MSKA
& Associates
Chartered Accountants

Floor 6, No. 5, Prestige Khoday Tower
Raj Bhavan Road
Bengaluru 560001, INDIA
Tel: +91 80 6815 0000

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Wipro Networks Pte Limited.

Report on the Financial Statements

We have audited the accompanying financial statements of Wipro Networks Pte Limited ("the Company"), which comprises of the Balance Sheet as at March 31, 2019, and the statement of Profit and Loss, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements 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, 2019, and profit, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) issued by ICAI. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity 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 Companies Act, 2013. This responsibility also includes maintenance of adequate accounting records, 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our 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 our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs 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.
We give in "Annexure A" a detailed description of Auditor's responsibilities for Audit of the Financial Statements.

Other Matter

The financial statements of the Company for the year ended March 31, 2018, were prepared by the management and are not subjected to audit.

Our opinion is not modified in respect of these matters.

Restriction on use

This report is intended solely for the information of the Company's and its ultimate holding company's board of directors and is not intended to be and should not be used by anyone other than specified parties. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company, the Company's and ultimate holding company's board of directors, for our audit work, for this report, or for the opinions we have formed.

For MSKA & Associates
Chartered Accountants
Firm Registration No. 105047W

Sd/-

Deepak Rao
Partner
Membership No.: 113292

Place: Bengaluru
Date: June 20, 2019

Floor 6, No. 5, Prestige Khoday Tower
Raj Bhavan Road
Bengaluru 560001, INDIA
Tel: +91 80 6815 0000

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT ON EVEN DATE ON THE FINANCIAL STATEMENTS OF WIPRO NETWORKS PTE LIMITED.

Auditor's Responsibilities for the Audit of the Financial Statements

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We 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 our 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.

- 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 we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

MSKA
& Associates
Chartered Accountants

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For MSKA & Associates

Chartered Accountants
ICAI Firm Registration No. 105047W

Sd/-

Deepak Rao
Partner
Membership No.: 113292

Place: Bengaluru
Date: June 20, 2019

Wipro Networks Pte Limited
Balance Sheet as at 31 March 2019
(Amount in USD, except share and per share data, unless otherwise specified)

	Note	As at 31 March 2019	As at 31 March 2018
ASSETS			
Non-current assets			
Property, plant and equipment	5	703	1,649
Goodwill	5A	1,321	1,321
Other intangible assets	5A	7	7
Financial assets			
Investments	6	13,355	11,475
Other financial assets	7	1,405	2,694
Other non-current assets	8	536	693
		17,327	17,839
Current assets			
Financial assets			
Trade receivables	9	5,360	3,717
Unbilled Receivables		2,553	3,034
Cash and cash equivalents	10	7,886	1,716
Other financial assets	7	12,754	10,952
Contract Asset	30	1,763	-
Inventories	11	5,266	3,505
Other current assets	8	965	772
		36,547	23,696
		53,874	41,535
EQUITY AND LIABILITIES			
Equity			
Equity Share capital	12	22,372	22,372
Other equity	13	(4,033)	(793)
		18,339	21,579
Liabilities			
Non-current liabilities			
Obligation under finance lease	24	802	2,378
Employee benefit obligations	14	119	137
		921	2,515
Current liabilities			
Financial liabilities			
Trade Payables			
i)total outstanding dues of micro enterprises and small enterprises		-	-
ii)total outstanding dues of creditors other than micro enterprise and small enterprise	15	30,928	15,323
Other financial liabilities	16	1,678	668
Contract Liablities	30	388	-
Obligation under finance lease	24	1,492	1,302
Employee benefit obligations	14	128	148
		34,614	17,441
		53,874	41,535

Summary of significant accounting policies 1-31

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

As per our report of even date
For MSKA & Associates
Chartered Accountants
Firm Registration No.:105047W

For and on behalf of the Board of Directors
Wipro Networks Pte Limited

SD/-
Deepak Rao
Partner
Membership No: 113292

SD/-
Manoj Nagpaul
Director

SD/-
Mahima Singhal
Director

Place: Bangalore
Date: 20th Jun 2019

Place: Bangalore
Date: 20th Jun 2019

Place: Bangalore
Date: 20th Jun 2019

Wipro Networks Pte Limited

Statement of Profit and Loss for the year ended 31 March 2019

(Amount in USD, except share and per share data, unless otherwise specified)

	Notes	Year ended 31 March 2019	Year ended 31 March 2018
REVENUE			
Revenue from operations	17	36,261	33,916
Other income	18	795	1,463
Total income		37,056	35,379
EXPENSES			
Employee Benefit Expenses	19	6,687	6,835
Depreciation and amortisation expense	5	449	2,172
Finance costs	20	116	175
Other expenses	21	33,179	27,987
Total expenses		40,431	37,169
Profit or (Loss) before tax		(3,375)	(1,790)
Current tax		135	-
Deferred tax		-	-
Tax expense		135	-
Profit or (Loss) for the year		(3,240)	(1,790)
Total comprehensive income for the year		(3,240)	(1,790)
Earnings / (Loss) per share	22		
Basic and Diluted earnings /(loss) per share (USD)		(0.12)	(0.06)
See accompanying notes to financial statements	1-31		

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

As per our report of even date
For MSKA & Associates
Chartered Accountants
Firm Registration No.:105047W

SD|-
Deepak Rao
Partner
Membership No: 113292
Place: Bangalore
Date: 20th Jun 2019

