

NIT YUVA JYOTI LIMITED
STATEMENT OF ACCOUNTS FOR THE YEAR ENDED
MARCH 31, 2016

Price Waterhouse

Chartered Accountants

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF NIIT YUVA JYOTI LIMITED

Report on the Financial Statements

1. We have audited the accompanying financial statements of NIIT Yuva Jyoti Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements to give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, 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.

Auditors' Responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit.
4. We have taken into account the provisions of the Act and the Rules made thereunder including the accounting standards and matters which are required to be included in the audit report.
5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those Standards and pronouncements require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view, in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.
7. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

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Opinion

8. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2016, and its losses and its cash flows for the year ended on that date.


Report on Other Legal and Regulatory Requirements

9. As required by 'the Companies (Auditor's Report) Order, 2016', issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act (hereinafter referred to as the "Order"), and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in the Annexure B a statement on the matters specified in paragraphs 3 and 4 of the Order.
10. As required by Section 143 (3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on March 31, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in Annexure A.
 - (g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
 - i. The Company has disclosed the impact, if any, of pending litigations as at March 31, 2016 on its financial position in its financial statements – Refer Note 15;
 - ii. The Company did not have any long-term contracts including derivative contracts as at March 31, 2016.



- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2016.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants



Anupam Dhawan
Partner
Membership Number: 084451

Place: Gurgaon
Date: May 03, 2016

Annexure A to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of NIIT Yuva Jyoti Limited on the financial statements for the year ended March 31, 2016.

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Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act

1. We have audited the internal financial controls over financial reporting of NIIT Yuva Jyoti Limited ("the Company") as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

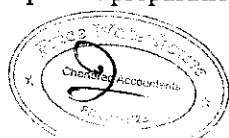
2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing deemed to be prescribed under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal financial controls and both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance



Annexure A to Independent Auditors' Report

Referred to in paragraph 10 of the Independent Auditors' Report of even date to the members of NIIT Yuva Jyoti Limited on the financial statements for the year ended March 31, 2016.

Page 2 of 2

with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

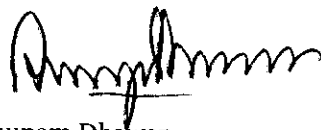
Inherent Limitations of Internal Financial Controls Over Financial Reporting

7. Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants



Anupam Dhawan
Partner
Membership Number 084451

Place: Gurgaon
Date: May 03, 2016

Annexure B to Independent Auditors' Report

Referred to in paragraph 9 of the Independent Auditors' Report of even date to the members of NIIT Yuva Jyoti Limited on the financial statements as of and for the year ended March 31, 2016

- i. (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation, of fixed assets.
(b) The fixed assets are physically verified by the Management according to a phased programme designed to cover all the items over a period of two years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the fixed assets has been physically verified by the Management during the year and no material discrepancies have been noticed on such verification.
- ii. (a) The inventory has been physically verified by the management during the year. In our opinion, the frequency of verification is reasonable.
(b) In our opinion, the procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business..
(c) On the basis of our examination of the inventory records, in our opinion, the Company is maintaining proper records of inventory. The discrepancies noticed on physical verification of inventory as compared to books records were not material.
- iii. The Company has not granted any loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act. Therefore, the provisions of Clause 3(iii), (iii)(a), (iii)(b) and (iii)(c) of the said Order are not applicable to the Company.
- iv. The Company has not granted any loans or made any investments, or provided any guarantees or security to the parties covered under Section 185 and 186. Therefore, the provisions of Clause 3(iv) of the said Order are not applicable to the Company.
- v. The Company has not accepted any deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.
- vi. As the turnover from all products and services during immediate preceding financial year did not exceed rupees thirty five crore, the company is not required to maintain cost records under sub-section (1) of section 148 of the act for any of the products of the Company.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues in respect of Income tax, value added tax, sales tax and service tax, though there has been a slight delay in a few cases, and is regular in depositing undisputed statutory dues, including provident fund, employees' state insurance and other material statutory dues, as applicable, with the appropriate authorities.
(b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income-tax, sales-tax, value added tax which have not been deposited on account of any dispute.
- viii. As the Company does not have any loans or borrowings from any financial institution or bank or Government, nor has it issued any debentures as at the balance sheet date, the provisions of Clause 3(viii) of the Order are not applicable to the Company.



Annexure B to Independent Auditors' Report

Referred to in paragraph 9 of the Independent Auditors' Report of even date to the members of NIIT Yuva Jyoti Limited on the standalone* financial statements for the year ended March 31, 2016
Page 2 of 2

- ix. The Company has not raised any moneys by way of initial public offer, further public offer (including debt instruments) and term loans. Accordingly, the provisions of Clause 3(ix) of the Order are not applicable to the Company.
- x. During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company by its officers or employees, noticed or reported during the year, nor have we been informed of any such case by the Management.
- xi. The Company has paid/ provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.
- xiii. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required under Accounting Standard (AS) 18, Related Party Disclosures specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- xiv. The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of Clause 3(xiv) of the Order are not applicable to the Company.
- xv. The Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.
- xvi. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

For Price Waterhouse
Firm Registration Number: 301112E
Chartered Accountants



Anupam Dhawan
Partner
Membership Number : 084451

Place: Gurgaon
Date: May 03, 2016

NHT YUVA JYOTI LIMITED
Balance Sheet as at March 31, 2016


Particulars	Notes	As at March 31, 2016 Rs.	As at March 31, 2015 Rs.
EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	3	231,323,950	231,323,950
Reserves and Surplus	4	(360,583,335)	(318,177,766)
Non-Current Liabilities			
Long-term Borrowings	5	142,642,256	142,642,256
Current Liabilities			
Trade Payables	6	-	-
Total outstanding due of micro enterprises and small enterprises and			
Total outstanding dues of creditors other than micro enterprises and small enterprises		68,312,993	28,485,681
Other Current Liabilities	7	126,465,209	169,609,673
Short-term Provisions	8	628,000	5,029,051
TOTAL		208,789,073	258,912,845
ASSETS			
Non-Current Assets			
Fixed Assets	9		
Tangible Assets		268,744	202,853
Intangible Assets		5,991,471	15,265,209
Long-term Loans and Advances	10	8,779,060	4,102,282
Other Non-Current Assets	11	418,650	317,437
Current Assets			
Inventories	12	1,548,525	2,684,191
Trade Receivables	13	3,544,446	3,171,813
Cash and Bank Balances	14	115,706,577	190,290,972
Short-term Loans and Advances	10	19,009,298	15,109,562
Other Current Assets	11	53,522,302	27,768,526
TOTAL		208,789,073	258,912,845

The accompanying notes are an integral part of these financial statements

This is the Balance Sheet referred to in our report of even date

For and on behalf of the Board of Directors


For Price Waterhouse
Firm Registration No.: 301112E
Chartered Accountants

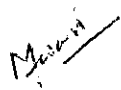

Anupam Dhawan
Partner
Membership No. 084451

Place: Gurgaon
Date: May 03, 2016


Syed Ali Athar
Manager


Sanjay Jain
Chief Financial Officer


Vijay K Thadani
Director
DIN - 00042527


Mohammad Wasi
Company Secretary

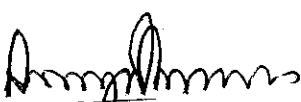
NIIT YUVA JYOTI LIMITED
Statement of Profit and Loss for the year ended March 31, 2016

