

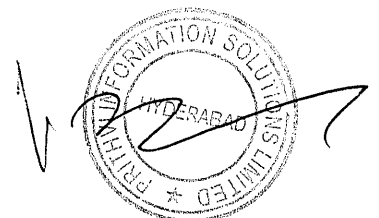


Success 360°. Delivered

Prithvi Information Solutions Limited  
Statement of Standalone Audited Results for the Quarter and Year Ended 31st March 2014.

(Amount in Rs. in lacs)

Particulars	Quarter ended			Year Ended	
	31-Mar-14 (Audited)	31-Dec-13 (Unaudited)	31-Mar-13 (Audited)	31-Mar-14 (Audited)	31-Mar-13 (Audited)
1 Income from Operations					
(a) Net Sales/ Income from Operations (Net of Excise Duty)	19,129.07	24,071.10	25,149.37	106,878.49	147,379.72
(b) Other Operating Income	4,666.86	9.15	2,275.94	5,920.80	2,767.55
<b>Total Income from Operations (Net)</b>	<b>23,795.93</b>	<b>24,080.24</b>	<b>27,425.31</b>	<b>112,799.29</b>	<b>150,147.27</b>
2 Expenses					
a. Cost of materials consumed	22.55	47.64	770.88	148.49	15,867.97
b. Software Development Expenditure	23,184.63	20,768.28	21,917.57	88,836.90	112,278.52
c. Employees Cost	596.87	876.83	986.58	3,374.46	4,403.48
d. Depreciation/Amortization	135.76	149.14	191.25	639.73	777.64
e. Other Expenditure	2,279.81	2,317.56	3,088.40	21,268.43	14,821.37
<b>Total Expenses</b>	<b>26,219.62</b>	<b>24,159.46</b>	<b>26,954.68</b>	<b>114,268.01</b>	<b>148,148.98</b>
3 Profit / (Loss) from Operations Before Other Income, Interest and Exceptional items (1-2)	(2,423.69)	(79.21)	470.63	(1,468.72)	1,998.29
4 Other Income	0.00	0.00	0.00	0.00	0.00
5 Profit / (Loss) Before Finance costs and Exceptional Items	(2,423.69)	(79.21)	470.63	(1,468.72)	1,998.29
6 Finance Costs	170.32	178.87	176.69	698.45	692.86
7 Profit / (Loss) after Finance costs but before Exceptional Items (5-6)	(2,594.01)	(258.09)	293.94	(2,167.17)	1,305.43
Exceptional Items	0.00	0.00	0.00	0.00	0.00
8 Profit / (Loss) from Ordinary Activities Before Tax	(2,594.01)	(258.09)	293.94	(2,167.17)	1,305.43
9 Tax Expense					
Provision for Tax	(225.83)	(51.64)	30.62	(140.43)	250.89
Tax Adjustment for Earlier Period	0.00	0.00	0.00	0.00	0.00
10 Net Profit / (Loss) from Ordinary Activities After Tax	(2,368.19)	(206.45)	263.32	(2,026.75)	1,054.54
11 Extraordinary Items	0.00	0.00	0.00	0.00	0.00
12 Net Profit(+)/ Loss(-) for the period (10-11)	(2,368.19)	(206.45)	263.32	(2,026.75)	1,054.54
13 Paid-up equity share capital (Face Value of the Share is Rs.10/-)	3,460.58	3,460.58	3,460.58	3,460.58	3,460.58
14 Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	37,570.63			37,570.63	39,597.38
15 Earnings Per Share (EPS) (Before Extraordinary Items)					
a) Basic (Rs.)	(6.84)	0.99	3.05	(5.86)	3.05
b) Diluted (Rs.)	(5.47)	0.71	2.26	(4.68)	2.26
16 Earnings Per Share (EPS) (After Extraordinary Items)					
a) Basic (Rs.)	(6.84)	0.99	3.05	(5.86)	3.05
b) Diluted (Rs.)	(5.47)	0.71	2.26	(4.68)	2.26



**Prithvi Information Solutions Limited**  
**Statement of Standalone Audited Results for the Quarter and Year Ended 31st March 2014.**

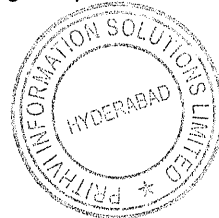
(Amount in Rs. in lacs)