For and on behalf of the Board of Directors of
Wipro Networks Pte Limited

SD|-
Manoj Nagpaul
Director

Place: Bangalore
Date: 20th Jun 2019

SD|-
Mahima Singhal
Director

Place: Bangalore
Date: 20th Jun 2019

Wipro Networks Pte Limited
Statement of changes in equity for the year ended 31st March 2019
(Amount in USD, except share and per share data, unless otherwise specified)

(A) Equity share capital	As at 31 March 2019		As at 31 March 2018	
	No. of shares	Amount	No. of shares	Amount
Equity shares of 1 SGD each issued, subscribed and fully paid				
Opening	28,126	22,372	28,126	22,372
Add: issue during the year	-	-	-	-
Closing	28,126	22,372	28,126	22,372

(B) Other equity

	Reserve and surplus			Total
	Securities premium	General reserve	Retained earnings	
Balance as at 1 April 2017		-	997	997
Loss for the year		-	(1,790)	(1,790)
Other comprehensive income		-	-	-
Total other comprehensive income for the year	-	-	(793)	(793)
Balance as at 31 March 2018	-	-	(793)	(793)

	Securities premium	General reserve	Retained earnings	Total
Balance as at 1 April 2018	-	-	(793)	(793)
Profit/Loss for the year	-	-	(3,240)	(3,240)
Other comprehensive income	-	-	-	-
Total other comprehensive income for the year	-	-	(4,033)	(4,033)
Balance as at 31 March 2019	-	-	(4,033)	(4,033)

See accompanying notes to the financial statements 1-31

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

As per our report of even date
For MSKA & Associates
Chartered Accountants
Firm Registration No.:105047W

For and on behalf of the Board of Directors of
Wipro Networks Pte Limited

SD|—
Deepak Rao
Partner
Membership No: 113292

Place: Bangalore
Date: 20th Jun 2019

SD|—
Manoj Nagpaul
Director
DIN

Place: Bangalore
Date: 20th Jun 2019

SD|—
Mahima Singhal
Director
DIN

Place: Bangalore
Date: 20th Jun 2019

Wipro Networks Pte Limited
Statement of cash flows for the year ended 31 March 2019
(Amount in USD, except share and per share data, unless otherwise specified)

	Year ended 31 March 2019	Year ended 31 March 2018
A. Cash flow from operating activities		
Profit or (Loss) for the year	(3,375)	(1,790)
Amortisation of intangible assets	-	1,682
Depreciation and amortization	449	490
Unrealised exchange differences - net	453	475
Plant and Equipment written-off	7	16
Reversal of allowances for impairment -trade		(47)
Reversal of allowances for impairment -non-trade		(12)
Addition/(Reversal) of Leave Encashment	-	3
Other non cash items		19
Interest income	(136)	(212)
Interest expense	104	151
Operating profit before working capital changes	(2,498)	775
Adjustments for working capital changes:		
Trade and other receivable	(1,162)	(2,384)
Loans and advances and other assets	(3,199)	(3,505)
Trade and other payables	16,966	10,649
Net cash generated from operations	10,107	5,535
Direct taxes (paid) / refund	(211)	(294)
Net cash generated by operating activities	9,896	5,241
Cash flows from investing activities:		
Acquisition of plant and equipment (including advances)	(39)	(581)
Investment in associate enterprise	(1,880)	(5,774)
Interest Income	136	212
Net cash generated by / (used in) investing activities	(1,783)	(6,143)
Cash flows from financing activities:		
Increase in amount due to related companies		12
Repayment of Finance lease obligation	(1,386)	(1,680)
Interest expense	(104)	(151)
Net cash generated by / (used in) financing activities	(1,490)	(1,819)
Net (decrease) / increase in cash and Cash equivalents during the year	6,623	(2,721)
Cash and cash equivalents at the beginning of the year	1,716	4,912
Effect of exchange rate changes on Cash	(453)	(475)
Cash and cash equivalents at the end of the year (refer note 10)	7,886	1,716

See accompanying notes to the financial statements 1-31

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

As per our report of even date

For MSKA & Associates
Chartered Accountants
Firm Registration No.:105047W

SD|-
Deepak Rao
Partner
Membership No: 113292

Place: Bangalore
Date: 20th Jun 2019

For and on behalf of the Board of Directors of
Wipro Networks Pte Limited

SD|-	SD|-
Manoj Nagpaul	Mahima Singhal
Director	Director
Place: Bangalore	Place: Bangalore
Date: 20th Jun 2019	Date: 20th Jun 2019

1 General Information

Wipro Networks Pte Limited is a subsidiary of Wipro Limited, incorporated and domiciled in Singapore. The Company is provider of IT Services, including Business Process Services (BPS) services, globally and IT Products.. The functional currency of the Company is USD. The Company's ultimate holding company, Wipro Limited ("Wipro") is incorporated and domiciled in India.

2 Significant accounting policies

2.1 Basis of preparation of financial statements

(i) Statement of compliance and basis of preparation

These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS), the provisions of the Companies Act, 2013 ("the Companies Act"). The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016. Accounting policies have been applied consistently to all periods presented in these financial statements.

The financial statements correspond to the classification provisions contained in Ind AS 1, "Presentation of Financial Statements". For clarity, various items are aggregated in the statements of profit and loss and balance sheet. These items are disaggregated separately in the notes to the financial statements, where applicable.

(ii) Basis of Measurement

These financial statements have been prepared on a historical cost convention and on an accrual basis.

(iii) Use of estimates and judgement

The preparation of the financial statements in conformity with IND AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

2.2 Finacial Instruments

Non-derivative financial instruments:

Non derivative financial instruments consist of:

- financial assets ,which includes cash and cash equivalents,trade receivables and eligible current and non current asset;
- finacial liabilities,which includes trade payables,eligible current and non current liabilities.

