

nixi

भारत



16TH ANNUAL REPORT 2018-2019



NATIONAL INTERNET EXCHANGE OF INDIA

CIN: U72900DL2003NPL120999



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BOARD OF DIRECTORS

Shri Ajay Prakash Sawhney

Ms Jyoti Arora

Shri Gopalakrishnan S

Shri Sanjay Goel

Dr. Sanjay Bahl

CHIEF EXECUTIVE OFFICER

Shri Sanjay Goel

AUDITORS

M/s S.S.Kothari Mehta & Co.

REGISTERED OFFICE

Flat No. 6C, 6D & 6E,

6th Floor, Hansalya building,

15, Barakhamba Road,

New Delhi-110001

NIXI Overview

NIXI is a not for profit organization set up under section 25 of the Companies Act, 1956 (now section 8 under Companies Act, 2013) for peering of ISPs among themselves and routing the domestic traffic within the country. The initial funding towards infrastructure was from Department of Information Technology. NIXI is performing the following three activities.

- Internet Exchange
- .IN Registry and Internationalized Domain Names (IDNs)
- National Internet Registry (NIR)

Internet Exchange: Eight Internet Exchange Nodes are functional at Delhi (Noida), Mumbai, Chennai, Kolkata, Hyderabad, Bengaluru, Ahmedabad and Guwahati. The Internet Exchange nodes have ensured peering of ISPs among themselves for routing domestic Internet traffic within India, resulting in better quality of service (reduced latency, reduced bandwidth charges for ISPs) saving on international bandwidth. Presently, 64 ISPs with 123 connections are connected with the various nodes of NIXI. The aggregated maximum traffic exchanged at all the nodes is 156 Gbps as on 08th August, 2019.

.IN Registry: .IN Registry functions with primary responsibility for managing Country Code Top Level Domains (ccTLDs). Registration of .IN domain has crossed the 2.04 million mark in 8th August 2019. Presently, 129 Registrars have been accredited to offer .IN domain name registration worldwide to customers. It has helped in proliferation of web hosting and promotion of Internet usage in the country.

.Bharat IDN in Indian languages:

.भारत domain name in Devanagari script was successfully launched on 27th August 2014 by Hon'ble Minister of Communications & Information Technology, and Minister for Law & Justice, Mr. Ravi Shankar Prasad. The Devanagari script covers Hindi, Dogri, Bodo, Konkani, Maithili, Marathi, Nepali and Sindhi Language.

This will increase the penetration of the Internet through use of local languages and local content.

The availability of .Bharat IDN in Gujarati, Bengali, Manipuri in Bengali script, Punjabi, Tamil, Telugu & Urdu languages started from 3rd August, 2015.

NIXI has sent an application to Internet Corporation for Assigned Names and Numbers (ICANN) and the same has been delegated for all the remaining Indian languages i.e. Assamese, Kannada, Oriya, Malayalam, Santali, Sanskrit, Sindhi, Kashmiri.

The API (Application Programming Interface) of 08 languages (i.e. Assamese, Kannada, Kashmiri, Malayalam, Odia (Oriya), Sanskrit, Santali and Sindhi) is under process of integration in Registry systems.

National Internet Registry (NIR) Coordinates Internet Protocol address space (both IPv4 & IPv6) allocations and other Internet resource management functions at a national level within the country. Earlier NIR was recognized by APNIC (Asia Pacific Network Information Centre) which is a Regional Internet Registry

Since its launch in 2012, NIR has registered impressive growth, the number of affiliates registered are 2775 as on 08th August, 2019.

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the 16th Annual General Meeting of the members of the Company will be held as under:

Day : Friday

Date : 20th December, 2019

Time : 4:00 p.m

Venue : Ministry of Communications and Information Technology, Conference Room 1007, Electronics Niketan, 6, CGO Complex, Lodi Road, New Delhi – 110003.

To transact the following business:

1) To receive, consider & adopt the Audited Balance Sheet as on March 31, 2019 (including the statement of Income and Expenditure and all the necessary documents required by law to be annexed to the Balance sheet) and the Report of Board of Directors and Auditors thereon.

SPECIAL BUSINESS

2) To conduct the Election of Directors among the Ordinary Members of the Company and declaration of the result.

To consider, and if thought fit, to pass with or without modification, the following Resolution as an Ordinary Resolution.

"RESOLVED that pursuant to the provisions of section 160 and other applicable provisions, if any, of the Companies Act, 2013, and article 17b of Articles of Association of the Company, the company be and is hereby authorizes the Ordinary members of the Company to elect **seven** Directors among themselves whose term shall be two years upto the date of AGM to be held on or before Sept 2021."

3) Ratification of the resolution passed by the Board of Directors regarding the joining/ leaving of the members of the Company during the year.

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To consider, and if thought fit, to pass with or without modification, the following Resolution as an Ordinary Resolution.

"Resolved that the resolution passed by the Board of Directors as per Article II. 1. of table H of Schedule 1 of the Companies Act, 2013 and Article 2 (b) and (e) of the Articles of Association of the Company, regarding joining/leaving of the members of the Company during the year, be and is hereby ratified."

"Resolved further that any Directors of the Company, be and is hereby authorized to sign/digitally sign all the documents/forms for filing the same with the ROC as per the provisions of the Companies Act, 2013."

Date: 20th November, 2019

By Order of the Board of Directors
For National Internet Exchange of India



(Sanjay Goel)

Director

DIN:08023127

Registered Office:

Flat No. 6C, 6D & 6E, 6th Floor,
Hansalya building, 15,
Barakhamba Road,
New Delhi-110001

Notes:-

- a) The relative explanatory statement pursuant to section 102 of the Companies Act, 2013, in respect of the business under item no. 2 to 3 is annexed hereto.
- b) A member shall not be entitled to appoint any other person as his proxy unless such other person is also a member of such company.

- c) The instrument appointing the proxy, in order to be effective, must be deposited at the Company's Registered Office, duly completed and signed, not less than 48 hrs before the time for holding the meeting.
- d) Members seeking any information with regard to the Accounts, are requested to write to the Company at an early date, so as to enable the Management to keep the information ready at the meeting
- e) In the 15th AGM held on December 27, 2018 the members approved the appointment of M/s S.S.Kothari Mehta & Co., Chartered Accountants, as Statutory Auditors of the Company to hold office for a period of 2 years from the conclusion of that AGM until the conclusion of the Annual General Meeting of the Company to be held in 2020. The requirement to place the matter relating to ratification of appointment of auditors by Members at every AGM has been done away by the Companies (Amendment) Act, 2017 with effect from May 7, 2018. Accordingly, no resolution is being proposed for ratification of appointment of statutory auditors at this AGM.
- f) The Notice of the AGM along with the Annual Report 2018-19 is being sent by electronic mode as well as physical copies to those Members whose email Id & addresses are registered with the Company.
- g) Member must bring the attendance slip with proof documents as stated in attendance slip.

EXPLANATORY STATEMENT

As required by section 102 of the Companies Act, 2013, the following explanatory statement set out all material facts relating to the business mentioned under item no. 2 to 3 of the accompanying Notice dated 20th November, 2019.

Item no. 2

Article 17b of the Articles of Association provides that the Ordinary members of the Company will elect Seven Directors among themselves.

Accordingly, as per article 17b and section 160 of the Companies Act, 2013, the list of the final candidates who will contest the election of the Directors and the ballot papers will be dispatched as per the schedule of election.

On the basis of the voting, result will be declared and new elected directors will be appointed for the period specified in the article 17d.

Therefore, the Board of Directors recommend passing of the Resolution as set out in item No. 2 of the Notice.

None of the Directors or Key Managerial Personnel (KMPs) of the Company or their relatives is in any way concerned or interested, financial or otherwise, in the said resolution.

Item No. 3

The Board is authorized to increase the number of Members of the Company as per Article II. 1. of table H of Schedule 1 of the Companies Act, 2013 and Article 2 (b) and (e) of the Articles of Association of the Company. Accordingly, the Board of Directors have approved the joining/leaving of the members of the Company during the year.



Board of Directors recommend passing of the Resolution as set out in item No. 3 of the Notice.

None of the Directors or Key Managerial Personnel (KMPs) of the Company or their relatives is in any way concerned or interested, financial or otherwise, in the said resolution.

Date: 20th November, 2019

By Order of the Board of Directors
For National Internet Exchange of India



(Sanjay Goel)

Director

DIN:08023127

Registered Office:

Flat No. 6C, 6D & 6E, 6th Floor,
Hansalya building, 15, Barakhamba Road,
New Delhi-110001

DIRECTORS' REPORT

To

The Members

The Directors are pleased to present the 16th Annual Report on the business and operations of the Company together with the Audited Accounts for the year ending March 31, 2019.

FINANCIAL RESULTS

(Rs. in lacs)

	Year Ended	
	2018-2019	2017-2018
INCOME		
- Membership Fees	0.71	0.64
- Registration Charges (.IN)	5349.95	5496.67
- Connectivity Charges (IX)	365.76	350.94
- Data transfer Differential (net)	155.05	113.62
- Affiliation Fees	1240.32	816.34
- Other income	264.01	16.21
- Interest earned	1923.61	1252.28
Total Income (A)	9303.01	8046.7
EXPENDITURE		
- Technical & Operating Expenses	1870.29	1520.91
- Establishment	203.06	206.66
- Administrative and Promotional Expenses	385.44	364.73
- Depreciation	29.76	48.57
Total Expenditure (B)	2488.58	2140.87
Surplus prior to appropriation (C)=(A) – (B)	6814.43	5905.83
Add: Other Comprehensive Income (D)	2.87	3.57
Total Comprehensive Income for the period (C)+(D)	6817.29	5909.39

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During the financial year, the operational revenue has gone up from Rs.6777.01 lacs to Rs. 7115.39 and made a net comprehensive income of Rs. 6817.29 lacs (Previous Year Rs. 5909.39 lacs) after consideration of interest income and other Misc income of Rs.2187.62 lacs (Previous year Rs. 1269.69 lacs). The surplus includes Rs. 461.84 lacs from exchange operation, Rs.5238.28 lacs from Registry operations and Rs. 1105.10 lacs from the activity of National Information Registry (NIR). The total allocation to marketing fund 617.57(previous year Rs. 568.49 lacs and utilization from marketing fund during the year is Rs.68.22 lacs. The accumulation to market fund Reserve account stands at Rs.1498.36 lacs on 31.03.2019. This represents the unutilized balance of Rs. 736.53 lacs at the close of the agreement on December 31, 2012, which is pending for settlement with the technical service provider. The matter is to be taken in this Board Meeting in a separate agenda. The reserve funds have reached the level of Rs. 34504.50 lacs (Previous Year Rs. 28304.77 lacs) excluding marketing reserve fund.

