
Consolidated
Financials of
Career Launcher
Education
Infrastructure
and Services
Limited

Statutory Audit for the year
ended March 31, 2015

Independent Auditor's Report

To the Members of Career Launcher Education Infrastructure and Services Limited Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Career Launcher Education Infrastructure and Services Limited (hereinafter referred to as "the Holding Company") and its subsidiary (the Holding Company and its subsidiaries together referred to as "the Group"), comprising of the Consolidated Balance Sheet as at March 31, 2015 and the Consolidated Statement of Profit and Loss for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

Management's Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position and consolidated financial performance of the Group 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. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Holding Company's preparation of the consolidated 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 Holding Company has an adequate internal financial controls system over financial reporting in place 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 Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated 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 consolidated state of affairs of the Group as at March 31, 2015, their consolidated loss and their consolidated 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, based on the comments in the auditor's report of the Holding Company and subsidiary company, 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, to the extent applicable, 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 of the aforesaid consolidated financial statements;
 - b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept by the Company so far as it appears from our examination of those books;
 - c. The Consolidated Balance Sheet, Consolidated Statement of Profit and Loss and consolidated cash flow statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements;
 - d. In our opinion, the aforesaid consolidated 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 of the Holding Company as on March 31, 2015 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies, none of the directors of the Group company is disqualified as on March 31, 2015 from being appointed as a director in terms of Section 164 (2) of the Act;



HARIBHAKTI & CO. LLP

Chartered Accountants

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 consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group - Refer Note 24 to the standalone financial statements in respect of contingent liabilities and Note 34 in respect of other pending litigations;

(ii) The Group did not have any long term contract including derivative contracts hence, the question of any material foreseeable losses does not arise;

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

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No. 103523W



Pranav Jain

Partner

Membership No. 098308



Date: June 23, 2015

Place: New Delhi

ANNEXURE TO INDEPENDENT AUDITOR'S 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 Education Infrastructure and Services Limited on the consolidated financial statements for the year ended March 31, 2015]

- (i) (a) The Group has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) During the year, the fixed assets of the Group have been physically verified by the management of the respective entities and as informed, no material discrepancies were noticed on such verification. In our opinion, the frequency of verification is reasonable having regard to their size and the nature of their assets.
- (ii) (a) The Group does not hold any inventory. Accordingly the provisions stated in paragraph 3(ii) of the Order are not applicable to the Group.
- (iii) The Group has granted unsecured loan to three other parties covered in the register maintained under Section 189 of the Act.
- (a) According to the information and explanation given to us, principal and interest are not yet due for repayment as per the terms of the agreement.
- (b) In respect of the aforesaid loans there are no overdue amounts in excess of ₹ 100,000 in respect of loans granted to 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 Group 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 Group.
- There are no transactions regarding purchase of inventory and sale of goods.
- (v) In our opinion and according to the information and explanations given by the management of the Group, the respective entities have not accepted any deposits from the public within the provisions 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 Group under sub-section (1) of Section 148 of the Act and the rules framed there under.
- (vii) (a) The Group 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 by the management of the Group, 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.



HARIBHAKTI & CO. LLP

Chartered Accountants

(b) According to the information and explanation given by the management of the Group, there are no dues with respect to 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 been deposited on account of any dispute.

(c) According to the information and explanations given by the management of the Group, there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the respective entities.

(viii) The Holding Company does not have accumulated losses at the end of the financial year nor has incurred cash losses in the current and immediately preceding financial year.

In our opinion, in case of Subsidiary Company Career Launcher Infrastructure Private Limited accumulated losses at the end of the financial year are less than fifty percent of its net worth. Further the subsidiary has incurred cash losses during the financial year covered by our audit and in the immediately preceding financial year.

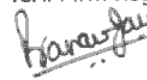
(ix) According to the information and explanations given by the management of the Group, the respective entities have not defaulted in repayment of dues to bank or financial institution. The Group has not issued any debentures.

(x) In our opinion, the terms and conditions of the guarantee amounting ₹ 15,000,000 given for loan taken from Bank by an entity over which Key Managerial Personnel have significant influence can be prejudicial to the interest of the respective entity.

(xi) According to the information and explanations given by the management of the Group, the term loans have been applied for the purpose for which the loans were obtained.

(xii) During the course of examination of the books and records of the Group carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given, we have neither come across any instance of fraud on or by the respective entities, noticed or reported during the year, nor have we been informed of any such instance by the management of the respective entities.

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


Pranav Jain
Partner
Membership No. 098308



Date: June 23, 2015

Place: New Delhi

Career Launcher Education Infrastructure and Services Limited
Consolidated Balance Sheet as at March 31, 2015


		(Amount in ₹)
		March 31, 2015
EQUITY AND LIABILITIES		
Shareholders' funds		
Share capital	3	94,426,060
Reserves and surplus	4	566,675,798
		<u>661,101,858</u>
Non-current liabilities		
Long term borrowings	5	203,354,449
Other long term liabilities	6	2,590,000
Long term provisions	7	317,816
		<u>206,262,265</u>
Current liabilities		
Other current liabilities	8	58,629,589
Short term provisions	7	5,692
		<u>58,635,281</u>
TOTAL		<u><u>925,999,404</u></u>
ASSETS		
Non-current assets		
Fixed assets		
-Tangible assets	9	390,743,152
-Intangible assets	10	11,628,713
-Capital work-in-progress		6,312,785
Non-current investments	11	500,000
Deferred tax assets (net)	30	931,991
Long-term loans and advances	12	35,426,308
		<u>445,542,949</u>
Current assets		
Trade receivables	13	36,605,043
Cash and bank balances	14	1,000,112
Short-term loans and advances	15	384,552,872
Other current assets	16	58,298,428
		<u>480,456,455</u>
TOTAL		<u><u>925,999,404</u></u>

Summary of significant accounting policies 2

The accompanying notes form an integral part of the consolidated financial statements.

As per our report of even date
For Haribhakti & Co. LLP


Chartered Accountants
ICAI Firm Registration No. TD3523W



Pranav Jain
Partner
Membership No. 098208

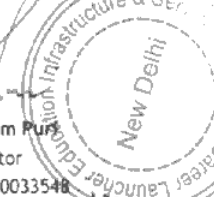


Date: June 23, 2015
Place: New Delhi

For and on behalf of Board of Directors of
Career Launcher Education Infrastructure and
Services Limited


Gautam Puri
Director
DIN: 00033548


Satya Narayanan R.
Director
DIN: 00307326




Arvind Khater
Company Secretary
ICSI M No. A33950

Date: June 23, 2015
Place: New Delhi

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

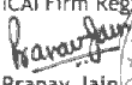

	Note	(Amount in ₹) Year ended March 31, 2015
Income		
Revenue from operations	17	72,585,462
Other income	18	42,464,248
Total revenue		115,049,710
Expenses		
Employee benefits expense	19	24,000,048
Finance costs	20	32,997,694
Depreciation and amortisation expense	21	16,896,039
Other expenses	22	30,556,844
Total expenses		104,450,625
Profit before exceptional item and tax		10,599,085
Exceptional items		
-Employee stock option scheme	23	22,841,122
(Loss) before tax		(12,242,037)
Tax expense:		
-Current tax		8,490,516
-Deferred tax (benefit)		(9,298,468)
-Earlier year's tax adjustment		(680,084)
		(1,488,036)
(Loss) for the year		(10,754,001)
(Loss) per equity share (in ₹)	27	
Nominal value of ₹ 10 per share (Previous year ₹ 10 per share)		
-Basic before exceptional expenses		1.28
-Basic after exceptional expenses		(1.14)
-Diluted before exceptional expenses		1.28
-Diluted after exceptional expenses		(1.14)

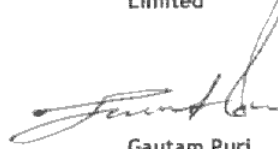
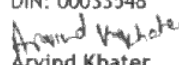

Summary of significant accounting policies 2

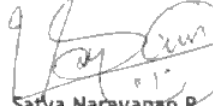
The accompanying notes form an integral part of the consolidated financial statements.