These financial instruments are recognised initially at fair value.Financial assets are derecognised when substantial risks and rewards of ownership of the financial asset has been transferred. In cases where substantial risks and rewards of ownership of the financial asset are neither transfered or retained ,financial asset are de-recognised only when the Company has not retained control over the financial asset.

Subsequent to initial recognition, non-derivative financial instruments are measured as described below:

A. Cash and cash equivalent

Cash and cash equivalent in the balance sheet comprise cash at banks, cash on hand and short-term deposits net of bank overdraft with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purposes of the cash flow statement, cash and cash equivalents include cash on hand, cash in banks and short-term deposits net of bank overdraft.

B. Other financial assets

Other financial assets are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. These are initially recognized at fair value and subsequently measured at amortized cost using the effective interest method, less any impairment losses. These comprise trade receivables and other assets

C. Trade and Other Payables

Trade and other payables are initially recognized at fair value, and subsequently carried at amortised cost using the effective interest method. For these financial Instruments, the carrying amounts approximate fair value due to the short-term maturity of these instruments

2.3 Revenue recognition

The Company derives revenue primarily from software development, maintenance of software/hardware and related services, business process services, sale of IT and other products.
On April 1, 2018, the Company adopted Ind AS-115, "Revenue from Contracts with Customers" using the cumulative catch-up transition method applied to contracts that were not completed as at April 1, 2018. In accordance with the cumulative catch-up transition method, the comparatives have not been retrospectively adjusted.

On adoption of Ind As 115, the Company has changed the presentation of the following amounts:

(i) Trade receivables of $15,28,463 and $1,762,619 as at 1 April 2018 and 31 March 2019 respectively ware reclassified to contract assets.

(ii) Other payables of $ nil and $ 3,88,414 as at 1 April 2018 and 31 March 2019 respectively ware reclassified to contract liabilities.

The adoption of Ind AS- 115, did not have any material impact on the financial statement of income for year ended March 31, 2019.

A Time and materials contracts
Revenues and costs relating to time and material contracts are recognized as the related services are rendered.

B Fixed-price contracts

Revenues from fixed-price contracts, including systems development and integration contracts are recognized using the "percentage-of-completion" method. Percentage of completion is determined based on project costs incurred to date as a percentage of total estimated project costs required to complete the project. The cost expended (or input) method has been used to measure progress towards completion as there is a direct relationship between input and productivity. If the Company does not have a sufficient basis to measure the progress of completion or to estimate the total contract revenues and costs, revenue is recognized only to the extent of contract cost incurred for which recoverability is probable. When total cost estimates exceed revenues in an arrangement, the estimated losses are recognized in the statement of profit and loss in the period in which such losses become probable based on the current contract estimates.

Unbilled revenues' represent cost and earnings in excess of billings as at the end of the reporting year.

'Unearned revenues' represent billing in excess of revenue recognized. Advance payments received from customers for which no services have been rendered are presented as 'Advance from customers'.

C Maintenance Contracts

Revenue from maintenance contracts is recognized rateably over the period of the contract using the percentage of completion method. When services are performed through an indefinite number of repetitive acts over a specified period of time, revenue is recognized on a straight-line basis over the specified period unless some other method better represents the stage of completion.

In certain projects, a fixed quantum of service or output units is agreed at a fixed price for a fixed term. In such contracts, revenue is recognized with respect to the actual output achieved till date as a percentage of total contractual output. Any residual service unutilized by the customer is recognized as revenue on completion of the term.
Revenue recognition is done on straight line basis over the term of performance obligation using the output method (with respect to time)

D Others
The Company accounts for volume discounts and pricing incentives to customers by reducing the amount of revenue recognized at the time of sale. The Company accrues the estimated cost of warranties at the time when the revenue is recognized. The accruals are based on the Company's historical experience of material usage and service delivery costs. Costs that relate directly to a contract and incurred in securing a contract are recognized as an asset and amortized over the contract term.
Contract expenses are recognised as expenses by reference to the stage of completion of contract activity at the end of the reporting period.

E Products:

Revenue from sale of products is recognised when the significant risks and rewards of ownership has been transferred in accordance with the sales contract. Revenue from product sales is shown net of excise duty and net of sales tax separately charged and applicable discounts.

Other income

Interest is recognized using the time proportion method, based on the rates implicit in the transaction.

2.4 Property, plant and equipment

A Recognition and measurement

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Cost includes expenditures directly attributable to the acquisition of the asset. General and specific borrowing costs directly attributable to the construction of a qualifying asset are capitalized as part of the cost.

B Depreciation

The Company depreciates property, plant and equipment over the estimated useful life on a straight-line basis from the date the assets are available for use. Assets acquired under finance lease and leasehold improvements are amortized over the shorter of estimated useful life of the asset or the related lease term. Term licenses are amortized over their respective contract term. Freehold land is not depreciated. The estimated useful life of assets are reviewed and where appropriate are adjusted, annually. The estimated useful lives of assets are as follows

Category	Useful life
Buildings	28 to 40 years
Plant and machinery	5 to 21 years
Computer equipment and software	2 to 7 years
Furniture, fixtures and equipment	3 to 10 years
Vehicles	4 to 5 years

When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment. Subsequent expenditure relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Company and the cost of the item can be measured reliably.

The cost of property, plant and equipment not available for use before each reporting date are disclosed under capital work- in-progress. Deposits & advances paid towards acquisition of property, plant and equipment outstanding at each balance sheet date are shown as capital advances under the head of other non-current assets.

