

N2N TECHNOLOGIES LIMITED

Regd. Office: Sun Lounge, Suzlon One Earth, Opp.Magarpatta City, Hadapsar, Pune - 411028.

CIN: L72900PN1985PLC145004

STATEMENT OF AUDITED FINANCIAL RESULTS FOR YEAR ENDED 31ST MARCH 2016

(' in Lacs)

PARTICULARS	STANDALONE				CONSOLIDATED	
	Quarter Ended		Year Ended		Year Ended	Year Ended
	31.03.16	31.12.15	31.03.15	31.03.16	31.03.16	31.03.15
	Audited	Unaudited	Audited	Audited	Audited	Audited
1 Income from operations						
Net Sales / Income from Operations (Net of excise)	-	-	-	-	-	786.30
Other Operating Income	-	-	-	-	-	213.15
2 Expenditure						
a. Consumption of raw materials	-	-	-	-	-	-
b. Purchase of stock - in - trade	-	-	-	-	-	-
c. Changes in inventories of finished goods, work-in-progress and stock-in-trade	0.21	-	-	0.21	3.63	0.21
d. Employee benefits expenses	-	-	0.97	0.30	3.68	641.48
e. Depreciation and amortisation expenses	6.83	0.25	6.46	7.62	8.02	22.81
f. Other expenditure	0.98	9.35	1.80	3.05	6.32	210.99
Total Expenses	8.02	9.60	9.23	11.19	21.65	875.50
Profit from Operations before other income, interest and Exceptional Items (1-2)	(8.02)	(9.60)	(9.23)	(11.19)	(21.65)	(89.20)
Other Income	4.70	4.18	14.19	17.83	14.19	17.83
5 Profit from ordinary activity before finance costs and Exceptional Items (3+4)	(3.32)	(5.42)	4.96	6.64	(7.46)	(16.77)
6 Finance Costs	-	-	-	-	-	-
Profit from ordinary activities after finance costs but before Exceptional Items (5-6)	(3.32)	(5.42)	4.96	6.64	(7.46)	(16.77)
8 Exceptional Items	-	-	-	-	-	-
9 Net Profit / (Loss) from ordinary activities before tax (7+8)	(3.32)	(5.42)	4.96	6.64	(7.46)	(16.77)
10 Tax expenses	-	-	(0.30)	0.12	-	(2.42)
10 Taxes of earlier years	-	-	-	-	-	-
11 Net Profit / (Loss) from ordinary activities after tax (9-10)	(3.32)	(5.42)	5.26	6.52	(7.46)	(14.35)
12 Extraordinary Item	-	-	-	-	-	1,522.07
13 Net Profit / (Loss) for the period (11+12)	(3.32)	(5.42)	5.26	6.52	(7.46)	(14.35)
14 Share of profit / (loss) of associates	-	-	-	-	-	626.83
15 Minority Interest	-	-	-	-	-	(503.03)
Net Profit / (Loss) after taxes , minority interest and share of profit / (loss) of associates (13-14-15)	(3.32)	(5.42)	5.26	6.52	(7.46)	(1,090.41)
17 Paid-up equity share capital (Face value of Rs.10/- per share)	440.81	440.81	440.81	440.81	440.81	440.81
18 Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year	1,424.41	-	1,426.24	1,424.41	1,426.24	350.50
19.i Earnings per share (before extraordinary items)						
a) Basic	(0.08)	(0.12)	0.12	0.15	(0.17)	(2.47)
b) Diluted	(0.08)	(0.12)	0.12	0.15	(0.17)	(2.47)
19.ii Earnings per share (after extraordinary items)						
a) Basic	(0.08)	(0.12)	0.12	0.15	(0.17)	(2.47)
b) Diluted	(0.08)	(0.12)	0.12	0.15	(0.17)	(2.47)

STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST MARCH, 2016

Particulars	(' in Lacs)			
	Standalone		Consolidated	
	Year ended		Year Ended	
	Audited	Audited	Audited	Audited
	31-Mar-16	31-Mar-15	31-Mar-16	31-Mar-15
A. EQUITY AND LIABILITIES				
1) Shareholders' funds				
(a) Share capital	440.81	440.81	440.81	440.81
(b) Reserves and surplus	1,424.41	1,426.24	350.50	1,868.00
Sub-total - Shareholder's funds	1,865.22	1,867.05	791.31	2,308.81
2) Minority Interest	-	-	(346.91)	355.63
3) Non-Current Liabilities				
(a) Deferred tax liabilities (Net)	-	-	-	-
(b) Long Term Borrowings	12.50	2.50	1,629.28	15.35
(c) Other long term Liabilities	-	-	-	-
Sub-total - Non-Current Liabilities	12.50	2.50	1,629.28	15.35
4) Current liabilities				
(a) Other current liabilities	50.05	50.95	405.96	1,679.36
(b) Short-term provisions	2.42	2.55	56.67	4.39
Sub-total - Current Liabilities	52.48	53.50	462.63	1,683.75
TOTAL - EQUITY AND LIABILITIES	1,930.20	1,923.05	2,536.31	4,363.54
B. ASSETS				
1) Non-Current Assets				
(a) Fixed assets	937.73	945.35	985.65	1,216.15
(b) Non-current investments	324.50	324.50	95.77	1,615.57
(c) Long Term Loans & Advances	-	-	80.44	12.74
(d) Other non-current assets	27.49	27.25	30.22	29.98
Sub-total - Non-Current Assets	1,289.72	1,297.10	1,192.08	2,874.44
2) Current Assets				
(a) Inventories	1.60	1.82	1.60	1.81
(b) Trade receivables	116.74	100.78	116.74	742.11
(c) Cash and bank balances	2.18	0.82	4.53	72.16
(d) Short-term loans and advances	518.03	522.53	1,219.43	665.21
(e) Other Current Assets	1.92	-	1.92	7.81
Sub-total - Current Assets	640.47	625.95	1,344.22	1,489.10
TOTAL - ASSETS	1,930.20	1,923.05	2,536.31	4,363.54

Notes:

- The Audit Committee reviewed the above results. The Board of Directors at its meeting held on Nov 12, 2016 approved the same and authorised its release.
- The Company is operating in a single segment as defined in AS-17. Hence, segment reporting is not applicable to the Company.
- The figures for the quarter ended 31st March, 2016 are balancing figures between audited figures in respect of full financial year ended 31st March, 2016 and unaudited published year to date figures upto the third quarter ended 31st December, 2015 which was subject to Limited Review.
- Previous quarters' / years' figures have been regrouped or rearranged wherever necessary.
- Statement on Impact of Audit Qualifications (for Modified Audit Report on Consolidated Results) is annexed.

For and on behalf of the Board

Director

Date : Nov 12, 2016
Place : Mumbai



Auditor's Report on Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors
N2N TECHNOLOGIES LIMITED

We have audited the consolidated financial results of **N2N TECHNOLOGIES LIMITED** ("the company") and its subsidiaries (together referred to as 'the Group') for the Quarter ended 31st March 2016 and consolidated year to date financial result for the period from April 1, 2015 to March 31, 2016, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The consolidated financial results for the financial year ended March 31, 2016 have been prepared on the basis of the Audited annual consolidated financial statements as at and for the financial period ended March 31, 2016, and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and are the responsibility of the company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these consolidated financial results based on our audit of the annual consolidated financial statements, as at and for the financial period ended March 31, 2016, prepared in accordance with the accounting standards, specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant requirements of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of our information and according to the explanations given to us these consolidated the consolidated year to date results:

- i. **Includes** the year to date financial results of the following entities (list of entities included in consolidation);
 1. DSR Infotech Limited
- ii. **Does not Include** the year to date financial results of the following entities (list of entities not included in consolidation);

Name of the enterprise	Relationship
Katalyst Technologies Inc, USA	Joint Venture of DSR Infotech Ltd
Idhasoft Limited	Associate of DSR Infotech Limited
Idhasoft Inc, Delaware	Wholly owned subsidiary of The Idhasoft Limited
Aposite solutions Inc	Wholly owned subsidiary of The Idhasoft Limited