Particulars	Notes	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
INCOME			
Revenue from Operations	16	115,545,449	107,594,391
Other Income	17	6,617,611	12,841,988
Total Revenue		122,163,060	120,436,379
EXPENDITURE			
Purchase of Traded Goods		9,211,799	5,143,345
Change in Inventories	12	1,135,666	(823,111)
Professional and Technical Outsourcing Expenses		53,189,958	33,014,522
Employee Benefits Expense	18	39,963,081	67,134,081
Finance Costs	22	11,237,311	713,211
Depreciation and Amortization Expense	9	9,471,792	58,545,694
Other Expenses	20	40,359,022	51,780,758
Total Expenses		164,568,629	215,508,500
(Loss) for the year		(42,405,569)	(95,072,121)
(Loss) per equity share (Nominal Value Rs. 10/- each):	24		
- Basic		(1.83)	(4.11)
- Diluted		(1.83)	(4.11)

The accompanying notes are an integral part of these financial statements

This is the Statement of Profit and Loss referred to in our report of even date

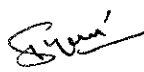
For Price Waterhouse
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Anupam Dhawan
Partner
Membership No. 084451

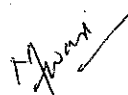
Place: Gurgaon
Date: May 03, 2016

For and on behalf of the Board of Directors


Syed Ali Athar
Manager


Sanjay Jain
Chief Financial Officer


Vijay K Thadani
Director
DIN - 00042527


Mohammad Wasi
Company Secretary

NHT YUVA JYOTI LIMITED
Cash Flow Statement for the year ended March 31, 2016

	Particulars	Year ended March 31, 2016 Rs.		Year ended March 31, 2015 Rs.	
A.	CASH FLOW FROM OPERATING ACTIVITIES:				
	Loss before Tax		(42,405,569)		(95,072,121)
	Adjustments for:				
	Depreciation and Amortization (including impairment)	9,471,792		58,545,694	
	Interest Income	(5,163,358)		(12,816,698)	
	Interest Expense	10,515,022		-	
	Loss on Fixed Assets scrapped / Sold	2,894,445		3,668,592	
	Provision made/ (write back) for slow / non-moving Inventory	(130,881)		563,915	
	Provision for doubtful debts	151,584		-	
	Advances Written off	36,000		-	
	Provision for unbilled Revenue	8,000,000	26,074,604	-	49,961,503
	Operating profit/(loss) before working capital changes		(16,330,965)		(45,110,618)
	Add / (Less): (Increase)/ Decrease in operating working capital:				
	Increase/(Decrease) Trade Payables	39,782,526		13,497,076	
	Increase/(Decrease) Short-term Provisions	(4,401,051)		936,353	
	Increase/(Decrease) Other Current Liabilities	(45,759,605)		38,118,259	
	(Increase)/Decrease Current Trade Receivables	(824,217)		(1,872,959)	
	(Increase)/Decrease Inventories	1,266,547		(1,387,026)	
	(Increase)/Decrease Short term Loans and Advances	(3,935,736)		(3,052,743)	
	(Increase)/Decrease Long term Loans and Advances	(865,477)		1,766,750	
	(Increase)/ Decrease in Other Current Assets	(37,949,724)		(20,746,467)	
	(Increase)/Decrease Other Non-current Assets	(168,650)		-	
	(Increase)/Decrease Other Bank Balances	87,884,161	35,028,774	58,596,563	85,855,806
	Cash generated from operations		18,697,809		40,745,188
	Direct Tax- (Paid)/ refund received (including TDS)		(3,811,301)		(1,861,586)
	Net cash inflow/ (outflow) from Operating activities (A)		14,886,508		38,883,602
B.	CASH FLOW FROM INVESTING ACTIVITIES:				
	Purchase of Fixed Assets (including Capital Work-in-progress)		(310,221)		(10,672,697)
	Proceeds from sale of Fixed Assets		111,914		380,838
	Interest Received		6,466,660		11,677,428
	Net cash used for Investing activities (B)		6,268,353		1,385,569
C.	CASH FLOW FROM FINANCING ACTIVITIES:				
	Interest paid		(7,855,095)		-
	Net cash from / (used in) Financing activities (C)		(7,855,095)		-
	Net Increase/(Decrease) in Cash & Cash equivalents (A) + (B) + (C)		13,299,766		40,269,171
	Cash and Cash equivalents as at the beginning of the year (Note (a) below)		101,927,535		61,658,364
	Cash and cash equivalents as at the end of the year (Note (a) below)		115,227,301		101,927,535

Notes:

- a **Cash and cash equivalents**
- | | | |
|--|-------------------------|-------------------------|
| Balance with Banks | As at
March 31, 2016 | As at
March 31, 2015 |
| - Current Accounts | 110,403,686 | 64,427,535 |
| - Bank deposits with original maturity of 3 months or less | 223,005 | 37,500,000 |
| Cheques, drafts on hand | 4,600,610 | - |
| (Include Rs. 71,455,270/- (Previous year Rs. 58,491,588/-) pertaining to amount earmarked for specific contract) | | |
| | 115,227,301 | 101,927,535 |
- b The above Cash Flow Statement has been prepared under the indirect method as set out in Accounting Standard 3 as notified under Section 211(3C) [Companies (Accounting Standards) Rules, 2006].
- c Figures in parenthesis indicate cash outflow.
- d The accompanying notes are an integral part of these financial statements.

This is the Cash Flow Statement referred to in our report of even date.

For Price Waterhouse
Firm Registration No. : 301112E
Chartered Accountants

Anupam Dhawan
Partner
Membership No. 084451
Place : Gurgaon
Date : May 03, 2016

For and on behalf of the Board of Directors

Syed Ali Athar
Manager

Sanjay Jain
Chief Financial Officer

Vijay K Thadani
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DIN - 00042527

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Company Secretary

NHT YUVA JYOTI LIMITED

Notes to the Financial Statements for the year ended March 31, 2016

1 GENERAL INFORMATION

NHT Yuva Jyoti Limited (the 'Company'), was incorporated on May 25, 2011 and the certificate for commencement of business was granted to the Company on June 18, 2011. The Company is engaged in the business of skill building across India.

2 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted by the Company are detailed below:

i) Basis of Preparation of Accounts

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. Pursuant to the section 133 of the Companies Act, 2013, read with the rule 7 of the Companies (Accounts) Rules, 2014, till the standards of accounting or any addendum thereto are prescribed by the Central Government in consultation and recommendation of the National Financial Reporting Authority, the existing Accounting Standards notified under the Companies Act, 1956 shall continue to apply. Consequently, these financial statements have been prepared to comply in all material aspects with the accounting standards notified under Section 211(3C) [Companies (Accounting Standards) Rules, 2006, as amended] and other relevant provisions of the Companies Act, 2013 and/ or 1956.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current - non current classification of assets and liabilities.

ii) Tangible and Intangible Assets

a) Tangible Fixed Assets and Depreciation

Fixed Assets are stated at acquisition cost, net of accumulated depreciation and accumulated impairment losses, if any.

Losses arising from the retirement of, and gains or losses arising from disposal of fixed assets are recognised in the Statement of Profit and Loss.

Items of fixed assets that have been retired from active use and are held for disposal are stated at the lower of their net book value and net realisable value and are shown separately in the financial statement under the head 'Other Current Assets'. Any expected loss is recognised immediately in the Statement of Profit and Loss.