2.5 Intangible assets

Intangible assets acquired separately are measured at cost of acquisition. Intangible assets acquired in a business combination are measured at fair value as at the date of acquisition. Following initial recognition, intangible assets are carried at cost less accumulated amortization and impairment losses, if any.

The amortization of an intangible asset with a finite useful life reflects the manner in which the economic benefit is expected to be generated.

The estimated useful life of amortizable intangibles are reviewed and where appropriate are adjusted, annually. The estimated useful lives of the amortizable intangible assets for the current and comparative periods are as follows:

Category	Useful life
Customer related intangibles	5 to 10 years
Marketing related intangibles	3 to 10 years

2.6 Foreign currency transactions and translations

Functional currency

The functional currency of the Company is Australian Dollar. These financial statements are presented in Australian Dollar.

Transaction

The Company is exposed to currency fluctuations on foreign currency transactions. Foreign currency transactions are accounted in the books of account at the exchange rates prevailing on the date of transaction. Monetary foreign currency assets and liabilities at period-end are translated at the exchange rate prevailing at the date of Balance Sheet. The exchange difference between the rate at which foreign currency transactions are accounted and the rate at which they are re-measured/ realized is recognized in the Statement of Profit and Loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

2.7 Employee benefits

Compensated absences
The employees of the Company are entitled to compensated absences. The employees can carry forward a portion of the unutilized accumulating compensated absences and utilize it in future periods or receive cash at retirement or termination of employment. The Company records an obligation for compensated absences in the period in which the employee renders the services that increases this entitlement. The Company measures the expected cost of compensated absences as the additional amount that the Company expects to pay as a result of the unused entitlement that has accumulated at the end of the reporting period. The Company recognizes accumulated compensated absences based on actuarial valuation carried out by independent actuary using the projected unit credit method. Non-accumulating compensated absences are recognized in the period in which the absences occur. The Company recognizes actuarial gains and losses immediately in the statement of profit and loss account.

Pension and social contribution

Pension and social contribution plan, a defined contribution scheme, the Company makes monthly contributions based on a specified percentage of each covered employee's salary.

2.8 Taxes

Income tax

Current tax assets and liabilities are measured at the amount expected to be recovered or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the year end date. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Deferred tax

Deferred income tax is provided in full, using the balance sheet approach, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in financial statements. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit (tax loss). Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the year and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.

Current and deferred tax is recognized in Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

2.9 Leases

Leases where the lessor retains substantially all the risks and rewards of ownership are classified as operating leases. Lease rentals in respect of assets taken under operating leases are charged to statement of profit and loss on a straight line basis over the lease term.

Also initial direct cost incurred in operating lease such as commissions, legal fees and internal costs is recognised immediately in the Statement of Profit and Loss.

Leases of property, plant and equipment where the Company, as lessee, has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalized at the lease's inception at the fair value of the leased property or, if lower, the present value of the minimum lease payments. The corresponding rental obligations, net of finance charges, are included in borrowings or other financial liabilities as appropriate. Each lease payment is allocated between the liability and finance cost. The finance cost is charged to the Statement of Profit and Loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

2.10 Cash flow statement

Cash flows are reported using indirect method, whereby net profits before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated.

2.11 Equity and share capital

(a) Share capital

The authorized share capital of the Company as of March 31, 2019 is AUD 2 divided into 600 (31 March 2018: 600) equity shares of AUD 0.003 par value

The voting right of an equity share holder on a poll (not on show of hands) are in proportion to his/its share of the paid-up equity. Voting right cannot be exercised in respect of shares on which any call or other sums presentably payable has not been paid. Failure to pay any amount called up on shares may lead to their forfeiture.

(b) Retained earnings

Retained earnings comprises of the Company's capital reserve and undistributed earnings after taxes.

2.12 Earnings per share

Basic earnings per share is computed using the weighted average number of equity shares outstanding during the period adjusted for treasury shares held. Diluted earnings per share is computed using the weighted-average number of equity and dilutive equivalent shares outstanding during the period, using the treasury stock method for options and warrants, except where the results would be anti-dilutive.

2.13 Provisions and contingent liabilities

Provisions are recognized when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

The Company records a provision for decommissioning costs. Decommissioning costs are provided at the present value of expected costs to settle the obligation using estimated cash flows and are recognized as part of the cost of the particular asset. The cash flows are discounted at a current pre-tax rate that reflects the risks specific to the decommissioning liability. The unwinding of the discount is expensed as incurred and recognized in the statement of profit and loss as a finance cost. The estimated future costs of decommissioning are reviewed annually and adjusted as appropriate. Changes in the estimated future costs or in the discount rate applied are added to or deducted from the cost of the asset.

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 or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made.

2.14 Impairment of non-financial assets

The Company assesses at each year end whether there is any objective evidence that a non financial asset or a group of non financial assets is impaired. If any such indication exists, the Company estimates the asset's recoverable amount and the amount of impairment loss.

An impairment loss is calculated as the difference between an asset's carrying amount and recoverable amount. Losses are recognized in Statement of Profit and Loss and reflected in an allowance account. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through Statement of Profit and Loss.

The recoverable amount of an asset is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets are grouped together into the smallest group of assets that generates cash in flows from continuing use that are largely independent of the cash inflows of other assets.

2.15 Inventories

Inventories are valued at the lower of cost and net realisable value.

Materials, packaging materials and stores and spare parts are valued at lower of cost and net realizable value. Cost includes purchase price, (excluding those subsequently recoverable by the enterprise from the concerned revenue authorities), freight inwards and other expenditure incurred in bringing such inventories to their present location and condition. In determining the cost, weighted average cost method is used.