OUTLOOK FOR THE YEAR 2019-20:

- To increase the quantum of traffic exchange from the present 153 Gbps to approx. 200Gbps.
- Increase in no. of Affiliates joining IRINN from 2779 to 2800 approx.
- Reaching 2.2 millions .IN domain registration by 2020.

CHANGE IN THE NATURE OF BUSINESS:

There is no change in the nature of business of the Company during the year 2018-19.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF FINANCIAL YEAR OF THE COMPANY TO WHICH THE STATEMENTS RELATE AND THE DATE OF THE REPORT:

There were no material changes during the year, affecting the financial position of the Company.

SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS IF ANY

No significant material order was passed by the regulators during the year.

DETAILS OF SUBSIDIARY/JOINT VENTURE/ASSOCIATE COMPANIES:

There are no Subsidiary, Joint Venture or Associate companies.

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DEPOSITS:

The Company has neither invited nor accepted any deposits from the public during the year under report.

AUDIT REPORT:

The Statutory Auditors have not reported any incident of fraud.

The observations of the Auditors have been suitably dealt with in the schedules and notes to the accounts.

Auditor's Qualification: NIL

STATUTORY AUDITORS:

In the 15th AGM held on December 27, 2018 the members approved the appointment of M/s S.S.Kothari Mehta & Co., Chartered Accountants, as Statutory Auditors of the Company to hold office for a period of 2 years from the conclusion of that AGM until the conclusion of the Annual General Meeting of the Company to be held in 2020. The requirement to place the matter relating to ratification of appointment of auditors by Members at every AGM has been done away by the Companies (Amendment) Act, 2017 with effect from May 7, 2018. Accordingly, no resolution is being proposed for ratification of appointment of statutory auditors at the 16th AGM.

DIRECTORS:

Shri Sanjay Goel was appointed as an Additional (Co-opted) Director of the company w.e.f 12/09/2018. He was appointed as Co-opted Director in the 15th AGM held on 27/12/2018.

Shri Sanjay Bahl was reappointed as a Co-opted Director in the 15th AGM held on 27/12/2018.

Shri Sanjay Kumar Rakesh retired from the post of Co-opted Directorship w.e.f 27/12/2018.

The nomination of Ms. Anuradha Mitra from the post of Nominee Director of the Company was withdrawn w.e.f 29.03.2019 on account of her repatriation to her parent cadre. Smt. Kiran Soni Gupta was appointed as a Nominee Director of the Company w.e.f 22.05.2019.

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The Board placed on record its appreciation for the contribution made by Shri Sanjay Kumar Rakesh, Ms. Anuradha Mitra and Shri Abhay Karandikar during the tenure of their directorship.

None of the Directors of the Company are disqualified under section 164(2) of the Companies Act, 2013.

NUMBER OF MEETINGS HELD DURING THE FINANCIAL YEAR 2018-19:

A) Board Meetings:

S.No.	Date of Board meeting	Total number of Directors on the date of meeting	No. of Directors attending the Meeting
1	10/04/2018	15	12
2	27/09/2018	16	10
3	03/12/2018	16	11
4	29/03/2019	14	12

B) Committee meetings:

i) Audit Committee

S.No.	Date of meeting	Total Members on the date of meeting	No. of Members attending the Meeting
1	14/09/18	4	3
2	27/03/19	3	3

ii) CSR Committee:

S.No.	Date of meeting	Total Members on the date of meeting	No. of Members attending the Meeting
1	20/11/18	5	4

iii) Corporate Governance Committee:

S.No.	Date of meeting	Total Members on the date of meeting	No. of Members attending the Meeting
1	25/02/19	5	3

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C) Attendance of Directors:

S.N o.	Name of Director	No. of Board Meetings		% of attendance	No. of Committees in which member	No. of Committee Meetings		% of attendance
		Held during tenure	Attended (Personally or through video conference)			Held during tenure	Attended (Personally or through video conference)	
1	Shri Ajay Prakash Sawhney	4	4	100	-	-	-	-
2	Ms. Anuradha Mitra	3	1	25	1	1	1	100
3	Shri Sanjay Rakesh	3	2	75	3	-	-	-
4	Smt. Kiran Soni	-	-	-	1	-	-	-
5	Shri Sanjay Goel	3	3	100	3	4	4	100
6	Shri Gopalkrishnan S.	4	3	75	-	-	-	-
7	Shri Abhay Karandikar	4	0	0	-	-	-	-
8	Shri Rajesh Chharia	4	4	100	2	3	2	75
9	Dr. Sanjay Bahl	4	4	100	1	1	1	100
10	Dr. Omkar Rai	4	4	100	1	1	0	-
11	Shri Anil Jain	4	2	50	2	2	1	50
12	Shri M. P. Vijay Kumar	4	1	25	-	-	-	-
13	Shri R S Mani	4	4	100	1	1	-	-
14	Shri Dilip Barman	4	4	100	-	-	-	-
15	Shri Suhru Ram Sayal	4	4	100	1	2	2	100
16	Shri Pinkesh Kotecha	4	3	75	1	1	1	100
17	Shri Jagmohan Singh	4	2	50	1	1	1	100

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

(SEC. 188): Information on transactions with related parties pursuant to Section 134(3)(h) of the Act read with rule 8(2) of the Companies (Accounts) Rules, 2014 are given in **Annexure I** in Form AOC-2 and the same forms part of this report.

Also refer Note No.33 of Other Notes to Accounts of Financial statement

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PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186: The Company has not given any loans or guarantees and not made any investments covered under the provisions of section 186 of the Companies Act, 2013.

EXTRACT OF ANNUAL RETURN

As provided under Section 92(3) of the Act, the extract of annual return is given in **Annexure II** in the prescribed Form MGT-9, which forms part of this report.

COMPOSITION OF AUDIT COMMITTEE

S.No.	Members
1	Shri Sanjay Goel
2	Shri Rajesh Chharia
3	Shri S. R. Sayal

CORPORATE SOCIAL RESPONSIBILITY (SECTION 135):

The Board of Directors during the year under review approved the Corporate Social Responsibility (CSR) Policy of the Company pursuant to provisions of section 135 of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules 2014. The CSR policy is available on the website of the Company at http://nixi.in/images/CSR_Policy.pdf.

A brief outline of the CSR policy, the CSR initiative undertaken during the financial year 2018-19 together with the progress thereon and the Annual report on CSR activities are set out in **Annexure III** to this report.

COST RECORDS & COST AUDIT

Maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, for the financial year 2018-19 are not applicable to the Company.

SEXUAL HARASSMENT OF WOMEN

Company has Corporate Governance Committee for complying the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 as mentioned in the HR policy of the Company.

Pursuant to section 134 (3) (n) of the Companies Act 2013, the Board's report shall include a statement indicating development and implementation of a risk management policy for the company including identification therein of elements of risk, if any, in which the opinion of the Board may threaten the existence of the company.

PARTICULARS OF EMPLOYEES

Particulars of employees as required by Section 197 of the Companies Act 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014: NIL

PARTICULARS OF ENERGY CONSERVATION

CONSERVATION OF ENERGY

Measures taken for Conservation of energy. -	NIL
Additional investment and proposal for reduction of energy usage-	NIL

TECHNOLOGY ABSORPTION -	NIL
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FOREIGN EXCHANGE EARNINGS AND OUTGO

Earning in foreign exchange:

From Domain registrations	Rs. 21103454
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(Represents the total collection made in foreign currency to be proportionately allocated as income over the period of domain registered).

Expenditure in Foreign Currency

-Subscription & Travelling	Rs. 11232322
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DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors, to the best of their knowledge and ability, confirm that:

- i. in the preparation of the annual accounts, the applicable accounting standards have been followed and there are no material departures;
- ii. they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;

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- iii. they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. they have prepared the annual accounts on a going concern basis;
- v. they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

ACKNOWLEDGEMENT

Directors express their gratitude to the Government of India, Ministry of Communications and Information Technology, IIT Madras, ISPAI and all members for their kind co-operation. Directors' place on record the appreciation for the overwhelming co-operation and assistance received from the Bankers, customers and others. The board wishes to place on record its deep sense of appreciation for the contribution made by all employees in ensuring high level of performance and growth during the year.

For and On behalf of the Board of Directors
National Internet Exchange of India



Sanjay Goel
(Director)
DIN: 08023127



Dilip Kumar Barman
(Director)
DIN: 07322268

Place: New Delhi

Date: 30th September, 2019

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Annexure I
Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts / arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

1. Details of contracts or arrangements or transactions not at arm's length basis: The Company has not entered into any contract or arrangement or transaction with its related parties which is not at arm's length during financial year 2018-19.

2. Details of material contracts or arrangement or transactions at arm's length basis: The Company has entered into following contract with its related parties during the financial year 2018-19.

