
Career Launcher Infrastructure Private Limited

Statutory Audit for the year
ended March 31, 2015

Independent Auditors' Report

To the Members of Career Launcher Infrastructure Private Limited

Report on the Financial Statements

We have audited the accompanying financial statements of Career Launcher Infrastructure Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 and ensuring their operating effectiveness and 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

Our responsibility is to express an opinion on these financial statements based on our 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 accounting policies used and the



reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

In our opinion and to the best of our information and according to the explanations given to us, the 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, of the state of affairs of the Company as at 31st March, 2015, its loss and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- (1) As required by the Companies (Auditors' Report) Order, 2015 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the Annexure, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- (2) As required by Section 143(3) of the Act, we report 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;
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid 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 written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015 from being appointed as a director in terms of Section 164 (2) of the Act;
 - f. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Company does not have any pending litigations which would impact its financial position;
 - (ii) The Company did not have any long-term contracts including derivative contracts hence, the question of any material foreseeable losses does not arise;



HARIBHAKTI & CO. LLP

Chartered Accountants

(iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Haribhakti & Co. LLP
Chartered Accountants
ICAI Firm Registration No. 103523W

Pranav Jain



Pranav Jain
Partner
Membership No. 098308

Place: New Delhi

Date: *June 23, 2015*

Annexure to Independent Auditors' Report

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of Career Launcher Infrastructure Private Limited on the financial statements for the year ended March 31, 2015]

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) During the year, the fixed assets of the Company have been physically verified by the management and as informed, no material discrepancies were noticed on such verification. In our opinion, the frequency of verification is reasonable having regard to the size of the Company and the nature of its assets.

(ii) (a) The Company does not hold any inventory. Accordingly the provisions stated in paragraph 3(ii) of the Order are not applicable to the Company.

(iii) (a) The Company has granted unsecured loans to one party covered in the register maintained under Section 189 of the Act. In our opinion and according to the information and explanations given to us, the rate of interest and the other terms and conditions of loans granted to such party are not, *prima facie*, prejudicial to the interest of the Company.

(b) There is no overdue amount in excess of ₹ 100,000 in respect of loans granted to companies, firms or other parties listed in the register maintained under section 189 of the Act.

(iv) In our opinion and according to the information and explanations given to us, there exists an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchase of fixed assets and for the sale of services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system of the Company.

There are no transactions with respect to sale of goods and purchase of inventory.

(v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the provision of Sections 73 to 76 of the Act and the rules framed there under.

(vi) The Central Government of India has not prescribed the maintenance of cost records for any of the business activities of the Company under sub-section (1) of Section 148 of the Act and the rules framed there under.

(vii) (a) The Company is generally regular in depositing with appropriate authorities, undisputed statutory dues including provident fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, value added tax, customs duty, excise duty, cess and any other material statutory dues applicable to it. However, there have been slight delays in few cases.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income tax, sales tax, wealth tax, service tax, value added tax, customs duty, excise duty, cess and any other material statutory dues applicable to it, were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) According to the information and explanation given to us, there are no dues of income tax, sales tax, wealth tax, service tax, value added tax, customs duty, excise duty, cess and any other material statutory dues applicable to it, which have not deposited on account of any dispute.



HARIBHAKTI & CO. LLP

Chartered Accountants

- (c) According to the information and explanations given to us, there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- (viii) In our opinion, the Company's accumulated losses at the end of the financial year are less than fifty percent of its net worth. Further the Company has incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.
- (ix) In our opinion and according to the information and explanation given to us, the Company has not defaulted in repayment of dues to any bank.
The Company has not issued any debentures.
- (x) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from banks or financial institutions. Accordingly, the provisions stated in paragraph 3(x) of the Order are not applicable to the Company.
- (xi) According to the information and explanations given to us, the term loans have been applied for the purpose for which the loans were obtained.
- (xii) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud on or by the Company, noticed or reported during the year, nor have we been informed of any such instance by the management.

For Haribhakti & Co. LLP
Chartered Accountants & Co. LLP
ICAI Firm Registration No. 103523W

Pranav Jain



Pranav Jain
Partner
Membership No. 098308

Place: New Delhi

Date: June 23, 2015

Career Launcher Infrastructure Private Limited
Balance Sheet as at March 31, 2015

	Note	(Amount in ₹)	
		March 31, 2015	March 31, 2014
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	3	2,484,680	2,484,680
Reserves and surplus	4	220,644,957	232,917,030
		223,129,637	235,401,710
Non-current liabilities			
Long-term borrowings	5	203,310,735	212,849,649
Deferred tax liabilities (net)	29	-	9,270,081
Long-term provisions	6	-	54,195
		203,310,735	222,173,925
Current liabilities			
Short-term borrowings	7	94,722,197	88,475,256
Other current liabilities	8	17,807,641	16,544,911
Short-term provisions	6	-	964
		112,529,838	105,021,131
TOTAL		538,970,210	562,596,766
ASSETS			
Non-current assets			
Fixed assets			
-Tangible assets	9	388,134,779	400,174,444
-Intangible assets	10	191,095	304,132
-Capital work-in-progress	24	6,312,785	6,312,785
Long-term loans and advances	11	18,637,129	21,479,146
		413,275,788	428,270,507
Current assets			
Trade receivables	12	12,571,313	15,927,507
Cash and bank balances	13	244,430	4,191,609
Short-term loans and advances	14	48,020,096	62,562,521
Other current assets	15	64,858,583	51,644,622
		125,694,422	134,326,259
TOTAL		538,970,210	562,596,766
Summary of significant accounting policies	2		

The accompanying notes form integral part of the financial statements.
As per our report of even date

For Haribhakti & Co. LLP
Chartered Accountants
ICAI Firm Registration No.: 103523W
NEW DELHI
Pranav Jain
Partner
Membership No.: 098308

For and on behalf of Board of Directors of
Career Launcher Infrastructure Private Limited

Gautam Puri
Director
DIN: 00033548

Satya Narayanan R.
Director
DIN: 00307326

Place: New Delhi
Date: June 23, 2015

Place: New Delhi
Date: June 23, 2015

Career Launcher Infrastructure Private Limited
Statement of Profit and Loss for the year ended March 31, 2015

		(Amount in ₹)	
	Note	March 31, 2015	March 31, 2014
Income			
Revenue from operations	16	19,705,801	24,250,119
Other income	17	7,648,577	14,530,675
Total revenue		27,354,378	38,780,794
Expenses			
Employee benefits expenses	18	133,785	704,657
Finance cost	19	31,608,873	31,470,625
Depreciation and amortisation	20	11,773,538	12,005,424
Other expenses	21	4,854,356	9,504,400
Total Expenses		48,370,552	53,685,106
Loss before prior period items and tax		(21,016,174)	(14,904,312)
Prior period expenses(net)	22	-	7,577
Loss before tax		(21,016,174)	(14,911,889)
Tax expense		-	-
- Earlier years' tax adjustment		(680,084)	-
- Deferred tax (Benefit) /charge	29	(9,270,081)	(10,750,763)
Loss after tax		(11,066,009)	(4,161,126)
Loss per equity share (in ₹)	26		
Nominal value of ₹ 10 each (Previous year ₹ 10 each)			
-Basic and diluted		(112.38)	(42.26)

