

INDEPENDENT AUDITOR'S REPORT

To The Board of Directors of Wipro Enterprises Inc

**Report on the Financial Statements**

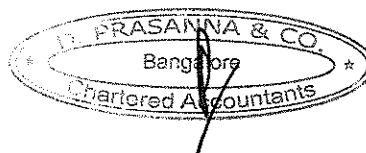
1. We have audited the accompanying financial statements of **Wipro Enterprises Inc** ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2017, the Statement of Profit and Loss(including Other Comprehensive Income), for the year then ended, and a summary of the significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

2. Management is responsible for the preparation of these financial statements, that give a true and fair view of the financial position, financial performance and cash flows of the company in accordance with the Indian Accounting Standards (Ind AS) issued by the Institute of Chartered Accountants of India (ICAI) and other generally accepted accounting principles in India. This responsibility also includes maintenance of adequate accounting records for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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.

**Auditor's Responsibility**

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. We conducted our audit in accordance with the Standards on Auditing issued by ICAI. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
5. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the 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 Company has in place an adequate internal financial controls system over financial reporting 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 Management, as well as evaluating the overall presentation of the financial statements.
6. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.




**Opinion**

7. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs (financial position) of the Company as at 31<sup>st</sup> March, 2017, and its Loss (financial performance including other comprehensive income), its cash flows and the changes in equity for the year ended on that date.

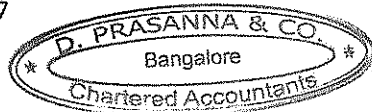
**Other matter**

8. The comparative financial information for the year ended 31 March 2016 and the transition date opening balance sheet as at 1 April 2015 prepared in accordance with Ind As included in these financial statements, are based on the previously issued financial statement for the year ended **31 March 2016** and **31 March 2015** respectively prepared in accordance with Accounting Standards issued by the ICAI which were audited by the predecessor auditor whose reports dated **05 May 2016**, and **08 May 2015** respectively expressed unmodified opinion on those financial statements, and have been adjusted for the difference in the accounting principles adopted by the company on transition to Ind AS, which have been audited by us. Our opinion is not modified in respect of this matter.
9. This report is intended solely for the information of the Company's and its ultimate holding company's board of directors and member as a body and is not intended to be and should not be used by anyone other than specified parties. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than company, the company's and ultimate holding company's board of directors and member as a body, for our audit work, for this report, or for the opinions we have formed.

For M/s. D.Prasanna & Co.,  
Chartered Accountants  
FRN. 009619S

  
Per Prasanna Kumar D.  
Proprietor  
Membership No. 211367

Place: Bengaluru  
Date:



**Wipro Enterprises Inc**  
**BALANCE SHEET**

(Amount in ₹, except share and per share data, unless otherwise stated)

		(Amt In INR)	
		As on March 31,	
		2017	2016
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, Plant and Equipment	9	66945937	75848925
(b) Capital-work-in-Progress		58,597,949	47,964,966
(c) Other-Non-current asset	11		
<b>Total Non-Current Assets</b>		<b>125,543,886</b>	<b>123,813,891</b>
<b>Current assets</b>			
(a) Inventories	12	45,349,539	15,857,285
(a) Financial Assets			
(i) Trade receivables	13	2,777,050	319,227
(ii) Cash and cash equivalents	14	12,238,425	15,927,865
(iii) Short-term loans and advances	15	3,328,989	3,030,741
(iv) Other current assets	16		
<b>Total Current Assets</b>		<b>63,694,003</b>	<b>35,135,119</b>
<b>TOTAL ASSETS</b>		<b>189,237,889</b>	<b>158,949,010</b>
<b>EQUITY AND LIABILITIES</b>			
(a) Equity Share capital	3	91,650,750	58,141,250
(b) Other Equity	4	(253,951,216)	(152,238,118)
		(162,300,466)	(94,096,868)
<b>Liabilities</b>			
<b>Non Current Liabilities</b>			
(a) Other Non-Current Liabilities	5	332,913,323	232,885,271
<b>Current liabilities</b>			
Short-term borrowings	6	-	-
Trade payables	7	1,231,790	1,258,337
Other current liabilities	8	17,393,242	18,902,270
		18,625,031	20,160,606
<b>Total Current Liabilities</b>		<b>18,625,031</b>	<b>20,160,606</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>189,237,889</b>	<b>158,949,010</b>
<b>Significant accounting policies</b>	2		

The Notes referred to above form an integral part of the Balance Sheet


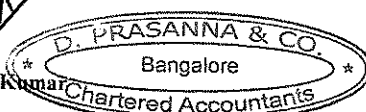
As per our report of even date attached

for **D. Prasanna & Co**

For and on behalf of the Board of Directors

Chartered Accountants

Firm Registration number : 009619S

  
  
**D. Prasanna Kumar**  
 Proprietor

Director

Membership No. 211367

Bangalore

Bangalore

Date : \_\_\_\_\_

Date : \_\_\_\_\_

**Wipro Enterprises Inc**  
**STATEMENT OF PROFIT AND LOSS**  
 (Amount in ₹, except share and per share data, unless otherwise stated)