Name(s) of the related party	Nature of relationship	Nature of contracts / arrangements/ transaction	Duration of the contracts / arrangements/ transactions	Date of approval by the Board	Amount paid as advances, if any	Transactions including the value (Rs.)
CJ Online	Enterprise over which KMP (Proprietor) is having significant influence.	Revenue from NIR (Renewal of IP resources)	Annual Affiliation fee based on resources holding as of 30 April 2018 for the period of 01 May 2018 to 30 April 2019.		NIL	72581
Chandra Industrial Co. Private Limited	Enterprise over which key management personnel (Director) is having significant influence		Annual Affiliation fee based on resources holding as of 30 April 2018 for the period of 01 May 2018 to 30 April 2019.		NIL	72581
CJ Online Private Limited			Annual Affiliation fee based on resources holding as of 30 June 2018 for the period of 01 July 2018 to 30 June 2019.		NIL	196691
Madhav Cement Private Limited			Annual Affiliation fee based on resources holding as of 31 March 2018 for the period of 01 April 2018 to 31 March 2019.		NIL	72581
Ishan Netcom Private Limited			Annual Affiliation fee based on resources holding as of 30 June 2018 for the period of 01 July 2018 to 30 June 2019.		NIL	53764

National Internet Exchange of India

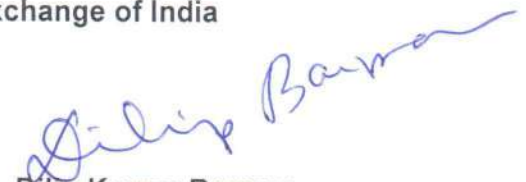
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Ishan Netsol Private Limited			Annual Affiliation fee based on resources holding as of 31 January 2019 for the period of 01 February 2019 to 31 January 2020.			
Ishan Infotech Ltd					NIL	NIL

Remarks: Outstanding at the end of financial year Rs 25,200/- (Ishan Infotech Ltd - Rs 4,908/- & Ishan Netsol Pvt Ltd - Rs 20,292/-)

For and On behalf of the Board of Directors
National Internet Exchange of India


Sanjay Goel
(Director)
DIN: 08023127


Dilip Kumar Barman
(Director)
DIN: 07322268

Place: New Delhi

Date: 30th September, 2019

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ANNEXURE II

EXTRACT OF ANNUAL RETURN

for the financial year ended on 31st March 2019

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

- i) CIN: U72900DL2003NPL120999
- ii) Registration Date: 19th June 2003
- iii) Name of the Company: NATIONAL INTERNET EXCHANGE OF INDIA
- iv) Category / Sub-Category of the Company: Incorporated u/s 25 of the Companies Act 1956 (now section 8 of Companies Act 2013) - a Public Company not having share capital.
- v) Address of the Registered office and contact details : Flat No. 6C, 6D & 6E, 6th Floor, Hansalya building, 15, Barakhamba Road, New Delhi-110001. Website: www.nixi.in, www.registry.in, www.irinn.in, Tel.: +91-1148202000
- vi) Whether listed company: No
- vii) Name, Address and Contact details of Registrar and Transfer Agent, if any: NA

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main Activities	NIC Code of the Product/ service	% to total turnover of the company
1	Internet Exchange	NA	6.9
2	.IN registry	NA	78.6
3	NIR	NA	14.5

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

Nil

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity): The Company does not have any share capital.

- i) Category-wise Share Holding: NA

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CIN-U72900DL2003NPL120999
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- ii) Shareholding of Promoters: NA
- iii) Change in Promoters' Shareholding: NA
- iv) Shareholding pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs): NA
- v) Shareholding of Directors and Key Managerial Personnel: NA

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment:

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	Nil	Nil	Nil	Nil
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	Nil	Nil	Nil	Nil
Change in Indebtedness during the financial year				
· Addition	Nil	Nil	Nil	Nil
· Reduction				
Net Change	Nil	Nil	Nil	Nil
Indebtedness at the end of the financial year				
i) Principal Amount	Nil	Nil	Nil	Nil
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	Nil	Nil	Nil	Nil

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

- A. Remuneration to Managing Director, Whole-time Directors and/or Manager: NA
- B. Remuneration to other directors: Nil
- C. Remuneration to key managerial personnel other than MD/Manager/WTD: NA

National Internet Exchange of India

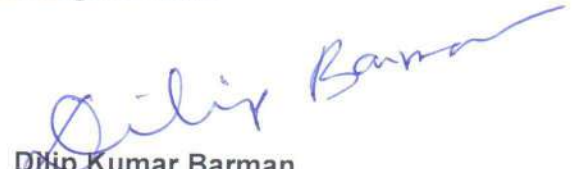
Regd. Off.: 6C, 6D, 6E, Hansalaya Building,
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VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

Type	Section of Companies Act	Brief Description	Details of Penalty/Punishment/Compounding fees imposed	Authority (RD/NCLT/Court)	Appeal made, if any
A. COMPANY					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
B. DIRECTORS					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA
C. OTHER OFFICERS IN DEFAULT					
Penalty	NA	NA	NA	NA	NA
Punishment	NA	NA	NA	NA	NA
Compounding	NA	NA	NA	NA	NA

For and On behalf of the Board of Directors
National Internet Exchange of India

Sanjay Goel
(Director)
DIN: 08023127


Dhir Kumar Barman
(Director)
DIN: 07322268

Place: New Delhi

Date: 30th September, 2019

National Internet Exchange of India

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ANNEXURE III

Annual Report on CSR Activities

- (1) A brief outline of the company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or Programmes:

NIXI's CSR policy intends to:

- i) Improve quality of life of communities through long-term value creation for all stakeholders.
- ii) Strive for economic development by protecting and promoting the interest of the Internet users around the country specifically in the rural areas.

In pursuance to the Companies Act, 2013, NIXI's CSR activities amongst others, will focus on Education and training and Rural Development Projects. The policy can be accessed at http://nixi.in/images/CSR_Policy.pdf

The Board approved the spending of CSR amount of Rs. 96.72 lacs for FY 2018-19 in the Prime Minister's Relief Fund. Further, the Board opined to explore areas for spending CSR corpus that neither has direct connection to the business of the Company nor completely unrelated to its objectives.

- (2) The Composition of the CSR Committee:

Shri Sanjay Goel, CEO, Director, NIXI

Shri Anil Jain, Director, NIXI

Shri R.S. Mani, Director, NIXI

Shri Rajesh Chharia, Director, NIXI

Shri Jagmohan Singh, Director, NIXI

- (3) Average net profit of the company for last three financial years: Rs. 4836.02 lacs

- (4) Prescribed CSR Expenditure (two per cent of the amount as in item 3 above): Rs. 96.72 lakhs

- (5) Details of CSR spent during the financial year.

(a) Total amount spent for the financial year: Rs. 96.72 lakhs

(b) Amount unspent, if any: Nil

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(c) Manner in which the amount spent during the financial year is detailed below:

S. No.	CSR project or activity identified	Sector in which the project is covered	Projects or programmes (1) Local area or other (2) Specify the state and district where projects or programs was undertaken	Amount outlay (budget project or programme wise	Amount spent on the project or programme Sub Heads; (1) Direct expenditure on projects or programme s (2) Over heads	Cumulative expenditure up to the reporting period	Amount Spent direct or through implementing agency
1	Prime Minister's Relief Fund	Contributions to Prime Minister's Relief Fund	NA	Rs. 96.72 lakhs	Rs. 96.72 lakhs	Rs. 96.72 lakhs	Rs. 96.72 lakhs

6. Reason for not spending the two per cent of the average net profit of the last three financial years or any part thereof: NA

7. The CSR Committee confirms that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the company.

**For and On behalf of the Board of Directors
National Internet Exchange of India**


Sanjay Goel
(Director)
DIN: 08023127


Dhir Kumar Barman
(Director)
DIN: 07322268

Place: New Delhi

Date: 30th September, 2019

National Internet Exchange of India

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Independent Auditors' Report

To
The Members
National Internet Exchange of India

Report on the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **National Internet Exchange of India** ("the Company"), which comprise the Balance Sheet as at March 31, 2019, Income and Expenditure Account (including Other Comprehensive Income), the 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 the significant accounting policies and other explanatory information (hereinafter referred to as "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standard prescribed under section 133 of the Act read with the Companies (Indian Accounting Standard) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2019, the surplus and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 independence requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Company's annual report particularly with respect to the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, but does not include the standalone financial statements and our auditor's report thereon. The other information is expected to be made available to us after the date of this auditor's report.



Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the other information identified above If, we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibility of Management and Those Charged with Governance for the Standalone Financial Statements.

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Ind AS. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone 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 standalone 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- 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 standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.

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.

Report on Other Legal and Regulatory Requirements

1. This report does not include a statement on the matters specified in paragraph 3 & 4 of the Companies (Auditor's Report) Order, 2016 issued by the Central Government in terms of Section 143(11) of the Companies Act, 2013, since in our opinion and according to the information and explanations given to us, the said Order is not applicable to the Company .
2. As required by section 143 (3) of the Act, we report that:
 - (a) We have sought and 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 it appears from our examination of those books.
- (c) The Balance Sheet, Income and Expenditure Account (including other comprehensive income), the Statement of Cash Flow and Statement of Change in Equity dealt with by this report are in agreement with the books of account.
- (d) In our opinion, the aforesaid Standalone financial statements comply with the Indian Accounting Standards specified under section 133 of the Act, read with relevant rule issued thereunder.
- (e) On the basis of written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 from being appointed as a director in terms of sub-section 2 of section 164 of the Act.
- (f) The provisions of section 197 read with Schedule V to the Act are not applicable to the Company since the Company has not paid any remuneration to its directors. Accordingly, reporting under section 197(16) is not applicable.
- (g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". and
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its Standalone financial statements – Refer Note 16 to the standalone financial statements.
 - ii. The company has made adequate provision, as required under the law or accounting standards for material foreseeable losses, if any on long term contracts including derivative contracts.
 - iii. There were no amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

Place: New Delhi

Date: 30/9/2019

For **SS KOTHARI MEHTA & COMPANY**
Chartered Accountants
Registration Number: 000756N



Nw — f

NAVEEN AGGARWAL
Partner

Membership Number: 094380

UDIN: 19094380 AAAAEP5939

"Annexure A" to the Independent Auditor's Report of even date on the Standalone Financial Statements of National Internet Exchange Of India.