Summary of significant accounting policies 2

The accompanying notes form an integral part of the financial statements.
As per our report of even date

For Haribhakti & Co. LLP
Chartered Accountants
ICAI Firm Registration No.: 103523W

Pranav Jain
Partner
Membership No.: 098308


Place: New Delhi
Date: June 23, 2015

For and on behalf of Board of Directors of
Career Launcher Infrastructure Private Limited


Gautam Puri
Director
DIN: 00033548

Place: New Delhi
Date: June 23, 2015


Satya Narayanan R.
Director
DIN: 00307326


Career Launcher Infrastructure Private Limited
Cash Flow Statement for the year ended March 31, 2015

	(Amount in ₹)	
	Year ended March 31, 2015	Year ended March 31, 2014
Cash flow from operating activities		
Net loss before tax	(21,016,174)	(14,911,889)
<i>Non- cash adjustment to reconcile profit before tax and prior period items to net cash flows</i>		
Depreciation and amortization	11,773,538	12,005,424
(Profit) on sale of fixed assets, net	-	(209,992)
Advance to suppliers written off	121,622	-
Foreiture of capital advance	-	(5,505,000)
Interest expense on term loan from bank	31,605,158	31,470,625
Interest income on income tax refund	(332,210)	(17,017)
Interest income	(7,294,623)	(8,589,435)
	<u>14,857,311</u>	<u>14,242,716</u>
Movement in assets and liabilities, net		
<i>Adjustments for (increase)/decrease in operating assets:</i>		
Long-term loans and advances	52,784	(841,512)
Trade receivables	3,356,194	(14,358,213)
Short-term loans and advances	(264,438)	(106,028)
Other current assets	(6,785,514)	-
<i>Adjustments for increase/(decrease) in operating liabilities:</i>		
Short-term provisions	(964)	201
Long-term provisions	(54,195)	8,279
Other current liabilities	(333,116)	190,855
	<u>(4,029,249)</u>	<u>(15,106,418)</u>
Cash generated from/(used in) operations	<u>10,828,062</u>	<u>(863,702)</u>
Less: (taxes paid)/refund (net and including interest thereon)	3,436,406	(2,521,235)
Net cash generated from /(used in) operations	<u>14,264,468</u>	<u>(3,384,937)</u>
Cash flow from investing activities		
Purchase of fixed assets including capital work in progress & capital advance	(8,586,489)	(4,028,283)
Proceeds from sale of fixed assets	2,331,993	323,400
Loans advanced to related parties (refer footnote)	(28,584,759)	(39,052,994)
Loans realised from related parties	43,270,000	11,450,000
Interest on loans to related parties	714,272	620,048
Interest on fixed deposit	151,904	2,516,954
Investments in bank deposits	(18,000,000)	(50,000,000)
Proceeds from bank deposits	18,000,000	109,327,715
Net cash generated from investing activities	<u>9,296,921</u>	<u>31,156,840</u>

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Career Launcher Infrastructure Private Limited
Cash Flow Statement for the year ended March 31, 2015

Continued from previous page

	(Amount in ₹)	
	Year ended March 31, 2015	Year ended March 31, 2014
Cash flows from financing activities (refer footnote)		
Proceeds from short term borrowings	6,496,941	4,560,000
Repayment of short term borrowings	(250,000)	(8,650,000)
Repayment of Long Term borrowing	(2,150,351)	-
Interest paid	(31,605,158)	(31,470,625)
Net cash (used in) financing activities	(27,508,568)	(35,560,625)
Net increase/(decrease) in cash and cash equivalents (A)	(3,947,179)	(7,788,722)
Cash and cash equivalents (Refer note 13)		
-Beginning of the year (B)	4,191,609	11,980,331
-End of the year (A+B)	244,430	4,191,609
Deposit with original maturity of more than three months	-	-
Cash and bank balances as per balance sheet (A+B)	244,430	4,191,609

Footnote:

Includes trade receivable amounting ₹ 22,037,946 (Previous year ₹ 7,902,994) converted into unsecured loans and other receivable amounting ₹ 146,812 (Previous year ₹ Nil) converted into unsecured loans on account of other receivables.

Summary of significant accounting policies (refer note 2)

- i. The notes referred above form an integral part of the financial statements.
- ii. The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in Accounting Standard 3 on "Cash Flow Statements" as notified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

As per our report of even date

For Haribhakti & Co. LLP
Chartered Accountants
ICAI Firm Registration No.: 103523W
NEW DELHI
Pranav Jain
Partner
Membership No.: 098308

Place: New Delhi
Date: June 23, 2015

For and on behalf of Board of Directors of
Career Launcher Infrastructure Private Limited

Gautam Puri
Director
DIN: 00033548

Place: New Delhi
Date: June 23, 2015

Satya Narayanan R.
Director
DIN: 00307326
New Delhi

Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

1. Background

Career Launcher Infrastructure Private Limited ('the Company') was incorporated in India on February 20, 2008 to provide various infrastructure facilities. The infrastructure facilities are under use of third party in accordance with the agreement entered by the Company. The Company is a 100% subsidiary of Career Launcher Education Infrastructure and Services Limited which is a subsidiary of CL Educate Limited, the Ultimate Holding Company.

The accompanying financial statements reflect the results of the activities undertaken by the Company during the year April 1, 2014 to March 31, 2015.

2. Summary of Significant Accounting Policies

(a) Basis of preparation

The Financial Statements have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP) under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

(b) Current/non-current classification of assets/liabilities

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. The Company has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities.

(c) 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, liabilities and contingent liabilities at the reported date and the reported amounts of revenues and expenses during the reporting period. Although these estimates are based on the managements' best knowledge of current events and actions, actual results could differ from these estimates. Any revision in accounting estimate is recognized prospectively in current and future periods.

(d) Tangible assets

Tangible fixed assets are stated at cost of acquisition net of CENVAT (wherever applicable), less accumulated depreciation and impairment losses if any. Cost comprises the purchase price and any cost attributable to bringing the assets to its working condition for its intended use.

Subsequent expenditure related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance. All other expenses on existing fixed assets, including day to day repair and maintenance and cost of replacing parts, are charged to the Statement of Profit and Loss for the period during which such expenses are incurred.

