

Tejas Networks Limited  
Consolidated Unaudited Balance Sheet

(Rs in crore)

Particulars	Note No.	As at September 30, 2017	As at September 30, 2016
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, plant and equipment	2	26.90	28.73
(b) Intangible assets	3	37.91	48.11
(c) Intangible assets under development		41.95	63.34
(d) Financial assets			
(i) Other investments	4	-	-
(ii) Trade receivables	5	28.17	7.47
(iii) Bank balances	6	14.09	26.38
(iv) Loans	11	5.10	4.70
(v) Other financial asset	7	-	0.56
(e) Income tax assets (net)	8	26.25	18.62
(f) Other non-current assets	9	0.57	0.49
<b>Total non - current assets</b>		<b>180.94</b>	<b>198.40</b>
<b>Current assets</b>			
(a) Inventories	10	171.88	188.98
(b) Financial assets			
(i) Trade receivables	5	443.75	274.06
(ii) Cash and cash equivalents	6	269.85	17.98
(iii) Bank balances other than (ii) above	6	105.59	15.26
(iv) Loans	11	1.43	0.86
(v) Other financial asset	7	6.39	2.23
(c) Other current assets	9	18.27	48.57
<b>Total current assets</b>		<b>1,017.16</b>	<b>547.94</b>
<b>Total assets</b>		<b>1,198.10</b>	<b>746.34</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity share capital	12	89.71	66.51
(b) Other Equity	13	894.83	351.79
<b>Total equity</b>		<b>984.54</b>	<b>418.30</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	14	2.00	29.00
(b) Provisions	15	4.44	2.62
(c) Deferred tax liabilities (Net)			
<b>Total non - current liabilities</b>		<b>6.44</b>	<b>31.62</b>
<b>Current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	16	-	150.09
(ii) Trade payables	17	169.64	124.65
(iii) Other financial liabilities	18	10.71	1.70
(b) Provisions	15	4.17	2.76
(c) Current Tax Liabilities (Net)	8	0.01	0.81
(d) Other current liabilities	19	22.59	16.41
<b>Total current liabilities</b>		<b>207.12</b>	<b>296.42</b>
<b>Total equity and liabilities</b>		<b>1,198.10</b>	<b>746.34</b>

Tejas Networks Limited  
Consolidated Unaudited Statement of Profit and Loss

(Rs. in crore)

Particulars	Note No.	Quarter ended			Six months ended	
		September 30, 2017	June 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016
I Revenue from operations	20	216.13	219.31	223.56	435.44	370.79
II Other Income	21	6.47	4.50	2.66	10.97	5.35
<b>III Total Revenue (I + II)</b>		<b>222.60</b>	<b>223.81</b>	<b>226.22</b>	<b>446.41</b>	<b>376.14</b>
<b>IV EXPENSES</b>						
(a) Cost of materials consumed	22	116.79	108.30	139.05	225.09	213.38
(b) Excise duty on sale of goods		-	17.64	9.25	17.64	18.79
(c) Employee benefit expense	23	23.43	22.78	23.51	46.21	40.85
(d) Finance costs	24	1.54	6.82	4.74	8.36	17.12
(e) Depreciation and amortization expense	2 & 3	17.29	16.86	13.18	34.15	27.80
(f) Other expenses	25	29.50	25.60	20.50	55.10	43.97
<b>Total Expenses (IV)</b>		<b>188.55</b>	<b>198.00</b>	<b>210.23</b>	<b>386.55</b>	<b>361.91</b>
<b>V Profit before exceptional items and tax (III - IV)</b>		<b>34.05</b>	<b>25.81</b>	<b>15.99</b>	<b>59.86</b>	<b>14.23</b>
<b>VI Exceptional Items</b>		-	-	-	-	-
<b>VII Profit before tax (V - VI)</b>		<b>34.05</b>	<b>25.81</b>	<b>15.99</b>	<b>59.86</b>	<b>14.23</b>
<b>VIII Tax Expense</b>						
(1) Current tax		7.18	5.37	-	12.55	-
<b>Total tax expense (VIII)</b>		<b>7.18</b>	<b>5.37</b>	<b>-</b>	<b>12.55</b>	<b>-</b>
<b>IX Profit after tax from continuing operations (VII - VIII)</b>		<b>26.87</b>	<b>20.44</b>	<b>15.99</b>	<b>47.31</b>	<b>14.23</b>
<b>X Other comprehensive income</b>						
<b>A (i) Items that will not be reclassified to profit or loss</b>						
(a) Remeasurements of the defined benefit liabilities / (asset)		(1.07)	(0.38)	0.05	(1.45)	0.05
<b>B (i) Items that may be reclassified to profit or loss</b>						
(a) Exchange differences in translating the financial statements of foreign operations		(0.08)	0.03	(0.01)	(0.05)	-
<b>XI Total comprehensive income for the period (IX + X)</b>		<b>25.72</b>	<b>20.09</b>	<b>16.03</b>	<b>45.81</b>	<b>14.28</b>
<b>XII Earnings per equity share of Rs. 10 each</b>						
(1) Basic		3.00	2.78	2.67	5.80	2.45
(2) Diluted		2.84	2.65	2.67	5.46	2.45