As per our report of even date
For Haribhakti & Co. LLP

For and on behalf of Board of Directors of
Career Launcher Education Infrastructure and Services
Limited

Chartered Accountants
ICAI Firm Registration No. 103523W

Pranav Jain
Partner
Membership No. 098308



Gautam Puri
Director
DIN: 00033548

Arvind Khater
Company Secretary
ICSI M No. A33950



Satya Narayanan R.
Director
DIN: 00307326

Date: June 23, 2015
Place: New Delhi

Date: June 23, 2015
Place: New Delhi

Career Launcher Education Infrastructure and Services Limited
Consolidated Cash Flow Statement for the year ended March 31, 2015

	(Amount in ₹)
	<u>Year ended</u> <u>March 31, 2015</u>
Cash flows from operating activities	
Net (Loss) before tax	(12,242,037)
<i>Adjustments for:</i>	
Depreciation and amortisation	16,896,039
Interest on borrowings	32,792,596
Interest on delay in payment of taxes	205,098
Advances written off	270,295
Provision for doubtful recoverables	597,043
Transfer to stock options outstanding	22,841,122
Interest income	(41,561,632)
Interest income on income tax refund	(332,210)
Liabilities no longer required written back	(434,951)
Provision written back	(51,128)
	<u>31,222,272</u>
Cash from operating activities before working capital changes	18,980,235
<i>Movement in assets and liabilities, net</i>	
<i>Adjustments for (increase)/decrease in operating assets:</i>	
Trade receivables	(753,410)
Short-term loans and advances	286,766
Long term loans and advances	(360,453)
Other current assets	(225,359)
<i>Adjustments for increase/(decrease) in operating liabilities:</i>	
Short-term provisions	(31,443)
Other current liabilities	3,679,176
Other long-term liabilities	1,400,000
Long-term provisions	(900,534)
	<u>3,094,743</u>
Cash used in operations	22,074,978
Less: taxes paid, (net of refund and interest thereon)	(4,062,015)
Net cash used in operating activities	<u>18,012,963</u>
Cash flows from investing activities	
Capital expenditure on fixed assets and capital work in progress	(18,746,742)
Loans given to related parties (refer footnote)	71,929,841
Loans realised from related parties	(84,200,979)
Inter-corporate deposits realised	121,634
Investment in fixed deposits	(25,500,000)
Proceeds from fixed deposits	25,500,000
Interest on loans to related parties	34,905,083
Interest on fixed deposit	228,102
Net cash generated from investing activities	<u>4,236,939</u>

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Career Launcher Education Infrastructure and Services Limited
Consolidated Cash Flow Statement for the year ended March 31, 2015

Continued from previous page...

	(Amount in ₹)
	Year ended March 31, 2015
Cash flows from financing activities	
Proceeds from issue of shares (net of share issue expenses)	685,612
Proceeds from short-term borrowings from related parties	21,600,000
Repayment of short-term borrowings to related parties (including conversion of borrowings into trade payables)	(22,027,338)
Repayment of long-term borrowings (including current maturities)	(2,366,261)
Finance cost	(32,794,467)
Net cash used in financing activities	(34,902,454)
Net (decrease) in cash and cash equivalents	(12,652,552)
Cash and cash equivalents (refer note 14)	
-Beginning of the year	13,652,664
-End of the year (A)	1,000,112
Deposits with original maturity of more than three months but realizable within twelve months from Balance Sheet date (B)	
Cash and bank balances as per Balance Sheet (A+B) (refer footnote iii)	1,000,112


Footnote:

Include ₹ 17,367,709 and ₹ 30,969,650 converted into unsecured loans on account of trade and other receivables and interest receivables respectively.

Summary of significant accounting policies (refer note 2)

- The notes referred above form an integral part of the consolidated financial statements.
- 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.
- Pledged as first charge with HDFC Ltd. against loan taken by Career Launcher Infrastructure Private Limited, wholly owned subsidiary of the Company (also refer note 14)

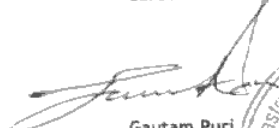
As per our report of even date
For Haribhakti & Co. LLP
Chartered Accountants
ICAI Firm Registration No.: 103523W

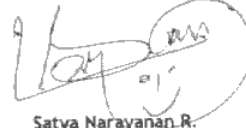

Pranav Jain
Partner
Membership No.: 098308



Date: June 23, 2015
Place: New Delhi

For and on behalf of Board of Directors of
Career Launcher Education Infrastructure and Services Limited


Gautam Puri
Director
DIN: 00033548


Satya Narayanan R.
Director
DIN: 00307326


Arvind Khater
Company Secretary
ICSI M. No: A33950

Date: June 23, 2015
Place: New Delhi

Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

1. Background

Career Launcher Education Infrastructure and Services Limited ('the Company' or 'the Holding Company') was incorporated in India on June 16, 2005 to provide various infrastructure facilities, soft skills, educational and consulting programs. The Company is a subsidiary of CL Educate Limited that holds 97.94% of its share capital.

The accompanying Consolidated Financial Statements reflect results of activities undertaken by the Company and its subsidiaries (collectively referred to as 'the Group') during the year April 1, 2014 to March 31, 2015.

2. Summary of significant accounting policies

a. Basis of preparation of Consolidated Financial Statements

The consolidated financial statements have been prepared to comply in all material respects with the Accounting Standards notified under Section 133 of the Companies Act, 2013 ('the Act'), read with Rule 7 of the Companies (Accounts) Rules, 2014. The consolidated financial statements have been prepared under the historical cost convention on an accrual basis.

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

b. Principles of consolidation

The Consolidated Financial Statements include the financial statements of the Company and its subsidiary.

The Consolidated Financial Statements have been prepared in accordance with Accounting Standard (AS-21) on "Consolidated Financial Statements" specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. The Consolidated Financial Statements are prepared on the following basis:

- i. Consolidated Financial Statements include Consolidated Balance Sheet, Consolidated Statement of Profit and Loss, consolidated cash flow statement and notes to Consolidated Financial Statements, other statements and explanatory material that form an integral part thereof. The Consolidated Financial Statements are presented, to the extent possible, in the same format as adapted by the Company for its standalone financial statements.
- ii. The Consolidated Financial Statements have been combined on a line by line basis by adding the book values of like items of assets, liabilities, income and expenses after eliminating intra-group balances/transactions and resulting unrealised profits in full. The amounts shown in respect of reserves comprise the amount of the relevant reserves as per the Balance Sheet of the Company and its share in the post-acquisition increase/ (decrease) in the relevant reserves of the entity to be consolidated. This procedure has been performed using the audited Standalone Financial Statements of the Company and its subsidiary.
- iii. As per Accounting Standard 21 on Consolidated Financial Statements, notes involving items which are material need to be disclosed. Materiality for this purpose is assessed in relation to the information contained in the Consolidated Financial Statements.



