

**WIPRO (THAILAND) CO., LTD.
REPORT AND FINANCIAL STATEMENTS**

31 MARCH 2018

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of Wipro (Thailand) Co., Ltd.

Opinion

I have audited the financial statements of Wipro (Thailand) Co., Ltd. ("the Company"), which comprise the statement of financial position as at 31 March 2018, and the statement of income and statement of changes in shareholders' equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Wipro (Thailand) Co., Ltd. as at 31 March 2018, and its financial performance for the year then ended in accordance with Thai Financial Reporting Standards for Non-Publicly Accountable Entities.

Basis for Opinion

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Company in accordance with the Federation of Accounting Professions' Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other Matter

The financial statements of Wipro (Thailand) Co., Ltd. for the year ended 31 March 2017 were audited by another auditor whose report dated on 14 July 2017 expressed an unqualified opinion.



Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Thai Financial Reporting Standards for Non-Publicly Accountable Entities, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Thai Standards on Auditing, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

The engagement partner responsible for the audit resulting in this independent auditor's report is Wantanee Chanarithichai.

SD.

Wantanee Chanarithichai

Certified Public Accountant (Thailand) No. 4122

BDO Limited

BANGKOK : 14 June 2018

WIPRO (THAILAND) CO., LTD.
 STATEMENT OF FINANCIAL POSITION
 AS AT 31 MARCH 2018

		<i>(Unit : Baht)</i>	
	<u>Note</u>	<u>2018</u>	<u>2017</u>
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	5	151,081,897	115,066,863
Trade and other receivables	6	27,671,254	58,709,221
Current portion of financial lease receivable	7	608,486	-
Inventories	8	1,825,311	-
Other current assets		<u>1,063,799</u>	<u>319,003</u>
Total current assets		<u>182,250,747</u>	<u>174,095,087</u>
NON-CURRENT ASSETS			
Financial lease receivable	7	1,488,258	-
Equipment	9	9,208,191	1,162,514
Withholding tax deducted at source	10	19,848,182	16,080,662
Deposits		<u>160,045</u>	<u>159,855</u>
Total non-current assets		<u>30,704,676</u>	<u>17,403,031</u>
TOTAL ASSETS		<u><u>212,955,423</u></u>	<u><u>191,498,118</u></u>

The accompanying notes are an integral part of the financial statements.

DIRECTOR(S)

WIPRO (THAILAND) CO., LTD.
STATEMENT OF FINANCIAL POSITION (Continued)
AS AT 31 MARCH 2018

	<u>Note</u>	<u>2018</u>	<u>2017</u>
<i>(Unit : Baht)</i>			
LIABILITIES AND SHAREHOLDERS' EQUITY			
CURRENT LIABILITIES			
Trade and other payables	11	12,609,235	12,604,701
Current portion of employee benefit obligation		309,327	418,671
Income tax payable		1,531,511	-
Other current liabilities		<u>608,177</u>	<u>2,319,103</u>
Total current liabilities		15,058,250	15,342,475
NON-CURRENT LIABILITIES			
Employee benefit obligations		<u>137,404</u>	<u>164,141</u>
TOTAL LIABILITIES		<u>15,195,654</u>	<u>15,506,616</u>
SHAREHOLDERS' EQUITY			
Share capital			
Authorized share capital			
1,030,000 ordinary shares of Baht 100 each		<u>103,000,000</u>	<u>103,000,000</u>
Paid-up share capital			
1,030,000 ordinary shares of Baht 100 each		103,000,000	103,000,000
Retained earnings			
Appropriated			
Legal reserve	12	10,300,000	10,300,000
Unappropriated		<u>84,459,769</u>	<u>62,691,502</u>
TOTAL SHAREHOLDERS' EQUITY		<u>197,759,769</u>	<u>175,991,502</u>
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY		<u>212,955,423</u>	<u>191,498,118</u>

The accompanying notes are an integral part of the financial statements.

DIRECTOR(S)

WIPRO (THAILAND) CO., LTD.

STATEMENT OF INCOME

FOR THE YEAR ENDED 31 MARCH 2018

		<i>(Unit : Baht)</i>	
	<u>Note</u>	<u>2018</u>	<u>2017</u>
REVENUES			
Revenue from services	13	110,464,706	145,706,352
Other income	13	<u>1,807,544</u>	<u>1,221,465</u>
TOTAL REVENUES		<u>112,272,250</u>	<u>146,927,817</u>
EXPENSES			
Cost of services		80,177,547	82,507,569
Administrative expenses		<u>7,948,757</u>	<u>7,713,286</u>
TOTAL EXPENSES		<u>88,126,304</u>	<u>90,220,855</u>
PROFIT BEFORE INCOME TAX EXPENSE		24,145,946	56,706,962
INCOME TAX EXPENSE		(5,517,151)	(4,227,299)
INCOME TAX BENEFIT - PREVIOUS PERIOD	14	<u>3,139,472</u>	<u>-</u>
NET PROFIT FOR THE YEAR		<u>21,768,267</u>	<u>52,479,663</u>

The accompanying notes are an integral part of the financial statements.