Depreciation is provided on a pro-rata basis on the straight-line method over the useful lives of the assets based on technical evaluation by the Company which in some cases are higher than the rates prescribed under Schedule II to the Companies Act, 2013 in order to reflect the actual usage of the assets :

Plant and Equipment including:	Current Year
- Computers, printers and related accessories	3 years
- Electronic Equipment	8 years
- Air Conditioners	10 years
Office Equipment	5 years
Furniture and Fixtures	7 years
Leasehold Improvement	3-5 years or lease period, whichever is lower

b) Intangible Assets and Amortization

Expenses incurred on internal development of educational content and products are capitalised once their technical feasibility and ability to generate future economic benefits is established in accordance with the requirements of Accounting Standard 26, "Intangible Assets". Expenses incurred during the research phase till the establishment of commercial feasibility is charged to the Statement of Profit and Loss.

Intangible Fixed Assets are stated at acquisition cost or at cost incurred on internal development of such assets, net of accumulated amortisation and accumulated impairment losses, if any.

Amortization is provided on a pro-rata basis on the straight-line method over the estimated useful lives of 3-5 years.

Further, educational content, computer system and software are technically evaluated each year for their useful economic life and the unamortised amount of the asset is charged to Statement of Profit and Loss as amortisation over their revised remaining useful life.



NIT YUVA JYOTI LIMITED

Notes to the Financial Statements for the year ended March 31, 2016

iii) **Impairment of Assets**

All assets other than inventories and deferred tax asset are reviewed for impairment, wherever events or changes in circumstances indicate that the carrying amount may not be recoverable. Assets whose carrying value exceeds their recoverable amount are written down to the recoverable amount. Recoverable amount is higher of an asset's or cash generating unit's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Assessment is also done at each balance sheet date as to whether there is any indication that an impairment loss recognised for an asset in prior accounting periods may no longer exist or may have decreased.

iv) **Inventory Valuation – Traded Goods**

Inventories are stated at lower of cost and net realisable value. Cost is determined using weighted average method and includes applicable costs incurred in bringing inventories to their present location and condition.

v) **Revenue Recognition**

Revenue in respect of sale of courseware, technical information and reference material (TIRM), hardware and other goods are recognized when the significant risk and rewards are transferred to the customer as per terms of related arrangement. Whereas Revenue from the tuition / training services is recognized over the period of the course programmes. Revenue is recognised when there is no uncertainty as to ultimate collection. Royalty income is recognised over the period of the respective course.

vi) **Other Income**

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

vii) **Employee Benefits**

Gratuity

The Company provides for gratuity, a defined benefit retirement plan (the "Gratuity Plan") covering eligible employees in accordance with the Payment of Gratuity Act, 1972. The Company makes contribution to a trust set up by the Holding Company (the Trust) maintained with the Life Insurance Corporation of India. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The Company's liability is actuarially determined (Using the Projected Unit Credit method) at the end of the year and any shortfall in the fund size maintained by the Trust is additionally provided for.

Actuarial losses/ gains are recognised in the Statement of Profit and Loss in the year in which they arises.

Compensated Absences

Liability in respect of compensated absences is provided both for encashable leave and those expected to be availed. The Company has benefit plan for compensated absences for employees, the liability for which is determined on the basis of an actuarial valuation (Using the Projected Unit Credit method) at the end of the year. Any gain or loss arising out of such valuation is recognized in the Statement of Profit and Loss.

In respect of employees on deputation from other companies, the expense/ credit for the year is recovered from the company by their respective companies and recognised in the Statement of Profit and Loss.

Superannuation

The Company makes defined contribution to a trust established for the purpose by Holding Company. Contributions made during the period are charged to Statement of Profit and Loss. The Company has no further obligation beyond its contributions.

Provident Fund

In respect of employees deputed from the Holding Company, the Company contributes to the trust set up by the Holding Company. The Company's obligation is actuarially determined (using Projected Unit Credit method) and provided for if the circumstances indicate that the trust may not be able to earn adequate return to cover the interest rate notified by the Government. The Company's contribution is charged to the Statement of Profit and Loss.

The Contribution in respect of employees directly employed by the Company is made to the Regional Provident Fund Commissioner. The Company's contribution is charged to the Statement of Profit and Loss as a defined contribution plan. The Company makes defined contributions to a government administered Provident Fund where the Company has no further obligations, accordingly such benefit is classified as defined contribution plan. The Company's contribution towards Provident Fund is charged to Statement of Profit and Loss.

Pension Fund

The Company makes defined contribution to a government administered pension fund on behalf of its employees. The Company's contribution towards Employee Pension Scheme is charged to Statement of Profit and Loss.



NHIT YUVA JYOTI LIMITED

Notes to the Financial Statements for the year ended March 31, 2016

Borrowing Cost

Borrowing costs are recognised in the Statement of Profit and Loss for the period in which they are incurred except where the cost is incurred during the construction of an asset that takes a substantial period to get ready for intended use, in which case, they are capitalised

viii) Leases

The Company has taken vehicles as well as premises on lease. Lease rental in respect of operating lease arrangements are charged as expense to Statement of Profit and Loss on a straight line basis over the period of the lease

ix) Taxation

Tax expense, comprising of both current tax and deferred tax are included in determining the net results for the year. Current Tax is measured at the amount expected to be paid to the tax authorities in accordance with the prevailing taxation laws. Minimum Alternate Tax (MAT) credit is recognised as asset only when and to the extent, there is reasonable certainty in future that the Company will pay tax as per the normal provisions of the Income Tax Act, 1961 during the specified period. MAT credit is utilized in the year when normal Income Tax is higher MAT.

Deferred tax is recognised for all the timing difference, subject to the consideration of prudence in respect of deferred tax assets. Deferred tax assets are recognised and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date. In situations, where the Company has unabsorbed depreciation or carried forward losses under tax laws, all deferred tax assets are recognised only to the extent that there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits. At each Balance Sheet date, the Company re-assesses unrecognised deferred tax assets, if any.

x) Provisions and Contingencies

The Company creates a provision when there is present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. Provisions are measured at the best estimate of the expenditure recognised to settle the present obligation at the balance sheet date and are not discounted to its present value.

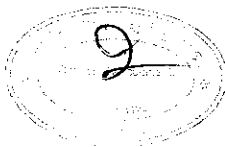
Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company on a present obligation that arises from past events whether it is either not probable that an outflow of resources will be required to settle on a reliable estimate of the amount cannot be made.

xi) Earnings Per Share

The earnings considered in ascertaining the Company's Earnings per share ('EPS') comprises the Profit/ (Loss) after Tax. The number of shares used in computing the Basic EPS is the weighted average number of shares outstanding during the year. The Diluted EPS is calculated on the same basis as Basic EPS, after adjusting for the effects of dilutive potential equity shares, if any.

xii) Cash and Cash Equivalents

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



NIIT YUVA JYOTI LIMITED
Notes to the Financial Statements for the year ended March 31, 2016

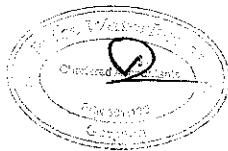
3	Share Capital	As at March 31, 2016 Rs.	As at March 31, 2015 Rs.
	Authorised 30,000,000 Equity Shares of Rs. 10/- each (Previous year 30,000,000 Equity Shares of Rs. 10/- each)	300,000,000	300,000,000
		300,000,000	300,000,000
	Issued 23,132,395 Equity Shares of Rs. 10/- each (Previous year 23,132,395 Equity Shares of Rs. 10/- each)	231,323,950	231,323,950
		231,323,950	231,323,950
	Subscribed and Paid up 23,132,395 Equity Shares of Rs. 10/- each (Previous year 23,132,395 Equity Shares of Rs. 10/- each)	231,323,950	231,323,950
		231,323,950	231,323,950

3.1	Reconciliation of the number of shares outstanding	As at March 31, 2016		As at March 31, 2015	
		No. of shares	Value Rs.	No. of shares	Value Rs.
	Equity Shares				
	Shares outstanding at the beginning of the year	23,132,395	231,323,950	19,032,395	190,323,950
	Shares issued during the year	-	-	4,100,000	41,000,000
	Shares outstanding at the end of the year	23,132,395	231,323,950	23,132,395	231,323,950

