

INDEPENDENT AUDITORS' REPORT

To the Members of Allcheckdeals India Private Limited

Report on the Financial Statements

1. We have audited the accompanying financial statements of Allcheckdeals India Private Limited (the "Company"), which comprise the Balance Sheet as at March 31 2013, and the Statement of Profit and Loss and Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information, which we have signed under reference to this report.

Management's Responsibility for the Financial Statements

2. The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of 'the Companies Act, 1956' of India (the "Act"). This responsibility includes the design, implementation and maintenance of internal control 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. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards 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.
4. An audit involves performing procedures to obtain audit evidence, about the amounts and 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 auditors consider internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

6. In our opinion, and to the best of our information and according to the explanations given to us, the accompanying 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:
 - (a) in the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2013;
 - (b) in the case of the Statement of Profit and Loss, of the loss for the year ended on that date; and
 - (c) in the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

7. As required by 'the Companies (Auditor's Report) Order, 2003', as amended by 'the Companies (Auditor's Report) (Amendment) Order, 2004', issued by the Central Government of India in terms of sub-section (4A) of section 227 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 a statement on the matters specified in paragraphs 4 and 5 of the Order.
8. As required by section 227(3) of the Act, we report that:
 - (a) We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of our audit;
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
 - (c) The Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Act;
 - (e) On the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.

For Price Waterhouse & Co.
Firm Registration Number:050032S
Chartered Accountants

Noida
May 3, 2013

Amitesh Dutta
Partner
Membership Number 58507

ALLCHECKDEALS INDIA PRIVATE LIMITED
Balance Sheet as at March 31, 2013

Particulars	Note No	As at March 31, 2013 (Rs.' 000)	As at March 31, 2012 (Rs.' 000)
I. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	3	70,475	70,475
(b) Reserves and Surplus	4	(87,398)	(78,060)
(2) Current Liabilities			
(a) Trade payables	5	79,879	69,374
(b) Other current liabilities	6	32,814	10,999
(c) Short-term provisions	7	3,738	2,950
Total		99,508	75,738
II. Assets			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	8	3,388	3,146
(b) Long term loans and advances	9	6,469	6,234
(c) Other non-current assets	10	1,221	135
(2) Current assets			
(a) Trade receivables	11	35,206	45,043
(b) Cash and Bank balances	12	15,631	1,818
(c) Short-term loans and advances	9	37,593	19,333
(d) Other current assets	10	-	27
Total		99,508	75,738

Significant Accounting Policies

2

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

The notes are an integral part of these financial statements.

For Price Waterhouse & Co.
Firm Registration Number 050032S
Chartered Accountants

For and on behalf of the Board of Directors

Amitesh Dutta
Partner
Membership Number 58507

Hitesh Oberoi Ambarish Raghuvanshi
Director Director

Place : Gurgaon
Date : May 03, 2013

Place : Noida
Date : May 03, 2013

ALLCHECKDEALS INDIA PRIVATE LIMITED
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2013

Particulars	Note No	Year ended	Year ended
		March 31, 2013	March 31, 2012
		(Rs.' 000)	(Rs.' 000)
I. Revenue from operations	13	141,771	107,450
II. Other Income	14	199	765
III. Total Revenue (I +II)		141,970	108,215
<u>IV. Expenses:</u>			
Employee Benefits Expense	15	70,078	63,643
Finance Costs	16	46	116
Depreciation	17	2,353	2,093
Advertising and Promotion cost	18	30,006	26,243
Administration and Other expenses	19	46,270	51,595
Network, Internet and Other direct charges	20	2,555	2,922
Total Expenses		151,308	146,612
V. Loss before tax (III - IV)		(9,338)	(38,397)
VI. Tax expense:			
Deferred tax	21	-	18,175
VII. Loss for the year from continuing operations (V-VI)		(9,338)	(56,572)
VIII. Loss for the year (VII)		(9,338)	(56,572)
IX. Earnings per equity share: Nominal Value of Share Rs 10/- (Previous Year Rs 10/-)	26		
(1) Basic		(1.33)	(18.43)
(2) Diluted		(1.33)	(18.43)

Significant Accounting Policies

2

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

The notes are an integral part of these financial statements.