**Tejas Networks Limited**  
**Consolidated Unaudited Cash Flow Statement**

(Rs. in crore)

Particulars	Period ended September 30, 2017	Period ended September 30, 2016
<b>Cash flows from operating activities</b>		
Profit before tax for the year	59.86	14.23
Adjustments for:		
Depreciation and amortization of non-current assets	34.15	27.80
Provision for doubtful debts	2.09	(0.25)
KESDM Receivable Written off	-	2.07
Interest Income	(5.57)	(1.84)
Finance costs recognized in profit or loss	8.36	17.13
Unrealized Exchange Difference on translation of foreign currency - cash & cash equivalents	(0.01)	(0.11)
Exchange Difference (Net)	1.47	(0.57)
Creditor Write off	(0.04)	-
Capital work-in-progress written off	-	-
Expense recognized in respect of equity-settled share-based payments	3.53	3.68
	<u>103.84</u>	<u>62.14</u>
Movements in working capital:		
(Increase)/decrease in inventories	9.83	42.72
(Increase)/decrease in trade and other receivables	(84.09)	94.73
(Increase)/decrease in other assets	25.77	(3.65)
Increase/(decrease) in trade and other payables	45.06	(52.90)
Increase/(decrease) in provisions	1.87	0.87
Increase/(decrease) in other liabilities	8.61	(20.19)
Cash generated from operations	<u>110.89</u>	<u>123.72</u>
Income taxes paid	<u>(16.17)</u>	<u>(0.33)</u>
<b>Net cash generated by operating activities</b>	<b><u>94.72</u></b>	<b><u>123.39</u></b>
<b>Cash flows from investing activities</b>		
Interest received	2.92	0.11
Payments for property, plant and equipment	(30.20)	(21.90)
Placed in bank deposits not considered as cash and cash equivalents	19.78	3.60
<b>Net cash (used in)/generated by investing activities</b>	<b><u>(7.50)</u></b>	<b><u>(18.19)</u></b>
<b>Cash flows from financing activities</b>		
Proceeds from issue of equity instruments of the Company	439.01	10.31
Proceeds from movement in other equity	(1.45)	65.00
Repayment of borrowings	(276.84)	(194.49)
Interest paid	(8.86)	(17.45)
<b>Net cash used in financing activities</b>	<b><u>151.86</u></b>	<b><u>(136.63)</u></b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>239.08</b>	<b>(31.43)</b>
Cash and cash equivalents at the beginning of the year	30.76	49.30
Effects of exchange rate changes on the balance of cash held in foreign currencies	0.01	0.11
<b>Cash and cash equivalents at the end of the year</b>	<b><u>269.85</u></b>	<b><u>17.98</u></b>

Note No. 2 - Tangible Assets

Following are the changes in the carrying value of property, plant and equipment for the three months ended September 30, 2017:

Particulars	Laboratory Equipment	Networking Equipment	Electrical Installation	Furniture and Fixtures	Office Equipment	Computing Equipment	Vehicles	R&D Cards	Servers	Total
<b>Gross carrying value as of April 1, 2017</b>	<b>24.77</b>	<b>0.93</b>	<b>9.08</b>	<b>7.67</b>	<b>1.44</b>	<b>7.25</b>	<b>0.09</b>	<b>19.47</b>	<b>1.92</b>	<b>72.62</b>
Additions	0.95	0.08	0.20	0.31	0.17	1.69	-	-	0.01	3.41
Deletions	-	-	-	-	-	-	-	-	-	-
<b>Gross carrying value as of September 30, 2017</b>	<b>25.72</b>	<b>1.01</b>	<b>9.28</b>	<b>7.98</b>	<b>1.61</b>	<b>8.94</b>	<b>0.09</b>	<b>19.47</b>	<b>1.93</b>	<b>76.03</b>
<b>Accumulated depreciation as of April 1,2017</b>	<b>(14.77)</b>	<b>(0.66)</b>	<b>(4.05)</b>	<b>(4.35)</b>	<b>(1.16)</b>	<b>(5.81)</b>	<b>(0.06)</b>	<b>(12.38)</b>	<b>(1.37)</b>	<b>(44.61)</b>
Depreciation	(0.64)	(0.07)	(0.39)	(0.33)	(0.08)	(0.49)	-	(2.44)	(0.08)	(4.52)
Accumulated depreciation on deletions	-	-	-	-	-	-	-	-	-	-
<b>Accumulated depreciation as of September 30 ,2017</b>	<b>(15.41)</b>	<b>(0.73)</b>	<b>(4.44)</b>	<b>(4.68)</b>	<b>(1.24)</b>	<b>(6.30)</b>	<b>(0.06)</b>	<b>(14.82)</b>	<b>(1.45)</b>	<b>(49.13)</b>
<b>Carrying value as of September 30, 2017</b>	<b>10.31</b>	<b>0.28</b>	<b>4.84</b>	<b>3.30</b>	<b>0.37</b>	<b>2.64</b>	<b>0.03</b>	<b>4.65</b>	<b>0.48</b>	<b>26.90</b>