Fixed assets retired from active use and held for disposal are stated at lower of book value and net realisable value as estimated by the Company and are shown separately in the financial statements under other current assets. Loss determined, if any, is recognised immediately in the Statement of Profit and Loss, whereas profit and sale of such assets is recognised only upon completion of sale thereof.



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

(e) Intangible assets

An intangible asset is recognized when it is probable that the future economic benefits attributable to the asset will flow to the enterprise and where its cost can be reliably measured. Intangible assets are stated at cost of acquisition less accumulated amortisation and impairment losses, if any. Cost comprises the purchase price and any cost attributable to bringing the assets to its working condition for its intended use.

Losses arising from the retirement of, and gain or losses arising from disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of asset and recognised as income or expense in the Statement of Profit and Loss.

(f) Depreciation and amortisation

Depreciation and amortisation has been calculated on Straight Line Method at the following useful lives, based on management estimates, which are equal to or higher than the rates specified as per schedule II to the Act.

Depreciation and amortisation on addition to fixed assets is provided on pro-rata basis from the date the assets are ready for intended use. Depreciation and amortisation on sale/discard from fixed assets is provided for up to the date of sale, deduction or discard of fixed assets as the case may be.

Schedule II to the Companies Act 2013 has become applicable to the Company with effect from April 1, 2014. Accordingly, the Company has determined the useful life of its assets as per Schedule II. Revised useful lives and earlier useful lives are as under:

Asset	Revised useful life	Existing useful life
Tangible assets:		
Building	60	60
Building and Leasehold improvements	3	3
Plant and Machinery	15	15
Furniture and Fixtures	8	10
Office Equipments	5	10
Vehicles	8	10
Computer Equipments	3	5
Intangible assets:		
Software	5	5

In accordance with the transitional provisions of Schedule II, in respect of assets where the remaining useful life is 'Nil', their carrying amount aggregating ₹ 1,206,064 (net of tax effect amounting ₹ Nil) after retaining the residual value as on April 1, 2014 as determined by the management has been adjusted against the opening balance of retained earnings as on that date.

As a consequence, had the company not adopted Schedule II to the Companies Act, 2013, depreciation for the year would have been lower by ₹ 1,859,125, profit for the year would have been higher by ₹ 1,859,125 and the written down value of assets as at March 31, 2015 would have been ₹ 391,391,063 as against reported written down value of ₹ 388,325,874. Impact of change in estimates of useful lives on subsequent periods is not realistically ascertainable.

Amortisation

Intangible assets are amortized over a period of 5 years on straight line method from the year of acquisition or validity of the license, whichever is earlier.

Amortisation on addition to intangible assets is provided on pro-rata basis from the date the asset is ready available for its intended use. Amortization on sale/deduction from intangible assets is provided for up to the date of deduction, as the case may be.



Career Launcher Infrastructure Private Limited .
Notes to the financial statements for the year ended March 31, 2015

All intangible assets costing ₹ 5,000 or below are amortized in full by way of a one-time amortization charge.

(g) Borrowing costs

Borrowing costs relating to acquisition or construction or production of assets which take substantial period of time to get ready for its intended use are included as cost of such assets to the extent they relate to the period till such assets are ready to be put to use. Other borrowing costs are recognised as an expense in the period in which they are incurred.

(h) Impairment of assets

The carrying amounts of assets are reviewed at each Balance Sheet date if there is any indication of impairment based on internal/external factors as mentioned in Accounting Standard- 28 "Impairment of Assets". An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets' net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

(i) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the Company and revenue can be reliably measured.

Infrastructure fee: Infrastructure fee is charged from different institutions on revenue sharing basis and is recognized on accrual basis over the year of rendering infrastructure facilities.

License fee: License fee on account of grant of brand on non-exclusive basis is onetime fee charged from different schools and is recognised on execution of the agreement.

Interest income: Revenue from interest on inter-corporate loans and time deposits are recognised on the time proportion method taking into consideration the amount outstanding and the applicable interest rates.

(j) Employee benefits

Short term employee benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits. Benefits such as salaries, bonus etc. are recognised in the Statement of Profit and Loss in the period in which the employee renders the related service.

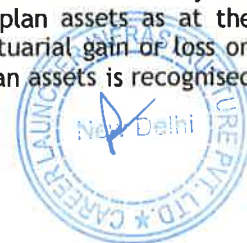
Long term employee benefits

i) Defined contribution plan:

The Company is not presently liable to contribute, deduct and deposit Provident Fund.

ii) Defined benefit plan: Gratuity

The Company provides for retirement benefits in the form of Gratuity. Benefits payable to eligible employees of the Company with respect to gratuity, a defined benefit plan is accounted for on the basis of an actuarial valuation as at the Balance Sheet date. In accordance with the Payment of Gratuity Act, 1972, the plan provides for lump sum payments to vested employees on retirement, death while in service or on termination of employment an amount equivalent to 15 days basic salary for each completed year of service. Vesting occurs upon completion of five years of service. The present value of such obligation is determined by the projected unit credit method and adjusted for past service cost and fair value of plan assets as at the Balance Sheet date through which the obligations are to be settled. The resultant actuarial gain or loss on change in present value of the defined benefit obligation or change in return of the plan assets is recognised



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

as an income or expense in the Statement of Profit and Loss. The Company contributes to a fund set by Life Insurance Corporation of India through employee group gratuity trust.

iii) Other long term employee benefits: Leave encashment

Benefits under the Company's leave encashment scheme constitute other employee benefits. The liability in respect of leave encashment is provided on the basis of an actuarial valuation done by an independent actuary using Projected Unit Credit Method at the end of the year. Actuarial gain and losses are recognised immediately in the Statement of Profit and Loss.

(k) Tax expense

Tax expense for the year comprising current tax, MAT credit and deferred tax is included in determining the net profit (loss) for the year.

Current tax

Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961.

Deferred tax

Deferred tax charge or credit reflects the tax effects of timing differences between accounting income and taxable income for the period. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realized in future; however, where there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognised only if there is a virtual certainty backed by convincing evidence of realization of such assets. Deferred tax assets are reviewed at each Balance Sheet date and are written-down or written-up to reflect the amount that is reasonably / virtually certain (as the case may be) to be realized.

Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantively enacted at the Balance Sheet date.

Minimum alternate tax

Minimum alternate tax (MAT) paid in a year is charged to the Statement of Profit and Loss as current tax. The Company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the Company recognizes MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the Statement of Profit and Loss and shown as "MAT Credit Entitlement." The Company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period.

(l) Leases

Operating leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership over the lease term are classified as operating lease.

As lessee

Operating lease payments are recognized as an expense in the Statement of Profit and Loss on a straight line basis over the lease term.

As lessor

The assets given under operating lease are shown in the Balance Sheet under fixed assets and depreciated according to depreciation policy of the Company. The lease income is recognized in the Statement of Profit and Loss on a straight-line basis over the lease period.