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act") as referred to in paragraph 2(f) of 'Report on Other Legal and Regulatory Requirements'

We have audited the internal financial controls over financial reporting of **National Internet Exchange Of India** ("the Company") as of March 31, 2019 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting ("the Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place: New Delhi

Date: 30/9/2019

For **SS KOTHARI MEHTA & COMPANY**

Chartered Accountants

Firm Registration Number: 000756N



NAVEEN AGGARWAL

NAVEEN AGGARWAL

Partner

Membership Number: 094380

UDIN: 19094380 AAAAEP5939

NATIONAL INTERNET EXCHANGE OF INDIA
STANDALONE BALANCE SHEET AS AT 31ST MARCH, 2019

Particulars	Note No.	As at March 31, 2019 (Rs)	As at March 31, 2018 (Rs)	As at April 1, 2017 (Rs)
I ASSETS				
1. Non Current Assets				
a. Property, Plant & Equipment	2	13,081,553	9,098,496	15,183,746
b. Other Intangible Assets	3	16,948	21,790	200,454
c. Financial Assets				
i. Other Financial Assets	4a	106,376,367	26,295,686	74,271,417
d. Non Current Tax Assets (Net)	5	527,770,524	445,997,262	384,731,335
e. Other Non Current Assets	6a	548,454,589	502,209,704	3,476,489
TOTAL NON CURRENT ASSETS		1,195,699,981	983,622,938	477,863,441
2. Current Assets				
a. Financial Assets				
i. Trade Receivables	4c	61,930,681	51,038,551	18,767,380
ii. Cash and cash Equivalents	4d	279,752,854	178,695,090	26,583,008
iii. Bank Balances other than (ii) above	4e	2,795,770,238	2,355,921,759	2,319,978,785
iv. Other Financial Assets	4b	74,467,105	58,284,963	58,835,340
b. Other Current Assets	6b	20,188,502	58,835,874	107,711,156
TOTAL CURRENT ASSETS		3,232,109,380	2,702,776,237	2,531,875,669
TOTAL ASSETS		4,427,809,361	3,686,399,175	3,009,739,110
II. EQUITY AND LIABILITIES				
A Equity				
a. Capital Fund	7	3,600,287,231	2,925,379,898	2,371,345,119
TOTAL EQUITY		3,600,287,231	2,925,379,898	2,371,345,119
B Liabilities				
1. Non Current Liabilities				
a. Financial Liabilities				
i. Other Financial Liabilities	8b	1,661,165	2,408,266	3,099,588
b. Other Non Current Liabilities	9a	203,987,561	217,667,178	139,588,725
c. Provisions	10a	835,414	409,122	1,449,968
TOTAL NON CURRENT LIABILITIES		206,484,140	220,484,566	144,138,281
2. Current Liabilities				
a. Financial Liabilities				
i. Trade Payables	8a	-	-	-
Dues of Micro Enterprises and Small Enterprises		-	-	-
Dues of Creditors Other than Micro Enterprises and Small Enterprises		55,048,108	81,261,336	18,381,477
ii. Other Financial Liabilities	8c	31,595,777	37,959,347	22,660,493
b. Other Current Liabilities	9b	534,394,105	421,220,372	452,967,009
c. Provisions	10b	-	93,656	246,731
TOTAL CURRENT LIABILITIES		621,037,990	540,534,711	494,255,710
TOTAL EQUITY AND LIABILITIES		4,427,809,361	3,686,399,175	3,009,739,110

Notes to Accounts

1 - 34

The accompanying notes referred to above form an integral part of the standalone financial statements

As per our Report of even date attached

For and on behalf of the Board of Directors

For S S Kothari Mehta & Company

Chartered Accountants

Firm Reg. No. 000756N

Naveen Aggarwal
 Partner
 Membership No. 094380



Sanjay Goel
 Director
 DIN: 08023127

Dilip Kumar Barman
 Director
 DIN: 07322268

Place : New Delhi
 Date: 30-09-2019

NATIONAL INTERNET EXCHANGE OF INDIA

STANDALONE STATEMENT OF INCOME & EXPENDITURE FOR THE YEAR ENDED 31ST MARCH, 2019

Particulars	Note No.	Year Ended March 31, 2019 (Rs)	Year Ended March 31, 2018 (Rs)
I Revenue from Operations	11	711,539,020	677,701,485
II Other Income	12	218,762,487	126,969,365
III Total Income (I+II)		930,301,507	804,670,850
IV Expenses:			
Operational Expenses	13	187,029,616	152,091,485
Employee Benefits Expense	14	20,305,862	20,666,590
Depreciation & Amortization Expense	2&3	2,978,670	4,856,625
Other Expenses	15	38,544,532	36,473,062
Total Expenses (IV)		248,858,680	214,087,762
V Surplus before tax (III-IV)		681,442,827	590,583,088
VI Tax expense		-	-
VII Surplus for the period (V-VI)		681,442,827	590,583,088
VII Other Comprehensive Income (Net of Tax)			
Items that will not be reclassified to Profit or Loss			
Remeasurement Gain or (Loss) on Defined Benefit Plans		286,600	356,691
Income Tax on the above item			
Total Other Comprehensive Income (Net of Tax)		286,600	356,691
IX Total Comprehensive income for the period (VII+VIII) (Comprising profit (Loss) and Other Comprehensive Income for the period)		681,729,427	590,939,779

Notes to Accounts

1 - 34

The accompanying notes referred to above form an integral part of the standalone financial statements

As per our Report of even date attached

For and on behalf of the Board of Directors

For S S Kothari Mehta & Company
Chartered Accountants
Firm Reg. No. 000756

Nhp

Naveen Aggarwal
Partner
Membership No. 094380



Sanjay

Sanjay Goel
Director
DIN: 08023127

Dilip

Dilip Kumar Barman
Director
DIN: 07322268

Place : New Delhi
Date: 30-09-2019

NATIONAL INTERNET EXCHANGE OF INDIA
CASH FLOW STATEMENT FOR THE YEAR ENDED ON MARCH 31, 2019

Particular	As At March 31,2019	As At March 31,2018
(A) Cash from operational activities		
Surplus from operational activities	681,729,427	590,939,779
<u>Adjustments for</u>		
Depreciation	2,978,670	4,856,625
Interest Earned	(217,285,433)	(125,228,250)
Discarded of Fixed Assets	56,755	253,614
Appropriation to Marketing Fund (net of utilisations made)	(6,822,094)	(35,600,398)
Operational Surplus before working capital changes	460,657,325	435,221,370
(Increase)/Decrease in Receivables	(10,892,130)	(32,271,171)
(Increase)/Decrease in Other Current Financial Assets	(16,182,142)	550,377
(Increase)/Decrease in Other Current Assets	38,647,372	48,875,281
(Increase)/Decrease in Other Non Current Financial Assets	(80,080,681)	47,975,731
(Increase)/Decrease in NonCurrent Assets (Net)	(81,773,261)	(61,265,927)
(Increase)/Decrease in Other NonCurrent Assets	(46,244,885)	(498,733,215)
Increase/(Decrease) in Other Non Current Financial liabilities	(747,101)	(691,322)
Increase/(Decrease) in Other Non Current liabilities & Provision	(13,253,325)	77,037,610
Increase/(Decrease) in Current Financial liabilities	(32,576,798)	78,178,713
Increase/(Decrease) in Other Current liabilities & Provisions	113,080,077	(31,899,713)
Net cash from operating Activities	330,634,450	62,977,733
(B) Cash Flow from Investing Activities		
Interest Earned	217,285,433	125,228,250
Sale of Fixed Assets	16,138	11,955
Purchase of Fixed assets	(7,029,778)	(162,882)
Net Increase in Cash and Cash Equivalent	540,906,243	188,055,056
Cash and Cash equivalent at the beginning of the Period	2,534,616,849	2,346,561,793
Cash and Cash equivalent at the end of the Period	3,075,523,092	2,534,616,849

Notes:

- Cash and cash equivalentst includes

Cash in Hand	5,212	5,212
Current Accounts	95,754,923	41,871,879
Saving Accounts	183,992,719	136,817,999
Cash and cash equivalents at the year end	(A) 279,752,854	178,695,090
Other Bank Balances		
Terms Deposits (Original maturity - period more than 3 months)	(B) 2,795,770,238	2,355,921,759
Cash and Bank Balance as on 31 Mar 19/ 31 Mar 18	(A) + (B) 3,075,523,092	2,534,616,849
- Figures in bracket indicate cash outflow.
- Previous year's figures have been rearranged/regrouped/reclassified wherever necessary.

As per our Report of even date attached.