3.2	Rights, preferences and restrictions attached to Equity Shares :- The Company has one class of equity shares having a par value of Rs. 10/- per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company in proportion to their shareholding.
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3.3	Shares in respect of each class in the Company held by	Class of shares	As at March 31, 2016	As at March 31, 2015
		Equity/ Preference	No. of shares	No. of shares
	Holding company - NIIT Limited	Equity	20,819,155	20,819,155

3.4	Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company	As at March 31, 2016		As at March 31, 2015	
		% of holding	No. of shares	% of holding	No. of shares
	Equity Shares				
	NIIT Limited	90%	20,819,155	90%	20,819,155
	National Skill Development Corporation (NSDC)	10%	2,313,240	10%	2,313,240
	Total	100%	23,132,395	100%	23,132,395



NIIT YUVA JYOTI LIMITED
Notes to the Financial Statements for the year ended March 31, 2016

4	Reserves and Surplus	As at March 31, 2016 Rs.	As at March 31, 2015 Rs.
	(Loss) in Statement of Profit and Loss		
	Balance brought forward from previous year	(318,177,766)	(223,105,645)
	Add : Loss for the year	(42,405,569)	(95,072,121)
		(360,583,335)	(318,177,766)

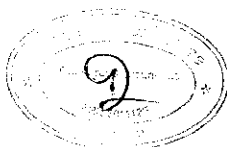
5	Long-term Borrowings (Non Current)	As at March 31, 2016 Rs.	As at March 31, 2015 Rs.
	Secured		
	Term Loan from National Skill Development Corporation (NSDC)	142,642,256	142,642,256
		142,642,256	142,642,256

5.1 Terms of Repayment

NSDC has granted a term loan to the Company which is being disbursed in instalments over a period of 4 years and 4 months i.e. upto March 31, 2016. The entire term loan received / receivable is repayable in instalments over a period of 10 years upto March 31, 2022, repayment commencing after the initial moratorium period upto March 31, 2017. Loan was interest free for the period upto March 31, 2015 and thereafter, chargeable at the rate of 7.5% p.a. payable quarterly.

5.2 Nature of Security

Loan from NSDC is secured by first charge on both present and future acquired assets comprising of movable fixed assets, book debts, receivables and the balance lying to the credit of designated bank accounts including without limitation all movable plant and machinery, capital equipment, together with its accessories, computer hardware and software, digital content, learning material, electronic spares and machine spares, tools and accessories both present and future, whether installed or lying loose. The entire loan amount is also covered by a corporate guarantee from NIIT Limited, the holding company.



NIIT YUVA JYOTI LIMITED

Notes to the Financial Statements for the year ended March 31, 2016

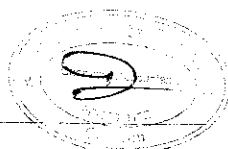
6	Trade Payables (Current)	As at March 31, 2016 Rs.	As at March 31, 2015 Rs.
	Trade Payables*		
	Total outstanding due of micro enterprises and small enterprises and	-	-
	Total outstanding dues of creditors other than micro enterprises and small enterprises	68,312,993	28,485,681
		68,312,993	28,485,681

* Amount for the previous year includes Rs. 981,373/- payable in respect of rent for the notice period towards closure of its educational centres.

* Based on information available with the Company, there is no vendor covered under the Micro, Small and Medium Enterprises Development Act, 2006.

7	Other Current Liabilities	As at March 31, 2016 Rs.	As at March 31, 2015 Rs.
	Deferred Revenue	-	831,257
	Payable for purchases of Fixed Assets	-	44,786
	Advances from Customers	109,986,659	82,218,839
	Payable to Employees	6,122,225	7,400,919
	Payable to Holding Company	2,175,675	-
	Statutory Dues	5,520,723	3,014,538
	Bank Overdraft	-	134,144
	Market Development Fund (Refer Note 29)	-	75,965,190
	Interest accrued but not paid	2,659,927	-
		126,465,209	169,609,673

8	Short-term Provisions	As at March 31, 2016 Rs.	As at March 31, 2015 Rs.
	Provision for Employee Benefits (Also refer Note 19(B))		
	- Provision for Gratuity	-	1,831,051
	- Provision for Compensated Absences	628,000	3,198,000
		628,000	5,029,051



NIIT YUVA JYOTI LIMITED
Notes to the Financial Statements for the year ended March 31, 2016

9 Fixed Assets

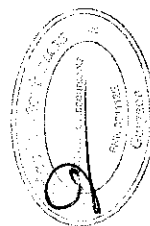
(Amount in Rs.)

Description of Assets	GROSS BLOCK				DEPRECIATION AND AMORTIZATION			NET BLOCK	
	Cost as on April 1, 2015	Additions during the year	Sales / Adj. during the year	Total as on March 31, 2016	As on April 1, 2015	For the year	Sales / Adj. during the year	Total as on March 31, 2016	As on March 31, 2016
i) Tangible Assets									
Plant & Equipment (Refer Note 2)	816,553	247,056	162,160	901,449	647,209	178,935	120,103	706,041	195,408
Office Equipment	49,827	49,665	9,000	90,492	23,023	17,502	4,781	35,744	54,748
Leasehold Improvement	12,049,038	-	12,049,038	-	12,049,038	-	12,049,038	-	-
Furniture & Fixtures	8,589	13,500	-	22,089	1,884	1,617	-	3,501	18,588
Sub Total (a)	12,924,007	310,221	12,220,198	1,014,030	12,721,154	198,054	12,173,922	745,286	268,744
ii) Intangible Assets [Refer Note 1]									
Contents & Tools									
- Internally Generated	83,201,349	-	-	83,201,349	67,936,144	9,273,738	-	77,209,882	5,991,467
Software Acquired	908,374	-	-	908,374	908,370	-	-	908,370	4
Sub Total (b)	84,109,723	-	-	84,109,723	68,844,514	9,273,738	-	78,118,252	5,991,471
Total (a+b)	97,033,730	310,221	12,220,198	85,123,753	81,565,668	9,471,792	12,173,922	78,863,538	6,260,215

Note:

i) The Company has carried out a review of carrying value of intangibles and has made a provision for impairment aggregating Rs. 2,662,863/-. The Company has computed the recoverable value using the value in use method and has considered a discount rate p.a. in the range of 17% to 18% in such assessment.

ii) Additions during the year are net of reimbursements aggregating Rs. 5,350,000/- received for specific project related assets.