Particulars	Quarter ended			Year Ended	
	31-Mar-14 (Audited)	31-Dec-13 (Unaudited)	31-Mar-13 (Audited)	31-Mar-14 (Audited)	31-Mar-13 (Audited)
<b>17 Public Shareholding</b>					
- No. of shares	32,383,120	32,383,120	30,806,380	32,383,120	30,806,380
- Percentage of shareholding	93.58	93.58	89.02	93.58	89.02
<b>18 Promoters and promoter group</b>					
Shareholding					
<b>a) Pledged/Encumbered</b>					
- Number of shares	1,103,477	1,103,477	2,680,217	1,103,477	2,680,217
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	49.65	49.65	70.54	49.65	70.54
- Percentage of shares (as a % of the total share capital of the company)	3.19	3.19	7.74	3.19	7.74
<b>b) Non-encumbered</b>					
- Number of Shares	1,119,189	1,119,189	1,119,189	1,119,189	1,119,189
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	50.35	50.35	29.46	50.35	29.46
- Percentage of shares (as a % of the total share capital of the company)	3.23	3.23	3.23	3.23	3.23
<b>19 Investor Complaints for the Quarter ended</b>					
Pending at the beginning of the quarter	0	0	0	0	0
Received during the quarter	1	1	1	3	7
Disposed of during the quarter	1	1	1	3	7
Remaining unresolved at the end of the quarter	0	0	0	0	0

**Notes:**

- The Company engaged in the business of Software Services, Telecom Products and Services.
- Previous figures are regrouped and reclassified wherever necessary.
- The above Audited Results were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at its meeting held on 30th May, 2014.
- There were no investor complaints pending or unattended for redressal at the beginning at the beginning and end of the quarter. One (1) Investor Complaint were received & disposed of during the quarter.

Hyderabad  
 May 30, 2014



By Order of the Board

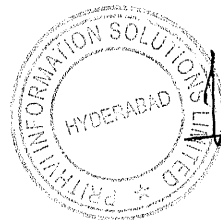
*(Signature)*

V. Satish Kumar  
 Managing Director

**PRITHVI INFORMATION SOLUTIONS LIMITED**  
**Standalone Statement of Assets & Liabilities**

Particulars	As at 31-Mar-2014	As at 31-Mar-2013
<b>A. EQUITY AND LIABILITIES</b>		
<b>(1) Shareholder's Funds</b>		
(a) Share Capital	3,460.58	3,460.58
(b) Reserves and Surplus	37,570.63	39,597.38
(c) Money received against share warrants	-	-
<b>Sub total of Share holder's Funds</b>	<b>41,031.21</b>	<b>43,057.95</b>
<b>(2) Share application money pending allotment</b>	<b>-</b>	<b>-</b>
<b>(3) Non-Current Liabilities</b>		
(a) Long-term borrowings	41,186.61	66,526.93
(b) Deffered tax liabilities (Net)	782.48	968.92
(d) Long term provisions	1,229.54	1,203.14
<b>Sub total of Non-Current Liabilities</b>	<b>43,198.64</b>	<b>68,699.00</b>
<b>(4) Current Liabilities</b>		
(a) Short-term borrowings	7,128.58	7,463.51
(b) Trade payables	13,931.34	67,726.52
(c) Other current liabilities	7,540.57	9,302.86
(d) Short-term provisions	2,096.88	1,834.62
<b>Sub total of Current Liabilities</b>	<b>30,697.37</b>	<b>86,327.51</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>114,927.22</b>	<b>198,084.46</b>
<b>B.ASSETS</b>		
<b>(1) Non-current assets</b>		
(a) Fixed assets		
(i) Tangible assets	710.60	895.47
(ii) Intangible assets	5,316.22	5,768.84
(b) Non-current investments	15,299.06	11,297.54
(c) Deffered tax assets (net)	140.43	186.44
(d) Long term loans and advances	3,000.33	24,480.38
(e) Other non-current assets	2,433.19	3,096.29
<b>Sub total of Non-Current Assets</b>	<b>26,899.83</b>	<b>45,724.96</b>
<b>(2) Current assets</b>		
(c) Trade receivables	29,572.56	90,029.37
(d) Cash and cash equivalent	1,123.96	1,055.96
(e) Short-term loans and advances	38,167.02	43,245.42
(f) Other current assets	19,163.85	18,028.76
<b>Sub total of Current Assets</b>	<b>88,027.39</b>	<b>152,359.51</b>
<b>TOTAL ASSETS</b>	<b>114,927.22</b>	<b>198,084.46</b>