For Price Waterhouse & Co.
Firm Registration Number 050032S
Chartered Accountants

For and on behalf of the Board of Directors

Amitesh Dutta
Partner
Membership Number 58507

Hitesh Oberoi
Director

Ambarish Raghuvanshi
Director

Place : Gurgaon
Date : May 03, 2013

Place : Noida
Date : May 03, 2013

ALLCHECKDEALS INDIA PRIVATE LIMITED

Cash Flow Statement for the year ended March 31, 2013

S.No.	Particulars	For the year ended March 31, 2013 (Rs' 000)	For the year ended March 31, 2012 (Rs' 000)
A.	Cash flow from operating activities:		
	Net loss before tax	(9,338)	(38,397)
	Adjustments for:		
	Depreciation	2,353	2,093
	Interest Income	(188)	(367)
	Other operating revenues	(111)	(1,344)
	Provision for Bad & Doubtful Debts	6,643	14,733
	Provision for Gratuity & Leave Encashment	(292)	410
	TDS on revenue receipts	(17,480)	(14,687)
	Operating loss before working capital changes	(18,413)	(37,559)
	Adjustments for changes in working capital :		
	- (INCREASE)/DECREASE in Sundry Debtors	3,194	(5,957)
	- (INCREASE)/DECREASE in Loans, Advances and Other Current Assets	(433)	(1,400)
	- INCREASE/(DECREASE) in Current Liabilities and Provisions	33,513	(7,783)
	Cash generated from operating activities	17,861	(52,699)
	- Taxes (Paid) / Received (Net of TDS)	(554)	(410)
	Net cash from operating activities	17,307	(53,109)
B.	Cash flow from Investing activities:		
	Purchase of fixed assets	(2,596)	(1,392)
	Interest Received	188	367
	Net cash used in investing activities	(2,408)	(1,025)
C.	Cash flow from financing activities:		
	Proceed from fresh issue of share capital (Net)	-	40,000
	Net cash used in financing activities	-	40,000
	Net Increase/(Decrease) in Cash & Cash Equivalents	14,899	(14,134)
	Opening Balance of Cash and cash equivalents (April 01, 2012/April 01, 2011)	1,953	16,087
	Closing Balance of Cash and cash equivalents	16,852	1,953
	Cash and cash equivalents comprise of:		
	Cash in hand	67	70
	Balance with Scheduled Banks		
	-in current accounts	14,892	1,748
	-in fixed deposits	1,893	135
	Total	16,852	1,953

Notes :

- The above Cash Flow Statement has been prepared under the Indirect Method as set out in Accounting Standard-3 on Cash Flow Statement, prescribed under Companies (Accounting Standards) Rules, 2006 as notified by the Central Government vide its notification dated December 7, 2006.
- Figures in brackets indicate cash outflow.

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

For Price Waterhouse & Co.
Firm Registration Number 050032S
Chartered Accountants

For and on behalf of the Board of Directors

Amitesh Dutta
Partner
Membership Number 58507

Hitesh Oberoi
Director

Ambarish Raghuvanshi
Director

Place : Gurgaon
Date : May 03, 2013

Date : May 03, 2013

8. FIXED ASSETS

(Rs.' 000)

Description	GROSS BLOCK (AT COST)			DEPRECIATION				NET BLOCK		
	As at April 1, 2012	Additions during the year	Deletions during the year	As at March 31, 2013	Up to April 1, 2012	Depreciation/Amortisation for the year	Accumulated Depreciation on Deletions	Up to March 31, 2013	As at March 31, 2013	As at March 31, 2012
OWN ASSETS										
Tangible Assets										
Computers and Software	4,942	2,490	-	7,432	2,319	1,875	-	4,194	3,238	2,623
Office Equipment	1,825	106	-	1,931	1,326	472	-	1,798	132	499
Plant & Machinery	29	-	-	29	5	6	-	11	18	24
Total	6,796	2,596	-	9,392	3,650	2,353	-	6,003	3,388	3,146
Previous Year	5,404	1,392	-	6,796	1,557	2,093	-	3,650	3,146	

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

1. General Information

Allcheckdeals India Private Limited (the Company) was incorporated on August 01, 2008 under the Companies Act, 1956 (the 'Act') and is engaged in the business of providing services in relation to property bookings placed with builders / real estate developers.

2. Significant Accounting Policies

2.1. Basis of Preparation of Financial Statements

These financial statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. 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 the other relevant provisions of the Companies Act, 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 VI to the Companies Act, 1956.

2.2. Fixed Assets

Fixed Assets are stated at cost of acquisition along with related taxes, duties and incidental expenses related to these assets.

Profit/Loss on disposal of fixed assets is recognized in the Statement of Profit and Loss.

2.3. Depreciation

Fixed Assets are depreciated under Straight Line Method over the estimated useful life of the assets, which are as follows:

Asset	Estimated life (Years)
Plant & Machinery	5
Vehicle	4
Computers & Software	3
Office Equipment	3

Assets costing less than or equal to Rs. 5,000 were fully depreciated in the year of acquisition upto March 31, 2012. With effect from April 01, 2012 such assets are depreciated @ 100% pro-rata from date of acquisition.