3 Significant accounting judgments, estimates and assumptions

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future years.

3.1 Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the year end date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

(a) Taxes

Deferred tax assets are recognized for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilized. Significant management judgment is required to determine the amount of deferred tax assets that can be recognized, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

The Company neither have any taxable temporary difference nor any tax planning opportunities available that could partly support the recognition of these losses as deferred tax assets. On this basis, the Company has determined that it cannot recognize deferred tax assets on the tax losses carried forward except for the unabsorbed depreciation.

(b) Defined benefit plans - leave encashment

The cost of the defined benefit plans such as leave encashment are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary etc. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each year end.

The principal assumptions are the discount and salary growth rate. The discount rate is based upon the market yields available on government bonds at the accounting date with a term that matches that of liabilities. Salary increase rate takes into account of inflation, seniority, promotion and other relevant factors on long term basis.

4 Standards (including amendments) issued but not yet effective

The standards and interpretations that are issued, but not yet effective up to the date of issuance of the financial statements are disclosed below. The Company intends to adopt these standards, if applicable, when they become effective.

(a) Ind AS 116- Leases

On March 30, 2019, Ministry of Corporate Affairs ("MCA") has notified the Ind AS 116, Leases. This Standard sets out the principles for the recognition, measurement, presentation and disclosure of leases. The objective of the standard is to ensure that lessees and lessors provide relevant information in a manner that faithfully represents those transactions. The effective date for adoption of Ind AS 116 is financial periods beginning on or after April 1, 2019.The Company is currently evaluating the requirements of amendments. The Company believe that the adoption of this amendment will not have a material effect on its financial statements.

5 Property, plant and equipment

	Plant and machinery	Furniture and fixtures	Office equipments	Total
Gross block (at cost)				
Balance as at 31 March 2017	2,654	733	106	3,493
Additions	582	-	-	582
Disposals/adjustment*	(340)	(340)	(57)	(737)
Balance as at 31 March 2018	2,897	393	49	3,338
Additions	39	-	-	39
Disposals/adjustment*	(566)	-	-	(566)
Balance as at 31 March 2019	2,370	393	49	2,812
Accumulated depreciation				
Balance as at 31 March 2017	(1,329)	(486)	(106)	(1,921)
Depreciation charge	(426)	(64)	-	(490)
Disposals/adjustment*	325	340	57	722
Balance as at 31 March 2018	(1,430)	(210)	(49)	(1,689)
Depreciation charge	(387)	(63)	-	(450)
Disposals/adjustment*	30	-	-	30
Balance as at 31 March 2019	(1,787)	(273)	(49)	(2,109)
Net block				
Balance as at 31 March 2018	1,467	183		1,649
Balance as at 31 March 2019	583	120		703

* Includes regrouping/reclassification within the block of assets.

5A Intangible assets

	Goodwill	Contractual customer relationship	Non-compete rights	Total
Cost	US$	US$	US$	US$
At 31 March 2018 and 2019	1,321	7,245	1,920	10,486
Accumulated depreciation				
At 1 April 2017	-	5,908	1,568	7,476
Charge for the year	-	1,337	345	1,682
At 31 March 2018	-	7,245	1,913	9,158
Charge for the year	-	-	-	-
At 31 March 2019	-	7,245	1,913	9,158
Net carrying amount				
At 31 March 2019	1,321	-	7	1,328
At 31 March 2018	1,321	-	7	1,328

Wipro Networks Pte Limited
Notes forming part of the Financial Statements for the year ended 31 March 2019
(Amount in USD, except share and per share data, unless otherwise specified)

6 Financial Assets- Investments

	As at 31 March 2019	As at 31 March 2018
Investment in equity instrument designated as at fair value through OCI (fully paid)		
Unquoted equity shares		
Refer - Note 1	13,355	11,475
Current	-	-
Non- Current	13,355	11,475
	13,355	11,475
Aggregate book value of:		
Quoted investments	-	-
Unquoted investments	13,355	11,475
Aggregate market value of:		
Quoted investments	-	-
Unquoted investments	13,355	11,475

Note 1:

Name	% of Holding - 31-03-2019	% of Holding - 31-03-2018	Value of Investment as on 31-03-2019	Value of Investment as on 31-03-2018
Wipro (Chengdu) Limited	91%	87%	5,350	3,470
Wipro Dalian Limited	100%	100%	8,000	8,000
Wipro Technologies SDN BHD	100%	100%	*	*
PT WT Indonesia	0.40%	0.40%	5	5
Wipro (Thailand) Co Limited	*	*	*	*
* Amounts below rounding of norm adopted by the Company			13,355	11,475

Wipro Networks Pte Limited
Notes forming part of the Financial Statements for the year ended 31 March 2019
(Amount in USD, except share and per share data, unless otherwise specified)

	As at 31 March 2019	As at 31 March 2018
7 Other financial assets		
Non-current		
Security deposits	182	179
Finance lease receivables	1,223	2,515
	1,405	2,694
Current		
Security deposits	-	-
Employee travel & other advances	5	3
Finance lease receivables	1,364	1,292
Balance with Group Companies	11,385	9,657
	12,754	10,952
8 Other assets		
Non-current		
Advance tax (net of provisions for tax of 2019: 965,692 USD, 2018: - 1,757,322 USD)	265	390
Prepaid Expenses	271	303
	536	693
Current		
GST, TDS recoverable	68	42
Prepaid expenses	897	730
	965	772
9 Trade Receivables		
Unsecured		
Considered good	5,485	3,816
Considered doubtful	1,361	1,361
Less-Allowance for bad and doubtful debts	(1,486)	(1,460)
	5,360	3,717
Further classified as:		
Receivable from related parties	909	532
Receivable from others	4,450	3,185
includes payable to related parties (refer note 25)		
10 Cash and Cash equivalents		
Balances with banks		
- in current account	7,886	1,716
	7,886	1,716
11 Inventories		
Work in Progress	5,266	3,505
	5,266	3,505
12 Share capital		
Authorised		
28,126,108 (2018:28,126,108)equity shares of SGD 1 each	22,372	22,372
	22,372	22,372
Issued, subscribed and paid-up	22,372	22,372
	22,372	22,372

a) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting year:

	31st March 2019		31st March 2018	
	Number of shares	Amount	Number of shares	Amount
Outstanding at the beginning of the year	2,81,26,108	22,372	2,81,26,108	22,372
Add: Issued during the year	-		-	
Outstanding at the end of the year	-		-	
	2,81,26,108	22,372	2,81,26,108	22,372

Wipro Networks Pte Limited
Notes forming part of the Financial Statements for the year ended 31 March 2019
(Amount in USD, except share and per share data, unless otherwise specified)

(b) Rights, preferences and restrictions attached to shares

Equity Shares: The Company has only one class of equity shares having par value of 1 SGD per share. Each shareholder is entitled to one vote per share held. Dividend if any declared is payable in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

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

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

	31st March 2019	31st March 2018
Wipro Limited ,the holding Company 2,81,26108 (31 March 2018: 281,26,108)	22,372	22,372
	22,372	22,372

d) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company.

	31st March 2019		31st March 2018	
	Number of shares	% of holding in the class	Number of shares	% of holding in the class
Wipro Limited	2,81,26,108	100%	2,81,26,108	100%
	2,81,26,108	100%	2,81,26,108	100%

e) No class of shares have been issued as bonus shares or for consideration other than cash by the Company during the period of five years immediately preceding the current year end.

f) No class of shares have been bought back by the Company during the period of five years immediately preceding the current year end.

13 Other equity

	31-Mar-19	31-Mar-18
Surplus/(deficit) in the Statement of Profit and Loss		
Opening balance	(793)	997
Add: Net loss for the current year	(3,241)	(1,790)
Less: Re-measurement (gain)/loss on post employment benefit obligation (net of tax)	-	
Closing balance	(4,033)	(793)

14 Employee benefit obligation

Non-current		
Employee benefit obligation- Provisions	119	137
	119	137
Current		
Employee benefit obligation- Provisions	127	148
	127	148

15 Trade Payables

Trade payables	1,208	1,296
Payable to group companies*	29,720	14,027
	30,928	15,323

* Includes payable to related parties (refer note 25)

16 Other financial liabilities

Current		
Dues to employees	46	1
Statutory liabilities	375	33
Other liabilities	470	2
Balances due to related parties	787	632
	1,678	668

Wipro Networks Pte Limited
Notes forming part of the Financial Statements for the year ended 31 March 2019
(Amount in USD, except share and per share data, unless otherwise specified)

17 Revenue from operations	Year ended 31 March 2019	Year ended 31 March 2018
Sale of services	36,261	33,916
Total revenue from operations	36,261	33,916
Revenue Break up		
Time and Material Contracts	24,395	23,224
Fixed Price Contracts - development	4,243	2,940
Fixed Price Contracts -Element/Volume based	2,557	2,499
Fixed Price Contracts -Support and Maintenence	5,066	5,253
	36,261	33,916

On April 1, 2018, the Company adopted Ind AS-115, "Revenue from Contracts with Customers" using the cumulative catch-up transition method applied to contracts that were not completed as at April 1, 2018. In accordance with the cumulative catch-up transition method, the comparatives have not been retrospectively adjusted.

The adoption of Ind AS-115, did not have any material impact on the financial statement of income for year ended March 31, 2019.

Contract Asset and Liabilities

The Company classifies its right to consideration in exchange for deliverables as either a receivable or a contract asset.
A receivable is a right to consideration that is unconditional. A right to consideration is unconditional if only the passage of time is required before payment of that consideration is due. For example, the company recognizes a receivable for revenues related to time and materials contracts or volume-based contracts. The Company present such receivables as part of unbilled receivables at their net estimated realizable value. The same is tested for impairment as per the guidance in SFRS 109 using expected credit loss method.
Contract assets and liabilities are reported in a net position on a contract by contract basis at the end of each reporting period.

A. Remaining Performance Obligations

The aggregate amount of the transaction price allocated to the performance obligations that are unsatisfied (or partially unsatisfied) as at the end of the reporting period and an explanation of when the entity expects to recognize as revenue. As a practical expedient, disclosure is not required for the contracts of which revenue is recognized based on the right to invoice for services performed.

As at March 31, 2019, the aggregate amount of transaction price allocated to remaining performance obligations, other than those meeting the exclusion criteria above expected to be recognized as revenues within 2 years, and the remainder thereafter. This includes contracts that can be terminated for convenience without a substantive penalty since, based on current assessment; the occurrence of the same is expected to be remote.