DIRECTOR(S)

WIPRO (THAILAND) CO., LTD.

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

FOR THE YEAR ENDED 31 MARCH 2018

(Unit : Baht)

	Paid-up share capital	Retained earnings (deficit)		Total
		Appropriated - Legal reserve	Unappropriated	
Balance as at 1 April 2016	103,000,000	10,300,000	10,211,839	123,511,839
Net profit for the year	-	-	52,479,663	52,479,663
Balance as at 31 March 2017	103,000,000	10,300,000	62,691,502	175,991,502
Net profit for the year	-	-	21,768,267	21,768,267
Balance as at 31 March 2018	<u>103,000,000</u>	<u>10,300,000</u>	<u>84,459,769</u>	<u>197,759,769</u>

The accompanying notes are an integral part of the financial statements.

DIRECTOR(S)

WIPRO (THAILAND) CO., LTD.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

1. GENERAL INFORMATION

Wipro (Thailand) Co., Ltd. (“the Company”) was incorporated as a limited company under the Thai Civil and Commercial Code on 5 November 2008. The principal business operation of the Company is software consultancy activities, enterprise software and digital content. Its registered office is Unit 17-02B, 11th floor, Chartered Square Building, 152 North Sathorn Road, Silom, Bangrak, Bangkok.

The Company’s shareholding structure is as follows:

<u>Shareholder</u>	<u>Country</u>	<u>Type of share</u>	<u>Shareholding portion</u>
Wipro Cyprus Private Limited	Republic of Cyprus	Ordinary	99.97%
Others		Ordinary	<u>0.03%</u>
Total			<u>100.00%</u>

The ultimate parent of the Company is Wipro Limited, which is incorporated in India.

2. BASIS OF FINANCIAL STATEMENTS PREPARATION

The financial statements have been prepared in accordance with Thai Financial Reporting Standards applicable for Non-Publicly Accountable Entities (“TFRSs for NPAEs”) as issued by the Federation of Accounting Professions and their presentation has been made in compliance with the stipulations of the Department of Business Development dated 28 September 2011, issued under the Accounting Act, B.E. 2543.

The financial statements in Thai language are the official statutory financial statements of the Company. The financial statements in English language have been translated from the Thai language financial statements.

The financial statements have been prepared on a historical cost basis except where otherwise disclosed in the accounting policies.

DIRECTOR(S)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Revenues and expenses

Service income is recognized when service is rendered to the customer.

Other income and expense are recognized on an accrual basis.

3.2 Cash and cash equivalents

Cash and cash equivalents are cash on hand and all types of deposits at financial institutions with original maturities of 3 months or less, and excluding deposits at financial institutions used as collateral.

3.3 Trade receivables

Trade receivables are stated at their invoice value less allowance for doubtful accounts, if any.

An allowance for doubtful accounts is calculated on the expected uncollectible debts based on past collection experience and the analysis of aging of each debtor.

3.4 Financial lease receivables

Financial lease receivables are stated at debt balances net of unearned income and allowance for doubtful accounts. Current portion of financial lease receivables are presented under current assets.

3.5 Inventories

Inventories are stated at the lower of cost and net realizable value. Cost is determined by the specific identification method. The cost of purchase comprises both the purchase price and costs directly attributable to the acquisition of the inventory, such as import duties and transportation charges, less all attributable discounts, allowances or rebates.

Net realizable value is the estimate of the selling price in the ordinary course of business, less the costs of completion and selling expenses.

DIRECTOR(S)

3.6 Equipment

Equipment are stated at cost less accumulated depreciation and allowance for diminution in value (if any).

Depreciation is calculated by the straight-line method based on the estimated useful lives of the assets as follows:

Computer	2 - 3 years
Furniture and fixtures	5 years
Office equipment	7 years

Expenditure for addition, renewal or betterment, which result in a substantial increase in an asset's current replacement value, is capitalized. Repairs and maintenance are recognized as expenses in the statement of income during the financial period in which they are incurred.

3.7 Provisions

Provisions are recognized when the Company has a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

3.8 Employee benefit obligations

The Company records employee benefits obligation and other long-term benefits obligation under the Company's employment policy which are calculated based on the employee's salaries, turnover rate, years of services and other factors determined by the Company as at the statement of financial position date.