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

c. Basis for Consolidation

The Consolidated Financial Statements include the financial statements of Career Launcher Education Infrastructure and Services Limited and its subsidiaries (collectively known as "the Group").

Subsidiaries	Effective shareholding
	March 31, 2015
Career Launcher Infrastructure Private Limited (CLIP) (India) (Refer footnote i)	100.00%

(i) This company was incorporated on February 20, 2008

Entities acquired/ sold during the year have been consolidated from/upto the respective date of their acquisition/ disposal and there are no subsidiaries, joint ventures and associates which have not been consolidated in the financial statements.

d. Use of estimates

The preparation of consolidated 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 recognised prospectively in current and future periods.

e. Fixed assets

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 Consolidated Statement of Profit and Loss for the year 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 Group and are shown separately in the consolidated financial statements under other current assets. Loss determined, if any, is recognised immediately in the consolidated Statement of Profit and Loss, whereas profit and sale of such assets is recognised only upon completion of sale thereof.

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.



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

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 the lives 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 Group with effect from April 1, 2014. Accordingly, the Group 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
Plant and Machinery	15	15
Office equipment	5	10
Computer hardware	3	5
Vehicle	8	10
Furniture and Fixtures	8	10
Leasehold improvements	3	3
Intangible assets:		
Website	5	5
Education manual	5	5
Software	5	5
License Fee	5	-

In accordance with the transitional provisions of Schedule II, in respect of assets where the remaining useful life as at April 1, 2014 is 'Nil', their carrying amount aggregating ₹ 1,839,488 (net of tax effect amounting ₹ 205,514) after retaining the residual value as on April 1, 2014 as determined by the management has been adjusted against the opening balance of consolidated retained earnings as on that date.

As a consequence, had the Group not adopted Schedule II to the Companies Act, 2013, depreciation for the year would have been lower by ₹ 3,399,357, loss for the year would have been loss by ₹ 3,399,358 and the written down value of assets as at March 31, 2015 would have been ₹ 407,610,710 as against reported written down value of ₹ 402,371,865. Impact of change in estimates of useful lives on subsequent periods is not realistically ascertainable.

g. 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/amortisation is provided on the revised carrying amount of the asset over its remaining useful life.

h. Borrowing cost

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.



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

i. Foreign exchange transactions

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction. Monetary items denominated in foreign currencies at the year-end are translated at the exchange rates prevailing on the date of the Balance Sheet. Non-monetary items denominated in foreign currencies are carried at cost.

Any income or expense on account of exchange differences either on settlement or on translation of transactions is recognized in the Consolidated Statement of Profit and Loss.

j. Revenue recognition

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

- a) Soft Skill fee is fee charged from different schools on revenue sharing basis and is recognized on accrual basis over the year of rendering services.
- b) 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.
- c) License fee on account of grant of brand on non exclusive basis is onetime fee charged from different schools and is recognised in the year in which contract is executed
- d) School fee from students is recognized on accrual basis.
- e) Income from interest on deposit and loans is recognized on the time proportion method taking into consideration the amount outstanding and the applicable interest rate.

k. Employee benefits

(a) 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, wages and bonus etc are recognised in the Consolidated Statement of Profit and Loss in the period in which the employee renders the related service.

(a) Long term employee benefits:

(i) Defined contribution plans:

Provident fund:

All employees of the Group are entitled to receive benefits under the Provident Fund, which is a defined contribution plan. Both the employee and the employer make monthly contributions to the plan at a predetermined rate [presently 12% restricted to maximum salary limit of ₹ 15000 p.m.] of the employees' basic salary. These contributions are made to the fund administered and managed by the Government of India.

The Group's contributions to the scheme are expensed off in the Consolidated Statement of Profit and Loss. The Group has no further obligations under these plans beyond its monthly contributions.

Employee state insurance:

Employees whose wages/salary is within the prescribed limit as stipulated in Employees' State Insurance Act, 1948, are covered under the scheme. These contributions are made to the fund administered and managed by Government of India.

The Group's contributions to the scheme are expensed off in the Consolidated Statement of Profit and Loss. The Group has no further obligations under these plans beyond its monthly contributions.



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

(ii) Defined benefit plans: Gratuity

The Group provides for retirement benefits in the form of Gratuity. Benefits payable to eligible employees of the Group 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 as an income or expense in the Consolidated Statement of Profit and Loss. The expected return on plan assets is based on the assumed rate of return of such assets. The Group 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 Group'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 recognized immediately in the Consolidated Statement of Profit and Loss.

(iv) Employee stock option scheme

The Employee Stock Option Scheme ('the Scheme') provides for the grant of equity shares of the Group to its employees. The Scheme provides that employees are granted an option to acquire equity shares of the Group that vests in a graded manner. The options may be exercised within a specified period. The Group follows the fair value method to account for its stock-based employee compensation plans. Compensation cost is measured using independent valuation by a firm of Chartered Accountants using Black-Scholes model in accordance with the guidance note issued by the Institute of Chartered Accountants of India. Compensation cost, if any is amortised over the vesting period.

I. Investment

Accounting treatment

Investments, which are readily realisable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as long-term investments.

On initial recognition, all investments are measured at cost. The cost comprises purchase price and directly attributable acquisition charges such as brokerage, fees and duties. If an investment is acquired, or partly acquired, by issue of shares or other securities, the acquisition cost is the fair value of the securities issued. If an investment is acquired in exchange for another asset, the acquisition is determined by reference to the fair value of the asset given up or by reference to the fair value of the investment acquired, whichever is more clearly evident.

Current investments are carried in the consolidated financial statements at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of long term investments on individual investment basis.

On disposal of an investment, the difference between its carrying amount and net disposal proceeds is charged or credited to the Statement of Profit and Loss.

Classification in the consolidated financial statements as per requirements of Schedule III

Investments that are realisable within the period of twelve months from the Balance Sheet date are classified as current investment. All other investments are classified as non-current investments.



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

m. 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 Group. The lease income is recognized in the Statement of Profit and Loss on a straight-line basis over the lease period.

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 maturities of three months or less.

o. Tax expenses

Tax expense for the period comprising current tax, MAT credit and deferred tax is included in determining the net profit 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 period is charged to the Consolidated Statement of Profit and Loss as current tax. The Group recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the Group 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 Group 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 Group reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the Group does not have convincing evidence that it will pay normal tax during the specified period.



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

p. Earnings per share

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

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. The dilutive potential equity shares are deemed converted as of the beginning of the period, unless they have been issued at a later date.

q. Share issue expenses

Share issue expenses are adjusted against the securities premium account as permissible under Section 52 of the Companies Act, 2013 to the extent balance is available for utilization in the securities premium account.

r. Provisions, contingent liabilities and contingent assets

Provision

Provisions are recognized when the Group 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 consolidated financial statements.

s. Exceptional items

Items of income or expense from ordinary activities which are of such size, nature or incidence that, their disclosure is relevant to explain the performance of the enterprise for the period, are disclosed separately in the Consolidated Statement of Profit and Loss.

t. Segment Reporting

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit/loss amounts are evaluated regularly by the executive Management in deciding how to allocate resources and in assessing performance.