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

(m) Provision, contingent liabilities and contingent assets

Provision

Provisions are recognized when the Company has a present obligation as a result of past events and it is more likely that an outflow of resources will be required to settle the obligations and the amount has been reliably estimated. Such provisions are not discounted to their present value and are determined based on the management's estimation of the obligation required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect management's current estimates.

Contingent liabilities

A disclosure for a contingent liability is made where it is more likely than not that a present obligation or possible obligation may result in or involve an outflow of resources. When no present or possible obligation exists and the possibility of an outflow of resources is remote, no disclosure is made.

Contingent assets

Contingent assets are neither recorded nor disclosed in the financial statements.

(n) Cash and cash equivalents

Cash and cash equivalents include cash in hand, demand deposits with banks, other short term highly liquid investments with original maturity of three months or less.

(o) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the reporting period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares, except where the result would be anti-dilutive. The dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date.

(p) Material Events

Material Events occurring after Balance Sheet date are taken into cognizance.

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Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

3. Share capital

The Company has two classes of shares i.e. equity shares and 0.01% optionally convertible non cumulative preference shares, both having a par value of ₹ 10 per share.

Particulars	March 31, 2015		March 31, 2014	
	Numbers	Amount in ₹	Numbers	Amount in ₹
Authorised shares				
Equity shares of ₹ 10 each (previous year ₹ 10 each)	100,000	1,000,000	100,000	1,000,000
0.01% Optionally convertible non cumulative preference shares of ₹10 each (previous year ₹ 10 each)	200,000	2,000,000	200,000	2,000,000
Issued, subscribed and fully paid up shares				
Equity shares of ₹ 10 each (previous year ₹ 10 each)	98,468	984,680	98,468	984,680
0.01% Optionally convertible non cumulative preference shares of ₹10 each*	150,000	1,500,000	150,000	1,500,000
	248,468	2,484,680	248,468	2,484,680

The equity shares of the Company, aggregately 51%, out of total holding of Career Launcher Education Infrastructure and Services Limited, the holding company are pledged with HDFC Limited against sanctioned term loan of ₹ 280,000,000 (previous year ₹ 280,000,000).

a) Reconciliation of shares outstanding as at the beginning and at the end of the reporting year

Equity shares

Particulars	March 31, 2015		March 31, 2014	
	Numbers	Amount in ₹	Numbers	Amount in ₹
At the begning of the year	98,468	984,680	98,468	984,680
Outstanding at the end of the year	98,468	984,680	98,468	984,680

Preference shares

Particulars	March 31, 2015		March 31, 2014	
	Numbers	Amount in ₹	Numbers	Amount in ₹
At the beginning of the year	150,000	1,500,000	150,000	1,500,000
Outstanding at the end of the year	150,000	1,500,000	150,000	1,500,000

b) Terms/rights attached to equity/preference shares

Equity shares

Voting

Each holder of equity shares is entitled to one vote per share held.

Dividends

The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to approval of the shareholders in ensuing Annual General Meeting, except in the case where interim dividend is distributed.

Liquidation

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



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

Preference shares

Voting

The preference shares do not carry any voting rights.

Dividends

The Company declares and pays dividends in Indian rupees. Preference shares have preferential right of dividend over equity shares in event of declaration of dividend. These shares carry dividend rate of 0.01%. The dividend is payable only when the Company declares dividend during a particular financial year.

Terms of conversion/redemption

The preference shares are issued for a period of five years with an option of their conversion into equity shares. The price, rate and other terms of conversion/redemption will be mutually agreed upon as the time of redemption.

Liquidation

In the event of liquidation of the Company, the holders of OCNPS shall be entitled to receive all of the remaining assets of the Company, after distribution of all preferential amounts and before payment to equity shareholders, if any. Such distribution amounts will be in proportion to the number of OCNPS held by the shareholders upto the extent of agreed redemption amount of such shares.

c) Shares held by holding/ ultimate holding company and/ or their subsidiaries/ associates

Out of equity and preference shares issued by the Company, shares held by its holding company, ultimate holding company and their subsidiaries/ associates are as below:

Equity Shares

Name of share holders

	March 31, 2015			March 31, 2014		
	Numbers	Amount in ₹	% held	Numbers	Amount in ₹	% held
i. Career Launcher Education Infrastructure and Services Limited (holding company)	93,468	934,680	94.92	93,468	934,680	94.92

Preference Shares

Name of share holders

	March 31, 2015			March 31, 2014		
	Numbers	Amount in ₹	% held	Numbers	Amount in ₹	% held
i. Career Launcher Education Infrastructure and Services Limited (holding company)	150,000	1,500,000	100.00	150,000	1,500,000	100.00

d) Details of shareholders holding more than 5% shares in the Company

Equity Shares

Name of share holders

	March 31, 2015			March 31, 2014		
	Numbers	Amount in ₹	% held	Numbers	Amount in ₹	% held
i. Career Launcher Education Infrastructure and Services Limited (holding company)	93,468	934,680	94.92	93,468	934,680	94.92
ii. Satya Narayan R. (as nominee of Career Launcher Education Infrastructure and Services Limited)	5,000	50,000	5.08	5,000	50,000	5.08

Preference Shares

Name of share holders

	March 31, 2015			March 31, 2014		
	Numbers	Amount in ₹	% held	Numbers	Amount in ₹	% held
i. Career Launcher Education Infrastructure and Services Limited (holding company)	150,000	1,500,000	100.00	150,000	1,500,000	100.00

e) No class of shares have been allotted as fully paid up pursuant to contracts without payment being received in cash, allotted as fully paid up by way of bonus shares or bought back.



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

4. Reserves and surplus

4.1 Securities premium

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Opening balance	333,925,845	333,925,845
Closing balance (A)	<u>333,925,845</u>	<u>333,925,845</u>

4.2 Deficit in the Statement of Profit and Loss

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Opening balance	(101,008,815)	(96,847,689)
Add: Loss for the year as per the Statement of Profit and Loss	(11,066,009)	(4,161,126)
Less : Adjustment pursuant to schedule II on account of depreciation (Refer Note 9)	(1,206,064)	-
Closing balance (B)	<u>(113,280,888)</u>	<u>(101,008,815)</u>
Total reserves and surplus (A+B)	<u>220,644,957</u>	<u>232,917,030</u>

5. Long term borrowings

	(Amount in ₹)			
	Non-current portion		Current maturities	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
Term loans, secured				
- From financial institutions [note (i)]	203,310,735	212,849,649	9,538,914	2,150,351
Amount disclosed under the head "other current liabilities" (refer note 8)	-	-	(9,538,914)	(2,150,351)
Total	<u>203,310,735</u>	<u>212,849,649</u>	<u>-</u>	<u>-</u>