Following are the changes in the carrying value of property, plant and equipment for the three months ended September 30, 2016:

Particulars	Laboratory Equipment	Networking Equipment	Electrical Installation	Furniture and Fixtures	Office Equipment	Computing Equipment	Vehicles	R&D Cards	Servers	Total
<b>Gross carrying value as of April 1, 2016</b>	<b>19.97</b>	<b>0.85</b>	<b>8.12</b>	<b>7.08</b>	<b>1.26</b>	<b>6.23</b>	<b>0.09</b>	<b>19.47</b>	<b>1.43</b>	<b>64.50</b>
Additions	1.88	0.03	0.89	0.09	-	0.46	-	-	0.24	3.59
Deletions	-	-	-	-	-	-	-	-	-	-
<b>Gross carrying value as of September 30, 2016</b>	<b>21.85</b>	<b>0.88</b>	<b>9.01</b>	<b>7.17</b>	<b>1.26</b>	<b>6.69</b>	<b>0.09</b>	<b>19.47</b>	<b>1.67</b>	<b>68.09</b>
<b>Accumulated depreciation as of April 1,2016</b>	<b>(13.63)</b>	<b>(0.54)</b>	<b>(3.25)</b>	<b>(2.95)</b>	<b>(1.02)</b>	<b>(5.18)</b>	<b>(0.05)</b>	<b>(7.52)</b>	<b>(1.26)</b>	<b>(35.40)</b>
Depreciation	(0.44)	(0.06)	(0.35)	(0.30)	(0.04)	(0.27)	-	(2.44)	(0.06)	(3.96)
Accumulated depreciation on deletions	-	-	-	-	-	-	-	-	-	-
<b>Accumulated depreciation as of September 30,2016</b>	<b>(14.07)</b>	<b>(0.60)</b>	<b>(3.60)</b>	<b>(3.25)</b>	<b>(1.06)</b>	<b>(5.45)</b>	<b>(0.05)</b>	<b>(9.96)</b>	<b>(1.32)</b>	<b>(39.36)</b>
<b>Carrying value as of September 30, 2016</b>	<b>7.78</b>	<b>0.28</b>	<b>5.41</b>	<b>3.92</b>	<b>0.20</b>	<b>1.24</b>	<b>0.04</b>	<b>9.51</b>	<b>0.35</b>	<b>28.73</b>

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Notes to the consolidated unaudited financial statements for the period ended September 30, 2017

Note No. 3 - Other Intangible Assets

Following are the changes in the carrying value of acquired intangible assets for the three months ended September 30, 2017: (Rs. in crore)

Particulars	Computer Software	Development Expenditure	Total
<b>Gross carrying value as of April 1, 2017</b>	<b>10.95</b>	<b>326.77</b>	<b>337.72</b>
Additions	1.33	2.11	3.44
Deletions	-	-	-
<b>Gross carrying value as of September 30, 2017</b>	<b>12.28</b>	<b>328.88</b>	<b>341.16</b>
<b>Accumulated amortization as of April 1,2017</b>	<b>(9.21)</b>	<b>(264.41)</b>	<b>(273.62)</b>
Amortization expenses	(1.48)	(28.15)	(29.63)
Deletions	-	-	-
<b>Accumulated amortization as of September 30,2017</b>	<b>(10.69)</b>	<b>(292.56)</b>	<b>(303.25)</b>
<b>Carrying value as of September 30, 2017</b>	<b>1.59</b>	<b>36.32</b>	<b>37.91</b>

Following are the changes in the carrying value of acquired intangible assets for the three months ended September 30, 2016: (Rs. in crore)