The effective rates of depreciation based on the estimated useful life are above the minimum rate as prescribed by Schedule XIV of the Act.

2.4. Revenue Recognition

Commission income on property bookings placed with builders/developers is accrued once the related services have been rendered by the Company.

The income is shown net of service tax and is not recognized in instances where there is uncertainty with regard to ultimate collection. In such cases income is recognized on reasonable certainty of collection.

2.5. Employee Benefits

The Company has Defined Contribution plan for post employment benefits namely Provident Fund which is recognized by the income tax authorities. These funds are administered through the Regional Provident Fund Commissioner and the Company's contributions thereto are charged to revenue every year. The Company's contribution to state plans namely Employee State Insurance Fund is charged to revenue every year.

The Company has Defined Benefit plans namely leave encashment, compensated absence and gratuity for employees, the liability for which is determined on the basis of an actuarial valuation at the end of the year. The Gratuity Fund is recognized by the income tax authorities and is administered through Life Insurance Corporation of India under its Group Gratuity Scheme.

Termination benefits are recognized as an expense immediately.

Gains and losses arising out of actuarial valuations are recognized immediately in the Statement of Profit and Loss as income or expense.

2.6. Leased Assets

i) Assets acquired on lease where the Company has substantially all the risks and rewards of ownership are classified as finance leases. Such assets are capitalized at the inception of the lease at lower of the fair value or the present value of minimum lease payments and a liability is created for an equivalent amount. Each lease amount paid is allocated between the liability and the interest cost, so as to maintain a constant periodic rate of interest on the outstanding liability for each period.

ii) Leases of assets under which significant risks and rewards of ownership are effectively retained by the lessor are classified as operating leases. Lease payments under an operating lease are recognised as expense in the Statement of Profit and Loss on a straight line basis over the lease term.

2.7. Taxes on Income

Tax expense comprises of current tax and deferred tax. Deferred tax reflects the effect of temporary timing differences between the assets and liabilities recognized for financial reporting purposes and the amounts that are recognized for current tax purposes. Deferred tax assets are recognized and carried forward only to the extent there is a reasonable/virtual certainty that sufficient future taxable income will be available against which such deferred tax asset can be realised.

2.8. Earnings Per Share (EPS)

The earnings considered in ascertaining the Company's EPS comprises the net profit after tax and include the post tax effect of any extra ordinary items. The number of shares used in computing Basic EPS is the weighted average number of shares outstanding during the year.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

2.9. Employee Stock Option Based Compensation

Stock options granted to the employees who accepted the grant under the Company's Stock Option Plan are accounted in accordance with the Guidance Note on Accounting for Employee Share based payment issued by Institute of Chartered Accountants of India. The Company follows the intrinsic value method and accordingly, the excess, if any, of the fair value of the underlying equity shares as of the date of the grant of the option over the exercise price of the option, is recognized as employee compensation cost and amortized on straight line basis over the vesting period.

2.10. Foreign Currency Transactions

Transactions in foreign currency are accounted for at the rate prevailing on the date of the transaction. Gains/Loss arising out of fluctuation in foreign exchange rate between the transaction date and settlement date are recognized in the statement of Profit and Loss. Foreign currency monetary assets and liabilities are restated at the exchange rate prevailing at the year end and the overall net gain/loss is adjusted to the Statement of Profit and Loss.

2.11. Provisions and Contingencies

The Company creates a provision when there is a present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure of contingent liability is made when there is a possible obligation or a present obligation that will probably not require outflow of resources or where a reliable estimate of the obligation cannot be made.

2.12. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in India requires the Management to make estimate and assumptions that affect the reported amount of assets and liabilities as at the Balance Sheet date, reported amount of revenue and expenses for the year and disclosures of contingent liabilities as at the Balance Sheet date. The estimates and assumptions used in the accompanying financial statements are based upon Management's evaluation of the relevant facts and circumstances as at the date of the financial statements. Actual results could differ from these estimates.