For and on behalf of the Board of Directors

For S S Kothari Mehta & Company
 Chartered Accountants
 Firm Reg. No. 000756N

Naveen Aggarwal
 Partner
 Membership No. 094380



Sanjay Goel
 Director
 DIN: 08023127

Dilip Kumar Barman
 Director
 DIN: 07322268

Place : New Delhi
 Date: 30-09-2019

NATIONAL INTERNET EXCHANGE OF INDIA
NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2019

2 PROPERTY, PLANT & EQUIPMENT

Description	Gross Carrying Value			Depreciation			Net Carrying Value	
	As at April 1, 2017 @	Additions/ adjustments	Sales/ adjustments	As at March 31, 2017	Additions/ Adjustments	Sales/ Adjustments	As at March 31, 2018	As at April 1, 2017
Plant & Equipment (Including Computer, Router & Server)	86,613,318	162,882	29,649,936	71,917,970	4,533,124	28,167,438	48,283,656	14,695,348
Furniture and Fixture	291,531	-	-	129,634	41,682	-	171,316	161,897
Air Conditioners and coolers	1,388,988	-	1,388,988	1,319,539	-	1,319,539	-	69,449
Office Equipment	1,192,954	-	364,441	935,902	103,155	346,217	692,840	257,052
Total	89,486,791	162,882	31,403,365	74,303,045	4,677,961	29,833,194	49,147,812	15,183,746

@ Represent Deemed Cost on the date of transition to Ind AS

Description	Gross Carrying Value			Depreciation			Net Carrying Value	
	As at April 1, 2018	Additions/ adjustments	Sales/ adjustments	As at March 31, 2018	Additions/ Adjustments	Sales/ Adjustments	As at March 31, 2019	As at March 31, 2018
Plant & Equipment (Including Computer, Router & Server)	57,126,264	6,966,926	1,380,429	48,283,656	2,872,991	1,307,536	49,849,111	8,842,608
Furniture and Fixture	291,531	-	-	171,316	30,684	-	202,000	120,215
Office Equipment	828,513	62,852	-	692,840	70,153	-	762,993	135,673
Total	58,246,308	7,029,778	1,380,429	49,147,812	2,973,828	1,307,536	50,814,104	9,098,496

3 INTANGIBLE ASSETS

Description	Gross Carrying Value			Depreciation			Net Carrying Value	
	As at April 1, 2017 @	Additions/ adjustments	Sales/ adjustments	As at March 31, 2017	Additions/ Adjustments	Sales/ Adjustments	As at March 31, 2018	As at April 1, 2017
Intangible Asset	6,539,529	-	-	6,339,075	178,664	-	6,517,739	200,454
Total	6,539,529	-	-	6,339,075	178,664	-	6,517,739	200,454

@ Represent Deemed Cost on the date of transition to Ind AS

Description	Gross Carrying Value			Depreciation			Net Carrying Value	
	As at April 1, 2018	Additions/ adjustments	Sales/ adjustments	As at March 31, 2018	Additions/ Adjustments	Sales/ Adjustments	As at March 31, 2019	As at March 31, 2018
Intangible Asset	6,539,529	-	-	6,539,529	4,842	-	6,522,581	21,790
Total	6,539,529	-	-	6,539,529	4,842	-	6,522,581	21,790



NATIONAL INTERNET EXCHANGE OF INDIA

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2019

Particulars	As At March 31, 2019 (Rs)	As At March 31, 2018 (Rs)	As At 1 April, 2017 (Rs)
4 FINANCIAL ASSETS			
OTHER FINANCIAL ASSETS			
(a) <u>Non Current</u>			
Considered good unless stated otherwise			
Security Deposits			
- Considered good	3,416,999	5,979,867	5,539,478
- Considered doubtful	68,400	-	-
	3,485,399	5,979,867	5,539,478
Less : Allowance for doubtful debt	(68,400)	-	-
	3,416,999	5,979,867	5,539,478
Other Bank Deposits with maturity of more than 1 year & maturing after 1 year of reporting date	102,959,368	20,315,819	68,731,939
TOTAL	106,376,367	26,295,686	74,271,417
(b) <u>Current</u>			
Considered good unless stated otherwise			
GST Recoverable (Export)	21,635,833	21,635,833	-
Interest Accrued on Term Deposits with Banks	52,831,272	36,649,130	58,835,340
TOTAL	74,467,105	58,284,963	58,835,340
5 NON CURRENT TAX ASSETS (NET)			
Income-tax Refund Due/TDS Recoverable	527,770,524	445,997,262	384,731,335
TOTAL	527,770,524	445,997,262	384,731,335
6 OTHER ASSETS			
(a) <u>Non Current</u>			
Considered good unless stated otherwise			
Prepaid Expenses	1,064,326	1,947,067	2,827,399
Prepaid Rent-Fair Value	-	252,137	638,590
Security Deposits			
- Considered good	17,888	10,500	10,500
Advances Recoverable in Cash or in Kind			
- Unsecured, considered good	547,372,375	500,000,000	-
TOTAL	548,454,589	502,209,704	3,476,489
(b) <u>Current</u>			
Considered good unless stated otherwise			
Advances Recoverable in Cash or in Kind			
- Unsecured, considered good	8,254,956	7,341,236	26,850,198
- Unsecured, considered doubtful	185,798	185,798	185,798
	8,440,754	7,527,034	27,035,996
Less : Allowance for doubtful debt	(185,798)	(185,798)	(185,798)
	8,254,956	7,341,236	26,850,198
Security Deposits			
- Considered good	-	-	14,000
Technical Service Charges Paid in Advance	-	38,132,818	71,765,776
CENVAT Credit /GST Recoverable	9,788,274	11,553,732	6,831,298
Prepaid Expenses	1,893,135	1,421,634	1,818,656
Prepaid Rent-Fair value	252,137	386,454	431,226
TOTAL	20,188,502	58,835,874	107,711,156
4(c) TRADE RECEIVABLE			
Unsecured, considered good unless stated otherwise			
Considered Good	61,930,681	51,038,551	18,767,380
TOTAL	61,930,681	51,038,551	18,767,380
4(d) CASH AND CASH EQUIVALENTS			
Balance with Banks			
- in Current Accounts	95,754,923	41,871,879	11,481,352
- in Savings Accounts	183,992,719	136,817,999	15,092,187
Cash on hand	5,212	5,212	9,469
TOTAL	279,752,854	178,695,090	26,583,008
4(e) OTHER BANK BALANCES			
Other Fixed Deposit with original Maturity more than 12 months & maturing within 1 year from reporting date	2,795,770,238	2,355,921,759	2,319,978,785
TOTAL	2,795,770,238	2,355,921,759	2,319,978,785



NATIONAL INTERNET EXCHANGE OF INDIA
NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2019

Particulars	As At March 31, 2019 (Rs)	As At March 31, 2018 (Rs)	As At 1 April, 2017 (Rs)
7 CAPITAL FUND			
(I) Reserves & Surplus			
a. Capital Grants			
Balance brought forward from previous year	-	1,304,601	1,304,601
Less: Discarded Assets	-	1,304,601	-
	-	-	1,304,601
b. Special Reserve			
Balance at the beginning of the Financial year	2,108,908,487	-	-
Add: Transferred from Accumulated Surplus	535,029,425	2,108,908,487	-
	2,643,937,912	2,108,908,487	-
c. Marketing Fund			
Balance at the beginning of the Financial year	94,902,222	73,653,341	73,653,341
Add: Transferred from Statement of Income and Expenditure	61,756,665	56,849,280	-
Less: Utilised during the year (refer Note 15)	6,822,094	35,600,399	-
	149,836,793	94,902,222	73,653,341
d. Accumulated Surplus			
Balance at the beginning of the Financial year	721,212,498	2,296,387,177	2,296,387,177
Addition during the Financial year	681,442,827	590,583,088	-
	1,402,655,325	2,886,970,265	2,296,387,177
Less: Appropriations			
Transfer to Special Reserve	535,029,425	2,108,908,487	-
Transferred to Marketing Fund	61,756,665	56,849,280	-
	805,869,235	721,212,498	2,296,387,177
TOTAL (I)	3,599,643,940	2,925,023,207	2,371,345,119
(II) Items of other comprehensive income			
Balance at the beginning of the Financial year	356,691	-	-
Add: Other Comprehensive Income for the Financial year	286,600	356,691	-
Remeasurement Gain or (Loss) on Defined Benefit Plans (Net of Tax)	-	-	-
TOTAL (II)	643,291	356,691	-
TOTAL CAPITAL FUND (I + II)	3,600,287,231	2,925,379,898	2,371,345,119
8 FINANCIAL LIABILITIES			
(a) TRADE PAYABLES			
Due of Micro and Small enterprises *	-	-	-
Dues of Creditors Other than Micro Enterprises and Small Enterprises	55,048,108	81,261,336	18,381,477
TOTAL	55,048,108	81,261,336	18,381,477
* There were no outstanding dues to Micro and Small enterprises to the extent information available with the company and the payment in respect of such suppliers are made within the appointed days. Hence, no amount of interest paid by the company in terms of section 16 of the Micro, Small and Medium Enterprises Development Act 2006			
(b) OTHER FINANCIAL LIABILITIES			
Non Current			
Other Non current Financial Liability	1,661,165	2,408,266	3,099,588
TOTAL	1,661,165	2,408,266	3,099,588
(c) Current			
Revenue Grants			
Balance brought forward from previous year	8,524,444	975,911	6,170,585
Add: Received during the year (IIGF Project)	-	11,627,000	-
Add: Interest Earned	883,887	794,000	428,254
	9,408,331	13,396,911	6,598,839
Less: Utilisation during the year (Refer note 15)	(4,517,829)	(4,872,469)	(5,622,928)
	4,890,502	8,524,442	975,911
Statutory dues payable	8,693,452	16,146,515	8,917,187
Other Current Financial Liability	18,011,822	13,288,390	12,767,395
TOTAL	31,595,776	37,959,347	22,660,493
9 OTHER LIABILITIES			
(a) Non Current			
Registration Fees Received in advance	203,743,662	217,228,159	138,954,587
Liability- Fair Value	243,899	439,019	634,138
TOTAL	203,987,561	217,667,178	139,588,725
(b) Current			
Registration Fees & Affiliation Fees Received in Advance	410,031,191	308,236,698	351,491,727
Advance from ISP/Registrars/Affiliates	94,081,116	66,486,537	57,707,673
Data Transfer Differentials Dues	30,086,678	46,302,017	43,572,489
Liability- Fair Value	195,120	195,120	195,120
TOTAL	534,394,105	421,220,372	452,967,009