Particulars	Computer Software	Development Expenditure	Total
<b>Gross carrying value as of April 1, 2016</b>	<b>7.65</b>	<b>283.96</b>	<b>291.61</b>
Additions	1.74	5.02	6.76
Deletions	-	-	-
<b>Gross carrying value as of September 30, 2016</b>	<b>9.39</b>	<b>288.98</b>	<b>298.37</b>
<b>Accumulated amortization as of April 1,2016</b>	<b>(7.15)</b>	<b>(219.27)</b>	<b>(226.42)</b>
Amortization expenses	(0.81)	(23.03)	(23.84)
Deletions	-	-	-
<b>Accumulated amortization as of September 30,2016</b>	<b>(7.96)</b>	<b>(242.30)</b>	<b>(250.26)</b>
<b>Carrying value as of September 30, 2016</b>	<b>1.43</b>	<b>46.68</b>	<b>48.11</b>

Tejas Networks Limited

Notes to the consolidated unaudited financial statements for the period ended September 30, 2017

Note No. 4 - Investment

(Rs. in crore)

Particulars	As At September 30, 2017	As At September 30, 2016
<i>Equity instruments of others</i>		
<i>Investment in ELCIA ESDM Cluster ( No. of shares 1100)*</i>	-	-
<b><i>Total equity instruments of others</i></b>	-	-
<b><i>Total investments</i></b>	-	-
<i>Less : Provision for diminution in value of investment</i>	-	-
<b><i>Total unquoted investments</i></b>	-	-

\* Amount invested in ELCIA ESDM Cluster 1100 shares at the rate to Rs. 10 with a total value of Rs. 11,000/-

**Tejas Networks Limited**

**Notes to the consolidated unaudited financial statements for the period ended September 30, 2017**

**Note No. 5: Trade Receivables**

(Rs. in crore)

Particulars	As At	As At
	September 30, 2017	September 30, 2016
<b>Non Current</b>		
Unsecured, considered good	28.17	7.47
<b>Total non current</b>	<b>28.17</b>	<b>7.47</b>
<b>Current</b>		
Trade receivables outstanding for a period of more than 6 months		
(a) Secured, considered good	-	-
(b) Unsecured, considered good	49.69	47.68
(c) Doubtful	9.40	8.38
	59.09	56.06
Less: Provision for doubtful trade receivables	9.40	8.38
	49.69	47.68
Other trade receivables		
Unsecured, considered good	394.06	226.38
<b>Total current</b>	<b>443.75</b>	<b>274.06</b>

**Note No. 6: Cash and Bank Balances**

(Rs. in crore)

Particulars	As At	As At
	September 30, 2017	September 30, 2016
<b>Non - current bank balances</b>		
(a) Balances with banks		
(i) In deposit accounts	14.09	-
(ii) Balance held as margin money	-	26.38
<b>Total non - current bank balances</b>	<b>14.09</b>	<b>26.38</b>
<b>Cash and Cash Equivalents</b>		
(a) Balances with banks		
(i) In current accounts	72.92	3.05
(ii) In EEFC accounts	22.26	3.84
(iii) In deposit accounts	174.67	11.09
<b>Total cash and cash equivalents</b>	<b>269.85</b>	<b>17.98</b>
<b>Other Bank Balances</b>		
-In other deposit accounts	97.58	-
-In other bank accounts	0.30	0.32
-In earmarked deposit accounts		
- Balances held as margin money or security against borrowings, guarantees and other commitments	7.71	14.94
<b>Total other bank balances</b>	<b>105.59</b>	<b>15.26</b>

**Note No. 7: Other Financial Assets**

(Rs. in crore)

Particulars	As At	As At
	September 30, 2017	September 30, 2016
<b>Non-current financial assets</b>		
Interest accrued but not due	-	0.56
<b>Total non- current financial assets</b>	<b>-</b>	<b>0.56</b>
<b>Current financial assets</b>		
Security deposits	3.47	0.46
Receivable on foreign currency forwards (net)	-	0.47
Interest accrued but not due	2.92	1.30
<b>Total current financial assets</b>	<b>6.39</b>	<b>2.23</b>

**Tejas Networks Limited****Notes to the consolidated unaudited financial statements for the period ended September 30, 2017****Note No. 8: Current Tax and Deferred Tax**

(Rs. in crore)

<b>Particulars</b>	<b>As At September 30, 2017</b>	<b>As At September 30, 2016</b>
Income tax assets	26.25	18.62
Current income tax liabilities	0.01	0.81

**Note No.9: Other non-current and current assets**

(Rs. in crore)

