



NOTES TO THE FINANCIAL STATEMENTS

(1) Overview

Ramco Systems Corporation ("RSC" or "the Company") was incorporated in October 1992 under the laws of the State of California in the United States. The Company is a majority-owned (97.6% after recapitalization as mentioned in Note 3) subsidiary of Ramco Systems Limited ("RSL" or "Parent"), a company incorporated in India. The Company owns all of the outstanding common stock of Ramco Systems Canada Inc, ("RSCI" or "Subsidiary"), a Canadian Corporation formed in September 2010.

The Company markets personalized assembled solutions using the delivery platform Ramco VirtualWorks® developed by its parent and provides its related consulting services and maintenance to customers located in the America. The Company currently operates in single segment – Software solutions & Services

Ramco Systems Canada Inc., ("RSCI" or "Subsidiary") was incorporated on 30th September 2010 under the laws of the Province of Ontario in Canada. RSCI is wholly owned by the Company.

(2) Summary of Significant Accounting Policies

(a) Basis of preparation of financial statements

The accompanying financial statements have been prepared in accordance with generally accepted accounting principles. All amounts are stated in United States dollars.

Principles of consolidation: The consolidated financial statements include the accounts of the Company and its wholly-owned subsidiary. All significant intercompany accounts have been eliminated in consolidation.

(b) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(c) Cash and cash equivalents

Cash and cash equivalents consist of cash and deposits with banks. The Company considers all highly liquid investments with maturity, at the date of purchase, of three months or less to be cash equivalents.

(d) Revenue recognition

Revenue consists of fees for licenses of software products, software development, consulting services, maintenance and customer support.

Revenue from software product license fee is generally recognized when: (i) a signed non cancelable agreement exists, (ii) delivery has occurred, (iii) the fee is fixed or determinable, and (iv) collectability is probable.



Maintenance revenue is deferred and recognized ratably over the term of the maintenance agreement, which is generally one to three years. Deferred revenue includes payments received in advance of maintenance services, which are being recognized in revenue ratably over the term of the maintenance agreement.

Revenues from implementation, software development, consulting, customer support and other services are generally based upon time and materials billings, and are recognized as the related services are performed, customer approval is received, collectability is probable and such revenue are contractually non refundable. These services are separately priced from other deliverables. Amounts collected prior to satisfying the above revenue recognition criteria are classified as deferred revenue.

For contracts that are custom software developments, the Company adopts the percentage of completion method of revenue recognition. The assumptions used to determine percentage of completion be reviewed by the management on a periodic basis in order to ensure that the revenue amount that is recognized indicate the actual value that is completed and the methodology that is followed is consistent and is supported by applicability to multiple projects with similar revenue streams.

(e) *Fixed Assets*

Fixed Assets are stated at cost. Equipment under capital leases is stated at the present value of minimum lease payments. The Company computes depreciation for all fixed assets using the straight-line method. The estimated useful lives of assets are as follows:

Computer equipment	5 years
Furniture and fixtures and office equipment	7 years
Purchased software.....	3 years

The Company evaluates the recoverability of its long-lived assets and certain identifiable intangibles, if any, whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. No impairments were recorded in

(f) *Income taxes*

Income taxes are accounted for using the asset and liability method. Deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases and operating loss and tax credit carry-forwards. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the enactment date. The measurement of deferred tax assets is reduced, if necessary, by a valuation allowance for any tax benefits of which future realization is uncertain.

(g) *Foreign Currency Transactions*

Monetary items held in foreign currency are translated at year-end closing rates; Non-monetary items are retained in the Balance Sheet at historic rates. Revenues and expenditures in foreign currency are accounted at the average rate for the year. Foreign currency transactions are not significant.



(h) Allowance for doubtful accounts

Credit is extended based on evaluation of a customers' financial condition and, generally, collateral is not required. Accounts receivable are most often due within 30 to 90 days and are stated at amounts due from customers net of an allowance for doubtful accounts. Accounts that are outstanding longer than the contractual payment terms are considered past due. The Company determines its allowance by considering a number of factors, including the length of time trade accounts receivable are past due, the Company's previous loss history, the customer's current ability to pay its obligation to the Company, and the condition of the general economy and the industry as a whole. The Company writes-off accounts receivable when they become uncollectible, and payments subsequently received on such receivables are credited to the allowance for doubtful accounts. The Company does not accrue interest on accounts receivable past due.