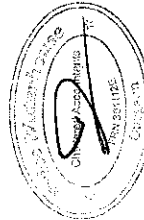
NIIT YUVA JYOTI LIMITED
Notes to Financial Statements for the year ended March 31, 2016

Schedule of Fixed Assets for corresponding previous year

Description of Assets	GROSS BLOCK					DEPRECIATION AND AMORTIZATION			NET BLOCK	
	Cost as on April 1, 2014	Additions during the year	Sales / Adj. during the year	Adjustment on account on Asset held for sale	Total as on March 31, 2015	As on April 1, 2014	For the year	Sales / Adj. during the year	Adjustment Asset held for sale during the year	Total as on March 31, 2015
(i) Tangible Assets										
Plant & Equipment (Refer Note 3)	14,735,857	354,789	905,924	13,368,169	816,553	7,232,087	3,301,977	428,337	9,458,518	647,209
Office Equipment	3,724,715	-	268,450	3,406,438	49,827	1,238,974	692,922	100,595	1,808,278	23,023
Leasehold Improvement	14,200,100	18,563	2,169,625	-	12,049,038	6,682,266	6,639,946	1,273,174	-	12,049,038
Furniture & Fixture	2,821,957	-	306,071	2,507,297	8,589	1,718,394	226,050	209,897	1,732,663	1,884
Sub Total (a)	35,482,629	373,352	3,650,070	19,281,904	12,924,007	16,871,721	10,860,895	2,012,003	12,999,459	12,721,154
(ii) Intangible Assets (Refer Note 1)										
Contents & Tools	59,622,095	23,579,254	-	-	83,201,349	20,828,168	47,107,976	-	-	67,936,144
- Internally Generated Software Acquired	908,374	-	-	-	908,374	331,547	576,823	-	-	908,170
Sub Total (b)	60,530,469	23,579,254	-	-	84,099,723	21,159,715	47,684,799	-	-	68,844,514
Total (a+b)	96,013,098	23,952,606	3,650,070	19,281,904	97,023,730	38,031,436	58,545,694	2,012,003	12,999,459	81,565,668
										15,265,209
										15,468,362

Notes:

1. Due to changed business circumstances as explained in Note 30 the Company has carried out a review of carrying value of intangibles and has made a provision for impairment aggregating Rs 34,826,680/-. The Company has computed the recoverable value using the value in use method and has considered a discount rate p.a. in the range of 17% to 18%.
2. Depreciation for the year includes an amount of Rs. 3,21,027/- charged to the depreciation expense for the year on account of revision in estimate useful life of fixed asset under the Companies Act, 2013.
3. Additions during the year are net of reimbursement aggregating Rs. 2,750,000/- received for specific project related assets.
4. Adjustment to fixed assets include assets aggregating Rs.19,281,203/- (Accumulated Depreciation thereon Rs.12,999,458/- have been reclassified as asset held for sale as these have been retired from active use as at March 31, 2015 (Refer Note 11)



NIIT YUVA JYOTI LIMITED

Notes to the Financial Statements for the year ended March 31, 2016

9.1 Capitalization of Internally Developed Intangibles

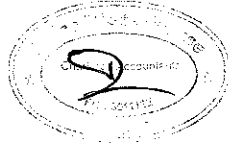
The Company internally develops software tools, platforms and content. The management estimates that these would result in enhanced productivity and offer more technology based learning products / solutions to the customers in future. The Company is confident of its ability to generate future economic benefits out of the abovementioned assets. The costs incurred during the year towards the development are as follows.

Details of costs incurred during the year:

Particulars	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
Salaries and Benefits	-	7,391,101
Premises Cost	-	1,108,909
Professional Costs	-	1,492,997
Total	-	9,993,007

The details of movement of Intangible under development is given as below :

Particulars	As at March 31, 2016 Rs.	As at March 31, 2015 Rs.
Opening balance at the beginning of the year	-	13,586,247
Add: Costs incurred during the year (as per details provided above)	-	9,993,007
Less: Capitalised during the year	-	23,579,254
Closing Balance at the end of the year	-	-



NIT YUVA JYOTI LIMITED
Notes to the Financial Statements for the year ended March 31, 2016

10	Loans and Advances (Unsecured, considered good)	Long-Term		Short-Term	
		As at March 31, 2016 Rs.	As at March 31, 2015 Rs.	As at March 31, 2016 Rs.	As at March 31, 2015 Rs.
	Security Deposits Receivable	1,469,345	603,868	-	1,335,962
	(A)	1,469,345	603,868	-	1,335,962
	Advances recoverable in cash or in kind*	-	-	19,009,298	13,773,600
	(B)	-	-	19,009,298	13,773,600
	Other Advances	7,309,715	3,498,414	-	-
	-Advance Tax	7,309,715	3,498,414	-	-
	(C)	7,309,715	3,498,414	-	-
	Total(A+B+C)	8,779,060	4,102,282	19,009,298	15,109,562

*Includes balance due from government authorities in respect of service tax Rs. 11,783,166/- (Previous year Rs. 10,850,912/-).

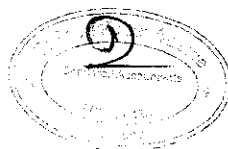
11	Other Assets (Unsecured, considered good, unless otherwise stated)	Non-Current		Current	
		As at March 31, 2016 Rs.	As at March 31, 2015 Rs.	As at March 31, 2016 Rs.	As at March 31, 2015 Rs.
	Bank deposits (Refer note 14)*	418,650	250,000	-	-
	Unbilled revenue	8,000,000	-	53,445,141	22,584,418
	Provision for Unbilled Revenue	(8,000,000)	-	-	-
	Interest Receivable**	-	67,437	77,161	1,313,026
	Assets Held for Sale (at lower of cost and net releasable value)	-	-	-	3,871,082
		418,650	317,437	53,522,302	27,768,526

*Held as lien by bank against bank guarantees issued to VAT Authorities & pledged as margin money against bank guarantee.

** Includes Rs. 77,161/- (Previous year Rs. 263,559/-) in respect of bank deposits pledged as margin money.

12	Inventories (Valued at Cost or net realisable value, whichever is lower)	As at March 31, 2016 Rs.	March 31, 2015 Rs.
As at the end of the year			
Traded Goods			
Education and Training Material		2,028,394	3,294,941
Provision for obsolescence		(479,869)	(610,750)
		1,548,525	2,684,191
As at the beginning of the year			
Traded Goods			
Education and Training Material		3,294,941	1,907,915
Provision for obsolescence		(610,750)	(46,835)
		2,684,191	1,861,080
Change in Inventory		1,135,666	(823,111)

13	Trade Receivables (Unsecured, considered good unless otherwise stated)	Non Current		Current	
		As at March 31, 2016 Rs.	As at March 31, 2015 Rs.	As at March 31, 2016 Rs.	As at March 31, 2015 Rs.
a)	Outstanding for a period exceeding six months from the date they are due for payment		-	3,544,446	238,395
	Considered doubtful	451,584	-	-	-
	Provision for doubtful debts	(451,584)	-	-	-
		-	-	3,544,446	238,395
b)	Others	-	-	-	2,933,418
		-	-	-	2,933,418
		-	-	3,544,446	3,171,813



NITYUVA JYOTI LIMITED

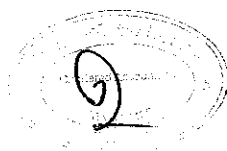
Notes to the Financial Statements for the year ended March 31, 2016

14	Cash and Bank Balances	Non-Current		Current	
		As at March 31, 2016 Rs.	As at March 31, 2015 Rs.	As at March 31, 2016 Rs.	As at March 31, 2015 Rs.
	Cash and cash equivalents:				
	Balances with banks				
	- Current Accounts	-	-	110,403,686	64,427,335
	- Bank deposits with original maturity of 3 months or less	-	-	223,005	37,500,000
	Cheques, drafts on hand	-	-	4,600,610	-
	(Include Rs. 71,455,270/- (Previous year Rs. 58,491,588/-) pertaining to amount earmarked for specific contracts)	-	-	115,227,301	101,927,335
	Other bank balances:				
	Bank deposits:				
	- With original maturity of more than 3 months and upto 12 months *	-	-	479,276	88,263,437
	[*Deposit of Rs.50,000/- (Previous year Rs.30,656,029/-) pledged as margin money against bank guarantees & Overdraft Limit.]				
	- With original maturity of more than 12 months **	418,650	250,000	-	100,000
	***Deposit of Rs.228,516/- (Previous year Rs.250,000/-) pledged as margin money against bank guarantees issued to VAT Authorities.]				
		418,650	250,000	479,276	88,363,437
		418,650	250,000	115,706,577	190,290,972
	Amount disclosed under non-current assets (Note11)	(418,650)	(250,000)	-	-
		-	-	115,706,577	190,290,972
15	Contingent Liabilities and Commitments				
	(a) Bank Guarantees issued to VAT authorities Rs. 1,00,000/- (Previous year Rs. 250,000/-).				
	(b) Industrial dispute before Labour Court for Rs. 991,000/- (Previous year Rs. Nil)				
	(c) Estimated amount of contracts remaining to be executed on capital account (net of advances) not provided for Rs. 27,351/- (Previous year Rs. 16,875/-).				
	Management does not foresee any cash outflow in respect of the above based on advice of legal counsel.				