**NATIONAL INTERNET EXCHANGE OF INDIA
STANDALONE STATEMENT OF CHANGES IN CAPITAL FUND FOR THE YEAR ENDED 31ST MARCH, 2019**

a) Capital Fund

Particulars	Capital Fund				Other Comprehensive Income (OCI)	Total Capital Fund
	Capital Grant	Special Reserve	Marketing Fund	Accumulated Surplus	Items that will not be Reclassified to Profit or loss	
					Remeasurement Gain / (Loss) of the defined benefit plans (Net of Tax)	
Balance as at April 01, 2017	1,304,601	-	73,653,341	2,296,387,177	-	2,371,345,119
Surplus for the Year March 31, 2018	-	-	-	590,583,088	-	590,583,088
Transfer from Accumulated Surplus	-	-	56,849,280	-	-	2,165,757,767
Utilised during the year	(1,304,601)	2,108,908,487	(35,600,399)	-	-	(36,905,000)
Other Comprehensive Income(net of tax) for the year ended March 31 2018	-	-	-	-	356,691	356,691
Transfer to Special Reserve	-	-	-	(2,108,908,487)	-	(2,108,908,487)
Transfer to Marketing Fund	-	-	-	(56,849,280)	-	(56,849,280)
Balance as at March 31, 2018	-	2,108,908,487	94,902,222	721,212,498	356,691	2,925,379,898
Surplus for the Year March 31, 2018	-	-	-	681,442,827	-	681,442,827
Transfer from Accumulated Surplus	-	535,029,425	61,756,665	-	-	596,786,090
Utilised during the year	-	-	(6,822,094)	-	-	(6,822,094)
Other Comprehensive Income(net of tax) for the year ended March 31 2019	-	-	-	-	286,600	286,600
Transfer to Special Reserve	-	-	-	(535,029,425)	-	(535,029,425)
Transfer to Marketing Fund	-	-	-	(61,756,665)	-	(61,756,665)
Balance as at 31 March 2019	-	2,643,937,912	149,836,793	805,869,235	643,291	3,600,287,231

As per our Report of even date attached

For and on behalf of the Board of Directors

For S Kothari Mehta & Company
Chartered Accountants
Firm Reg. No. 000756N



Naveen Aggarwal
Partner
Membership No. 094380

Place : New Delhi
Date: 30-09-2019

Sanjay Goel
Director
DIN: 08023127

Dilip Kumar Barman
Director
DIN: 07322268

NATIONAL INTERNET EXCHANGE OF INDIA

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2019

Particulars	As At March 31, 2019 (Rs)	As At March 31, 2018 (Rs)	As At 1 April, 2017 (Rs)
10 PROVISIONS			
(a) Non- Current			
Provision for Employee Benefits			
-Net defined benefits liabilities-gratuity	835,414	409,122	1,449,968
TOTAL	835,414	409,122	1,449,968
(b) Current			
Provision for Employee Benefits			
-Net defined benefits liabilities-gratuity	-	-	23,981
-Compensated Absences	-	93,656	222,750
TOTAL	-	93,656	246,731



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NATIONAL INTERNET EXCHANGE OF INDIA
NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2019

Particulars	Year Ended March 31, 2019 (Rs.)	Year Ended March 31, 2018 (Rs)
11 REVENUE FROM OPERATIONS		
Revenue from Contracts with Customers		
Disaggregated Revenue Information		
Revenue from Exchange Operations	52,162,284	46,201,142
Revenue from Registry Operations	535,344,589	549,866,561
Revenue from NIR Operations(From Affiliates)	124,032,147	81,633,782
TOTAL	711,539,020	677,701,485
11.1 Contract Balances		
Trade Receivables *	61,930,681	51,038,551
Contract Liabilities (Refer Note No 9(b))		
Advance from customers	94,081,117	66,486,537
Advance Fee(Registration & Affiliation)	410,031,191	308,236,698
Data Transfer Differentials Dues	30,086,678	46,302,017
TOTAL	596,129,667	472,063,803
* Trade Receivables are non-interest bearing and are generally on terms of 90 to 120 days.		
11.2 Reconciling the amount of revenue recognised in the statement of income & expenditure with the contracted price		
Revenue as per Contracted Price		
Adjustments		
Rebate	-	-
Discount	-	-
Revenue from Contracts with Customers	-	-
12 OTHER INCOME		
Interest Income		
- On Term Deposits with Banks	186,217,653	120,344,867
- On Special Saving Accounts	6,143,398	4,883,383
- On Others	24,924,382	440,388
Miscellaneous Income	1,477,054	1,300,727
TOTAL	218,762,487	126,969,365
13 OPERATIONAL EXPENSE		
Technical Service Charges	170,457,398	136,138,715
Rack Space Charges	4,688,411	4,588,225
Operating Charges	525,733	789,023
Bandwidth Charges	120,000	196,785
APNIC Membership Fees	9,917,484	9,750,308
Website Security expense	1,320,590	628,429
TOTAL	187,029,616	152,091,485
14 EMPLOYEE BENEFIT EXPENSE		
Salaries and Allowances	217,168	838,260
Contractual Employee Cost	18,942,420	18,375,346
Contribution to Provident and other funds	34,655	39,858
Gratuity	932,672	1,196,754
Staff Welfare Expenses	178,947	216,372
TOTAL	20,305,862	20,666,590



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NATIONAL INTERNET EXCHANGE OF INDIA

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2019

Particulars	Year Ended March 31, 2019 (Rs.)	Year Ended March 31, 2018 (Rs.)
15 OTHER EXPENSES		
Professional, Legal and Consultancy Charges	7,846,168	5,688,223
Auditor's remuneration		
-Audit Fees	275,000	250,000
-Certificates & other matters	50,000	
-Reimbursement of expenses	49,600	50,275
Conferences & Seminar Activities	221,500	-
Grant and Sponsorship Fees	1,160,000	1,760,000
Marketing Expenses	6,822,094	35,604,500
Less: Transferred from Marketing Fund (refer note 7)	6,822,094	-
IIGF Project Expenses	4,517,829	4,872,469
Less: Transferred from IIGF Grant (refer note 8(c))	4,517,829	-
Other Promotional Activity	253,364	346,418
Rent Paid	7,377,300	7,101,244
Rent Exp-Fair Value	386,454	431,226
Interest-Fair Value	214,564	270,343
Travelling & Conveyance Expenses	2,396,017	2,066,481
Repairs and Maintenance Expenses		
- Building	645,900	1,205,213
- Equipment	2,101,046	1,986,996
- Others	170,427	296,388
Postage and Communication Expenses	576,607	870,845
Office Expenses	4,094,663	2,837,486
Subscription & Membership Charges	720,468	686,757
CSR Expenses (Refer note 24)	9,672,055	7,956,326
Fixed Assets Discarded	56,755	253,614
Provision for Doubtful Advances	68,400	-
Miscellaneous Expenses	208,244	2,411,126
TOTAL	38,544,532	36,473,062



NATIONAL INTERNET EXCHANGE OF INDIA

NOTES TO FINANCIAL STATEMENT FOR THE YEAR ENDED MARCH 31, 2019

NOTE 1: COMPANY OVERVIEW, BASIS OF PREPARATION AND SIGNIFICANT ACCOUNTING POLICIES

I CORPORATE INFORMATION

National Internet Exchange of India ("NIXI" or "the Company") is Not for Profit Section 8 Public Company Limited by Guarantee and is having the registered office in New Delhi. NIXI was registered on 19th June, 2003 and was set up for peering of ISPs among themselves for the purpose of routing the domestic traffic within the country, instead of taking it all the way to US/Abroad, thereby resulting in better quality of service (reduced latency) and reduced bandwidth charges for ISPs by saving on International Bandwidth. NIXI is managed and operated on a Neutral basis, in line with the best practices for such initiatives globally.

II BASIS OF PREPARATION

a) Statement of compliance

These financial statements have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard ('Ind AS') as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of the Companies Act, 2013 ('the Act') and other relevant provisions of the Act to the extent applicable.

The financial statement up to year ended March 31, 2017 were prepared in accordance with accounting standards notified under the section 133 of the Companies Act 2013, read together with Rule 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP) and other relevant provisions of the Act.

As these are the Company's first financial statements prepared in accordance with Indian Accounting Standards (Ind AS), Ind AS 101, First-time Adoption of Indian Accounting standards has been applied. An explanation of how the transition to Ind AS has affected the previously reported financial position, financial performance and cash flows of the Company is provided in Note 32.

These financial statements were authorised for issue by the Board of Directors on September 30, 2019

b) Basis of measurement

The financial statements have been prepared on an accrual basis and under the historical cost convention, except for the following:

- i. Certain financial assets and liabilities measured at Fair Value / Amortised Cost;
- ii. Defined benefit plan assets measured at Fair Value;

c) Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the Company operates ("the functional currency"). The financial statements are presented in Indian National Rupee ('INR'), which is the Company's functional and presentation currency.

d) Current or Non current classification

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 III to the Companies Act, 2013. Based on the nature of the business of the Company and its business time cycle from inception of an order and its completion on realization in cash and cash equivalents, the Company has ascertained the operating cycle as 12 months for the purpose of current and non-current classification of assets and liabilities.

e) Use of judgements and estimates

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, the disclosures of contingent liabilities and contingent assets as at the date of financial statements, income and expenses during the period. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to estimates are recognised prospectively.

Application of accounting policies that require critical accounting estimates and assumption judgements having the most significant effect on the amounts recognised in the financial statements are:

Useful life and residual value of Property, plant and equipment and intangible assets;

Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

III SIGNIFICANT ACCOUNTING POLICY

The Company has consistently applied the following accounting policies to all periods presented in the financial statements.



a) **Property, plant and equipment**

i) Recognition and measurement

Items of property, plant and equipment are measured at cost, less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including any directly attributable cost of bringing the item to its working condition for its intended use.