3. SHARE CAPITAL

Particulars	As at March 31, 2013 (Rs.'000)	As at March 31, 2012 (Rs.'000)
AUTHORIZED CAPITAL		
8,000 Thousand Equity Shares of Rs 10/- each (Previous year - 8,000 Thousand Equity Shares of Rs 10/- each)	80,000	80,000
ISSUED, SUBSCRIBED AND PAID-UP CAPITAL		
7,047,500 Equity shares of Rs. 10/- each fully paid up * (Previous Year - 7,047,500 Equity shares of Rs. 10/- each) (* 7,009,999 equity shares (Previous Year 7,009,999 shares) of Rs 10/- each are held by Info Edge (India) Limited, the holding Company and it's nominee)	70,475	70,475
	70,475	70,475

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

Particulars	As at March 31, 2013 No of Shares	As at March 31, 2013 (Rs.'000)	As at March 31, 2012 No of Shares	As at March 31, 2012 (Rs.'000)
Equity Shares				
At the beginning of the period	7,047,500	70,475	3,047,500	30,475
Add: Issued during the period	-	-	4,000,000	40,000
Outstanding at the end of the period	7,047,500	70,475	7,047,500	70,475

b. Terms/Rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs 10 per share. Each holder of equity shares is entitled to one vote per share.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

c. Details of shareholders holding more than 5% shares in The Company

Particulars	FY 2012-13		FY 2011-12	
	No of Shares	% Holding	No of Shares	% Holding
Equity Shares of Rs 10 each fully paid Info Edge (India) Limited	7,009,999	99.47%	7,009,999	99.47%
	7,009,999	99.47%	7,009,999	99.47%

4. RESERVES AND SURPLUS

Particulars	As at March 31, 2013		As at March 31, 2012	
	(Rs.'000)	(Rs.'000)	(Rs.'000)	(Rs.'000)
Surplus in Statement of Profit and Loss				
Opening Balance	(78,060)		(21,488)	
Add: Net loss after tax transferred from Statement of Profit and Loss	(9,338)	(87,398)	(56,572)	(78,060)
		(87,398)		(78,060)

5. TRADE PAYABLES

Particulars	Long-Term		Short-Term	
	As at March 31, 2013 (Rs.'000)	As at March 31, 2012 (Rs.'000)	As at March 31, 2013 (Rs.'000)	As at March 31, 2012 (Rs.'000)
Trade Payables				
- total outstanding dues of micro, small and medium enterprises	-	-	-	-
- total outstanding dues of creditors other than micro, small and medium enterprises	-	-	79,879	69,374
	-	-	79,879	69,374

Based on information available with The Company, there are no dues to micro, small and medium enterprises, as defined in Micro, Small and Medium Enterprises Development Act, 2006 as on March 31, 2012.

6. OTHER CURRENT LIABILITIES

Particulars	As at March 31, 2013 (Rs.'000)	As at March 31, 2012 (Rs.'000)
Amount payable to Holding Company	28,588	2,287
Book Overdraft	-	186
Others		
- Service Tax Payable	2,098	4,028
- TDS Payable	1,820	4,171
- Others	308	327
	32,814	10,999

7. PROVISIONS

Particulars	Long-Term		Short-Term	
	As at March 31, 2013 (Rs.'000)	As at March 31, 2012 (Rs.'000)	As at March 31, 2013 (Rs.'000)	As at March 31, 2012 (Rs.'000)
Provision for Employee Benefits				
Provision for Compensated Absence	-	-	896	991
Provision for Gratuity	-	-	170	367
Other Provisions				
Accrued Bonus	-	-	2,672	1,590
	-	-	3,738	2,948

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

9. DEFERRED TAX ASSET/ (LIABILITY)

Particulars	As at	As at
	March 31, 2013 (Rs.'000)	March 31, 2012 (Rs.'000)
Deferred Tax Asset / (Liability)		
- Opening Balance	-	18,175
- Adjustment for the current year	0	(18,175)
	-	-

Significant components of deferred tax assets/ (liabilities) are shown in the following table:

Particulars	As at	As at
	March 31, 2013 (Rs.'000)	March 31, 2012 (Rs.'000)
Deferred Tax Asset/(Liability)		
Provision for Leave Encashment	-	-
Provision for Doubtful Debts	-	-
Depreciation	-	-
Others	-	-
	-	-

9. LOANS & ADVANCES

Particulars	Long-Term		Short-Term	
	As at	As at	As at	As at
	March 31, 2013 (Rs.'000)	March 31, 2012 (Rs.'000)	March 31, 2013 (Rs.'000)	March 31, 2012 (Rs.'000)
(Unsecured, considered good)				
Security Deposits	5,465	5,515	-	-
Others				
- Advance recoverable in cash or in kind or for value to be received	1,004	719	1,186	1,552
- Advance recoverable from ESOP Trust	-	-	399	399
- Balance with Service Tax Authorities	-	-	774	184
- Advance Tax	-	-	53,492	35,456
- Less: Provision for Tax	-	-	(18,259)	(18,259)
- Advance Tax - Fringe Benefits	-	-	6	6
- Less: Provision for Tax - Fringe Benefits	-	-	(5)	(5)
	6,469	6,234	37,593	19,333