16	Revenue from Operations	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
	Sales of Product:		
	Courseware	19,215,078	23,625,665
	Sale of Services		
	Royalty	5,729,276	-
	Training Revenue	90,601,095	83,968,726
		115,545,449	107,594,391

17	Other Income	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
	Interest Income*	5,163,358	12,816,698
	Other non-operating income	15,996,776	
	Less: Employee benefit expense directly attributable	(14,542,523)	25,290
		6,617,611	12,841,988

* Interest earned aggregating to Rs. Nil (Previous year Rs.128,219/-) had not been credited to statement of profit and loss as those was usable against future cash inflow from specific projects and refundable to the customer in the event not utilized for such projects.



NIT YUVA JYOTI LIMITED

Notes to the Financial Statements for the year ended March 31, 2016

18	Employee Benefits Expense (Also refer Notes 9.1, 17 and 29)	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
	Salaries and Benefits	38,224,968	61,826,353
	Contribution to Provident and Other Funds (Refer note 19)	1,084,844	3,408,195
	Staff Welfare and Other expenses	653,269	1,899,533
		39,963,081	67,134,081

19 Employee Benefits

A) Defined Contribution Plans

The Company makes contribution towards Provident Fund, Superannuation Fund and Pension Scheme to the defined contribution plans for eligible employees. The Company has charged following costs in the Statement of Profit and Loss under "Employee Benefits Expense" :-

Particulars	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
Employers Contribution to Provident Fund	975,688	1,213,084
Employers Contribution to Superannuation Fund	313,881	360,441
Employers Contribution to Pension Scheme	628,015	684,318

Contribution towards Provident Fund, Superannuation Fund and Pension Scheme to the defined contribution plans includes following cost for Key Managerial Personnel :

Particulars	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
Employers Contribution to Provident Fund	276,526	302,749
Employers Contribution to Superannuation Fund	96,910	99,996
Employers Contribution to Pension Scheme	29,488	22,125

B) Benefit Plans

I. Compensated Absences

i) Change in Present Value of Obligation

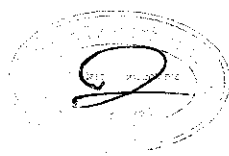
Particulars	As at March 31, 2016 Rs.	As at March 31, 2015 Rs.
Present value of obligation as at the beginning of the year	3,198,000	3,247,250
Past Service cost	(779,000)	-
Current Service Cost	1,025,780	1,168,870
Interest Cost	247,850	300,370
Transfer of employees to holding company	(1,419,000)	-
Actuarial (gain)/ loss on Obligations	(1,645,630)	(1,518,490)
Present value of obligation as at the end of the year	628,000	3,198,000

ii) Assumptions used in accounting of Compensated Absences

Particulars		
Discount Rate (per annum)	7.75%	7.75%
Future Salary Increase		
- For First 5 Years	8.00%	7.00%
- For Subsequent period		

iii) Net Compensated Absences cost recognized in the Statement of Profit and Loss :-

Particulars	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
Current service cost	1,025,780	1,168,870
Interest cost	247,850	300,370
Past Service Cost	(779,000)	-
Net Actuarial (gain)/ loss recognized during the year	(1,645,630)	(1,518,490)
Expense/ (Credit) recognised in the Statement of Profit and Loss under the head Employee Benefits Expense (Refer Note 18)	(1,151,000)	1,469,240



NHIT YUVA JYOTI LIMITED
Notes to the Financial Statements for the year ended March 31, 2016

II. Gratuity (Defined Benefit Plan)

In accordance with Accounting Standard 15, an actuarial valuation was carried to determine the liability at the end of the year.

Particulars	As at March 31, 2016 Rs.	As at March 31, 2015 Rs.
i) Change in Present value of Obligation:-		
Present value of obligation as at the beginning of the year	2,405,814	2,004,842
Current service cost	499,470	399,662
Interest Cost	184,610	144,420
Transfer of employees to holding company	(901,400)	67,120
Actuarial (gain)/ loss on Obligations	(1,459,100)	676,770
Benefits Paid	(48,000)	(887,000)
Present value of obligation as at the end of the year	681,394	2,405,814

ii) Change in Plan Assets :-		
Fair value of Plan Assets as at the beginning of the year	574,763	1,159,394
Transfer of employees to holding company	(144,720)	67,120
Expected return on Plan Assets	64,670	75,050
Contributions*	335,000	164,749
Actuarial (loss) / gain on Plan Assets	(6,950)	(4,550)
Benefits Paid	(48,000)	(887,000)
Fair value of Plan Assets as at the end of the year	774,763	574,763

* Actuary's estimate of contributions for the next financial year is Rs. 201,000/- (Previous Year Rs. 2,330,000/-).

	Present value of obligation as at the end of the year (A)	Fair value of Plan Assets as at the end of the year (B)	(Asset)/ Liability Recognised in Balance Sheet (A-B)
iii) Amount of Assets / (Obligation) recognition in the Balance Sheet :-			
As at March 31, 2016	681,394	774,763	(93,369)
As at March 31, 2015	2,405,814	574,763	1,831,051
As at March 31, 2014	2,004,842	1,159,394	845,448
As at March 31, 2013	1,028,000	436,444	591,556
As at March 31, 2012	1,996,000	1,706,333	289,667

iv) Net Gratuity Cost recognized in the Statement of Profit and Loss:-	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
Current service cost	499,470	399,662
Interest cost	184,610	144,420
Expected return on Plan Assets	(64,670)	(75,050)
Net Actuarial (gain)/ loss recognized during the year	(1,452,150)	681,320
Expense recognised in the Statement of Profit and Loss *#	(832,740)	1,150,352
Actual return on plan assets	56,672	70,488
*Includes Rs. 115,719/-/- (previous year Rs. 362,925/-) towards contribution for Key Managerial Personnel.		
#The above cost is included under "Contribution to Provident and Other Funds" in Note 18		

v) Assumptions used in accounting for gratuity plan:-		
Discount Rate (per annum)	7.75%	7.75%
Future Salary Increase	6.00%	6.00%
Expected Rate of return on plan assets	9.10%	9.00%

Estimates of future salary increase considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

vi) Investment details of Plan Assets:-

During the year, the Company has contributed to the Trust (set up by holding Company) maintained with the Life Insurance Corporation of India. The details of investment maintained by Life Insurance Corporation of India are not available with the Company and have therefore not been disclosed.

The expected return on plan assets is determined considering several applicable factors mainly the composition of plan assets held, assessed risk of asset management, historical result of the return on plan assets.



NIIT YUVA JYOTI LIMITED

Notes to the Financial Statements for the year ended March 31, 2016

II. Gratuity (Defined Benefit Plan)

In accordance with Accounting Standard 15, an actuarial valuation was carried to determine the liability at the end of the year.