(i) Advertising costs

The Company's policy is to expense advertising costs as such costs are incurred. Total advertising cost expensed during the years ended March 31, 2015 and 2014 were \$ 31,495 and \$67,619, respectively.

(j) Reclassifications

Certain amounts in prior years' financial statements and related notes have been reclassified as necessary to the current presentation format.

(k) Date of management's evaluation

Management has evaluated subsequent events through April 17, 2015, the date on which the financial statements were made available to be issued.

(3) Corporate recapitalization and Quasi- Reorganization

As of March 31, 2005, the Company underwent a series of transactions to effect a corporate recapitalization, summarized as follows:

- a) Cumulative amounts due to the Parent for royalties and other dues of \$ 8,623,429 were waived and included in "forgiveness of indebtedness" – related party on the accompanying statement of operations.
- b) Cumulative amounts due to the parent and other affiliates for loans of \$ 7,159,375 were converted to capital through the issuance of 71,593,750 shares at a management determined fair value of \$0.10 per share. Consequent to the issuance, the shares issued and outstanding increased to 197,564,550 from 125,970,800.



The Company underwent "Quasi-reorganization", as defined in ARB No. 43 effective March 31, 2005 pursuant to a Board approval and shareholder approval. Quasi-reorganization is an accounting procedure that eliminates an accumulated deficit in retained earnings and permits the company to proceed on a basis as if it has been legally reorganized. Quasi-reorganization also involves adjusting a company's assets and liabilities to fair value, although no such adjustments were required as part of the Company's transaction. Any remaining deficit in retained earnings is then eliminated by a transfer of amounts from paid in capital, giving the company a "fresh start" and a zero balance in retained earnings. The Company transferred the deficit of \$ 16,790,130 from retained earnings to paid-in capital pursuant to this transaction.

(4) Accounts receivable

The accounts receivable, net of allowance amounting to \$ 3,544,668 (\$2,635,469 as on March 31,2014) Allowance for doubtful receivables made for the year ending March 31 2015 and March 31 2014 were \$1,849,600 and \$2,153,257 respectively. For the years ended March 31,2015 ,March 31 2014 and March 31, 2013, the company has bad debts expenses of \$47,968 , \$ 40,194 ,and \$8,738.

The movement in the allowance for doubtful accounts is as follows:

For the year ended March 31			
	2015	2014	2013
Balance, beginning of year	2,153,257	2,323,973	2,398,896
Provision for doubtful accounts	47,968	40,194	8,738
Write off of accounts receivable	(82,762)	(24,738)	(41,147)
Others- Fluctuation	(268,863)	(186,172)	(42,514)
Balance, end of year	1,849,600	2,153,257	2,323,973

(5) Other current assets

Other current assets consist of the following:

For the year ended March 31		
	2015	2014
Prepaid expenses	227,695	39,798
Income tax receivable	-	99,117
	227,695	138,915



(6) Fixed Assets

Fixed Assets consist of the following:

	For the year ended March 31	
	2015	2014
Computer equipment	1,633,968	1,613,519
Furniture & fixtures, office equipment	591,101	566,142
Purchased Software	284,974	284,011
	2,510,043	2,463,672
Accumulated depreciation	(2,450,070)	(2,414,244)
Fixed Assets, net	59,973	49,428

(7) Financial instruments and concentration of risk

Financial instruments that potentially subject the Company to concentration of credit risk consist principally of cash equivalents and accounts receivable. The Company's cash resources are invested with financial institutions with high investment grade credit ratings.

A significant portion of the Company's revenues comes from Seven major customers (Six for 2014 and Three for 2013). The Company generally extends credit to these customers and, therefore, collection of receivables is affected by the financial position of these customers. However, the Company closely monitors extension of significant credit to these customers. These customers accounted for approximately 56% of the total revenue generated by the Company during the year ended March 31, 2015 (56% for 2014 and 48% for 2013) and approximately 62% of accounts receivable at March 31, 2015 (69% as on March 31, 2014 and 48% as on Mar 31, 2013). Two customers individually accounted for more than 10 % of revenues for the year ended March 31, 2015 (Two customers for 2014 and Three customer for 2013).

(8) Leases

Certain noncancelable leases are classified as capital leases, and the leased assets are included as part of "Fixed Assets - Net." Other leases are classified as operating leases and are not capitalized. The payments on such leases are recorded as expense.