10. OTHER NON CURRENT/ CURRENT ASSETS

Particulars	Non-Current		Current	
	As at	As at	As at	As at
	March 31, 2013 (Rs.'000)	March 31, 2012 (Rs.'000)	March 31, 2013 (Rs.'000)	March 31, 2012 (Rs.'000)
(Unsecured Considered Good)				
Non Current portion of Fixed Deposits transferred from Cash & Bank Balances	1,221	135	-	-
Interest Accrued on Fixed Deposits	-	-	-	27
	1,221	135	-	27

11. TRADE RECEIVABLES

Particulars	Non-Current		Current	
	As at	As at	As at	As at
	March 31, 2013 (Rs.'000)	March 31, 2012 (Rs.'000)	March 31, 2013 (Rs.'000)	March 31, 2012 (Rs.'000)
Outstanding for a period exceeding six months from the date they are due for payment				
- Unsecured, considered good	-	-	230	4,069
- Doubtful	-	-	40,874	47,955
Provision for doubtful receivables	-	-	(40,874)	(47,955)
Total (A)	-	-	230	4,069
Other Receivables				
- Unsecured, considered good	-	-	34,976	40,974
Total (B)	-	-	34,976	40,974
Grand Total (A) + (B)	-	-	35,206	45,043

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

12. CASH AND BANK BALANCES

Particulars	Non-Current		Current	
	As at March 31, 2013 (Rs.'000)	As at March 31, 2012 (Rs.'000)	As at March 31, 2013 (Rs.'000)	As at March 31, 2012 (Rs.'000)
Cash & Cash Equivalents				
Cash In Hand	-	-	67	70
Bank Balances:				
-in Current Account	-	-	14,892	-
-in Fixed Deposit Accounts with original maturity of less than 3 months	-	-	503	1,748
-in Fixed Deposit Accounts with original maturity for more than 12 months	1,221	135	-	-
Non Current portion transferred to non current assets	(1,221)	(135)	-	-
Other Bank Balances				
Balances in Fixed Deposit Accounts with original maturity for more than 3 months but less than 12 months	-	-	169	-
Total (A) + (B)	-	-	15,631	1,818

13. REVENUE FROM OPERATIONS

Particulars	Year Ended March 31, 2013 (Rs.'000)	Year Ended March 31, 2012 (Rs.'000)
Sale of Services	141,660	106,106
Other Operating Revenues	111	1,344
	141,771	107,450

14. OTHER INCOME

Particulars	Long Term		Short Term	
	Year Ended March 31, 2013 (Rs.'000)	Year Ended March 31, 2012 (Rs.'000)	Year Ended March 31, 2013 (Rs.'000)	Year Ended March 31, 2012 (Rs.'000)
Interest Received/Receivable on Fixed Deposits with Banks	104	10	84	357
Miscellaneous Income	-	-	11	398
	104	10	95	755

15. EMPLOYEE BENEFITS EXPENSE

Particulars	Year Ended March 31, 2013 (Rs.'000)	Year Ended March 31, 2012 (Rs.'000)
Salaries, Wages and Bonus	50,741	46,282
Contributions to Provident and other funds	2,011	2,297
Sales Incentives and Commissions	11,910	9,281
Staff Welfare and Benefits	4,395	4,897
Other Employee Expenses	1,021	886
	70,078	63,643

16. FINANCE COSTS

Particulars	Year Ended March 31, 2013 (Rs.'000)	Year Ended March 31, 2012 (Rs.'000)
Bank Charges & Others	46	116
	46	116

17. DEPRECIATION AND AMORTIZATION

Particulars	Year Ended March 31, 2013 (Rs.'000)	Year Ended March 31, 2012 (Rs.'000)
Depreciation of Tangible Assets	2,353	2,093
	2,353	2,093

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

18. ADVERTISING AND PROMOTION COST

Particulars	Year Ended	Year Ended
	March 31, 2013 (Rs.'000)	March 31, 2012 (Rs.'000)
Advertisement Expenses	28,487	25,189
Promotion & Marketing Expenses	1,519	1,054
	30,006	26,243

19. ADMINISTRATION AND OTHER EXPENSES

Particulars	Year Ended	Year Ended
	March 31, 2013 (Rs.'000)	March 31, 2012 (Rs.'000)
Electricity and Water	2,432	1,758
Rent	9,560	8,564
Repairs and Maintenance (Building)	995	639
Repairs and Maintenance (Machinery)	424	676
Legal and Professional Charges	672	559
Rates & Taxes	1	5
Insurance	9	2
Communication expenses	3,263	3,143
Travel & Conveyance	5,615	5,197
Provision for Doubtful Debts	6,643	14,733
Miscellaneous expenses	5,774	5,782
Infrastructure & Business Support Expenses	10,882	10,537
	46,270	51,595