	Notes	(Amt In INR)	
		For the year ended March 31,	
		2017	2016
<b>REVENUE</b>			
Revenue from operations	16	65,778,423	6,386,452
Other income	17	177,144	-
<b>Total Income</b>		<b>65,955,567</b>	<b>6,386,452</b>
<b>EXPENSES</b>			
Employee benefits expense	18	41,494,405	29,727,387
Finance costs	19	6,423,343	4,603,995
Depreciation and amortization expense	9 & 10	8,370,412	12,818,192
Other expense	20	115,783,986	34,738,020
<b>Total expense</b>		<b>172,072,145</b>	<b>81,887,594</b>
<b>Tax expenses</b>			
- current tax			
- deferred tax			
<b>Net loss</b>		<b>(106,116,578)</b>	<b>(75,501,141)</b>

Earnings per equity share

Significant accounting policies

2

The Notes referred to above form an integral part of the Statement of Profit and Loss

As per our report of even date attached

for D. Prasanna & Co  
 Chartered Accountants  
 Firm Registration number : 0096198

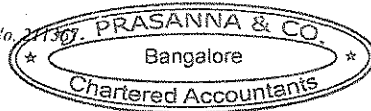
For and on behalf of the Board of Directors

D. Prasanna Kumar  
 Proprietor  
 Membership No. 211367

Director

Director

Bangalore  
 Date : \_\_\_\_\_



Bangalore  
 Date : \_\_\_\_\_

3. Share Capital

(Amount INR)

-(i) The details of share capital are given below

Particulars	As of March 31,	As of March 31,
	2017	2016
Authorised capital		
Issued, subscribed and paid-up capital		
Equity Contribution*	91650750	58141250
	91,650,750	58,141,250

4. Other Equity

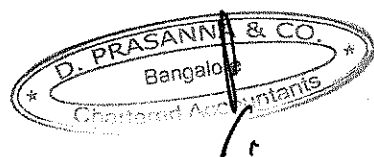
Particulars	As of March 31,	As of March 31,
	2017	2016
Translation reserve		
Balance brought forward from previous year	221,642	2,236,873
Movement during the year	4,403,479	(2,015,231)
	4,625,121	221,641.84
<b>Profit and Loss Account - Debit Balance</b>		
Balance brought forward from previous year	(152,459,759)	(76,958,618)
Add: Transfer from 4(a)	(106,116,578)	(75,501,141)
Less: Appropriations	(258,576,337)	(152,459,759)
- Interim dividend	-	-
- Proposed dividend	-	-
- Tax on dividend	-	-
- Amount transferred to general reserve	-	-
Closing balance	(253,951,216)	(152,238,118)

5. Other Non-Current Liabilities

Particulars	As of March 31,	As of March 31,
	2017	2016
External commercial borrowing [Refer note 6 (a) below].....		
Loan from fellow subsidiary	332,913,323	232,885,271
	332,913,323	232,885,271

7. Trade payables

Particulars	As of March 31,	As of March 31,
	2017	2016
Sundry creditors - Payable to Holding Company		
Sundry creditors - Payable to Group Company		
Sundry Creditors - Payable To employees	1,231,790	1,258,337
Sundry creditors - (refer note. 29)		
	1,231,790	1,258,337



8. Other current liabilities

(Amount INR)

Particulars	As of March 31,	As of March 31,
	2017	2016
Employee related Dues		
Other liabilities	17,393,242	18,902,270
Advances from customers		
Current maturities of long-term borrowings – Loan from others.....		
Interest due but not paid		
Unclaimed dividends .....		
Interest accrued but not due.....		
	<u>17,393,242</u>	<u>18,902,270</u>

12. Inventories

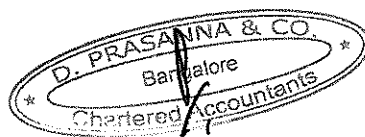
Particulars	As of March 31,	As of March 31,
	2017	2016
Inter corporate deposit		
- Subsidiary companies * .....		
- Others .....		
Raw Material		
Work In Progress	45,349,539	15,857,285
Capital advances.....		
Prepaid expenses .....		
Finished Goods		
Other advances .....		
	<u>45,349,539</u>	<u>15,857,285</u>

13. Trade receivables (unsecured)

Particulars	As of March 31,	As of March 31,
	2017	2016
Trade receivable consists of:		
Over six months from the date they were due for payment		
Considered good	2,777,050.02	319,227
Considered doubtful		
	<u>2,777,050</u>	<u>319,227</u>
Other receivables		
Considered good		
Considered doubtful .....		
Less: Provision for doubtful debts		
	<u>2,777,050</u>	<u>319,227</u>

14. Cash and cash equivalents

Particulars	As of March 31,	As of March 31,
	2017	2016
Balances with banks		
- In Current Account	12,238,425	15,927,865
- Unclaimed dividend .....		
- In deposit accounts .....		
Cheques, drafts on hand		
Cash in hand		
	<u>12,238,425</u>	<u>15,927,865</u>