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment. Inter-segment revenue is accounted on the basis of transactions which are primarily determined based on market / fair value factors.

Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on reasonable basis have been included under "unallocated revenue / expenses / assets / liabilities".



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

u. Material events

Material events occurring after the Balance Sheet date are taken into cognizance.



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Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

3. Share capital

The Company has only one class of share capital having a par value of ₹ 10 per share, referred to herein as equity share.

Particulars	As at March 31, 2015	
	Numbers	Amount in ₹
Authorised shares		
Equity shares of ₹ 10 each	10,000,000	100,000,000
Issued, subscribed and fully paid up shares		
Equity shares of ₹ 10 each	9,442,606	94,426,060
	9,442,606	94,426,060

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

Particulars	As at March 31, 2015	
	Numbers	Amount in ₹
At the beginning of the year	9,435,106	94,351,060
Issued during the year	7,500	75,000
Outstanding at the end of the year	9,442,606	94,426,060

b) Terms/rights attached to equity share

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. The Company has not distributed any dividend in the current year.

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.

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

Name of share holders	March 31, 2015		
	Numbers	Amount in ₹	% held
i) CL Educate Limited, the holding company	9,248,053	92,480,530	97.94

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

Name of share holders	March 31, 2015		
	Numbers	Amount in ₹	% held
i) CL Educate Limited, the holding company	9,248,053	92,480,530	97.94

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

f) Shares reserved for issue under options

The Company has one stock option plan. Employee stock options are convertible into equity shares in accordance with the respective employees' stock option plan.



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

Pursuant to the resolution passed by the Board of Directors at its meeting on September 30, 2008, the Company introduced "CLEIS Employee Stock Options Plan 2008" which provides for the issue of 100,000 stock options to employees of the Company and its group companies/entities. All the above options granted are planned to be settled in equity at the time of exercise and have maximum vesting period of 3 years from the date of respective grants. As at March 31, 2015 the company had 70,000 number of shares reserved for issue under the scheme. (Also refer to note 33).

Pursuant to the Special Resolution passed by the members in the annual general meeting held on September 30, 2013, and the resolution passed by the Board of Directors at its meeting on January 28, 2014 the Company renewed "CLEIS Employee Stock Options Plan 2008" for a further period of one year i.e. November 20, 2014 and March 31, 2015 respectively.

4. Reserves and surplus

Particulars	(Amount in ₹)
	March 31, 2015
Opening balance	676,270,713
Add: Premium on issue of equity shares	612,500
Less: Share issue expenses	(1,888)
Closing balance (A)	676,881,325

4.2 (Deficit) in the Statement of Profit and Loss

	March 31, 2015
Opening balance	(97,817,552)
Add: Loss after tax for the year as per the Statement of Profit and Loss	(10,754,001)
Add: Adjusted Depreciation on account of schedule II (refer footnote a)	(1,839,488)
Less: Schedule II adjustment of deferred tax (refer footnote a)	205,514
Closing balance (B)	(110,205,527)
Total reserves and surplus (A+B)	566,675,798

Footnote a:

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 ₹ 1,839,488 and deferred tax thereon has been adjusted against the opening reserves.

5. Long-term borrowings

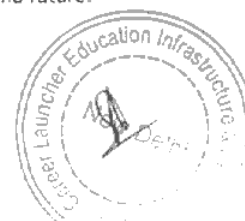
Particulars	(Amount in ₹)	
	Non-current	Current portion
	March 31, 2015	March 31, 2015
Term Loan, secured		
- From financial institutions [note (i)]	203,310,735	9,538,914
Vehicle loan from bank [note (ii)]	43,714	243,774
Amount disclosed under the head "other current liabilities" (refer note 8)	-	(9,782,688)
Net Amount	203,354,449	-

Note (i):

Secured term loan from financial institutions represents loan taken by Career Launcher Infrastructure Private Limited, a wholly owned subsidiary of Career Launcher Education Infrastructure and Services Limited.

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 Haveli, District Pune and construction thereon, present and future.



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

- 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 CLIP, 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 CLIP via an escrow mechanism.
- e) First charge on all bank accounts of Career Launcher Education Infrastructure and Services Limited (CLEIS), 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, 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 CLIP held by CLEIS, the holding company.
- j) Corporate guarantee from CL Educate Limited (CL), the ultimate holding company, and CLEIS.
- 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, to the effect that: 1.) they will continue to hold at least 51% of equity share capital of CLIP throughout the tenor of the loan 2.) to provide funds by way of additional equity/unsecured loans to CLIP for project completion and meeting cost overruns of the project if any including interest and principal repayments.
- 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 CLIP 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 CLIP 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.

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.

Note (ii)

Vehicle loan from bank carries interest @ 12.24% p.a. The loan is repayable in 60 monthly instalments of ₹ 22,140 including interest, from the date of loan i.e. June 14, 2011. The loan is secured by hypothecation of related vehicles.



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

6. Other long term liabilities

Particulars	(Amount in ₹)
	March 31, 2015
Security deposits received	2,590,000
	<u>2,590,000</u>

7. Provisions

Particulars	(Amount in ₹)
	March 31, 2015
Long term provision for employee benefits	
Provision for leave encashment (refer note 25)	317,816
Outstanding at the end of the year	<u>317,816</u>

Short term provision for employee benefits
Provision for leave encashment (refer note 25)
Outstanding at the end of the year

March 31, 2015
5,692
<u>5,692</u>

8. Other current liabilities

Particulars	(Amount in ₹)
	March 31, 2015
Current maturities of long term borrowings (Refer note 5)	9,782,688
Interest accrued but not due on borrowings	2,270
Advance received against sale of land	5,350,000
- Employees related payables	6,574,753
- Payables for expenses (refer note 31)	3,430,578
- Payable for capital expenses (refer note 31)	6,751,367
- Other payable (refer footnote)	22,841,122
- Advance from customers (Advance fees)	2,746,357
- Other liabilities (represent statutory liabilities payable to government authorities)	1,150,454
	<u>58,629,589</u>

Footnote: During the year, CL Educated Limited, holding company has granted the ESOP to director of the Company and expenses has been recorded by the Company in accordance with guidance note issued by ICAI in respect of shares of the holding company to be issued to a director of Company. All amounts related to issue of such shares on exercise of ESOP shall be reimbursed by company to the holding company. ESOP expense and a corresponding payable has been recorded in the books of the Company and accordingly, no expense has been recorded by the holding Company.