<b>Particulars</b>	<b>As At September 30, 2017</b>	<b>As At September 30, 2016</b>
<b>Other non - current assets</b>		
Prepaid expenses	0.57	0.49
<b>Total other non-current assets</b>	<b>0.57</b>	<b>0.49</b>
<b>Other current assets</b>		
(a) Advances to suppliers	4.08	21.34
(b) Advances others	1.57	1.31
(c) Balances with government authorities (other than income taxes)		
(i) CENVAT credit receivable	4.47	6.38
(ii) VAT credit receivable	0.18	0.69
(iii) Service tax credit receivable	0.08	3.91
	4.73	10.98
(d) Others		
(i) Prepaid expenses	3.42	4.35
(ii) KESDM incentive claimable	-	5.00
(iii) Patent claimable	-	0.76
(iv) FPS receivable	4.47	4.83
	7.89	14.94
<b>Total other current assets (a)+(b)+(c)+(d)</b>	<b>18.27</b>	<b>48.57</b>



**Tejas Networks Limited****Notes to the consolidated unaudited financial statements for the period ended September 30, 2017****Note No. 10: Inventories**

(Rs. in crore)

<b>Particulars</b>	<b>As At September 30, 2017</b>	<b>As At September 30, 2016</b>
(a) Raw materials components including assemblies and sub assemblies	171.88	188.61
(b) Goods in transit	-	0.37
<b>Total Inventories at the lower of cost and net realizable value</b>	<b>171.88</b>	<b>188.98</b>

**Note No. 11: Loans**

(Rs. in crore)

<b>Particulars</b>	<b>As At September 30, 2017</b>	<b>As At September 30, 2016</b>
<b>Non current</b>		
Security deposit	5.10	4.70
<b>Total non current</b>	<b>5.10</b>	<b>4.70</b>
<b>Current</b>		
Loans to employees	1.43	0.86
<b>Total current</b>	<b>1.43</b>	<b>0.86</b>

Tejas Networks Limited

Notes to the consolidated unaudited financial statements for the period ended September 30, 2017

Note No. 12: Equity Share Capital

(Rs. in crore)

Particulars	Number of Shares	Equity share capital
<b>Issued and paid up capital as at April 1, 2016</b>	9,59,78,151	66.52
Less: treasury Shares	3,97,77,769	10.32
<b>Balance as at April 1, 2016</b>	<b>5,62,00,382</b>	<b>56.20</b>
<b>Balance as at April 1, 2016</b>	5,62,00,382	56.20
Treasury Shares	-	4.69
Issue of equity shares - private placement	56,15,068	5.62
<b>Balance as at September 30, 2016</b>	<b>6,18,15,450</b>	<b>66.51</b>
<b>Balance as at April 1, 2016</b>	5,62,00,382	56.20
Changes in equity share capital during the year		
Issue of equity shares under employee share option plan	89,17,961	8.91
Issue of equity shares - private placement	56,15,068	5.62
<b>Balance as at March 31, 2017</b>	<b>7,07,33,411</b>	<b>70.73</b>
<b>Issued and paid up capital as at April 1, 2017</b>	7,07,33,411	70.73
Issue of equity shares under employee share option plan	14,69,787	1.47
Issue of equity shares from IPO	1,75,09,727	17.51
<b>Balance as at September 30, 2017</b>	<b>8,97,12,925</b>	<b>89.71</b>

Tejas Networks Limited

Notes to the consolidated unaudited financial statements for the period ended September 30, 2017

Note No. 13: Other Equity

(Rs. in crore)