## 15. -Short term loans and advances

(Amount INR)

(Unsecured, considered good unless otherwise stated)

Particulars	As of March 31,	As of March 31,
	2017	2016
Employee travel and other advances		
Advance to suppliers		
Balance with excise and customs .....		
Prepaid expenses	1,833,501	1,503,024
Other deposits	1,495,488	1,527,718
VAT Recoverable		
Advance income tax less provision for tax		
Considered doubtful .....		
Less: Provision for doubtful debts		
	<b>3,328,989</b>	<b>3,030,741</b>

## 16. Revenue from operations (gross)

Particulars	As of March 31,	As of March 31,
	2017	2016
Sales of products .....		
Sale of Cylinders	65,778,423	6,386,452
Other operating income		
- Scrap sales.....		
	<b>65,778,423</b>	<b>6,386,452</b>

## 17. Other income

Particulars	As of March 31,	As of March 31,
	2017	2016
Income from current investments		
Interest on debt instruments and others		
Exchange fluctuations on foreign currency borrowings, net.		
Interest on loan to subsidiaries		
Exchange differences, net		
Government grant		
Balance no longer required written back		
Miscellaneous income	177,144	-
	<b>177,144</b>	<b>-</b>

## 18. Employee benefits expense

Particulars	As of March 31,	As of March 31,
	2017	2016
Salaries and wages	41,447,084	28,226,036
Contribution to provident and other funds.....		
Expenses on employee stock option plans (RSU)		
Staff welfare expenses	47,320	1,501,350
	<b>41,494,405</b>	<b>29,727,387</b>

## 19. Finance costs

Particulars	As of March 31,	As of March 31,
	2017	2016
Interest on loan	6,423,343	4,603,995
	<b>6,423,343</b>	<b>4,603,995</b>



## 20. Other expenses

(Amount INR)

Particulars	As of March 31,	
	2017	2016
Raw Material, Finished and Processed Goods consumed		
Travel	-	55,386
Cost of materials consumed	68,124,849	6,658,164
Communication	(234,204)	2,873,577
Legal and professional charges	8,704,315	2,513,173
Other exchange difference (net)		
Repairs others		
Provision for Doubtful Debt.....		
Corporate gurantee commission		
Rent	13,551,023	12,418,485
Advertisement & Sales Promotions	1,639,566	1,374,998
Insurance .....		
Auditors' remuneration		
As auditor	837,157	471,822
Carriage & Freight	1,911,643	75,133
Conveyance	13,160	175,154
Power	2,260,261	1,411,847
Insurance	6,290,422	3,563,661
Manpower Outside	6,709,096	163,373
Printing & Stationery	646,696	316,098
Repairs	3,977,111	1,493,668
Recruitment Expenses		
Bank Charges		
Miscellaneous expenses	1,352,891	1,173,480
	<u>115,783,986</u>	<u>34,738,020</u>





9. Tangible assets

Particular	GROSS BLOCK				ACCUMULATED DEPRECIATION				NET BLOCK		
	As of April 1, 2016	Additions	Effect of Translation *	Disposals	As of March 31, 2017	As of April 1, 2016	Depreciation for the year	Effect of Translation * adjust	Disposals / adjust	As of March 31, 2017	As of April 1, 2016
Tangible fixed assets											
Land @	-	-	-	-	-	-	-	-	-	-	-
Buildings	8,312,870	-	615,822	-	8,928,692	1,510,662	317,078	(42,340)	-	7,143,291	6,802,208
Plant & machinery **	74,046,396	-	(1,562,137)	-	72,484,260	13,276,629	5,512,031	(462,101)	-	54,157,701	60,769,768
Furniture & fixture	4,687,866	-	(98,899)	-	4,588,968	1,401,683	901,615	(59,342)	-	2,345,012	3,286,183
Vehicles	-	-	-	-	-	-	-	-	-	-	-
Office equipments	8,080,400	-	(170,470)	-	7,909,930	3,089,634	1,639,687	(119,324)	-	3,299,933	4,990,766
Previous year - 2016	95,127,533	-	(1,215,684)	-	93,911,849	19,278,608	8,370,412	(683,107)	-	66,945,937	75,848,925
	2,987,537	-	-	-	95,127,533	6,285,672	12,818,192	174,743	-	75,848,925	-

10. Intangible assets

Particular	GROSS BLOCK			ACCUMULATED AMORTISATION			NET BLOCK	
	As of April 1, 2016	Additions	Effect of Translation *	As of March 31, 2017	As of April 1, 2016	Amortisation for the year	Effect of Translation * adjust	Disposals / adjust
Intangible fixed assets								
Goodwill	-	-	-	-	-	-	-	-
Previous year - 2012	-	-	-	-	-	-	-	-

\* Represents translation of fixed assets of non-integral operations into Indian Rupee

\*\* Plant and machinery includes computers and computer software.