The Company has operating lease agreements primarily for leasing office space that expire over the next four years. Future lease rental commitments as of March 31, 2014 are as follows:

For 2015-16	66,941
	66,941



Rent expense for operating leases during fiscal years 2015, 2014 and 2013 were \$72,698, \$171,082, and \$143,877 respectively.

(9) Income taxes

The consolidated federal and state income tax expenses consist of the following

For the year ended March 31			
	2015	2014	2013
For Ramco Systems Corporation, USA (Standalone)	(53,813)	(8,598)	5,644
For Ramco Systems Canada Inc.	(968)	(3,445)	(9,930)
Total	<u>(54,781)</u>	<u>(12,043)</u>	<u>(4,290)</u>

(a) Ramco Systems Corporation - Federal & State tax

The tax effects of significant temporary differences that resulted in deferred tax assets and liabilities and a description of the financial statement items that created these differences are:

For the year ended March 31			
	2015	2014	2013
Deferred tax assets:			
Net operating loss carry forwards	5,946,000	6,096,000	6,532,000
Employee benefits	123,000	140,000	133,000
Fixed assets	-9,000	35,000	25,000
Expenses currently not deductible for tax purpose	484,000	367,000	213,000
	<u>6,544,000</u>	<u>6,638,000</u>	<u>6,903,000</u>
Less: Valuation allowance	(6,544,000)	(6,638,000)	(6,903,000)
Net deferred tax assets	<u>-</u>	<u>-</u>	<u>-</u>

In assessing the realizability of deferred tax assets, management considers whether it is more likely than not that some portion or all of the deferred tax assets will not be realized. The ultimate realization of deferred tax assets is dependent upon the generation of future taxable income during the periods in which the temporary differences become deductible.

Management considers the scheduled reversal of temporary differences, projected future taxable income, and tax planning strategies in making this assessment. Based upon the level of historical taxable income and projections for future taxable income over the periods, in which deferred tax assets are deductible, management believes that it is more likely that the Company will not realize any benefits of these deductible differences. Accordingly, a valuation allowance has been established for the entire deferred tax asset.

At March 31, 2015, the company has net operating loss carry forwards for federal and state income tax purposes of approximately \$15,749,478 and \$9,846,654 respectively, which are available to offset future



federal and state taxable income, if any. Utilization of such net operating losses may be limited under certain circumstances, such as a "change in ownership" as defined in the Internal Revenue Code.

The reported income tax expense differed from amounts computed by applying the enacted tax rates to income before taxes as a result of the following:

For the year ended March 31			
	2015	2014	2013
Net Income before taxes	1,019,672	660,765	(1,440,835)
Enacted tax rates	34%	34%	34%
	<hr/>	<hr/>	<hr/>
Computed expected tax expenses	346,688	224,660	(489,884)
Expected state income taxes, net of federal tax-benefit	30,560	8598	5644
	<hr/>	<hr/>	<hr/>
	377,248	233,258	(484,240)
Change in valuation allowance	55,238	(266,527)	563,286
Utilization of net operating losses	(406,898)	-	-
Others	28,225	41,867	(73,402)
	<hr/>	<hr/>	<hr/>
Total Income tax expenses	53,813	8,598	5,644

The Company follows FASB ASC 740-10, Accounting for Uncertainty in Income Taxes, which provides guidance on accounting for uncertainty in income taxes recognized in the Company's financial statements. The guidance prescribes a recognition threshold and measurement attribute for financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return, and also provides guidance on de-recognition, classification, interest and penalties, accounting in interim periods, disclosure and transition. As of March 31, 2015, the Company had no uncertain tax positions that require either recognition or disclosure in the Company's financial statements.

The Company recognizes interest and penalties related to unrecognized tax benefits in interest and income tax expense, respectively. The Company has no amounts accrued for interest or penalties as of March 31, 2015 and 2014.