The effect of changes in estimate are recognized in the statement of income in the period during which the transactions are incurred.

3.9 Income tax

Income tax is provided in the accounts at the amount expected to be paid to the taxation authorities, based on taxable profits determined in accordance with tax legislation.

DIRECTOR(S)

3.10 Lease

Operating lease

Lease agreements in which substantially all the risks and rewards of ownership of assets remain with the lessor are accounted for as operating leases. Rentals applicable to such operating leases are charged to the statement of income over the lease term.

When an operating lease is terminated before expiry date of the lease period, any payment required to be made to the lessor by way of penalty is recognized as an expense in the period in which termination takes place.

3.11 Foreign currency transactions

Transactions denominated in foreign currencies incurred during the year are translated into Baht at the exchange rate on the transactions dates. Monetary assets and liabilities denominated in foreign currencies at the statements of financial position date are translated into Baht at the reference exchange rates established by the Bank of Thailand on that date.

Gains or losses on foreign exchange rate arising on settlements and translation are recognized as income or expense in the statement of income.

4. CRITICAL ACCOUNTING ESTIMATES, ASSUMPTION AND JUDGEMENT

The preparation of financial statements in conformity with TFRS for NPAEs and generally accepted accounting principles also requires the Company's management to exercise judgment in order to determine the accounting policies, estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the last date of the reporting period and the reported amounts of revenue and expense during the reporting period. Although these estimates are based on management's reasonable consideration of current events, actual results may differ from these estimates.

DIRECTOR(S)

5. CASH AND CASH EQUIVALENTS

	<i>(Unit : Baht)</i>	
	<u>2018</u>	<u>2017</u>
Cash at banks		
Current accounts	11,240,836	5,737,203
Fixed deposit account less than 3 months	<u>139,841,061</u>	<u>109,329,660</u>
Total	<u>151,081,897</u>	<u>115,066,863</u>
Interest rate (% per annum)		
Fixed deposit account less than 3 months	1.40 - 1.50	1.40 - 1.60

6. TRADE AND OTHER RECEIVABLES

	<i>(Unit : Baht)</i>	
	<u>2018</u>	<u>2017</u>
Trade receivables		
Trade receivables	14,720,398	35,054,942
Unbilled receivables	<u>12,975,883</u>	<u>22,806,212</u>
	27,696,281	57,861,154
Less: Allowance for doubtful accounts	<u>(238,912)</u>	<u>-</u>
	<u>27,457,369</u>	<u>57,861,154</u>
Other receivables		
Advance payments	-	675,905
Prepaid expenses	2,138	3,333
Others	<u>211,747</u>	<u>168,829</u>
	<u>213,885</u>	<u>848,067</u>
Total	<u>27,671,254</u>	<u>58,709,221</u>

DIRECTOR(S)

7. FINANCIAL LEASE RECEIVABLE

	<i>(Unit : Baht)</i>	
	<u>2018</u>	<u>2017</u>
Financial lease receivable	2,210,882	-
Less : Deferred interest income	<u>(114,138)</u>	<u>-</u>
	2,096,744	-
Less : Portion due within one year	<u>(608,486)</u>	<u>-</u>
Financial lease receivable - net	<u><u>1,488,258</u></u>	<u><u>-</u></u>

As at 31 March 2018, the Company has the amount of financial lease receivable approximately Baht 2.1 million, whereby it is committed to pay rental on a monthly basis. The terms of the agreements are generally between 3.5 to 5 years.

As at 31 March 2018, future minimum lease receive required under the finance lease agreements were as follows:

	<i>(Unit : Baht)</i>		
	<u>Less than 1 year</u>	<u>1 - 5 years</u>	<u>Total</u>
Future minimum lease receives	663,204	1,547,678	2,210,882
Deferred interest income	<u>(54,718)</u>	<u>(59,420)</u>	<u>(114,138)</u>
Total	<u><u>608,486</u></u>	<u><u>1,488,258</u></u>	<u><u>2,096,744</u></u>

8. INVENTORIES

	<i>(Unit : Baht)</i>	
	<u>2018</u>	<u>2017</u>
Computer	<u><u>1,825,311</u></u>	<u><u>-</u></u>

DIRECTOR(S)

9. EQUIPMENT

	<i>(Unit : Baht)</i>			
	<u>Beginning balance</u>	<u>Purchase/ Increase</u>	<u>Disposal/ write-off</u>	<u>Ending balance</u>
Cost				
Computer	3,361,166	11,825,174	(1,041,890)	14,144,450
Furniture and fixtures	1,134,870	-	-	1,134,870
Office equipment	37,000	-	-	37,000
Total	<u>4,533,036</u>	<u>11,825,174</u>	<u>(1,041,890)</u>	<u>15,316,320</u>
Accumulated depreciation				
Computer	2,722,550	3,558,585	(1,041,890)	5,239,245
Furniture and fixtures	628,562	215,625	-	844,187
Office equipment	19,410	5,287	-	24,697
Total	<u>3,370,522</u>	<u>3,779,497</u>	<u>(1,041,890)</u>	<u>6,108,129</u>
Net Book Value	<u>1,162,514</u>			<u>9,208,191</u>