Codesoft International Inc	Wholly owned subsidiary of The Idhasoft Limited
Prodilink Solutions Inc	Wholly owned subsidiary of The Idhasoft Limited
Roundbox Media S.A.	Wholly owned subsidiary of The Idhasoft Limited
IdhaInc, (Canada)	Wholly owned subsidiary of The Idhasoft Limited
Semafor Technologies Inc	Wholly owned subsidiary of The Idhasoft Limited

Since the Audited Financials were not made available to us, therefore our opinion is qualified.

(ii) Have been presented in accordance with the requirements of Regulation 33 of the SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015.

and

(iii) Give a true and fair view of the consolidated net profit/loss and other financial information for the Consolidated year to date result for the period from 1 April 2015 to 31 March 2016.

Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the consolidated number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the company in terms of Regulation 33 of the SEBI(Listing Obligations and Disclosure Requirements) Regulations, 2015. and found the same to be correct.

For DMKH & Co.

Chartered Accountants

FRN – 116886W




CA Manish Kankani

Partner

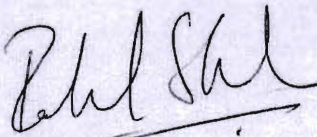


M. No. 158020

Place: Mumbai

Date: 12/11/2016

		<p>Step down subsidiaries 'Idhasoft Ltd & its group' is substantial and these Organizations having turnover more than the entities presently combined .</p> <p>The reason for non-consolidation is that the said body corporates could not draw their financial statements in time due to the business restructuring issues. In the given circumstances it is not possible to quantify the impact unless the accounts are approved by the respective company's board. The Board will make an efforts to provide required & resultant data as soon as possible to the stakeholders.</p>
	ii) Management unable to estimate the impact, reasons for the same	Quantification of variation, if any, can be done only after the accounts are duly approved by the respective company's board. The Board will make efforts to provide required & resultant data as soon as possible to the stakeholders.
	iii) Auditor's comment on (i) & (ii) above	We have reviewed the above and have nothing to comment thereon

3. Signatories

 Rahul Shah (Director & CEO)	M/s. DMKH & Co. Chartered Accountants, Mumbai  Manish Kankani (Partner)
	 Nishant Upadhyay (Audit committee chairman)

**Statement on impact of Audit qualifications for the Financial year ended March 31, 2016
(as per regulation 33/52 of the SEBI (LODR) Regulations, 2015)**

CONSOLIDATED

1. Adjustments in Financial statement :

		(Rs. in Lakhs)	
Sl.No:	Particulars	Audited figures (as reported before Adjusting for the qualifications)	Adjusted Audited figures (after Adjusting for the qualifications)
1	Turnover/Total Income	786.30	786.30
2	Total Expenditure	875.50	875.50
3	Net Profit/(Loss)	71.37	71.37
4	EPS (in Rs.)	(2.47)	(2.47)
5	Total Assets	2536.31	2536.31
6	Total Liabilities	2536.31	2536.31
7	Net worth	791.31	791.31
8	Other financial item (as felt appropriate by the Management)	-	-

2. Audit qualification (each Audit qualification separately)

a)	Details of Audit qualification	The Consolidated financial statements do not include the financial statements of an Associate of Subsidiary & step down subsidiaries of the Company on account of non-availability of their Audited financial statements. This is not in conformity with the applicable accounting standard and the Companies Act, 2013. The resulting impact on the consolidated financial statement is not quantifiable.
b)	Type of Audit qualification	Qualified /Disclaimer /Adverse
c)	Frequency of Observation	Its repetitive and has appeared in the immediately preceding year
d)	For Audit qualifications where the impact is quantified by the Auditor, Management's view on the same	Not Applicable
e)	For Audit qualifications where the impact is not quantified by the Auditor	
	i) Management's estimation	Impact of the non-consolidation can be considered as very significant as the effective stake company indirectly through subsidiary in the Associate company 'Katalyst Technologies Inc' and in the