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Benefits Paid	(48,000)	(887,000)
Fair value of Plan Assets as at the end of the year	774,763	574,763

* Actuary's estimate of contributions for the next financial year is Rs. 201,000/- (Previous Year Rs. 2,330,000/-).

iii) Amount of Assets / (Obligation) recognition in the Balance Sheet :-	Present value of obligation as at the end of the year (A)	Fair value of Plan Assets as at the end of the year (B)	(Asset)/ Liability Recognised in Balance Sheet (A-B)
As at March 31, 2016	681,394	774,763	(93,369)
As at March 31, 2015	2,405,814	574,763	1,831,051
As at March 31, 2014	2,004,842	1,159,394	845,448
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iv) Net Gratuity Cost recognized in the Statement of Profit and Loss:-	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
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Actual return on plan assets	56,672	70,488

*Includes Rs. 115,719/- (previous year Rs. 362,925/-) towards contribution for Key Managerial Personnel.

#The above cost is included under "Contribution to Provident and Other Funds" in Note 18

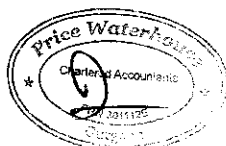
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Discount Rate (per annum)	7.75%	7.75%
Future Salary Increase	6.00%	6.00%
Expected Rate of return on plan assets	9.10%	9.00%

Estimates of future salary increase considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

vi) Investment details of Plan Assets:-

During the year, the Company has contributed to the Trust (set up by holding Company) maintained with the Life Insurance Corporation of India. The details of investment maintained by Life Insurance Corporation of India are not available with the Company and have therefore not been disclosed.

The expected return on plan assets is determined considering several applicable factors mainly the composition of plan assets held, assessed risk of asset management, historical result of the return on plan assets.



NIIT YUVA JYOTI LIMITED
Notes to the Financial Statements for the year ended March 31, 2016

20	Other Expenses (Also refer Notes 9.1 and 29)	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
	Equipment Hiring	697,295	46,199
	Freight and Cartage	1,524,160	477,473
	Lease Rent	3,645,337	13,584,454
	Rates and Taxes	1,832	645,146
	Power & Fuel	898,752	3,358,366
	Communication	1,286,195	3,119,173
	Legal and Professional (Refer Note 21 below)	4,217,546	3,244,147
	Management Cost Recovery by Holding Company	4,979,819	10,009,145
	Travelling and Conveyance	6,470,831	6,446,981
	Provision for Doubtful Debts	451,584	-
	Advances Written off	36,000	-
	Provision for Unbilled Revenue	8,000,000	-
	Insurance	115,512	499,142
	Repairs and Maintenance		
	- Plant and Machinery	132,779	226,608
	- Buildings	97,388	229,400
	- Others	1,377,977	3,014,991
	Loss on sale of Fixed Assets	2,894,445	3,668,592
	Security and Administration Services	650,108	977,664
	Bank Charges	106,760	562,081
	Advertisement and Publicity	1,919,618	330,058
	Printing and Stationery	266,745	488,754
	Sundry Expenses	588,339	852,384
		40,359,022	51,780,758

21	Payment to Auditors	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
	As Auditors		
	- Statutory Audit Fee	865,000	650,000
	- For reimbursement of expenses (including Service Tax)	204,659	138,767
		1,069,659	788,767

22	Finance Cost	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
	Interest Expenses	10,515,022	-
	Corporate Guarantee Charges	716,777	713,211
	Other Borrowing Costs	5,512	-
		11,237,311	713,211



NIIT YUVA JYOTI LIMITED

Notes to the Financial Statements for the year ended March 31, 2016

23 Taxation

Break-up of Deferred Tax Assets

Particulars	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
Depreciation	19,409,142	15,383,563
Provision for non-moving inventories	166,073	188,722
Provision for Employee Benefits	451,645	1,653,805
Provision for doubtful debts	156,284	-
Provision for Unbilled Revenue	2,768,640	-
Total Deferred Tax Assets	22,951,784	17,226,090
Less: Deferred Tax Assets not recognised in absence of virtual certainty	(22,951,784)	(17,226,090)
Total	-	-

Note: Deferred tax assets and deferred tax liabilities have been offset as they related to same governing taxation laws.

24 Earnings/ (Loss) Per Share (EPS)

Particulars	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
(Loss) attributable to Equity Shareholders (Rs.) - (A)	(42,405,569)	(95,072,121)
Weighted average number of Basic Equity Shares outstanding during the year (Nos.) - (B)	23,132,395	23,132,395
Weighted average number of Diluted Equity Shares outstanding during the year (Nos.) - (C)*	23,132,395	23,132,395
Nominal value of Equity Shares (Rs.)	10	10
Basic Earnings/(Loss) per Share (Rs.) (A/B)	(1.83)	(4.11)
Diluted Earnings/(Loss) per Share (Rs.) (A/C)*	(1.83)	(4.11)

*There are no dilutive securities as at year end and basic and dilutive EPS is the same

25 Related Party Disclosures as per Accounting Standard (AS) - 18

I. Related party relationship where control exists :

A) Holding Company

NIIT Limited

B) Fellow Subsidiary Companies

- NIIT Online Learning Limited - (Amalgamated with NIIT Ltd. W.e.f. May 23, 2015)
- Mindchampion Learning Systems Limited (Formerly known as Hole-in-the-Wall Education Limited)
- Scantech Evaluation Services Limited - (Amalgamated with NIIT Ltd. W.e.f. May 23, 2015)
- NIIT Institute of Finance Banking and Insurance Training Limited
- NIIT Institute of Process Excellence Limited
- Evolv Services Limited - (Amalgamated with NIIT Ltd. W.e.f. May 23, 2015)
- NIIT Limited, UK
- NIIT Antilles NV, Netherlands Antilles
- NIIT Malaysia Sdn. Bhd, Malaysia
- NIIT GC Limited (formerly NIIT TVE Limited, Mauritius), Mauritius
- NIIT China (Shanghai) Limited, China
- NIIT Wu Xi Service Outsourcing Training School, China
- Chongqing NIIT Education Consulting Limited, China
- Wu Xi NIIT Information Technology Consulting Limited, China
- Changzhou NIIT Information Technology Consulting Limited, China
- Su Zhou NIIT Information Technology Consulting Limited, China
- NIIT (USA) Inc, USA
- NIIT Ventures Inc, USA - Amalgamated with NIIT (USA) Inc, USA w.e.f. December 01, 2014
- PT NIIT Indonesia, Indonesia (Under Liquidation)
- NIIT West Africa Limited, Nigeria
- Qingdao NIIT Information Technology Company Limited, China
- Chongqing An Dao Education Consulting Limited, China
- Zhangjiagang NIIT Information Services Limited, China
- Chengmai NIIT Information Technology Company Limited, China
- Dafeng NIIT Info Tech Co.
- Guizhou NIIT Information Technology Consulting Co. Limited
- NIIT (Ireland) Limited
- NIIT Learning Solutions (Canada) Limited

II. Other related parties with whom the Company has transacted:

A) Key Managerial Personnel

Mr. Sanjay Bahl - (upto January 14, 2016 (Whole-time Director))
 Mr. Syed Ali Athar - (w.e.f. January 14, 2016 (Manager))
 Mr. Sanjeev Dhar - (upto December 31, 2015 (CFO))
 Mr. Sanjay Jain - (w.e.f. January 14, 2016 (CFO))

B) Relatives of Key Managerial Personnel

Sanjay Bahl HUF [in which KMP (Sanjay Bahl) is Karta] - upto January 14, 2016.

C) Others

NIIT Foundation (a body corporate in which two Non-Executive Directors of the Company are members of its governing body).