Depreciation under statements of income for the years ended

31 March 2018	3,779,497
31 March 2017	568,985

10. WITHHOLDING TAX DEDUCTED AT SOURCE

	<i>(Unit : Baht)</i>	
	<u>2018</u>	<u>2017</u>
Withholding tax for the years:		
2013	6,896,628	6,896,628
2014	3,847,906	3,847,906
2015	4,777,938	4,777,938
2016	2,830,087	2,830,087
2017	<u>1,495,623</u>	<u>(2,271,897)</u>
Total	<u>19,848,182</u>	<u>16,080,662</u>

DIRECTOR(S)

11. TRADE AND OTHER PAYABLES

	<i>(Unit : Baht)</i>	
	<u>2018</u>	<u>2017</u>
Trade payables		
Trade payables	<u>4,830,499</u>	<u>3,594,813</u>
Other payables		
Other payables	3,195,711	4,643,672
Accrued expenses	<u>4,583,025</u>	<u>4,366,216</u>
	<u>7,778,736</u>	<u>9,009,888</u>
Total	<u>12,609,235</u>	<u>12,604,701</u>

12. LEGAL RESERVE

Under the provisions of the Civil and Commercial Code, the Company is required to set aside as legal reserve at least 5% of its net income at each dividend declaration until the reserve reaches 10% of authorized capital. The reserve is not available for dividend distribution.

The Company had already appropriated retained earnings as legal reserve amounting to Baht 10.3 million equivalent to 10% of the authorized capital.

13. PROMOTIONAL PRIVILEGES

The Company is obtained promotional privileges by The Board of Investment on 30 January 2009 in the business category of Enterprise Software, Digital Content and Embedded Software. The significant privileges include the exemption of import duty on machinery and the exemption of corporate profit tax from the net profit from operations, which has been promoted for a period of eight years since the date that the Company generated income from such operation on 30 June 2009. The Company has to comply with the conditions related to the rights and benefits received as stated in the promotional certificates and the exemption from corporate income tax will be utilized until 29 June 2017.

DIRECTOR(S)

Based on the Announcement of the Board of Investment No. Por 14/2541 dated 30 December 1998 regarding revenue reporting of a promoted industry, the Company is required to report the revenues separately between promoted and non-promoted business, which are presented for the years ended 31 March 2018 and 2017 as follows:

(Unit : Baht)

	2018			2017		
	<u>Promoted</u>	<u>Non Promoted</u>	<u>Total</u>	<u>Promoted</u>	<u>Non Promoted</u>	<u>Total</u>
Revenue from services	2,301,263	108,163,443	110,464,706	26,060,337	119,646,015	145,706,352
Other income	-	<u>1,807,544</u>	<u>1,807,544</u>	-	<u>1,221,465</u>	<u>1,221,465</u>
Total	<u>2,301,263</u>	<u>112,272,250</u>	<u>112,272,250</u>	<u>26,060,337</u>	<u>120,867,480</u>	<u>146,927,817</u>

14. INCOME TAX BENEFIT - PREVIOUS PERIOD

The previous period income tax benefit is recorded in current year income statement due to the change in estimation of tax provision after the audit report date.

15. COMMITMENTS

As at 31 March, the Company has an outstanding commitment related to rental of office and services as follows:

(Unit : Baht)

	<u>2018</u>	<u>2017</u>
<u>Maturity schedule</u>		
Within 1 year	640,188	640,188
Within 2 - 5 years	<u>613,514</u>	<u>1,253,702</u>
Total	<u>1,253,702</u>	<u>1,893,890</u>

DIRECTOR(S)

16. RECLASSIFICATION

Certain corresponding figures for the year ended 31 March 2017 have been reclassified to conform to the current year's classification. The followings are details of reclassification.

	<i>(Unit : Baht)</i>	
	<u>As reclassified</u>	<u>As previously report</u>
Statement of financial position		
Current assets		
Withholding tax deducted at source	-	16,080,662
Non-current assets		
Withholding tax deducted at source	16,080,662	-

The reclassification had no effect to previously reported profit (loss) or shareholder's equity.

17. APPROVAL OF FINANCIAL STATEMENTS

The financial statements have been approved on 14 June 2018 by the Company's director.

DIRECTOR(S)