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

9. Tangible assets#

Particular	Gross block (at cost)			Accumulated depreciation			Net block (Amount in ₹)		
	As at April 1, 2014	Additions/ Adjustments	Disposals/ Adjustments	As at March 31, 2015	Up to April 1, 2014	Schedule II Adjustments		Depreciation for the year	Disposals/ Adjustments
Own assets									
Land	105,323,520	-	-	105,323,520	-	-	-	-	105,323,520
Building	281,856,122	-	-	281,856,122	13,654,769	-	4,450,920	-	263,750,433
Building improvement	8,059,650	-	-	8,059,650	7,119,600	349,318	433,863	-	156,869
Plant & machinery	2,616,216	-	-	2,616,216	473,925	-	160,424	-	1,981,867
Office equipment	10,200,023	285,498	-	10,485,521	3,719,063	1,150,868	2,226,973	-	3,388,617
Computer hardware	6,640,781	222,125	-	6,862,906	4,289,882	339,302	1,467,589	-	766,133
Vehicles*	7,777,608	-	-	7,777,608	3,429,497	-	1,116,395	-	3,231,716
Furniture and fixtures	19,129,484	2,336,633	-	21,466,117	8,949,284	-	1,954,972	-	10,561,861
Lease hold	5,494,293	475,632	-	5,969,925	3,096,196	-	1,291,593	-	1,582,136
Total	447,097,697	3,319,888	-	450,417,585	44,732,216	1,839,488	13,102,729	-	390,743,152

@ During the FY 2012-13 the Group has entered into agreements with various parties to sale lands located at Fardabad and Amrisar. The same have been shown as "Assets held for sale" under the head "Other Current Assets. (refer note 16)

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 ₹ 1,839,488 (net of deferred tax ₹ 205,514) has been adjusted against the opening reserves.

* Vehicles are subject to first and exclusive charge to secure the Group's borrowings referred in notes as secured term loan from bank. (See note 5).

10. Intangible assets

Particular	Gross block (at cost)			Accumulated Amortisation			Net block (Amount in ₹)		
	As at April 1, 2014	Additions	Disposals/ Adjustments	As at March 31, 2015	Up to April 1, 2014	Adjustments		Amortisation for the year	Disposals/ Adjustments
Website	3,584,770	-	-	3,584,770	3,568,743	-	6,000	-	10,027
Education manual	2,750,000	-	-	2,750,000	2,750,000	-	-	-	2,750,000
Licence fee	-	14,999,258	-	14,999,258	-	-	3,638,875	-	11,360,383
Software	1,367,529	-	-	1,367,529	960,791	-	148,435	-	258,303
Total	7,702,299	14,999,258	-	22,701,557	7,279,534	-	3,793,310	-	11,072,844



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

11. Non current investments

	(Amount in ₹)
	March 31, 2015
(i) Unquoted, non- trade investments	
Investment in shares of others	
Energy Plantation Project Private Limited	
50,000 fully paid equity shares of face value of ₹ 10 each	500,000
	<u>500,000</u>

The aggregate book value of unquoted non current investment are as follows:

	March 31, 2015
Aggregate book value of unquoted non current investment	500,000

There are no significant restrictions on the right of ownership, realisability of investments or the remittance of income and proceeds of disposal.

12. Long-term loans and advances

	(Amount in ₹)
	March 31, 2015
Unsecured, considered good	
Advance income tax (net of provisions of ₹ 14,429,545)	19,317,939
Capital advances	11,947,088
Security deposit	1,660,658
Gratuity fund assets (refer note 25)	413,237
MAT credit entitlement	2,087,386
	<u>35,426,308</u>

13. Trade receivables

	(Amount in ₹)
	March 31, 2015
Outstanding for a period exceeding six months from the date they are due for payment	
Unsecured, considered good	14,029,944
Others*	
Unsecured, considered good	22,575,099
Unsecured, considered doubtful	597,043
Less: Provision for doubtful receivables	(597,043)
	<u>36,605,043</u>

* Includes amount due from related parties (refer note 32)

Footnote: Pledged as first charge with HDFC Ltd. against loan taken by Career Launcher Infrastructure Private Limited, wholly owned subsidiary of the Company.

14. Cash and bank balances

	(Amount in ₹)
	March 31, 2015
Cash and cash equivalents	
Cash on hand	1,319
Balances with banks	
-on current accounts	998,793
	<u>1,000,112</u>

Footnote: Pledged as first charge with HDFC Ltd. against loan taken by Career Launcher Infrastructure Private Limited, wholly owned subsidiary of the Company.



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

15. Short term loans and advances

	(Amount in ₹)
	March 31, 2015
Unsecured, considered good, unless stated otherwise	
Loans and advances to related parties (refer note 32)	373,689,955
Loans and advances to employees	75,058
Balances with government authorities	104,821
Security deposit	9,880,300
Inter-corporate deposits	-
Prepaid expenses	186,015
Gratuity fund assets* (refer note 25)	13,651
Advances to suppliers	332,778
Receivables from others	270,294
	384,552,872

*Includes amount Rs. 11,469 on account of gratuity fund in case of subsidiary company namely CLIP.

16. Other current assets

	(Amount in ₹)
	March 31, 2015
Interest accrued	
- on loans and advances to related parties (refer note 32)	15,490,879
Other Receivable	225,359
Assets held for sale (Refer note 9)	42,582,190
	58,298,428

17. Revenue from operations

	(Amount in ₹)
	March 31, 2015
Sale of services	
- Revenue from soft skill fee*	25,572,852
- Infrastructure fees *	19,705,801
- Revenue from school fee	19,120,152
- Revenue from license fee	3,250,000
- Bus fee	2,127,750
- Others	2,808,907
	72,585,462

* Includes revenue charged from related parties (refer note 32)

18. Other income

	(Amount in ₹)
	March 31, 2015
Interest on bank deposits	228,102
Interest on loans	
- Related parties (refer note 32)	41,333,530
- Income tax refund	332,210
Other non-operating income	
- Liabilities written back	434,951
- Provision for gratuity written back	51,128
- Miscellaneous income	84,327
	42,464,248



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

19. Employee benefits expense

	(Amount in ₹)
	March 31, 2015
Salaries, wages and other benefits	21,730,655
Contribution to provident and other funds (refer note 25)	783,178
Gratuity* (refer note 25)	932,889
Leave encashment expenses# (refer note 25)	171,352
Staff welfare expenses	381,974
	<u>24,000,048</u>

*Subsidiary company namely CLIP, has recorded gratuity expense of ₹ 57,821 which is not based on actuarial valuation.

#Subsidiary namely CLIP has recorded an expense of leave encashment of ₹ 19,741 which is not based on actuarial valuation.

20. Finance cost

	(Amount in ₹)
	March 31, 2015
Interest expense on borrowings *	32,792,596
Interest on delay in depositing statutory dues	205,098
	<u>32,997,694</u>

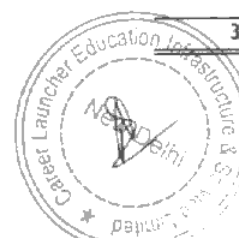
* Includes interest charged by related parties (refer note 32)

21. Depreciation and amortisation expenses

	(Amount in ₹)
	March 31, 2015
Depreciation of tangible fixed assets (refer note 9)	13,102,729
Amortisation of intangible fixed assets (refer note 10)	3,793,310
	<u>16,896,039</u>

22. Other expenses

	(Amount in ₹)
	March 31, 2015
Administration expenses	7,325,546
Electricity expenses	463,743
Repairs and maintenance - others	486,852
Insurance expenses	268,954
Rates and taxes	513,646
Communication expenses	874,078
Travelling and conveyance expenses	3,711,338
Printing and stationery expenses	544,810
Content development expenses	181,818
Legal and professional expenses (Refer note 26)	2,608,095
Sales and marketing expenses	1,034,178
Revenue share	1,725,919
Lease rent expenses (refer note 29)	5,556,173
Infrastructure charges (refer note 32)	1,550,568
Retainership fees	1,691,618
Auditors remuneration	456,000
Provision for doubtful recoverables	597,043
Bank Charges	1,940
Advance to suppliers written off	270,295
Repair and maintenance Building	344,235
Miscellaneous expenses	349,995
	<u>30,556,844</u>



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

23. Exceptional items

Pursuant to the Career Launcher Employee Stock Options Plan 2008, in the financial year 2008-09 CL Educate Limited, the holding company, had granted 142,857 options of CL Educate Limited to Mr. Shantanu Prakash, director in CLEIS. These options were to be settled in equity in four tranches commencing from financial year 2013-14.