20. NETWORK, INTERNET AND OTHER DIRECT CHARGES

Particulars	Year Ended	Year Ended
	March 31, 2013 (Rs.'000)	March 31, 2012 (Rs.'000)
Internet and Server Charges	552	412
Others	2,003	2,510
	2,555	2,922

21. DEFERRED TAX ASSET/ (LIABILITY)

Particulars	As at	As at
	March 31, 2013 (Rs.'000)	March 31, 2012 (Rs.'000)
Deferred Tax Asset / (Liability)		
- Opening Balance	-	18,175
- Adjustment for the current year	-	(18,175)
	-	-

Significant components of deferred tax assets/ (liabilities) are shown in the following table:

Particulars	As at	As at
	March 31, 2013 (Rs.'000)	March 31, 2012 (Rs.'000)
Deferred Tax Asset/(Liability)		
Provision for Leave Encashment	-	-
Provision for Doubtful Debts	-	-
Depreciation	-	-
Others	-	-
	-	-

22. Operating Leases where The Company is a lessee:

The Company has entered into lease transaction mainly for leasing of office premise for a period of 5 to 9 years. The terms of lease include terms of renewal, increase in rents in future periods and terms of cancellation. The operating lease payments recognized in the Statement of Profit and Loss amount to Rs 9,560 Thousand (Previous Period Rs 8,564 Thousand) included in Note 19 – Administration and Other Expenses.

23. Expenditure in Foreign Currency

Particulars	Year Ended	Year Ended
	March 31, 2013 (Rs.'000)	March 31, 2012 (Rs.'000)
Domain Registration charges	25	23
Total	25	23

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

24. Earnings in Foreign Exchange

Particulars	Year Ended	Year Ended
	March 31, 2013	March 31, 2012
	(Rs.'000)	(Rs.'000)
Export of Services	Nil	Nil
Total	-	-

25. Auditor's Remuneration

Particulars	Year Ended	Year Ended
	March 31, 2013	March 31, 2012
	(Rs.'000)	(Rs.'000)
As Auditors	250	200
As Tax Auditors	50	50
Out of Pocket Expenses & Service Tax	20	66
Total	320	316

26. Basic and Diluted Earnings per share (EPS):

Particulars	Year Ended	Year Ended
	March 31, 2013	March 31, 2012
Loss attributable to Equity Shareholders (Rs.' 000)	(9,338)	(56,572)
Weighted average number of Equity Shares outstanding during the year (Nos.)	7,047,500	3,069,358
Basic & Diluted Earnings Per Equity Share of Rs. 10 each (Rs.)	(1.33)	(18.43)

27 (1) . Related Party Disclosures

A) Names of related parties with whom transactions were carried out and description of relationship as identified and certified by The Company as per the requirements of Accounting Standard – 18 specified in Companies (Accounting Standard) Rules, 2006 (as amended) ("accounting standards") and where control exists for the year ended March 31, 2013:

Holding Company

Info Edge (India) Limited (IEIL)

Key Management Personnel (KMP) & Relatives

Mr Sanjeev Bikhchandani

Mr Hitesh Oberoi

Mr Ambarish Raghuvanshi

Fellow Subsidiaries

Jeevansathi Internet Services Private Limited (JISPL)

Naukri Internet Services Private Limited (NISPL)

Info Edge (India) Mauritius Limited (IEIML)

Applect Learning Systems Pvt. Ltd. (ALSPL)

Zomato Media Pvt. Ltd. (Formerly DC Foodiebay Online Services Private Limited (ZMPL))

Makesense Technologies Pvt. Ltd.

B) Details of transactions with related party for the year ended March 31, 2013 in the ordinary course of business: Amount (Rs.' 000)

Sr. No	Nature of relationship / transaction	Holding Company	Total
1	Advance received for business purposes (net): IEIL Rs 14,074	14,074	14,074
2	Service Rendered(inclusive of service tax) Rs 3,333	3,333	-
3	Receipt of Service (inclusive of service tax) IEIL Rs 12,227	12,227	12,227

Amount due from Allcheckdeals Employee Stock Option Trust as on March 31, 2013 is Rs. 398 Thousand.