Particulars	Securities premium reserve	Equity-settled employee benefits reserve	Transition Reserve	Retained earnings	Exchange differences on translating the financial statements of a foreign operation	Other components of equity	Share application money pending allotment	Total
Balance as at March 31, 2016 under previous GAAP	415.70	-	(12.16)	-	-	-	-	403.54
Adjustments for Ind AS	(22.95)	10.03	-	-	-	-	-	(12.92)
<b>Balance as at April 1, 2016 as per Ind AS</b>	<b>392.75</b>	<b>10.03</b>	<b>(12.16)</b>	<b>(121.67)</b>	<b>(0.07)</b>	-	-	<b>390.62</b>
<b>Balance as at April 1, 2016 as per IND AS</b>	<b>392.75</b>	<b>10.03</b>	<b>(12.16)</b>	<b>(121.67)</b>	<b>(0.07)</b>	-	-	<b>268.88</b>
Premium on issue of equity shares	61.77	-	-	-	-	-	-	61.77
Share issue costs	(2.48)	-	-	-	-	-	-	(2.48)
Employee benefit cost considered for the period	-	3.68	-	-	-	-	-	3.68
Profit for the period	-	-	-	14.23	-	-	-	14.23
Effect of foreign exchange rate variations during the year	-	-	-	-	-	-	-	-
Adjustment for trust	5.76	-	-	-	-	-	-	5.76
Remeasurements of the defined benefit liabilities / (asset) net of taxes	-	-	-	-	-	(0.05)	-	(0.05)
<b>Balance as at September 30, 2016 as per Ind AS</b>	<b>457.80</b>	<b>13.71</b>	<b>(12.16)</b>	<b>(107.44)</b>	<b>(0.07)</b>	<b>(0.05)</b>	-	<b>351.79</b>
<b>Balance as at April 1, 2016 as per Ind AS</b>	<b>392.75</b>	<b>10.03</b>	<b>(12.16)</b>	<b>(121.67)</b>	<b>(0.07)</b>	-	-	<b>268.88</b>
Premium on issue of equity shares	98.43	-	-	-	-	-	-	98.43
Share issue costs	(2.34)	-	-	-	-	-	-	(2.34)
Employee benefit cost considered for the period	-	7.83	-	-	-	-	-	7.83
Transfer from ESOP to securities premium on exercise of options	2.08	(2.08)	-	-	-	-	-	-
Profit for the period	-	-	-	52.39	-	-	-	52.39
Effect of foreign exchange rate variations during the year	-	-	-	-	(0.28)	-	-	(0.28)
Reversal for trust	-	-	-	0.03	-	-	-	0.03
Remeasurements of the defined benefit liabilities / (asset) net of taxes	-	-	-	-	-	0.41	-	0.41
<b>Balance as at March 31, 2017 as per Ind AS</b>	<b>490.92</b>	<b>15.78</b>	<b>(12.16)</b>	<b>(69.25)</b>	<b>(0.35)</b>	<b>0.41</b>	-	<b>425.35</b>
<b>Balance as at March 31, 2017 as per Ind AS</b>	<b>490.92</b>	<b>15.78</b>	<b>(12.16)</b>	<b>(69.25)</b>	<b>(0.35)</b>	<b>0.41</b>	-	<b>425.35</b>
Premium on issue of equity shares	440.59	-	-	-	-	-	-	440.59
IPO expenses	(20.80)	-	-	-	-	-	-	(20.80)
Share issue costs	-	-	-	-	-	-	-	-
Employee benefit cost considered for the period	-	3.53	-	-	-	-	-	3.53
Transfer from ESOP to securities premium on exercise of options	3.57	(3.57)	-	-	-	-	-	-
Profit for the period	-	-	-	47.33	-	-	-	47.33
Effect of foreign exchange rate variations during the period	-	-	-	-	0.04	-	-	0.04
Share application money pending allotment	-	-	-	-	-	-	0.24	0.24
Remeasurements of the defined benefit liabilities / (asset) net of taxes	-	-	-	-	-	(1.45)	-	(1.45)
<b>Balance as at September 30, 2017 as per Ind AS</b>	<b>914.28</b>	<b>15.74</b>	<b>(12.16)</b>	<b>(21.92)</b>	<b>(0.31)</b>	<b>(1.04)</b>	<b>0.24</b>	<b>894.83</b>

**Tejas Networks Limited**

**Notes to the consolidated unaudited financial statements for the period ended September 30, 2017**

**Note No.14: Non Current Borrowings**

(Rs. in crore)

Particulars	As At September 30, 2017	As At September 30, 2016
<b>Measured at amortized cost</b>		
<b>A. Secured borrowings:</b>		
(a) Loans against fixed deposits	-	25.00
Less: Current maturities of long term debt	-	-
<b>Total secured borrowings (A)</b>	<b>-</b>	<b>25.00</b>
<b>B. Unsecured borrowings - at amortized Cost</b>		
(a) Other loans		
Unsecured financial support under Technology Development & Demonstration Programme (TDDP) of DSIR	3.37	5.24
Less: Current maturities of long term debt	1.37	1.24
<b>Total unsecured borrowings (B)</b>	<b>2.00</b>	<b>4.00</b>
<b>Total borrowings (A) + (B)</b>	<b>2.00</b>	<b>29.00</b>

**Note No.15: Provisions**

(Rs. in crore)

Particulars	As At September 30, 2017	As At September 30, 2016
<b>Non current provisions</b>		
(a) Provision for employee benefits		
(1) Provision for compensated absences	0.92	0.94
(2) Provision for gratuity	0.16	-
(b) Other provisions		
(1) Warranty	3.36	1.68
<b>Total non current provisions</b>	<b>4.44</b>	<b>2.62</b>
<b>Current provisions</b>		
(a) Provision for employee benefits		
(1) Provision for compensated absences	0.18	0.21
(2) Provision for gratuity	1.83	0.26
(b) Other provisions		
(1) Warranty	2.16	2.29
<b>Total current provisions</b>	<b>4.17</b>	<b>2.76</b>