Mr. Shantanu Prakash in earlier years had communicated his unwillingness to exercise the options to the Board of CL Educate Limited. However, at the board meeting of the holding company held on September 22, 2014, Mr. Shantanu Prakash expressed his willingness to exercise the options granted to him and requested the Board to extend the exercise period.

Accordingly, during the year ending on March 31, 2015 the Company has made a provision of ₹ 22,841,122 against the said options using the fair value method to account for the said stock-based employee compensation costs. Compensation cost is measured using independent valuation by a firm of Chartered Accountants using Black-Scholes model in accordance with the guidance note issued by the Institute of Chartered Accountants of India.

24. Contingent liabilities and commitments

Contingent liabilities not provided for:

- (i) Corporate guarantee amounting ₹ 15,000,000 for loan taken by Nalanda Foundation.
- (ii) Corporate guarantee amounting ₹ 28,000,000 for loan taken by subsidiary company.

Commitments:

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

25. Employee benefits obligations

The Company in accordance with the Accounting Standard-15 'Employee Benefits' has calculated the various benefits provided to employees as under:

A. Defined contribution plans

a. Provident fund.

During the year the Group has recognized the following amounts in the Consolidated Statement of Profit and Loss:

	(Amount in ₹) March 31, 2015
Employers contribution to provident fund (refer note 19)	684,797
Employers contribution to ESI (refer note 19)	98,381
Total	783,178

B. Defined employee benefits and other long term benefit schemes:

The Group provides benefits by way of gratuity and leave encashment to its employees. The present value obligation is determined based on actuarial valuation using the projected unit credit method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligations. The summarized positions of various defined benefits are as under:



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

I. Actuarial assumptions

Particulars	Gratuity (funded)	Leave Encashment (unfunded)
	March 31, 2015	March 31, 2015
Discount Rate	8.00%	8.00%
Salary Escalation Rate	8.00%	8.00%
Expected Rate of Return on Plan Assets	8.00%	N.A.
Retirement Age (years)	58	58
Expected remaining working lives of employees (years)	25.08	23.57
Mortality table	IALM (2006-08)	IALM (2006-08)
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

Note:

i) The discount rate has been assumed at 8.00% p.a. which is determined by reference to market yield at the Balance Sheet date on government securities. The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

ii) As at March 31, 2015, there is no employee in the Subsidiary Company i.e. Career Launcher Infrastructure Private Limited hence no actuarial valuation has been done in respect of leave encashment and gratuity.

II. Change in Benefit Obligation

(Amount in ₹)

Particulars	Gratuity (funded)	Leave Encashment (unfunded)
	March 31, 2015	March 31, 2015
Present value of obligation at the beginning of the year	716,899	1,088,181
Acquisition adjustment*	(53,654)	(33,168)
Current service cost	193,094	137,837
Interest cost	65,166	98,916
Past service cost	-	-
Benefit paid	(1,154,106)	(883,116)
Net actuarial loss / (gain) recognised in the year.	676,759	(85,142)
Present value of obligation at the end of the year	444,158	323,508

*During the year, the Company had transferred actual liabilities of ₹ 53,654 and ₹ 33,168 on account of gratuity and leave encashment respectively for 5 employees transferred to Nalanda Foundation, an entity over which KMPs have significant influence. The same have been considered in calculating closing liabilities for gratuity and leave encashment as acquisition adjustments without effecting expenses and benefits/contribution paid for the year ended March 31, 2015.



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

III. Fair Value of plan assets during the year

(Amount in ₹)

Particulars	Gratuity (funded)	Leave Encashment (unfunded)
	March 31, 2015	March 31, 2015
Fair value of plan assets at the beginning of the year	604,754	-
Expected return on plan assets	48,380	-
Contributions	195,412	-
Premium for Life Cover	-	-
Benefits paid	-	-
Actuarial gain/(loss) on Plan Assets	11,031	-
Fair value of plan assets at the end of the year*	859,577	-

*Opening Balance for Fair Value of plan assets in respect of Employees Gratuity does not include ₹ 19,741 which pertain to a subsidiary CLIP for which no actuarial valuation was carried out during the year and hence no actuarial data is available.

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, 2015
Current service cost	193,094	137,837
Interest cost	65,166	98,916
Expected return on plan assets	(48,380)	-
Net actuarial loss /(gain) to be recognised	665,728	(85,142)
Expense/ (income) recognised in Statement of Profit and Loss	875,068	151,611

V. Amount recognised in the Balance Sheet

(Amount in ₹)

Particulars	Gratuity (funded)	Leave Encashment (unfunded)
	March 31, 2015	March 31, 2015
Present value of obligation as at the end of the year	444,158	323,508
Fair value of plan assets as at the end of the year	859,577	-
Funded status	415,419	(323,508)
Net Assets/(liability) recognised in Balance Sheet as at March 31, 2015	415,419	(323,508)
Amount classified as:	-	-
Short term provision	-	5,692
Short term advance	2,182	-
Long term provision	-	317,816
Long term advance	413,237	-



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

VI. Experience on actuarial Gain / (Loss) for PBO and Plan Assets.

a) Gratuity (funded)*

Particulars	(Amount in ₹)	
	March 31, 2015	
Present value of obligation		444,158
Fair value of plan assets		859,577
(Deficit)/Surplus		415,419
Experience adjustments on plan liabilities-gain/(loss)		(506,706)
Experience adjustments on plan assets-(loss)/gain		18,590

b) Leave encashment (unfunded)*

Particulars	(Amount in ₹)	
	March 31, 2015	
Present value of obligation		323,508
Fair value of plan assets		-
(Deficit)/Surplus		(323,508)
Experience adjustments on plan liabilities-gain/(loss)		208,460
Experience adjustments on plan assets-(loss)/gain		-

*As the consolidated financial statements are presented for the first time, disclosure for 5 years as required by paragraph 120 of AS-15 has not been provided.

c) The plan assets of the Company are managed by Life Insurance Corporation of India through a trust managed by the Company in terms of an insurance policy taken to fund obligations of the Company with respect to its gratuity plan. The categories of plan assets as a percentage of total plan assets is based on information provided by Life Insurance Corporation of India with respect to its investment pattern for group gratuity fund for investments managed in total for several other companies. Information on categories of plan assets as at March 31, 2015 has not been provided by Life Insurance Corporation of India

VII. Employer's best estimate of contribution during the next year.

Particulars	(Amount in ₹)
Gratuity	249,741
Leave encashment	127,359

26. Payment to auditors (included in legal and professional expenses) (refer note 22)

	(Amount in ₹)	
	March 31, 2015	
Statutory audit (exclusive of service tax)		800,000
Out of pocket expenses		21,465
Total		8,21,465



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

27. Earnings per share

The calculation of earnings per share has been made in accordance with Accounting Standard (AS)-20 "Earnings per share".