An item of property, plant and equipment is derecognised when no future economic benefit are expected to arise from the continued use of the asset or upon disposal. Any gain or loss on disposal of an item of property, plant and equipment is recognised in Income & Expenditure.

ii) Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all its property, plant and equipment recognised as at April 1, 2017 measured as per the previous GAAP and use that carrying value as the deemed cost of the property, plant and equipment.

iii) Depreciation

Depreciation on property, plant and equipment is provided on the written down value method based on the useful life of assets as prescribed under Schedule II of the Companies Act, 2013, which are as follows:

Plant & Equipment (Including Computer, Router & Server)	:	3-6 years
Furniture and Fixtures	:	10 years
Office Equipment	:	5 years
Air conditioner	:	5 years

The Company has estimated the useful lives based on the Assessment made by technical expert, of Air-Conditioners & Coolers different from the life prescribed in Schedule-II to the Companies Act, 2013 from 10 years to 5 years.

Depreciation on additions to or on disposal of assets is calculated on pro-rata basis i.e. from (upto) the date on which the property, plant and equipment is available for use (disposed off).

b) **Intangible assets**

i) Recognition and measurement

Intangible Assets Acquired Separately

Intangible assets that are acquired by the Company are measured at cost. Subsequent to initial recognition, the assets are measured at cost, less accumulated amortisation and accumulated impairment losses, if any.

Subsequent expenditures are capitalized only when they increase the future economic benefits embodied in the specific asset to which they relate.

All intangible assets are tested for impairment when there are indications that the carrying value may not be recoverable. Impairment losses, if any, are recognised immediately in standalone statement of income & expenditure.

An item of intangible asset is derecognised when no future economic benefit are expected to arise from the continued use of the asset or upon disposal.

Any gain or loss on disposal of an item of intangible assets is recognised in standalone statement of income & expenditure.

ii) Transition to Ind AS

On transition to Ind AS, company has elected to continue with the carrying value of all of its intangible assets recognised as at April 1, 2017, measured as per the previous GAAP, and use that carrying value as the deemed cost of such intangible assets.

iii) Amortisation

Amortization is recognised in the income statement on a straight-line basis over the estimated useful lives of intangible assets or on any other basis that reflects the pattern in which the asset's future economic benefits are expected to be consumed by the entity. Intangible assets that are not available for use are amortized from the date they are available for use.

The estimated useful lives are as follows:

Software : 10 years

The amortization period and the amortization method for intangible assets are reviewed at each reporting date.

c) **Impairment of non-financial assets**

At each reporting date, the Company reviews the carrying amounts of its non-financial assets to determine whether there is any indication on impairment. If any such indication exists, then the asset's recoverable amount is estimated.



The recoverable amount of an asset is the greater of its value in use or fair value less costs to sell. Value in use is based on the estimated future cash flows, 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.

An impairment loss is recognised if the carrying amount of an asset exceeds its estimated recoverable amount. Impairment losses are recognised in Standalone Statement of Income & Expenditure.

d) Financial Instruments

i) Initial recognition

The Company recognises financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognised at fair value on initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, that are not at fair value through income & expenditure, are added to the fair value on initial recognition. Regular way purchase and sale of financial assets are accounted for at trade date.

ii) Subsequent measurement

(a) Financial assets carried at amortised cost

A financial asset is subsequently measured at amortised cost by applying the Effective Interest Rate (EIR) Method to gross carrying amount of the financial asset, if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. When the financial asset is derecognised or impaired, the gain or loss is recognised in the standalone statement of income & expenditure.

(b) Financial assets at fair value through income & expenditure

Financial assets which is not classified in any of the above categories are subsequently fair valued through income & expenditure.

(c) Financial liabilities

Financial liabilities are subsequently carried at amortized cost using the effective interest rate method. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

(d) Reclassification of Financial Assets and Financial Liabilities

The company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. If the company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The company does not restate any previously recognised gains, losses (including impairment gains or losses) or interest.

iii) Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. Except Trade receivables, expected credit losses are measured at an amount equal to the 12-month Expected Credit Loss (ECL), unless there has been a significant increase in credit risk from initial recognition, in which case those are measured at lifetime ECL.

With regard to trade receivable, the Company applies the simplified approach, which requires expected lifetime losses to be recognised from the initial recognition of the trade receivables.

iv) Derecognition

Financial Assets

Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the company enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

Financial Liabilities

The company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire.

(v) Offsetting

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the company has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.



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e) Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using other valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

Fair values for measurement and/ or disclosure purposes are categorised into Level 1, 2 or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

Level 1 - This includes financial instruments measured using quoted prices.

Level 2 - The fair value of financial instrument that are not traded in an active market is determined using valuation techniques which maximize the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs require to fair value an instrument are observable, the instrument is included in level 2. Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - If one or more of the significant inputs is not based on observable market data, the instrument is included in Level 3.

f) Government Grant

The grants-in-aid received from Govt. of India, Ministry of Communications, is segregated into capital and revenue grants based on sanction letters received from ministry and utilized for the purpose for which it is being given. Grant i.e Capital grant and revenue grant, if any, remaining unutilized is shown under the head "Capital Fund" and "Other Current Financial Liabilities" respectively as the case may be.

The assets acquired under the capital grant are capitalized and amortized over the useful life of the assets as prescribed under schedule – II of Companies Act, 2013. The amortization of these assets is reflected as adjustment for depreciation under the head of Capital Grants.

The interest earned through deposit of the grants is disclosed separately under the Government grants or unutilized grants, as applicable, in standalone financial statements as an addition to such grant.

g) Provisions, Contingent Liabilities and Contingent Assets

A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

Contingent liability is disclosed after careful evaluation of facts, uncertainties and possibility of reimbursement, unless the possibility of an outflow of resources embodying economic benefits is remote. Contingent liabilities are not recognised but are disclosed in notes.

Contingent assets are not disclosed in the financial statements unless an inflow of economic benefits is probable.

h) Revenue Recognition

Revenue from contracts with customers

The Company derives revenue by providing services of Dot IN Registry, Exchange and NIR.

Ind AS 115 "Revenue from Contracts with Customers" provides a control-based revenue recognition model and provides a five step application approach to be followed for revenue recognition.

- Identify the contract(s) with a customer;
- Identify the performance obligations;
- Determine the transaction price;
- Allocate the transaction price to the performance obligations;
- Recognise revenue when or as an entity satisfies performance obligation.

Revenue from contracts with customers is recognised on completion of contractual performance for the respective period at an amount that reflects the consideration to which the Company expects to be entitled in exchange for services. The Company has generally concluded that it is the principal in its revenue arrangements.

The disclosures of significant accounting judgements, estimates and assumptions relating to revenue from contracts with customers are provided in

Note 11 and disclosures of transition approach along with impact of adoption of Ind AS 115 on financial statements are provided in Note 1(r).



Sale of Services

For sale of services, revenue is recognised on satisfaction of performance obligation upon delivery of promised service to customers at an amount that reflects the consideration the Company expects to receive in exchange for those services.

The main categories of revenue and the basis of recognition are as follows:

- a) Income from all of the operations (Exchange, Registry & NIR), including Data Transfer Differential Charges and all other income are recognized on accrual basis.
- b) Arbitration Income is accounted for upon settlement of the proceedings.
- c) NIXI acts as a facilitator for settlement of traffic exchanged between its ISPs using X-Y tariff and P factor. Under this arrangement, NIXI consolidates the traffic exchanged by connected ISPs at respective NIXI node and settles the account of entire member ISPs for net traffic routed by ISPs by receiving and paying the collected amount through X-Y invoice. P factor is recognized as revenue in the year of invoicing and X-Y tariff is routed through Balance Sheet as payable/receivable as the case may be.

Other Revenue Streams

Interest Income

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the asset's net carrying amount on initial recognition. Interest income is included in other income in the statement of Income & Expenditure

i) Technical Services Payments

Technical Services Fee payments to the service provider are related to period for which services are received and the amount, if any, remaining unadjusted, is carried forward and disclosed separately under the head "Other Current Assets".

j) Grants Paid

The Grants paid by the company for the projects funded by it are charged off to expenses in the year in which utilisation certificate is received and approved by the company.

k) Income Tax

The company is registered under section 12A of the Income Tax Act, 1961 and is exempt from Tax subject to compliance of related provisions of Income Tax Act, 1961. Accordingly, provision for tax and deferred tax provisions are not applicable.

l) Employee Benefits

i) Short term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognised for the amount expected to be paid if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably. Short term employee benefit also includes short term compensated absences and are provided on actual basis.

ii) Defined contribution plans

Employees benefits in the form of the Company's contribution to Provident Fund, Pension scheme, Superannuation Fund and Employees State Insurance are defined contribution schemes. The Company recognises contribution payable to these schemes as an expense, when an employee renders the related service.

If the contribution payable exceeds contribution already paid, the deficit payable is recognised as a liability (accrued expense), after deducting any contribution already paid. If the contribution already paid exceeds the contribution due for service before the end of the reporting period, the Company recognise that excess as an asset (prepaid expense) to the extent that the prepayment will lead to, for example, a reduction in future payments or a cash refund.

iii) Defined benefit plans

Retirement benefits in the form of gratuity are considered as defined benefit plans. The Company's net obligation in respect of defined benefit plans is calculated by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The company provides for its gratuity liability based on actuarial valuation of the gratuity liability as at the Balance Sheet date, based on Projected Unit Credit Method, carried out by Life Insurance Corporation of India. The Company contributes to the gratuity fund, which are recognised as plan assets. The defined benefit obligation as reduced by fair value of plan assets is recognised in the Standalone Balance Sheet.