**Tejas Networks Limited**

**Notes to the consolidated unaudited financial statements for the period ended September 30, 2017**

**Note No. 16: Current Borrowings**

(Rs. in crore)

Particulars	As At September 30, 2017	As At September 30, 2016
<b>A. Secured borrowings</b>		
(1) From Banks		
Cash credit	-	14.48
Working capital demand loan	-	10.00
Packing credit	-	9.09
Buyers credit	-	9.72
Bills discounting	-	74.97
Loan against fixed deposit	-	-
(2) From foreign banks		
	-	31.83
<b>B. Unsecured borrowings</b>		
	-	-
<b>Total current borrowings</b>	<b>-</b>	<b>150.09</b>

**Note No. 17: Trade Payables**

(Rs. in crore)

Particulars	As At September 30, 2017	As At September 30, 2016
Trade payable for goods & services	136.28	119.54
Acceptances	33.36	5.11
<b>Total trade payables</b>	<b>169.64</b>	<b>124.65</b>

**Note No. 18: Other Financial Liabilities**

(Rs. in crore)

Particulars	As At September 30, 2017	As At September 30, 2016
(a) Current maturities of long-term debt	1.37	1.24
(b) Interest accrued but not due on borrowings	-	0.26
(c) Other liabilities	9.34	0.20
<b>Total Other financial liabilities</b>	<b>10.71</b>	<b>1.70</b>

**Note No. 19: Other Current Liabilities**

(Rs. in crore)

Particulars	As At September 30, 2017	As At September 30, 2016
a. Advances received from customers	0.99	1.08
b. Deferred revenue		
- Other deferred revenues	2.32	1.62
c. Due to employees	14.62	10.57
d. Statutory dues	4.66	3.14
<b>Total other current liabilities</b>	<b>22.59</b>	<b>16.41</b>

**Tejas Networks Limited**  
**Notes to the consolidated unaudited financial statements for the period ended September 30, 2017**

**Note No. 20: Revenue from Operations**

(Rs. in crore)

Particulars	Quarter ended			Six months ended	
	September 30, 2017	June 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016
Revenue from sale of goods					
Manufactured goods - Optical and Data Networking products including multiplexers	205.83	207.53	176.75	413.36	309.77
Component sales	1.23	1.56	36.57	2.79	41.17
	<u>207.06</u>	<u>209.09</u>	<u>213.32</u>	<u>416.15</u>	<u>350.94</u>
Revenue from rendering of services					
Installation & commissioning revenue	1.68	2.97	1.16	4.65	2.36
Annual maintenance revenue	6.73	5.80	8.16	12.53	14.43
Other service revenue	0.66	1.16	0.97	1.82	1.96
	<u>9.07</u>	<u>9.93</u>	<u>10.29</u>	<u>19.00</u>	<u>18.75</u>
Other operating income					
Export incentives	-	0.29	(0.05)	0.29	1.10
	<u>-</u>	<u>0.29</u>	<u>(0.05)</u>	<u>0.29</u>	<u>1.10</u>
<b>Total revenue from operations</b>	<b>216.13</b>	<b>219.31</b>	<b>223.56</b>	<b>435.44</b>	<b>370.79</b>

**Note No. 21: Other Income**

(Rs. in crore)

Particulars	Quarter ended			Six months ended	
	September 30, 2017	June 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016
Interest income from bank on deposits	3.82	1.75	0.97	5.57	1.84
Interest on Unwinding	1.15	1.15	0.11	2.30	0.50
Net gain on foreign currency transactions and translation (other than considered as finance cost)	1.38	1.48	-	2.86	-
Other non-operating income					
Liabilities no longer required written back	0.04	-	-	0.04	-
Miscellaneous income	0.08	0.12	1.58	0.20	3.01
<b>Total other income</b>	<b>6.47</b>	<b>4.50</b>	<b>2.66</b>	<b>10.97</b>	<b>5.35</b>

**Note No. 22: Cost of Material Consumed**

(Rs. in crore)

Particulars	Quarter ended			Six months ended	
	September 30, 2017	June 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016
Opening stock	184.99	181.72	231.12	181.72	230.89
Add: Purchases	103.68	111.57	96.53	215.25	171.09
	<u>288.67</u>	<u>293.29</u>	<u>327.65</u>	<u>396.97</u>	<u>401.98</u>
Less: Closing stock	171.88	184.99	188.60	171.88	188.60
<b>Cost of material consumed</b>	<b>116.79</b>	<b>108.30</b>	<b>139.05</b>	<b>225.09</b>	<b>213.38</b>