Note (i) The secured loans are secured by way of:

a) First equitable mortgage of land and building of projects

1. Indus World School (IWS), off. Bypass Road, Near County Walk Township, Jhalaria, Indore.
2. IWS - PlanetCity, Vill. Mujgahan, Old Dhamtari Road, Raipur.
3. IWS - Village Yeolawadi, Taluka Haveti, District Pune and construction thereon, present and future.

b) First charge on all receivables, present and future, arising from the above mentioned projects, from Indus world school, located at 9, Sanyogitaganj, Near Mission Hospital, Chhawani, Indore and all other schools that are being run by Nalanda Foundation.

c) First charge on all bank accounts of the Company, including without limitation to the Project account/Trust and retention account/Escrow accounts, Debt service reserve account and any other accounts wherever mentioned.

d) First charge on all receivables of the Company via an escrow mechanism.

e) First charge on all bank accounts of Career Launcher Education Infrastructure and Services Limited (CLEIS), the holding company, including without limitation to Project account/Trust and retention account/Escrow account Debt service reserve account and any other accounts wherever mentioned.

f) First charge on all receivables of CLEIS, the holding company, via an escrow mechanism.

g) First charge on bank accounts of Nalanda Foundation related to all schools under Nalanda Foundation.

h) First charge on all receivables of Nalanda Foundation, via an escrow mechanism.

i) Pledge of 51% shares of the Company held by CLEIS, the holding company.

j) Corporate guarantee from CL Educate Limited (CL), the ultimate holding company, and CLEIS, the holding company.

k) Personal guarantees of Mr. Satya Narayanan R., Mr. Gautam Puri, Mr. Sujit Bhattacharyya, Mr. Sreenivasan R., Mr. Shiv Kumar Ramachandran and Mr. Nikhil Mahajan.

l) Undertaking from CLEIS, the holding company to the effect that: 1.) they will continue to hold at least 51% of equity share capital of the Company throughout the tenor of the loan 2.) to provide funds by way of additional equity/unsecured loans to the Company for project completion and meeting cost overruns of the project if any including interest and principal repayments.



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

m) Undertaking from CL, the ultimate holding company, to the effect that: 1.) they will continue to hold at least 51% of equity share capital of CLEIS, the holding company, throughout the tenor of the loan 2.) to provide funds by way of additional equity/unsecured loans to the Company for project completion and meeting cost overruns of the project if any including interest and principal repayments.

n) Undertaking from Nalanda Foundation that payment to the Company towards payment of loans will be made prior to any other payments after day to day expenses are met.

o) Any other security of equivalent or higher amount that may be acceptable to the lender, HDFC Limited. There is no other security demanded by the lenders as at March 31, 2015 & March 31, 2014.

Rate of interest

Rate of interest shall be variable and linked to HDFC's Corporate Prime Lending Rate (CPLR) and shall be lower than the same by 325 basis points. The applicable interest rate will be reviewed/reset on monthly basis i.e. on first day of every calendar month.

Terms of repayment

The loan shall be repaid by way of 32 unequal quarterly installments with the first installment falling due on February 28, 2015.

6. Provisions

	(Amount in ₹)			
	Long-term		Short-term	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
Provision for employee benefits (refer note 25)				
Provision for leave encashment	-	54,195	-	964
Total	-	54,195	-	964

7. Short term borrowings

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
	- From related parties - unsecured [note (i)]	94,722,197
	94,722,197	88,475,256

Note (i) The Company has taken an interest free unsecured loan from Career Launcher Education Infrastructure and Services Limited, the holding company which is payable on demand or by February 26, 2017 whichever is earlier. As per the terms of the agreement the Holding Company may extend loan upto a maximum limit of ₹ 15 Crores.

8. Other current liabilities

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Current maturities of long-term borrowings	9,538,914	2,150,351
Advance received against sale of land	5,350,000	5,350,000
Employees related payables	-	272,359
Payable for expenses (refer note 32)	952,981	1,047,573
Payables for capital expenditure*	1,751,367	7,544,084
Other liabilities (represent statutory liabilities payable to government authorities)	214,379	180,544
	17,807,641	16,544,911

* Includes amount due to related parties (refer note 30 & 32).

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Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

9. Tangible fixed assets

Current year*#

Particulars	Gross block (at cost)			Accumulated depreciation			Net block As at March 31, 2015
	As at April 1, 2014	Additions	Disposals/ Adjustments	As at April 1, 2014	Depreciation for the year	Schedule II Adjustment	
Own Assets							
Land	105,323,520	-	-	-	-	-	-
Building	281,856,122	-	-	13,654,769	4,450,920	-	-
Building improvement	8,059,650	-	-	7,119,600	433,863	349,318	-
Leasehold improvement	3,859,921	324,024	1,242,704	1,763,414	726,130	-	841,817
Plant & machinery	2,616,216	-	-	473,925	160,424	-	-
Furniture & fittings	18,353,912	2,336,634	1,546,761	8,230,517	1,770,121	-	525,100
Office equipments	9,189,360	276,110	969,610	3,275,192	1,977,315	634,545	281,659
Vehicle	6,394,808	-	-	3,054,722	938,719	-	-
Computers	5,513,424	222,125	401,796	3,420,350	1,203,009	222,201	180,302
Total	441,166,933	3,158,893	4,160,871	40,992,489	11,660,501	1,206,064	1,828,878

* During the FY 2012-13 the Company has entered into agreements with various parties to sale lands located at Faridabad and Amrisar. The same have been shown as "Assets held for sale" under the head "Other Current Assets. (refer note 15)

Pursuant to the transitional provisions of Schedule II in respect of fixed assets where the remaining useful life is "Nil" as on April 1, 2014, their carrying amount aggregating ₹ 1,206,064 (net of deferred tax ₹ nil) has been adjusted against the opening reserves.