A statement on calculation of Basic and Diluted EPS is as under:

	Reference	Units	Year ended March 31, 2015
Profit after tax	A	₹	(10,754,001)
Add: Exceptional item	B	₹	22,841,122
Profit after tax but before exceptional item	C=A+B	₹	12,087,121
Weighted average no. of equity shares	D	Nos.	9,436,777
Add: Dilutive potential equity shares	E	Nos.	8,007
Number of equity shares (of ₹ 10 each) for Dilutive EPS	F=D+E	Nos.	9,444,784
Basic earnings per share (before exceptional item (C/D))		₹	1.28
Basic earnings per share (after exceptional item (A/D))		₹	(1.14)
Diluted earnings per share (before exceptional item (C/F))			1.28
Diluted earnings per share (after exceptional item (A/F))		₹	(1.14)



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28. Segment reporting

Primary segment

The Group has identified two reportable business segments as primary segments: Soft Skill services and Infrastructure services. The segment have been identified and reported taking into account the nature of products, the differing risks and returns, the organisation structure and the internal financial reporting systems.

Soft skill services mainly includes career counseling and other trainings provided to various schools and educational institutions.

Infrastructure services mainly includes leasing of various premises and other equipments to various schools and educational institutions.

Financial information about the primary segments is given below:

For the Year ended March 31, 2015

Particulars	(Amount in ₹)		
	Soft Skill services	Infrastructure services	Total
Revenue			
External revenue	52,879,661	19,705,801	72,585,462
Total revenue	<u>52,879,661</u>	<u>19,705,801</u>	<u>72,585,462</u>
Segment results	<u>3,876,151</u>	<u>5,808,522</u>	<u>9,684,673</u>
Unallocated expenses			8,552,142
Operating profit			1,132,531
Finance costs			(32,997,694)
Other income including finance income			42,464,248
Exceptional expenses			(22,841,122)
Profit before tax			<u>(12,242,037)</u>
Income taxes			<u>(1,488,036)</u>
Net profit			<u>(10,754,001)</u>
<u>As at March 31, 2015</u>			
Segment assets	40,476,690	471,216,018	511,692,708
Unallocable assets			414,306,696
Total assets			<u>925,999,404</u>
Segment liabilities	9,164,753	12,101,367	21,266,120
Unallocable liabilities			243,631,426
Total liabilities			<u>264,897,546</u>
<u>Other information</u>			
Capital expenditure-allocable	14,462,914	3,158,893	17,621,807
Capital expenditure-unallocable			697,339
Depreciation and amortisation- allocable	4,872,843	11,773,538	16,646,381
Depreciation and amortisation-unallocable			249,658
Other significant non-cash expenses (net)-allocable	745,716	121,622	867,338
Other significant non-cash expenses (net)-unallocable			22,841,122

Geographic Segment

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



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

29. Leases

A. As lessee:

The Group is a lessee under operating leases. The lease terms of premises under lease range from 1 to 5 years. Rental expense for operating leases for the year ended March 31, 2015 was ₹ 5,556,173. The maximum obligations on non-cancellable operating lease payable as per the rentals stated in the respective agreements:

	(Amount in ₹) March 31, 2015
Not later than one year	5,736,314
Later than one year but not later than five year	7,597,727
Later than five year	.
	<u>13,334,041</u>

B. As lessor:

The Group has entered into an agreement with Nalanda Foundation for the provision of infrastructure services related to run the schools. 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.

30. Deferred tax assets

In accordance with Accounting Standard 22 on 'Accounting for Taxes on Income' increase in Deferred Tax Asset of ₹ 9,298,468 (net of schedule II adjustment) for the current year has been recognised as benefit in the Consolidated Statement of Profit and Loss. The tax effect of significant timing differences as at March 31, 2015 that reverse in one or more subsequent years gave rise to the following net Deferred Tax Asset as at March 31, 2015.

	(Amount in ₹)		
Particulars	March 31, 2015	Benefit/ for the year	March 31, 2014
Deferred tax asset arising on account of:			
- Depreciation	(34,045,518)	(690,019)	(33,355,499)
Provision for gratuity	(134,783)	(168,398)	33,615
Provision for leave encashment	104,962	(265,142)	370,104
Provision for bonus	81,823	653	81,170
Unabsorbed losses	34,925,507	10,682,604	24,242,903
Provision for doubtful advances	-	(55,716)	55,716
Deferred tax assets	931,991	9,503,982	(8,571,991)
Footnote:			
Deferred tax benefit for the year		9,503,982	
Add: Transfer from retained earnings on account of Schedule II adjustments (Refer note 4)		(205,514)	
Net deferred tax benefit for the year		9,298,468	

In assessing the realisability of deferred tax assets in case of carried forward losses, management considers whether it is virtual certain supported by convincing evidences, that some portion, or all, of the deferred tax assets will be realised. The ultimate realisation of deferred tax assets is dependent upon the generation of future taxable income during the periods in which the temporary differences become deductible.



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

31. In terms of the clause 22 of chapter V Micro, Small and Medium Enterprises Development Act 2006 (MSMED act 2006), the disclosure of payments due to any supplier as at March 31, 2015 are as follows:

Particulars	(Amount in ₹) Year ended March 31, 2015
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year included in	
Trade payable	-
Other current liabilities	
- Payable for expenses (refer note 8)	3,430,778
- Payable for fixed assets (refer note 8)	6,751,367
Principal amount due to micro and small enterprises	
Interest due on above	
Total	10,182,145

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.

Total

32. 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:

- | | |
|---|--|
| i) Holding Company | : CL Educate Limited |
| ii) Enterprises in which key management personnel and their relatives are able to exercise significant influence. | : Nalanda Foundation
Career Launcher Education Foundation
CLEF AP Trust
Career Launcher Education Infrastructure & Services Limited Employee Group Gratuity Trust |
| iii) Key Management Personnel | : Mr. Sujit Bhattacharya (Director)
Mr. Shiva Kumar (Director) |



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

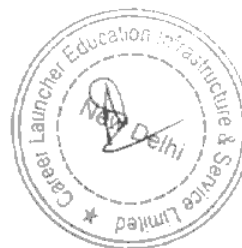
(b) Details of related party transactions are as below:

Particulars	(Amount in ₹) Year ended March 31, 2015
1. Revenue from soft skill fees	
Nalanda Foundation	24,210,933
2. Revenue from Infrastructure fee	
Nalanda Foundation	19,705,801
3. Revenue from license fees	
Nalanda Foundation	2,750,000
4. Interest income	
Nalanda Foundation	39,354,325
CLEF AP Trust	1,979,204
4. Interest Expenses	
CL Educate Limited	1,139,541
5. Conversion of account receivable into loans and advances	
Nalanda Foundation	39,405,655
6. Conversion of Interest Income into loans and advances	
Nalanda Foundation	2,89,90,446
CLEF AP Trust	1,979,204
7. Conversion of interest expenses into unsecured loan	
CL Educate Limited	1,025,587
8. Conversion of borrowings into other payable	
CL Educate Limited	427,338
9. Conversion of other payable against trade receivable	
Nalanda Foundation	701,889
10. Conversion of other receivable into trade receivable	
Nalanda Foundation	122,732
11. Conversion of other receivable into Unsecured Loan	
Nalanda Foundation	146,812
12. Adjustment of payable for fixed assets against trade receivable	
Nalanda Foundation	8,011,540
13. Adjustment of other payable against loans and advances	