**Note No. 23: Employee Benefit Expenses**

(Rs. in crore)

Particulars	Quarter ended			Six months ended	
	September 30, 2017	June 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016
Salaries and wages, including bonus	30.79	30.63	26.98	61.42	48.95
Contribution to provident and other funds	1.45	1.47	1.02	2.92	2.06
Share based payment transactions expenses					
Equity-settled share-based payments	1.78	1.75	1.85	3.53	3.68
Staff welfare expenses	1.30	1.17	1.55	2.47	2.36
Capitalized during the year	(11.89)	(12.24)	(7.89)	(24.13)	(16.20)
<b>Total employee benefit expenses</b>	<b>23.43</b>	<b>22.78</b>	<b>23.51</b>	<b>46.21</b>	<b>40.85</b>

**Note No. 24: Finance Cost**

(Rs. in crore)

Particulars	Quarter ended			Six months ended	
	September 30, 2017	June 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016
Interest expense					
(i) Borrowings	0.17	5.63	5.32	5.80	13.37
(ii) Delayed payment of taxes	-	0.09	0.01	0.09	0.03
(iii) Unwinding	0.22	0.22	0.18	0.44	0.37
Exchange differences regarded as an adjustment to borrowing costs	(0.28)	(0.28)	(0.64)	(0.56)	0.98
Other finance cost	1.43	1.16	(0.13)	2.59	2.37
<b>Total finance cost</b>	<b>1.54</b>	<b>6.82</b>	<b>4.74</b>	<b>8.36</b>	<b>17.12</b>

**Tejas Networks Limited**  
**Notes to the consolidated unaudited financial statements for the period ended September 30, 2017**

**Note No. 25: Other Expenses**

(Rs. in crore)

Particulars	Quarter ended			Six months ended	
	September 30, 2017	June 30, 2017	September 30, 2016	September 30, 2017	September 30, 2016
Installation & Commissioning Expenses	3.08	4.46	1.60	7.54	3.35
Other Processing Charges	0.14	0.62	1.18	0.76	2.62
Power and fuel	0.99	1.13	0.83	2.12	1.73
Housekeeping & Security	0.77	0.67	0.49	1.44	0.97
Rent including lease rentals	1.95	1.95	1.95	3.90	3.81
Repairs and maintenance - Machinery	0.15	0.14	0.09	0.29	0.15
Repairs and maintenance - Others	2.05	1.72	1.11	3.77	2.36
Insurance	0.17	0.21	0.31	0.38	0.44
Rates and taxes	0.70	0.39	1.10	1.09	1.40
Communication	0.26	0.36	0.31	0.62	0.62
Royalty	1.48	-	0.38	1.48	0.39
Travelling and conveyance	4.00	3.18	2.99	7.18	4.63
Printing and stationery	0.11	0.08	0.14	0.19	0.23
Freight and forwarding	0.50	(0.56)	1.18	(0.06)	2.99
Sales Expenses	6.91	4.72	0.41	11.63	1.92
Sales commission	0.16	3.81	3.37	3.97	5.43
Business promotion	0.30	0.15	0.19	0.45	0.22
Donations	0.01	-	-	0.01	-
Director Sitting Fees	0.04	0.05	0.04	0.09	0.07
Legal and professional	2.83	2.41	2.25	5.24	4.02
Auditors remuneration and out-of-pocket expenses					
As Auditors	0.14	0.14	0.16	0.28	0.24
For Taxation matters	0.10	-	-	0.10	-
Auditors out-of-pocket expenses	-	0.01	-	0.01	0.01
Net loss on foreign currency transactions and translation (other than considered as finance cost)	-	-	0.33	-	1.96
Fair value loss on derivatives not designated as hedges	-	-	0.78	-	0.85
Provision for doubtful trade and other receivables	2.19	(0.10)	(2.51)	2.09	-0.25
Provision for advances	0.96	-	-	0.96	-
KESDM receivable write off	-	-	2.07	-	2.07
Provision for warranty	(0.11)	0.29	0.46	0.18	0.96
Miscellaneous expenses	(0.27)	0.30	(0.51)	0.03	1.14
Capitalized during the year	(0.11)	(0.53)	(0.20)	(0.64)	(0.36)
<b>Total other expenses</b>	<b>29.50</b>	<b>25.60</b>	<b>20.50</b>	<b>55.10</b>	<b>43.97</b>