Hyderabad  
May 30, 2014



By Order of the Board

*V. Satish Kumar*  
V. Satish Kumar  
Managing Director



**P. MURALI & CO.,**

CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
2339 3967, 2332 1470

Fax : (91-40) 2339 2474

E-mail : pmurali.co@gmail.com  
info@pmurali.com

Website : www.pmurali.com

**Auditors' Report on Quarterly Financial Results and Year to Date Financial Results of M/s PRITHVI INFORMATION SOLUTIONS LIMITED Pursuant to the Clause 41 of the Listing Agreement**

To  
The Board of Directors of  
M/s. PRITHVI INFORMATION SOLUTIONS LIMITED

We have audited the quarterly financial results of M/s. PRITHVI INFORMATION SOLUTIONS LIMITED ('the Company') for the quarter ended 31<sup>st</sup> March 2014 and the year to date financial results for the period from 1<sup>st</sup> April 2013 to 31<sup>st</sup> March 2014, attached herewith, being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreement, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, notified under the Companies Act, 1956 read with general circular 8/2014 dated April 4<sup>th</sup>, 2014 issued by the Ministry of Corporate Affairs and other accounting principles generally accepted in India.

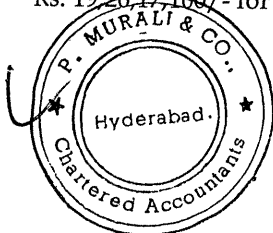
We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement. An audit includes examining, on a test basis, evidence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

In our opinion and to the best of our information and according to the explanations given to us, these quarterly financial results as well as the year to date financial results:

1. are presented in accordance with the requirements of Clause 41 of the Listing Agreement in this regard; and
2. give a true and fair view of the net loss and other financial information for the quarter ended 31<sup>st</sup> March 2014 as well as the year to date results for the period from 1<sup>st</sup> April 2013 to 31<sup>st</sup> March 2014.

Other Matters:

1. With respect to FCCB the Company entered into an agreement with the bond holders to redeem the bonds by way of issue of equity share warrants which are matured for redemption on February 29<sup>th</sup>, 2012. The Companies proposal of conversion of FCCB into equity share warrants was rejected by Foreign Investment Promotion Board (FIPB). Hence the Conversion into share warrants has not been done and FCCB an amount of Rs. 345,90,66,144/- Still remains outstanding in the financials which includes premium also. Due to rejection of share warrants by FIPB the Company should provide interest for the current year Rs. 17,78,00,400/- and Rs. 19,26,17,100/- for the earlier period.





## P. MURALI & CO.,

CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
2339 3967, 2332 1470  
Fax : (91-40) 2339 2474  
E-mail : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.pmurali.com

2. In respect of Creditor to whom outstanding is under litigation/Dispute, the Company has entered into an agreement for settlement in installments. As per the settlement agreement if the Company defaulted in repayment of loan installments on or before the due dates specified in the agreement, then the entire liability amount have to be made payment by the Company. The Company has defaulted last two installments of USD 4.5 Million in December 2012 and USD 4.5 Million in June 2013 which are not paid till date. The Company had recognized notional gain of Rs. 134,12,60,728/- in the quarter ended 30<sup>th</sup> September 2013 which is reversed in the 4<sup>th</sup> quarter ended 31<sup>st</sup> March, 2014.
3. A Factoring Company has filed a suit in United state Federal court against M/s. Prithvi Information Solutions Limited and other Individuals in June 2013 against non- collection of receivables from customers under factoring agreement for an amount of USD 18 Million. The company had given a confession of judgment and the same has been entered into a judgment against the company for a liability of 18 million plus interest @ 2.45% for the month. The Company has not recognized any additional interest and other cost in this case.

Further, we also report that we have on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of public shareholdings, as furnished by the Company in terms of Clause 35 of the Listing Agreement and found the same to be correct.

Place : Hyderabad  
Date : 30<sup>th</sup> May 2014

For P. Murali & Co.,  
Chartered Accountants  
FRN: 007257S

*P. Murali Mohana Rao*

P. Murali Mohana Rao  
Partner  
M.No. 023412