As of March 31, 2015, the Company had a net operating loss carryover of \$15,749,478, which is available to offset future taxable income. Losses of \$15,749,478 will expire as per the schedule given below:

Expiration Date	Amount
3/31/2018	\$ 331,648
3/31/2019	\$3,102,904
3/31/2021	\$1,369,530
3/31/2022	\$4,085,713
3/31/2023	\$478,612
3/31/2025	\$880,255
3/31/2028	\$2,397,919
3/31/2029	\$ 609,698
3/31/2030	\$180,643
3/31/2032	\$1,191,046
3/31/2033	\$1,121,510



The following is a reconciliation of the federal statutory income tax amount on income to the provision for income taxes:

	2014	2013
Federal statutory income tax	\$13,011	0
State income taxes, net of federal tax benefit	\$28,854	\$4,550
Non-deductible expenses	\$634,931	\$617,094
Use of NOL carryover	\$1,008,888	0
Total Provision for Income Taxes	\$8,598	\$5,644

(b) Ramco Systems Canada Inc. - Federal & provincial tax

There are no material tax effects resulting from temporary differences in the current period that would give rise to future income tax assets and future income tax liabilities.

The major factors that cause variations from the Company's combined federal and provincial statutory Canadian income tax rates of 26% were the following:

	01 Apr 2014- 31 Mar 2015	01 Apr 2013- 31 Mar 2014
Expected tax at statutory rates	1,103	3,466
Increase resulting from:		
a. Non-deductible expenses	-	-
b. Difference in tax rates, foreign exchange and other	-	164
Income tax expenses/(recovery)	1,103	3630

(10) Commitments

Retirement benefits to employees: The Company has a defined contribution 401(k) plan which is available to all regular full time U.S. employees upon three months completion from date of commencement of employment. Employees may contribute up to the maximum allowable by the Internal Revenue Code. The Company voluntarily matches 100% of the employees' contributions up to a maximum of \$3000 per annum of the employee's eligible contribution. In addition, the Company can make additional contributions at the discretion of the Management. Participants are immediately vested in their employee contributions. Employer contributions vest over a five year period. The Company's contributions for fiscal years 2015, 2014 and 2013 were \$ 32,101 , \$34,919, and \$49,950 respectively.



(11) Common stock

Voting: Each holder of common stock is entitled to one vote per share.

Liquidation: In the event of liquidation of the Company, the holders of common stock shall be entitled to receive all of the remaining assets of the Company, after distribution of all preferential amounts, if any. Such amounts will be in proportion to the number of shares of common stock held by the stockholders.

Holdings: Certain minority investors hold less than 3% of the common stock outstanding of the Company, with the remainder owned by the Parent.

(12) Related party transactions

The Company has significant transactions with its parent company and its subsidiary

Under a distribution agreement, the Company markets personalized assembly applications that have been developed by its parent company, to customers in the United States. Under this agreement, the Company pays its parent company a 40% royalty on license & Support services (40% for 2013 & 40% for 2012). In the case of services performed by the company to its customers using the technology developed by the parent, the Company pays to the parent for time and material spent at agreed transfer pricing rates.

Summary of Related party transactions:-

	For the year ended March 31	
<u>Dues from Related Parties</u>	<u>2015</u>	<u>2014</u>
A. Ramco Systems Limited, India	(721,415)	387,613
Total	(721,415)	387,613



A. Receivable from Ramco Systems Limited, India ("Parent Company")

For the year ended March 31

<u>Receivable/(Payable) from/ (to) Ramco Systems Limited, India(RSL,India)</u>	<u>2015</u>	<u>2014</u>
Opening balance	387,613	1,072,602
<u>Cost of services availed:</u>		
Transfer Pricing	(920,629)	(1,029,120)
Royalty	(2,344,743)	(2,065,847)
Salary	(22,808)	(20,049)
Travel	(94,994)	(48,833)
Insurance & Employee advances & others	(43,118)	(22,193)
<u>Income from:</u>		
Marketing and Others		
Payments made to RSL, India	2,317,264	2,501,052
Receipts from RSL, India	-	-
Closing balance	(721,415)	387,613

(13) Earnings per share

Basic and diluted earnings per share are the same as the Company has no potentially dilutive securities outstanding.

For the year ended March 31

	<u>2015</u>	<u>2014</u>	<u>2013</u>
Net income	968,612	660,948	(1,471,243)
Number of equity shares outstanding (2005: after recapitalization and quasi reorganization as per Note:3)	197,564,550	197,564,550	197,564,550
Earnings per share	\$0.00490	\$0.00334	(\$0.00744)

(14) Business Segment Data

The Company operates primarily in one geographic and in one industry segment which sells Software solutions & Services. Accordingly, no segmented information has been presented.