Previous year*

Particulars	Gross block (at cost)			Accumulated depreciation			Net block As at March 31, 2014
	As at April 1, 2013	Additions	Disposals/ Adjustments	As at April 1, 2013	Depreciation for the year	Schedule II Adjustment	
Own Assets							
Land	105,323,520	-	-	-	-	-	-
Building	281,856,122	-	-	8,947,772	4,706,997	-	-
Building improvement	8,059,650	-	-	5,028,401	2,091,199	-	-
Leasehold improvement	2,144,438	1,715,483	-	811,870	951,544	-	-
Plant & machinery	2,544,250	71,966	-	306,000	167,925	-	-
Furniture & fittings	16,005,390	2,348,522	-	6,825,540	1,404,977	-	-
Office equipments	8,656,737	861,572	328,949	2,647,901	842,832	-	215,541
Vehicle	6,394,808	-	-	2,415,241	639,481	-	-
Computers	4,895,951	617,473	-	2,376,218	1,044,132	-	-
Total	435,880,866	5,615,016	328,949	29,358,943	11,849,087	-	215,541

* During the FY 2012-13 the Company has entered into agreements with various parties to sale lands located at Faridabad and Amrisar. The same have been shown as "Assets held for sale" under the head "Other Current Assets. (refer note 15)



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

10. Intangible fixed assets

Current year Particulars	Gross block (at cost)			Accumulated amortisation			(Amount in ₹) Net block As at March 31, 2015
	As at April 1, 2014	Additions	Disposals/ Adjustments	As at April 1, 2014	Amortisation for the year	Schedule II Adjustment	
Software	883,538	-	-	579,406	113,037	-	692,443
Total	883,538	-	-	579,406	113,037	-	191,095

Previous year Particulars	Gross block (at cost)			Accumulated amortisation			(Amount in ₹) Net block As at March 31, 2014
	As at April 1, 2013	Additions	Disposals/ Adjustments	As at April 1, 2013	Amortisation for the year	Schedule II Adjustment	
Software	883,538	-	-	423,069	156,337	-	579,406
Total	883,538	-	-	423,069	156,337	-	304,132

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Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

11. Long-term loans and advances

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Unsecured, considered good unless stated otherwise		
Capital advances	11,947,088	12,312,209
Security deposit	1,660,658	1,660,658
Gratuity fund assets (refer note 25)	-	52,784
Advance income tax/tax deducted at source net of provision of tax ₹ Nil (previous year ₹ Nil)	5,029,383	7,453,495
	18,637,129	21,479,146

12. Trade receivables*

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Unsecured, considered good unless stated otherwise		
Outstanding for a period exceeding six months from the date they are due for payment	2,396,967	1,737,022
Others	10,174,346	14,190,485
	12,571,313	15,927,507

* Includes amount due to related parties (refer note 30)

13. Cash and bank balances

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Cash and cash equivalents		
Balances with banks on current accounts	244,430	4,191,609
	244,430	4,191,609

14. Short term loans and advances

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Unsecured and considered good		
Loan to related party (refer note 30)	47,538,644	62,223,885
Prepaid expenses	137,205	160,774
Gratuity fund assets (refer note 25)	11,469	8,966
Other advances recoverable in cash or in kind		
-Advances to suppliers	332,778	168,896
	48,020,096	62,562,521

15. Other Current Assets

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Interest accrued		
- on loans and advances to related parties (refer note 30)	15,490,879	9,062,432
-Other Receivable	6,785,514	-
Assets held for sale	42,582,190	42,582,190
	64,858,583	51,644,622



Career Launcher Infrastructure Private Limited

Notes to the financial statements for the year ended March 31, 2015

16. Revenue from operations

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Sale of services		
-Infrastructure fees*	19,705,801	19,250,119
-Infra License Fee	-	5,000,000
	19,705,801	24,250,119

* Includes fees for rendering infrastructure facilities to related parties (refer note 30)

17. Other income

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Interest income on		
- fixed deposits	151,904	2,388,952
- loan to related party	7,142,719	6,200,483
- income tax refund	332,210	17,017
Profit on sale of fixed assets (net)	-	209,992
Amount forfeited against sale of land	-	5,505,000
Others	21,744	209,231
	7,648,577	14,530,675

18. Employee benefits expenses

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Salaries, wages and bonus	52,491	676,440
Leave Encashment (refer note 25)	19,741	8,480
Gratuity (refer note 25)	57,281	2,494
Staff welfare expenses	4,272	17,243
	133,785	704,657

19. Finance Cost

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Interest expense on:		
- Term loan from financial institutions	31,605,158	31,470,625
- Interest on delayed payment of statutory dues	3,715	-
	31,608,873	31,470,625

20. Depreciation and amortisation expenses

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Depreciation of tangible fixed assets (refer note 9)	11,660,501	11,849,087
Amortisation of intangible fixed assets (refer note 10)	113,037	156,337
	11,773,538	12,005,424



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

21. Other expenses

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Rent (refer note 28)	780,766	4,078,734
Insurance	210,186	94,823
Legal & professional expenses (refer note 31)	1,821,199	969,917
Rates and taxes	513,646	770,921
Postage, telegraph & communication	635,973	1,239,238
Retainer-ship fee	107,360	1,288,318
Bank Charges	1,940	780
Brokerage	-	220,000
Advance to suppliers written off	121,622	-
Travelling and conveyance	48,435	241,964
Repair and maintenance		
-Buildings	344,235	305,949
Sports expenses	-	81,202
Miscellaneous expenses	268,994	212,554
	4,854,356	9,504,400

22. Prior period expenses (net)

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Prior period expenses		
-Legal and professional charges	-	135,843
-Others	-	32,376
	-	168,219
Prior period income		
- Professional Charges	-	(160,642)
	-	(160,642)
Net prior period expenses	-	7,577

23. Contingent liabilities and commitments

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
a. Estimated amount of contracts remaining to be executed on capital account and not provided for (net of capital advances)	52,400,000	52,400,000

24. Capital work-in-progress

	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Opening Balance	6,312,785	6,312,785
Balance at the year end	6,312,785	6,312,785



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

25. Employee benefit obligations

A. Defined contribution plans:

The Company has not made any contribution towards Provident Fund and Employee's State Insurance as the same are currently not applicable to Company.

B. Defined employee benefits schemes:

Gratuity

As at March 31, 2015, there is no employee in the Company hence no provision in respect of gratuity has been ascertained. The Company has calculated liability in respect of gratuity on actual basis for its employees who were transferred to Career Launcher Education Infrastructure and Services Limited, the holding company.

C. Other long term employee benefits

Leave Encashment

As at March 31, 2015, there is no employee in the Company hence no provision in respect of leave encashment has been ascertained. The Company has calculated liability in respect of leave encashment on actual basis for its employees who were transferred to Career Launcher Education Infrastructure and Services Limited, the holding company.