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

Nalanda Foundation	50,000
14. Transfer of fixed assets from	
Nalanda Foundation	8,011,540
15. Reimbursement of expenses to	
CL Educate Limited	140,000
Nalanda Foundation	234,700
16. Reimbursement of expenses from	
CL Educate Limited	225,339
Nalanda Foundation	38,753
Career Launcher Infrastructure Private Limited	-
17. Lease rent	
CL Educate Limited	202,248
18. Infrastructure charges	
CL Educate Limited	1,550,568
19. Short term loans and advances (given)	
Career Launcher Infrastructure Private Limited	-
Nalanda Foundation	25,950,000
20. Short term loans and advances (realised)	
Career Launcher Infrastructure Private Limited	-
Nalanda Foundation	84,150,980
21. Payment received on behalf of	
Nalanda Foundation	327,981
22. Payment received by	
Nalanda Foundation	3,780,058
23. Allotment of equity Share	
CL Educate Limited	-
24. Short term borrowings taken	
CL Educate Limited	21,600,000
25. Short term borrowings repaid	
CL Educate Limited	21,600,000



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

26. Liability transferred to (on account of gratuity and leave encashment)	
Nalanda Foundation	86,822
27. Remuneration paid to KMPs	
Shiva Kumar	4,949,400
Sujit Bhattacharya	4,949,400
28. Reimbursement of expenses to KMPs	
Sujit Bhattacharya	131,128
29. Balance outstanding as at the year end	
30. Trade receivables -	
Nalanda Foundation	21,478,121
31. Loan and advances -	
Nalanda Foundation	281,872,900
Career Launcher Education Foundation	75,700,680
CLEF AP Trust	16,116,373
32. Other receivables	
CL Educate Limited	225,359
33. Payable for expenses	
CL Educate Limited	140,000
Career Launcher Education Infrastructure and Services Limited Employee Group Gratuity Trust	5,000
Career Launcher Infrastructure Private Limited Employee Group	.
34. Payable for capital expenditure	
CL Educate Limited	1,618,980
35. Other payable	
Nalanda Foundation	.
36. Short-term borrowings	
CL Educate Limited	.
37. Interest accrued but not receivable on loans & advances given	
Nalanda Foundation	15,490,879
38. Remuneration payable to KMPs	
Shiva Kumar	2,015,286
Sujit Bhattacharya	2,993,821



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

39. Expenses payable to KMPs	
Sujit Bhattacharya	131,128
	-
40. Guarantees given on behalf of (refer note 27)	
CL Educate Limited	280,000,000
Nalanda Foundation (Guarantee to bank for vehicle loan taken by the Trust)	15,000,000

Note: The above transactions do not include the following securities given for long term borrowings:

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

33. Employee share based payment plan

Pursuant to shareholder resolution dated September 30, 2008, the Company introduced "CLEIS Employee Stock Options Plan 2008" which provides for the issue of 100,000 stock options to employees of the Company and its group companies/entities. The plan entitles employees to purchase equity shares in the Company at the stipulated exercise price, subject to compliance with vesting conditions. All exercised options shall be settled by physical delivery of equity shares. As per the plan holders of vesting options are entitle to purchase one equity share for each option. Till date 29,000 stock options have been granted under this scheme.

The terms and conditions related to grant of the share options are as follows:

Employees entitled	No. of options	Vesting conditions
Employees	25,000	3 years' services from the grant date

Expenses pertaining to employee stock option plan have been booked in CL Educate Limited, holding company, as stock options have been granted to employees of CL Educate Limited.

The information concerning stock options granted, exercised, forfeited and outstanding at the period end is as follows:

Particulars	March 31, 2015		
	No. Of stock Options	Weighted average exercise price (₹)	Weighted average remaining contractual life (in years)
Employees Stock Option Plan 2008			
Outstanding at the beginning of the year	20,000	97.50	2.25
Granted during the year	-	-	-
Exercised during the year	(7,500)	91.67	-
Forfeited during the year	-	-	-
Expired during the year	-	-	-
Outstanding at the end of year	12,500	101.00	2.00
Exercisable at year end	-	-	-
Vested during the year	-	-	-
Options to employees of the holding company	12,500	101.00	2.00
Weighted average grant date fair value per option for option granted during the period at less than fair value	-	-	-



Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

The Black Scholes valuation model has been used for computing the weighted average fair value considering the following inputs:

Particulars	March 31, 2015
Dividend yield (%)	-
Expected volatility*	48.54%
Risk-free interest rate	7.88%
Weighted average share price (in ₹)	222.89
Exercise price (in ₹)	80-115

*Expected volatility has been determined using historical fluctuation in share issue prices of the Company.

34. The Group has filed legal cases against its debtors for recovery of outstanding receivables amounting ₹ 23,240,144 arising from violation of terms and conditions of business partner agreement etc. The Group is hopeful of favourable outcome of such cases. However, the amount likely to be realized on settlement of such cases is currently not ascertainable realistically. The Group does not expect any adverse impact on the financial position as a consequence of these legal cases. The Group has recorded all expenses pertaining to legal & professional charges in respect of all such cases.
35. Statement of Net Assets and Profit or Loss Attributable to Owners and Minority Interest

Name of the Entity	Net Assets i.e. Total assets minus total liabilities		Share in Profit and Loss	
	As a %age of consolidated net assets	Amounts in ₹	As a %age of consolidated profit or loss	Amounts in ₹
Career Launcher Education Infrastructure and Services Limited	66.62	440,456,901	2.90	312,008
Indian Subsidiary				
Career Launcher Infrastructure Private Limited	33.38	220,644,956	(102.90)	(11,066,010)
Total	100.00	661,101,857	100.00	(10,754,001)



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Career Launcher Education Infrastructure and Services Limited
Notes to the consolidated financial statements for the year ended March 31, 2015

36. The company has prepared consolidated financial statements for the first time as required by Section 129(3) of the Companies Act, 2013. In accordance with the provisions of Para 30 of Accounting Standard 21 on "Consolidated Financial Statements" comparative figures for the previous year ended March 31, 2014 have not been provided.

As per our report of even date
For Haribhakti & Co. LLP
Chartered Accountants
ICAI Firm Registration No.: 103523W

For and on behalf of board of directors of
Career Launcher Education Infrastructure and Services Limited


Pranav Jain
Partner
Membership No.: 098308

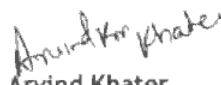


Date: June 23, 2015
Place : New Delhi


Gautam Puri
Director
DIN: 00033548


Satya Narayanan R.
Director
DIN: 00307326




Arvind Khater
Company Secretary
ICSI M. No: A33950

Place: June 23, 2015
Date : New Delhi