NII YUVA JYOTI LIMITED
Notes to the Financial Statements for the year ended March 31, 2016

III. Details of significant transactions with related parties described above carried out in ordinary course of business:

Nature of Transactions*	Holding Company	Fellow Subsidiaries	Key Managerial Personnel	Relatives of Key Managerial Personnel	Others	Total
	Rs	Rs	Rs	Rs	Rs	Rs
Revenue from Operations (Foot-note 1)						
-Sale of Courseware	11,674,109 (10,980,000)	Nil (Nil)	Nil (Nil)	Nil (Nil)	1,957,673 (526,478)	13,631,782 (11,506,478)
Recovery of Expenses by						
-Employee Benefits Expense	2,594,352 (203,059)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	2,594,352 (203,059)
-Other Expenses	5,773,563 (10,442,112)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	5,773,563 (10,442,112)
Services Rendered to						
-Recovery of Employee Cost (Other Income)	1,454,253 (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	1,454,253 (Nil)
-Revenue from Operations - Royalty	5,729,276 (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	5,729,276 (Nil)
-Employee Benefits Expense	14,616,435 (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	14,616,435 (Nil)
-Other Expenses	941,776 (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	941,776 (Nil)
Management Charges						
-Other Expenses	4,414,479 (10,009,145)	Nil (Nil)	Nil (Nil)	Nil (Nil)	0 (Nil)	4,414,479 (10,009,145)
Services Received (Foot-note 2)						
-Other Expenses	Nil (207,926)	Nil (Nil)	Nil (Nil)	Nil (Nil)	1,461,412 (53,699)	1,461,412 (261,625)
-Professional and Technical Outsourcing Expenses	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (5,130,967)	Nil (5,130,967)
Guarantee Fee Recovered by						
-Other Expenses	713,211 (713,211)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	713,211 (713,211)
Services received towards development of Intangible Assets						
-Intangible Assets under Development	Nil (262,993)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (262,993)
Share Capital issued	Nil (36,900,000)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (Nil)	Nil (36,900,000)
Remuneration (Foot-note 3)						
-Employee Benefits Expense	Nil (Nil)	Nil (Nil)	7,711,664 (10,918,845)	Nil (Nil)	Nil (Nil)	7,711,664 (10,918,845)

* Excluding taxes

* Also Refer Note 30

2

NIIT YUVA JYOTI LIMITED

Notes to the Financial Statements for the year ended March 31, 2016

Foot-notes

1 Includes Sale of Goods to:

NIIT Foundation Rs. 1,957,673/- (Previous Year Rs. 526,478/-)

2 Includes Services Received from:

Other Expenses

NIIT Foundation Rs. 1,461,412/- (Previous Year Rs. 53,699/-)

Professional and Technical Outsourcing Expenses

NIIT Foundation Rs. Nil (Previous Year Rs. 5,130,967/-)

3 Includes remuneration paid to :

Sanjay Bahl Rs. 4,330,372/- (Previous Year Rs. 9,394,711/-)

Syed Ali Athar Rs. 889,097/- (Previous Year Rs. Nil)

Sanjeev Dhar Rs. 2,037,436/- (Previous Year Rs. 1,524,134/-)

Sanjay Jain Rs. 454,759/- (Previous Year Rs. Nil)

IV. Balance receivables / payables with related parties

Particulars	Receivables	Payables	Guarantees & Collaterals Outstanding
	Rs.	Rs.	Rs.
Holding Company	1,120,345	21,524,162	142,642,256
	(2,912)	(6,036,788)	(142,642,256)
Other	190,490	621,828	Nil
(Foot-note a & b)	(531,478)	(79,800)	(Nil)

a) Includes Amount receivables from:

NIIT Foundation Rs. 190,490/- (Previous Year Rs. 531,478/-)

b) Includes Amount payable to:

NIIT Foundation Rs. 621,828/- (Previous Year Rs. 79,800/-)

*Previous year figures are shown in parenthesis

26 Segment Reporting

The Company is in the business of imparting education and training in the field of skill building which is viewed by the management as a single segment in accordance with AS-17 'Segment Reporting'. As Company operates in a single geography, India, secondary segment reporting is not applicable.



NIIT YUVA JYOTI LIMITED
Notes to the Financial Statements for the year ended March 31, 2016

27 Operating Lease

- (i) All the significant operating leases entered into by the Company are cancellable on giving a notice of 1 to 3 months.
(ii) Aggregate payments during the year under operating leases are as shown hereunder:

Particulars	For the year ended March 31, 2016 Rs.	For the year ended March 31, 2015 Rs.
In respect of Premises	2,567,479	12,948,131
In respect of Vehicles	1,077,858	636,323

28 Revenue Share

In consideration of NSDC supporting the skill development activities and initiatives of the Company (by way of tangible and intangible support), the Company has entered into a revenue sharing agreement with NSDC. In terms of this agreement, the Company has agreed to share certain percentage of its operating revenue with NSDC beginning April 1, 2017.


- 29** The Company has entered into a Market Development Assistance (MDA) Agreement with NSDC, whereby NSDC has agreed to provide assistance for the specified purpose of market development in the focus sectors. MDA was to be disbursed in instalments over a period of 4 years and 4 months upto March 31, 2016. The Company has received cumulative amount of Rs.166,942,134/- till March 31, 2016. During the year, the Company has spent Rs. 75,965,190/- (previous Year Rs. 36,278,809/-). The balance unspent amount of Rs. Nil (Previous Year Rs. 75,965,190/-) is shown under the head "Other Current Liabilities". The costs reimbursed during the year which have been netted off with the related heads in Statement of Profit and Loss are as follows -

Particulars of amounts reimbursed	Year ended March 31, 2016 Rs.	Year ended March 31, 2015 Rs.
Employee Benefits Expense (Refer note 18)	9,971,393	10,173,981
Advertisement and Publicity (Refer note 20)	65,956,172	25,364,124
Travelling and Conveyance (Refer note 20)	37,625	740,704
Total	75,965,190	36,278,809

- 30** The Holding Company initiated steps to consolidate physical capacity across its various offerings which was spread across its own centres and those that were also owned by other subsidiaries. This included consolidation of role and responsibilities across people organisation. As a result of these activities, people were transferred to the holding company effective from beginning of current year, pursuant to the arrangements entered into by the Company with the holding company. Pursuant to the above arrangement, the Company is sourcing the execution and training delivery from the holding company and is providing content for student trainings to the holding company in exchange for a consideration. Accordingly, the figures for the current year are not comparable to the corresponding previous year.
- 31** The Company has been unable to achieve its original business plan which has impacted its profitability resulting in an erosion of net worth of the Company. As per the revised business plan approved by the Board of Directors, the company completed the process of closing its learning centres in order to save costs and to leverage the centre capacity, technology and student base of its holding company, NIIT Limited. Further, the Company has also entered into long term contracts which are expected to further help in improving the overall profitability of the Company. Further, NIIT Limited has confirmed operational and financial support for a period of at least one year from the date of approval of these financial statements. Considering the above, these financial statements have been prepared as going concern basis.
- 32** Previous year figures have been reclassified wherever necessary to conform the current year classification.


Signatures to the Notes '1' to '32' above

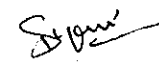
For Price Waterhouse
Firm Registration No.: 301112E
Chartered Accountants

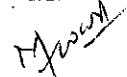

Anupam Dhawan
Partner
Membership No. 084451

For and on behalf of the Board


Syed Ali Athar
Manager


Vijay K Thadani
Director
DIN - 00042527


Sanjay Jain
Chief Financial Officer


Mohammad Wasi
Company Secretary

Place: Gurgaon
Date: May 03, 2016