I. Actuarial Assumptions

Particulars	Gratuity (funded)		Leave Encashment (unfunded)	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
Discount Rate	-	9.14%	-	9.14%
Salary Escalation Rate	-	5.35%	-	5.35%
Expected remaining working lives of employees (years)	-	10.50	-	10.50
Retirement Age (years)	-	58	-	58
Expected Rate of Return on Plan Assets	-	6.75%	-	N.A.
Mortality table	-	IALM(1994-96)	-	IALM(1994-96)
Ages	-	Withdrawal rate (%)	-	Withdrawal rate (%)
Upto 30 years	-	3.00	-	3.00
From 31 to 44 years	-	2.00	-	2.00
Above 44 years	-	1.00	-	1.00

- As at March 31, 2015, there is no employee in the Company hence no actuarial valuation has been done in respect of leave encashment and gratuity.
- The discount rate assumed was 9.14% per annum for the year ended March 31, 2014 which was determined by reference to market yield at the Balance Sheet date on government bonds.
- The estimates of future salary increases, considered in actuarial valuation took account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

II. Change in present value of obligation

(Amount in ₹)

Particulars	Gratuity (funded)		Leave Encashment (unfunded)	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
Present value of obligation at the beginning of the year	-	33,724	-	46,679
Current service cost	-	8,572	-	11,039
Interest cost	-	2,698	-	3,734
Benefit paid	-	-	-	-
Net actuarial (gain) recognized in the year.	-	(2,163)	-	(6,293)
Present value of obligation at the end of the year	-	42,831	-	55,159

III. Change in fair value of plan assets:

(Amount in ₹)

Particulars	Gratuity (funded)		Leave Encashment (unfunded)	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
Fair value of plan assets at the beginning of the year	-	97,968	-	-
Expected return on plan assets	-	6,613	-	-
Contributions	-	-	-	-
Benefits Paid	-	-	-	-
Actuarial gain/ (loss) on Plan Assets	-	-	-	-
Fair value of plan assets at the end of the year	-	104,581	-	-

IV. Expenses recognised in the Statement of Profit and Loss for the year

(Amount in ₹)

Particulars	Gratuity (funded)		Leave Encashment (unfunded)	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
Current service cost	-	8,572	-	11,039
Past service Cost	-	-	-	-
Interest cost	-	2,698	-	3,734
Expected return on plan assets	-	(6,613)	-	-
Net actuarial (gain) to be recognized	-	(2,163)	-	(6,293)
Expense recognised in Statement of Profit and Loss	-	2,494	-	8,480



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

V. Amount recognised in the balance sheet

(Amount in ₹)

Particulars	Gratuity (funded)		Leave Encashment (unfunded)	
	March 31, 2015	March 31, 2014	March 31, 2015	March 31, 2014
Present value of obligation as at the end of the year	-	42,831	-	55,159
Funded Status	-	104,581	-	-
Net Asset / (liability) recognized in Balance Sheet as at March 31	-	61,750	-	(55,159)
Excess of Actual over estimated	-	-	-	-
Amount classified as:				
Short term provisions (Refer note 6)	-	-	-	964
Long term provisions (Refer note 6)	-	-	-	54,195
Short term loans and advances (Refer note 14)	-	8,966	-	-
Long term loans and advances (Refer note 11)	-	52,784	-	-

VI. Experience on actuarial gain/ (loss) for Projected Benefit Organisation and Plan Assets

Gratuity (funded):

Particulars	March 31, 2015	March 31, 2014	March 31, 2013	March 31, 2012	March 31, 2011
Present value of obligation	-	42,831	33,724	22,501	44,813
Fair value of plan assets	-	104,581	97,968	81,891	75,129
(Deficit)/Surplus	-	61,750	64,244	59,390	30,316
Experience adjustments on plan liabilities-gain/(loss)	-	(948)	1,060	34,019	9,542
Experience adjustments on plan assets-(loss)/gain	-	(2,204)	199	-	4,812

Leave encashment (unfunded):

Particulars	March 31, 2015	March 31, 2014	March 31, 2013	March 31, 2012	March 31, 2011
Present value of obligation	-	55,159	46,679	35,689	35,061
Fair value of plan assets	-	-	-	-	-
(Deficit)/Surplus	-	(55,159)	(46,679)	(35,689)	(35,061)
Experience adjustments on plan liabilities-gain/(loss)	-	2,288	2,418	9,587	(1,083)
Experience adjustments on plan assets-(loss)/gain	-	-	-	-	-



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

26. Loss per share

The calculation of loss per share has been made in accordance with Accounting Standard (AS) -20 "Earning per Share". A statement on calculation of Basic and Diluted loss per share is as under:

Loss per share	Reference	Units	March 31, 2015	March 31, 2014
Loss after tax	A		(11,066,009)	(4,161,126)
Weighted average no. of equity shares	B	Nos.	98,468	98,468
Add: Dilutive potential equity shares	C	Nos.	150,000*	150,000*
Number of equity shares - dilutive (of ₹10 each) for dilutive loss per share	D=B+C	Nos.	248,468	248,468
Basic loss per Share (A/B)		₹	(112.38)	(42.26)
Diluted loss per Share (A/B)		₹	(112.38)	(42.26)

* As the Company has incurred losses in the current period and previous financial years, the effect of potential equity shares is anti dilutive in nature and dilutive loss per share is equal to basic loss per share.

27. Segment reporting

Business segment

The disclosure as required under Accounting Standard (AS) - 17 "Segment Reporting" as notified under section 133 of the Companies Act read with rule 7 of the Companies (Accounts) Rules, 2014 has not been provided as the Company deals in one business segment namely development of school infrastructure and providing the same to third parties through various agreements.

Geographic segment

Since the company's activities / operations are primarily within India and considering the nature of services it deals in, the risks and returns across locations are same and as such there is only one geographical segment.

28. Leases

A. As lessee:

The Company is a lessee under various operating leases. The lease rentals charged during the year and maximum obligations on non-cancelable operating lease are payable as per the rentals stated in the respective agreements. Rental expenses for operating lease for the year ended March 31, 2015 and year ended March 31, 2014 were ₹ 780,766 and ₹ 4,078,734 respectively. Obligation on long term, non-cancelable operating lease are mentioned below:

Particulars	(Amount in ₹)	
	March 31, 2015	March 31, 2014
Not later than 1 year	845,987	5,660,002
Later than 1 year but not later than 5 years	931,029	11,126,693
Later than 5 years	-	-

B. As lessor:

The Company has entered into a composite agreement with Nalanda Foundation & Career Launcher Education Infrastructure & Services Limited, the holding company, for the provision of infrastructure services related to run the schools. Further, agreement with Career Launcher Education Infrastructure & Services Limited has been terminated with effect from April 1, 2014. The amount attributable to provision of Infrastructure services cannot be realistically ascertained as the consideration is based on the number of students serviced during the year and number of students serviced may differ year to year. Therefore, disclosures required to be given by the lessor as per Accounting Standard 19 "Leases", if any, have not been given.



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

29. Deferred tax liability

In accordance with Accounting Standard 22 on 'Accounting for Taxes on Income' the net decrease in deferred tax liability of ₹ 9,270,081 has been recognised as benefit in the Statement of Profit and Loss.