B. Disaggregation of Revenues

Vertical	FPP	T&M	Total
Consumer	3,725	270	3,995
Government	7,429	-	7,429
BFSI	-	17,645	17,645
MNT	-	1,282	1,282
Communication	582	163	745
ENU	131	-	131
Others		5,034	5,034
Total	11,867	24,394	36,261

18 Other income

Rental , commission and other income	659	659
Interest income	136	212
Profit on foreign exchange adjustments, net		592
	795	1,463

19 Employee benefits expense

Salaries and wages	6,580	6,684
Travel expense	99	118
Staff welfare expenses	7	33
	6,687	6,835

20 Finance Cost

Interest on loans and Advances	104	151
Bank Charges	12	24
	116	175

21 Other expenses

Sub contracting / technical fees / third party application	31,753	26,528
Rent	360	356
Corporate Overhead	575	884
Repairs and Maintenance	35	39
Travel	31	16
Legal and professional charges	62	38
Power and fuel	43	43
Provision/write off of bad debts	26	52
Rates and Taxes	4	-
Advertisement and Sales Promotion		-
Communication	4	6
Miscellaneous expenses	7	25
Foreign Exchange Flactuation	278	
	33,179	27,987

22 Earning per share (EPS)

Basic earnings /(loss) per share amounts are calculated by dividing the profit/loss for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year.

Diluted earnings /(loss) per share amounts are calculated by dividing the profit/loss attributable to equity holders (after adjusting for interest on the convertible preference shares) by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

The following reflects the income and share data used in the basic and diluted EPS computations:

	31 March 2019	31-Mar-18
Loss attributable to equity holders	(3,240)	(1,790)
Less: preference dividend after-tax	-	-
Loss attributable to equity holders after preference dividend	(3,240)	(1,790)
Add: Interest on convertible preference shares	-	-
Loss attributable to equity holders adjusted for the effect of dilutic	(3,240)	(1,790)
Weighted average number of equity shares - for basic and diluted EPS	28,126	28,126
Earnings per share - Basic and diluted	(0.12)	(0.06)

23 Employee stock option

Certain employees of the Company are covered under the share based compensation plans of the ultimate holding company. These plans are assessed, managed and administered by the ultimate holding company. The ultimate holding company recharges to the Company such compensation costs which has been disclosed as "Share based compensation charge" in the Statement of Profit and Loss under Note 16 on "Employee benefit expenses". The management is of opinion that other detailed information as envisaged in the Guidance Note on Accounting for Employee Share Based Payments issued by the ICAI are not required as these information are not relating to the Company.

24 Leases

a) Operating Leases :

The Company has taken on lease office under cancellable and non cancellable lease agreements those are renewable on a periodic basis at the option of both the lessor and the lessee. Rental payments under such leases are 359,879USD and 355,839 USD during the years ended March 31,2019 and March 31, 2018, respectively.
The Company has also given an equipment under non cancellable lease agreement those are renewable on a periodic basis at the option of both the lessor and the lessee.

Details of contractual payments under non cancellable leases are given below

	As at 31 March 2019	As at 31 March 2018
Not later than 1 year	478	361
Later than 1 year but not later than 5 years	503	742
Later than 5 years	-	-
	981	1,103

Details of contractual receipts under non cancellable leases are given below

	As at 31 March 2018	As at 31 March 2017
Not later than 1 year	494	494
Later than 1 year but not later than 5 years	-	-
Later than 5 years	-	-
	494	494

b) Finance Leases Receivables:

The Company provides lease financing for traded and manufactured products primarily through finance leases. The finance lease portfolio contains only the normal collection risk with no important uncertainities with respect to future costs. The receivables are generally due in monthly or quarterly installments over periods ranging from 1 to 5 years. The components of finance lease receivables are as follows:

	As at 31 March 2019	As at 31 March 2018
Gross Investment in Lease		
Not later than 1 year	1,448	1,428
Later than 1 year and not later than 5 years	1,250	2,618
	2,698	4,046
Unearned finance income	(111)	(240)
Net investment in finance receivables	2,587	3,806

Present value of minimum lease receivables are as follows:	As at 31 March 2019	As at 31 March 2018
Present value of minimum lease receivables		
Not later than 1 year	1,364	1,292
Later than 1 year and not later than 5 years	1,223	2,515
	2,587	3,807

c) Finance Leases Payables:

The following is a schedule of present value of future minimum lease payments under finance leases, together with the value of minimum lease payments as on March 31, 2019

Present value of minimum lease payments	As at 31 March 2019	As at 31 March 2018
Not later than 1 year	1,547	1,405
Later than 1 year and not later than 5 years	810	2,442
	2,357	3,847
Total present value of minimum lease payments	2,357	3,847
Less: Amount representing interest	63	166
Total value of minimum lease payments	2,294	3,681

25 Related party disclosure

Related party disclosure

a) Parties where control exists:

Name	Relationship
Wipro Limited	Holding company
Wipro 3D Networks UK	Fellow subsidiary
Wipro Holdings UK Limited	Fellow subsidiary
Wipro Quantech Inc	Fellow subsidiary
Wipro Travel Services Limited	Fellow subsidiary

b) The Company has the following related party transactions:

Particulars	Relationship	As at 31 March 2019	As at 31 March 2018
Sale of Services			
Wipro limited	Ultimate Holding Company	5,057	5,395
Management Fees			
Wipro limited	Ultimate Holding Company	575	884
Cost of Services			
Wipro limited	Ultimate Holding Company	30,992	26,765
Rental Income			
Wipro limited	Ultimate Holding Company	659	659
Reimbursement of Expenses			
Wipro Travel Services Limited	Fellow subsidiary	4	-

c) Balances with related parties as at year end are summarised below:

	As at 31 March 2019	As at 31 March 2018
Wipro Limited	(18,208)	(4,469)
Wipro Travel Services Limited	(4)	-

26 Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker regularly monitors and reviews the operating result of the whole Company as one segment . Thus, as defined in Ind AS 108 "Operating Segments", the Company's entire business falls under this one operational segment and hence the necessary information has already been disclosed in the Balance Sheet and the Statement of Profit and Loss.