C) Amount due to/from related parties as at March 31, 2013

Sr. No	Nature of relationship / transaction	Amount (Rs.' 000)	
		Holding Company	Total
	Credit balances		
1	Outstanding Payable	28,588	28,588

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

27 (2) . Related Party Disclosures

A) Names of related parties with whom transactions were carried out and description of relationship as identified and certified by The Company as per the requirements of Accounting Standard – 18 specified in Companies (Accounting Standard) Rules, 2006 (as amended) ("accounting standards") and where control exists for the year ended March 31, 2012:

Holding Company

Info Edge (India) Limited (IEIL)

Key Management Personnel (KMP) & Relatives

Mr Sanjeev Bikhchandani

Mr Hitesh Oberoi

Mr Ambarish Raghuvanshi

Fellow Subsidiaries

Jeevansathi Internet Services Private Limited (JISPL)

Naukri Internet Services Private Limited (NISPL)

Info Edge (India) Mauritius Limited (IEIML)

Info Edge USA Inc.

Etechaces Marketing & Consulting Pvt. Ltd. (EMCPL)

Applect Learning Systems Pvt. Ltd. (ALSPL)

B) Details of transactions with related party for the year ended March 31, 2013 in the ordinary course of business: Amount (Rs.' 000)

Sr. No	Nature of relationship / transaction	Holding Company	Total
1	Advance received for business purposes (net): IEIL Rs 11,368	11,368	11,368
2	Receipt of Service (inclusive of service tax) IEIL Rs 11,622	11,622	11,622
3	Issue of Equity Shares IEIL Rs 40,000	40,000	40,000

Amount due from Allcheckdeals Employee Stock Option Trust as on March 31, 2013 is Rs. 399 Thousand (Previous Year Rs. 399 Thousand).

C) Amount due to/from related parties as at March 31, 2013

Amount (Rs.' 000)

Sr. No	Nature of relationship / transaction	Holding Company	Total
	Credit balances		
1	Outstanding Payable	2,287	2,287

28. Employee Stock Option Scheme

1) The Company has set up a trust to administer the ESOP scheme under which options have been granted to employees. Under this scheme the employees can purchase equity shares by exercising the options as vested at the price specified in the grant. The options granted till March 31st 2013 have a vesting period of maximum of 3 years from the date of grant.

- Number of options granted, exercised and forfeited during the year:-

	2012-13		2011-12	
	Number	Weighted Average Price (Rs.)	Number	Weighted Average Price (Rs.)
Options outstanding at beginning of year	15,100	10	15,100	10
Add: Options granted	-	-	-	-
Less: Options exercised	-	-	-	-
Options outstanding at the end of year	15,100	10	15,100	10
Option exercisable at the end of year	-	-	-	-

In accordance with the above mentioned ESOP Scheme, Rs. NIL (Previous Year Rs NIL) has been charged to the Statement of Profit and Loss in relation to the options vested during the year ended March 31, 2013 as Employee Stock Option Scheme Compensation.

2) No options have vested during the current year ended March 31, 2013. (NIL during Previous Year).

29. No disclosure is required under Accounting Standard 17 on Segment Reporting specified in Companies (Accounting Standard) Rules, 2006 as The Company is operating in single business/ geographical segment of earning commission income on property bookings.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

30. The aggregate managerial remuneration under section 198 of the Companies Act, 1956 to the Directors including Managing Director is NIL (NIL during Previous Year):

31. Employee Benefits

The Company has classified the various benefits provided to employees as under:

A. Defined Contribution Plans

a) Provident Fund

During the year, The Company has recognised the following amounts in the Statement of Profit and Loss –

Particulars	Amount (Rs.'000)	
	Year ended March 31, 2013	Year ended March 31, 2012
Employers' Contribution to Provident Fund *	1,677	1,643

*Included in Contribution to Provident and Other Funds under Employee Benefits Expense (Refer Note 15)

B. State Plans

a) Employer's Contribution to Employee State Insurance

During the year, The Company has recognised the following amounts in the Statement of Profit and Loss –

Particulars	Amount (Rs.'000)	
	Year ended March 31, 2013	Year ended March 31, 2012
Employers' Contribution to Employee State Insurance *	158	283

*Included in Contribution to Provident and Other Funds under Employee Benefits Expense (Refer Note 15)

C. Defined Benefit Plans

a) Contribution to Gratuity Funds – Life Insurance Corporation of India, Group Gratuity Scheme

b) Leave Encashment/ Compensated Absences for Employees

Particulars	Leave Encashment / Compensated Absences	
	Year ended March 31, 2013	Year ended March 31, 2012
Discount Rate (per annum)	8.25%	8.25%
Rate of increase in Compensation levels	15% in first year, 10% in next 5 years, & 7% thereafter	15% in first 2 years, 10% in next 5 years, & 7% thereafter

Particulars	Employee's Gratuity Fund	
	Year ended March 31, 2013	Year ended March 31, 2012
Discount Rate (per annum)	8.25%	8.25%
Rate of increase in Compensation levels	15% in first year, 10% in next 5 years, & 7% thereafter	15% in first 2 years, 10% in next 5 years, & 7% thereafter
Rate of Return on Plan Assets	7.50%	7.50%
Expected Average remaining working lives of employees (years)	10.09	10.59