Particulars	(Amount in ₹)		
	March 31, 2015	Benefit/(Charge) for the year	March 31, 2014
Deferred tax assets and liabilities are attributable to the following:			
Deferred tax liabilities			
Depreciation	(34,925,507)	(1,336,546)	(33,588,961)
Provision for gratuity	-	2,770	(2,770)
Total deferred tax liabilities	(34,925,507)	(1,333,776)	(33,591,731)
Deferred tax assets			
Provision for leave encashment	-	(17,044)	17,044
Provision for bonus	-	(61,703)	61,703
Unabsorbed losses	34,925,507	10,682,604	24,242,903
Total deferred tax assets	34,925,507	10,603,857	24,321,650
Net deferred tax liability	-	9,270,081	(9,270,081)

Deferred tax assets on unabsorbed loss have been recognized only to the extent of deferred tax liability as there exists virtual certainty at least to such extent.

30. Related Party Disclosure

The Disclosure as required by the Accounting Standard -18 (Related Party Disclosure) are given below:

(a) List of related parties with whom transactions have taken place and relationships:

Relationship	Name of related party
(i) Ultimate Holding Company	: CL Educate Limited
(ii) Holding Company	: Career launcher Education Infrastructure Services Limited
(iii) Key Management Personnel ('KMP') and their relatives	: Mr. Nikhil Mahajan Mr. Gautam Puri (Director) Mr. Sujit Bhattacharya (Director) Mr. Sreenivasan R. (Director) Mr. Satyanarayana R. (Director)
(iv) Enterprise in which Key Managerial Personnel are able to exercise significant influence	: Nalanda Foundation Career Launcher Infrastructure Private Limited Employee Group Gratuity Trust

(b) Details of related party disclosure are as follows:

Particulars	Year ended March 31, 2015	Year ended March 31, 2014
1. Infrastructure fee income		
Career Launcher Education Infrastructure and Services Limited	-	920,860
Nalanda Foundation	19,705,801	18,329,259
2. Licence Fee		
Nalanda Foundation		5,000,000
3. Interest on loans		
Nalanda Foundation	7,142,719	6,200,483



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

4. Short Term Loan & Advances given		
Nalanda Foundation	6,400,000	31,150,000
5. Unsecured loan taken		
Career Launcher Education Infrastructure and Services Limited	6,496,941	4,560,000
6. Repayment of Unsecured Loan		
Career Launcher Education Infrastructure and Services Limited	250,000	8,650,000
7. Conversion of trade receivable into unsecured loan		
Nalanda Foundation	22,037,946	7,902,994
8. Conversion of other receivable into unsecured loan		
Nalanda Foundation	146,812	-
9. Short Term Loan & Advances realized		
Nalanda Foundation	43,270,000	11,450,000
10. Reimbursement of Expenses to		
Nalanda Foundation	184,700	62,800
Career Launcher Education Infrastructure and Services Limited	-	1,100
11. Reimbursement of Expenses from		
Career Launcher Education Infrastructure and Services Limited	4,303,159	-
Nalanda Foundation	37,888	-
CL Educate Limited	225,339	-
12. Transfer of fixed assets to		
Career Launcher Education Infrastructure and Services Limited	2,331,996	-
13. Liability transferred to (on account of bonus)		
Career Launcher Education Infrastructure and Services Limited	75,000	-
14. Balance outstanding as at the year end		
Infrastructure and soft skill charges receivable		
Career Launcher Education Infrastructure and Services Limited	2,396,968	2,396,968
Nalanda Foundation	10,174,346	13,530,539
Interest accrued but not receivable on loans & advances given		
Nalanda Foundation	15,490,879	9,062,432
Other Receivables		
Career Launcher Education Infrastructure and Services Limited	6,560,155	-
CL Educate Limited	225,359	-
Unsecured loans		
Career Launcher Education Infrastructure and Services Limited	94,722,197	88,475,256
Short term loans and advances		
Nalanda Foundation	47,538,644	62,223,885
Payable for fixed assets		
CL Educate Limited	1,618,980	1,618,980
Payable for expenses		
Career Launcher Infrastructure Private Limited Employee Group	-	5,000
Corporate guarantee given by others for long term borrowings		
CL Educate Limited	280,000,000	280,000,000
Career Launcher Education Infrastructure and Services Limited	280,000,000	280,000,000



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

Note: The above transactions do not include the following securities given for long term borrowings: (refer footnote (i) of note 5)

- Undertakings given by CL Educate Limited, Career Launcher Education Infrastructure and Services Limited and Nalanda Foundation.
- Charges created on the bank accounts and all receivables of Career Launcher Education Infrastructure and Services Limited and Nalanda Foundation.
- First equitable mortgage of land and buildings of various projects undertaken by Nalanda Foundation.
- Pledge of 51% equity of the Company held by Career Launcher Education Infrastructure and Services Limited
- Personal guarantees of Mr. Satya Narayanan R., Mr. Gautam Puri, Mr. Sujit Bhattacharyya, Mr. Sreenivasan R., Mr. Shiv Kumar Ramachandran and Mr. Nikhil Mahajan.

31. Payment to auditors (excluding service tax) (refer note 21)

	Year ended March 31, 2015	(Amount in ₹) Year ended March 31, 2014
Statutory audit (exclusive of service tax)	400,000	400,000
Out of pocket expenses	-	6,668
	<u>400,000</u>	<u>406,668</u>

32. Disclosure required by Micro, Small & Medium Enterprises Development Act, 2006:

	Year ended March 31, 2015	(Amount in ₹) Year ended March 31, 2014
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year included in		
Other current liabilities		
Payable for expenses	952,981	1,047,573
Payable for capital expenditure	1,751,367	7,544,084
Principal amount due to micro and small enterprises	-	-
Interest due on above	-	-
Total	<u>2,704,348</u>	<u>8,591,657</u>

The amount of interest paid by the buyer in terms of section 16 of the MSMED ACT 2006 along with the amounts of the payment made to the supplier beyond day each accounting year.

The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointment day during the year) but without adding the interest specified under the MSMED Act, 2006.

The amount of interest accrued and remaining unpaid at the end of each accounting year.

The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006.



Career Launcher Infrastructure Private Limited
Notes to the financial statements for the year ended March 31, 2015

33. The Company has reclassified/regrouped previous year figures where necessary to conform to the current period classification.

As per our report of even date

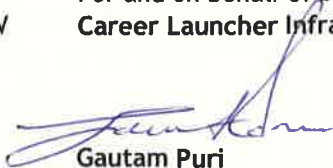
For Haribhakti & Co. LLP
Chartered Accountants
ICAI Firm Registration No.: 103523W



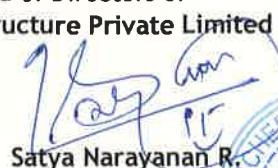
Pranav Jain
Partner
Membership No.: 098308



For and on behalf of Board of Directors of
Career Launcher Infrastructure Private Limited



Gautam Puri
Director
DIN: 00033548



Satya Narayanan R.
Director
DIN: 00307326



Place: New Delhi
Date: June 23, 2015

Place: New Delhi
Date: June 23, 2015