27 Fair values of financial assets and financial liabilities

There are no financials assets and liabilities that have been offset in the financials

The fair value of cash and cash equivalents, trade payables, other current financial assets and liabilities approximate their carrying amount largely due to the short-term nature of these instruments.

Interest rate risk primarily arises from floating rate borrowing, including various revolving and other lines of credit. The Company's investments are primarily in short-term investments, which do not expose it to significant interest rate risk. The Company usually provides to loan at a floating rate.

Credit risk arises from the possibility that customers may not be able to settle their obligations as agreed. To manage this, the Company periodically assesses the financial reliability of customers, taking into account the financial condition, current economic trends, analysis of historical bad debts and ageing of accounts receivable

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. The Company does not forsee such a risk as its current assets (excluding intercompany balance) are greater than its current liability (excluding intercompany balance)

28 Financial risk management objectives and policies

The Company is exposed to various financial risks. These risks are categorized into market risk, credit risk and liquidity risk. The Company's risk management is coordinated by the Board of Directors and focuses on securing long term and short term cash flows. The Company does not engage in trading of financial assets for speculative purposes.

(A) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include borrowings and derivative financial instruments.

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates.
The Company manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings.

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a different currency from the Company's functional currency).

Foreign currency sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in the US dollar exchange rate (or any other material currency), with all other variables held constant, of the Company's profit before tax (due to changes in the fair value of monetary assets and liabilities). The Company's exposure to foreign currency changes for all other currencies is not material.

	Effect on profit before tax	
	31-Mar-19	31-Mar-18
EURO		
- strengthened 4% (2018: 4%)	(87)	(30)
- weakened 4% (2018: 4%)	87	30
SGD		
- strengthened 4% (2018: 4%)	(692)	283
- weakened 4% (2018: 4%)	692	(283)

(B) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Credit risk arises principally from the Company's receivables from deposits with landlords and other statutory deposits with regulatory agencies and also arises from cash held with banks and financial institutions. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The objective of managing counterparty credit risk is to prevent losses in financial assets. The Company assesses the credit quality of the counterparties, taking into account their financial position, past experience and other factors.

The Company limits its exposure to credit risk of cash held with banks by dealing with highly rated banks and institutions and retaining sufficient balances in bank accounts required to meet a month's operational costs. The Management reviews the bank accounts on regular basis and fund drawdowns are planned to ensure that there is minimal surplus cash in bank accounts. The Company does a proper financial and credibility check on the landlords before taking any property on lease and hasn't had a single instance of non-refund of security deposit on vacating the leased property. The Company also in some cases ensure that the notice period rentals are adjusted against the security deposits and only differential, if any, is paid out thereby further mitigating the non-realization risk. The Company does not foresee any credit risks on deposits with regulatory authorities.

(C) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due. (For example: The key liquidity risk the Company can face is the risk of subscription fee refund. As per the Company policy, no refunds are allowed once a subscription has been taken and it is only in exceptional cases that fee is refunded with proper approvals from senior Management. The Management believes that the probability of a liquidity risk arising due to fee refund is not there.)

The table below summarizes the maturity profile of the Company's financial liabilities:

	Less than 3 months	3 to 12 months	1 to 5 years	More than 5 years
31-Mar-19				
Short term borrowings	-	-	-	-
Long-term borrowings	-	-	-	-
Trade payables	-	30,929	-	-
Other financial liability	-	1,678	-	-
	-	32,606	-	-
31-Mar-18				
Short term borrowings			-	-
Long-term borrowings			-	-
Trade payables	-	15,322	-	-
Other financial liability	-	668	-	-
	-	15,991	-	-

29 Capital management

For the purpose of the Company's capital management, capital includes issued equity capital, convertible preference shares, share premium and all other equity reserves attributable to the equity holders. The primary objective of the Company's capital management is to maximize the shareholder value and to ensure the Company's ability to continue as a going concern.

The Company has not distributed any dividend to its shareholders. The Company monitors gearing ratio i.e. total debt in proportion to its overall financing structure, i.e. equity and debt. Total debt comprises of non-current borrowing which represents liability component of Convertible Preference Shares and current borrowing from ultimate holding company of the Company. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets.

		31-Mar-19	31-Mar-18
Equity Share Capital		22,372	22,372
Other Equity		(4,033)	(793)
Total equity	(i)	18,339	21,579
Borrowings other than convertible preference shares		-	-
Less: cash and cash equivalents		7,886	1,716
Total debt	(ii)	(7,886)	(1,716)
Overall financing	(iii) = (i) + (ii)	10,453	19,863
Gearing ratio	(ii)/ (iii)	(0.75)	(0.09)

30 Contract Asset and Contract Liabilites

The effect of adopting Ind As- 115 as at 31 March 2019 was as follows:

Asset	2019	Ind As -115 adjustment	2019
Trade Receivables	8,766	(1,763)	(1,763)
Contract Asset		1,763	1,763
Liabilities			
Other Payables	388	(388)	(388)
Contract Liabilities	-	388	388

31 Previous year figures have been regrouped/ reclassified to confirm presentation as per Ind AS as required by Schedule III of the Act.

As per our report of even date
For MSKA & Associates
Chartered Accountants
Firm Registration No.:105047W

For and on behalf of the Board of Directors of
Wipro Networks Pte Limited

SD|-
Deepak Rao
Partner
Membership No: 113292
Place: Bengaluru
Date: 20th Jun 2019

SD|-
Manoj Nagpaul
Director
Place:
Date: 20th Jun 2019

SD|-
Mahima Singhal
Director
Place:
Date: 20th Jun 2019