(A) Changes in the Present Value of Obligation	Rs.'000	Rs.'000
	Employee's Gratuity Fund Year ended March 31, 2013	Employee's Gratuity Fund Year ended March 31, 2012
Present Value of Obligation at the beginning of the year	1,364	933
Interest Cost	172	123
Past Service Cost	Nil	Nil
Current Service Cost	746	559
Curtailment Cost / (Credit)	Nil	Nil
Settlement Cost / (Credit)	Nil	Nil
Benefits paid	Nil	Nil
Actuarial (gain)/ loss on obligations	(786)	(251)
Present Value of Obligation at the end of the year	1,496	1,364

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

	Rs.'000	Rs.'000
(B) Changes in the Fair value of Plan Assets	Employee's Gratuity Fund	Employee's Gratuity Fund
	Year ended March 31, 2013	Year ended March 31, 2012
Fair Value of Plan Assets at the beginning of the year	996	768
Expected Return on Plan Assets	107	65
Actuarial Gains and (Losses)	(144)	(1)
Contributions	367	164
Benefits Paid	Nil	Nil
Fair Value of Plan Assets at the end of the year	1,326	996

	Rs.'000	Rs.'000
(C) Reconciliation of Present Value of Defined Benefit Obligation and the Fair value of Assets	Employee's Gratuity Fund	Employee's Gratuity Fund
	Year ended March 31, 2013	Year ended March 31, 2012
Present Value of funded Obligation at the end of the year	1,496	1,364
Fair Value of Plan Assets as at the end of the year	1,326	996
Funded Status		
Present Value of unfunded Obligation at the end of the year	Nil	Nil
Unrecognized Actuarial (gains) / losses	Nil	Nil
Unfunded Liability Recognized in Balance Sheet*	170	368

*included in Provision for Employee Benefits (Refer Note 7)

	Rs.'000	Rs.'000
(D) Expense recognized in the Statement of Profit and Loss	Employee's Gratuity Fund	Employee's Gratuity Fund
	Year ended March 31, 2013	Year ended March 31, 2012
Current Service Cost	746	560
Past Service Cost	Nil	Nil
Interest Cost	172	123
Expected Return on Plan Assets	(107)	(65)
Curtailment Cost / (Credit)	Nil	Nil
Settlement Cost / (Credit)	Nil	Nil
Net actuarial (gain)/ loss recognized in the year	(641)	(250)
Total Expenses recognized in the Statement of Profit and Loss #	170	368

#Included in Contribution to Provident and Other Funds under Employee Benefits Expense (Refer Note 15)

In respect of leave encashment/compensated absence the present value of obligation as at March 31, 2013 is Rs. 896 Thousand* (Previous Year 991 Thousand). The expense recognized in the Statement of Profit and Loss is Rs 840 Thousand** (Previous Year Rs. 879 Thousand)

*included in Provision for Employee Benefits (Refer Note 7)

**Included in Staff Welfare and Benefits under Employee Benefits Expense (Refer Note 15)

(E) Amounts recognised in current year and previous four years	As at March 31, 2013	As at March 31, 2012	As at March 31, 2011	As at March 31, 2010	As at March 31, 2009
Gratuity					
Defined Benefit Obligation	1,496	1,364	932	714	714
Plan Asset	1,326	996	768	-	-
Surplus	170	368	164	714	714
Experience adjustments in plan liabilities	Nil	Nil	Nil	Nil	Nil
Experience adjustments in plan assets	Nil	Nil	Nil	Nil	Nil

(F) Expected Contribution to the fund in the next year	Year ended March 31, 2013	Year ended March 31, 2012
	Amount (Rs Mn)	Amount (Rs Mn)
Gratuity	170	367

32. The Company's business activities, together with the factors likely to affect its future development and performance along with the financial position of the Company and its projected cash flows have been reviewed by the Board of Directors and they have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future, although the net worth has eroded at the year-end. The Company is also assured of financial and operational support by its parent company. Basis all of the above, The Company has continued to adopt the going concern basis of accounting in preparing the financial statements.

33. Previous year figures have been regrouped/rearranged to confirm to the current period classification.

For Price Waterhouse & Co.
Firm Registration Number 050032S
Chartered Accountants

For and on behalf of the Board of Directors

Amitesh Dutta
Partner
Membership Number 58507

Hitesh Oberoi
Director

Ambarish Raghuvanshi
Director

Place : Gurgaon
Date : May 03, 2013

Place: Noida
Date : May 03, 2013