When the calculation results in a potential asset for the company, the recognised asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan. To calculate the present value of economic benefits, consideration is given to any applicable minimum funding requirements.

Net interest expense (income) on the net defined liability (assets) is computed by applying the discount rate, used to measure the net defined liability (asset), to the net defined liability (asset) at the start of the financial year after taking into account any changes as a result of contribution and benefit payments during the year. Net interest expense and other expenses related to defined benefit plans are recognised in standalone statement of income & expenditure.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in statement of income & expenditure. The company recognises gains and losses on the settlement of a defined benefit plan when the settlement occurs.

m) Foreign currency transactions

Initial recognition:

Transactions in foreign currencies are translated into the Company's functional currency at the exchange rates at the dates of the transactions.

Conversion:

Monetary assets and liabilities denominated in foreign currencies are translated into the functional currency at the exchange rate at the reporting date. Nonmonetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Non-monetary assets and liabilities that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction.

Exchange difference:

Exchange differences are recognised in standalone statement of Income & Expenditure.

n) Segment Reporting

The Company's business activity falls within a single segment viz., Services of Internet. The segment has been identified by taking into account the nature of services, the differing risks, the returns, the organisation structure and the internal reporting systems and the manner in which operating results are reviewed by the Chief Operating Decision Maker (CODM).

o) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand and short-term deposits with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

p) Cash flow statement

Cash flow statements are prepared in accordance with "Indirect Method" as explained in the Accounting Standard on Statement of Cash Flows (Ind AS - 7). The cash flows from regular revenue generating, financing and investing activity of the Company are segregated.

q) Lease

At inception of an arrangement, it is determined whether the arrangement is or contains a lease, based on the substance of the arrangement at the inception date, whether fulfilment of the arrangement is dependent on the use of a specific asset or assets or the arrangement conveys a right to use the asset, even if that right is not explicitly specified in an arrangement. Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee. All other leases are classified as operating leases.

Company as lessee under operating lease

Payments made under operating leases are recognised in Income & Expenditure. The payments are in line with the expected general inflation to compensate the lessors expected inflationary cost increase.

r) Changes in accounting policies and disclosures

New and amended standards

The Company applied Ind AS 115 for the first time. The nature and effect of the changes as a result of adoption of new accounting standards are described below. Several other amendments and interpretations apply for the first time in March 2019, but do not have an impact on the financial statements of the Company. The Company has not early adopted any standards or amendments that have been issued but are not yet effective.



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Ind AS 115 Revenue from Contracts with Customers

Ind AS 115 was issued on 28 March 2018 and supersedes Ind AS 11 Construction Contracts and Ind AS 18 Revenue and it applies, with limited exceptions, to all revenue arising from contracts with its customers. Ind AS 115 establishes a five-step model to account for revenue arising from contracts with customers and requires that revenue be recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer.

Ind AS 115 requires entities to exercise judgement, taking into consideration all of the relevant facts and circumstances when applying each step of the model to contracts with their customers. The standard also specifies the accounting for the incremental costs of obtaining a contract and the costs directly related to fulfilling a contract. In addition, the standard requires extensive disclosures.

The Company adopted Ind AS 115 using the modified retrospective method of adoption. The change did not have a material impact on the financial statements of the Company.

Appendix B to Ind AS 21 Foreign Currency Transactions and Advance Considerations

The appendix clarifies that, in determining the spot exchange rate to use on initial recognition of the related asset, expense or income (or part of it) on the de-recognition of a non-monetary asset or non-monetary liability relating to advance consideration, the date of the transaction is the date on which an entity initially recognises the non-monetary asset or non-monetary liability arising from the advance consideration. If there are multiple payments or receipts in advance, then the entity must determine the date of the transactions for each payment or receipt of advance consideration. This Interpretation does not have any impact on the Company's financial statements.

s) Standards issued but not effective upto the date of Financial Statements

Ind AS 116 Leases

Ind AS 116 Leases was notified by MCA on 30 March 2019 and it replaces Ind AS 17 Leases, including appendices thereto. Ind AS 116 is effective for annual periods beginning on or after 1 April 2019. Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model similar to the accounting for finance leases under Ind AS 17. The standard includes two recognition exemptions for lessees— leases of 'low-value' assets (e.g., personal computers) and short-term leases (i.e., leases with a lease term of 12 months or less). At the commencement date of a lease, a lessee will recognise a liability to make lease payments (i.e., the lease liability) and an asset representing the right to use the underlying asset during the lease term (i.e., the right-of-use asset). Lessees will be required to separately recognise the interest expense on the lease liability and the depreciation expense on the right-of-use asset.

Lessees will be also required to remeasure the lease liability upon the occurrence of certain events (e.g., a change in the lease term, a change in future lease payments resulting from a change in an index or rate used to determine those payments). The lessee will generally recognise the amount of the remeasurement of the lease liability as an adjustment to the right-of-use asset.

Lessor accounting under Ind AS 116 is substantially unchanged from today's accounting under Ind AS 17. Lessors will continue to classify all leases using the same classification principle as in Ind AS 17 and distinguish between two types of leases: operating and finance leases.

The Company intends to adopt these standards from 1 April 2019. Ind AS 116 also requires lessees and lessors to make more extensive disclosures than under Ind AS 17.



Notes to Financial Statements for the year ended 31st March 2019

OTHER NOTES TO ACCOUNTS

16. Contingent Liabilities

Claims against the company not acknowledged as debt*

a) Income Tax

	As At March 31,2019	As At March 31,2018	As At April 1, 2017
Income Tax	Rs 30,04,91,329	Rs 27,37,22,955	Rs 27,37,22,955
Deposited Nil ; as at March 31,2018 Nil ; as at April 01,2017 Nil (Gross)			

* The Company is hopeful of favourable decision and expect no outflow of resources, hence no provision is made in the books of account.

- i) Income tax assessment has been completed up to A.Y. 2016-17 except A.Y. 2015-16. The appeal filed by the Income Tax department with ITAT against the order of CIT (Appeals) for Assessment Year 2009-10, 2010-11, 2011-12 & 2012-13 has been decided in favour of the company. And Hon'ble High Court has also decided the case in favor of NIXI. The appeals filed with CIT (Appeals) for the Assessment year 2009-10 to 2013-14 & 2014-15 have been decided in favor of company.
- ii) The amount lying as recoverable from Income tax department has been clubbed with refund due from department and shown as recoverable under Non current tax asset(Net) in Note No 5.
- iii) The income-tax department has also issued a show cause notice on 23 Jan 2012 for withdrawal of the exemption granted u/s 12 AA of Income Tax Act, 1961 which has been contested by the Company. Based on the legal opinion and subsequent legislative amendments, the management is of the view that the activities of the Company fall under the revised provisions of Sec 2 (15) of the Act and therefore, the exemption available to the Company shall continue to exist. There has been no further communication received from Income Tax Department in their regard changing the financial year.

b) Service Tax

	As At March 31,2019	As At March 31,2018	As At April 1, 2017
Service Tax	Rs 7,38,44,961	Rs 13,93,24,719	Rs 13,93,24,719
(Deposited Nil ; as at March 31,2018 Nil ; as at April 01,2017 Nil (Gross)			

- i) The company has been issued show cause cum demand notice amounting to Rs.7,38,44,961/- for the period of April 2010 to June 2012. Based on legal examination



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Notes to Financial Statements for the year ended 31st March 2019

and opinion, the company is of the opinion that there is a strong case of dropping of the demand at both CESTAT and commissioner level. Therefore, no provision has been created for the demand and interest thereon and penalties, if any.

- ii) During the year the company has received order for the service tax demand upto the year 2010 amounting to Rs 6,54,79,758.

c) Other matters, including claims relating to third parties etc.

	As At March 31,2019	As At March 31,2018	As At April 1, 2017
Other matters, including claims relating to third parties etc.	Rs.1,70,000	Rs.1,70,000	Rs.11,10,000
(Deposited Nil ; as at March 31,2018 Nil ; as at April 01,2017 Nil (Gross))			

- i) Claims against the company not acknowledged as debts Rs.1,70,000/- (Previous year Rs.1,70,000/-) excluding those disclosed elsewhere in these notes to accounts.

d) GST Matters

- i) During the year Company has taken a legal opinion on the GST compliances relating to the Revenue belonging to the Exchange division. Based on such opinion, Company has taken necessary corrective actions and booked the differential income & corresponding GST liability which has been reclassified in previous year figures in accordance with IND AS provisions and corresponding GST liability. Differential income has been reclassified in previous year .
- ii) The company is in the process of reconciling GST inputs with the ITC available as per GSTN portal. Differential liability, if any along with any demand on GST Audit/Assessments will be accounted in the year of crystallisation.

17. Following the routing and tariff policy in force and the decision of Board of Directors the data transfer charges representing charges receivables amounting to Rs.26,10,15,573/- (Previous year Rs. 16,26,25,500/-) reduced by charges payable amounting to Rs.29,11,02,250/- (Previous year Rs. 21,47,03,489/-), from and to ISPs respectively are grouped together and the net resultant balance is shown under other current liability/assets as the case may be. The amount of charges Rs.1,55,04,554 (Previous Year Rs. 52,61,734) identified as not payable during the year due to application of P factor (used in the calculation of payment for inter connection between the ISPs) is carried to Income under data transfer differential charges in note No 11.
18. The outgoing data transfer charges amounting to Rs.11,63,68,730/- (Previous year Rs 13,61,18,058/-) have been recorded on provisional basis, due to pending untimely / non-receipt of invoices from the concerned ISPs, many of these invoices have been received/ are in process of receipt in subsequent period. This also includes amount of Rs.3,78,47,631/- relating to data transfer charges pertaining to earlier year (Previous year Rs 10,22,23,350).



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Notes to Financial Statements for the year ended 31st March 2019

19. a) In accordance with the agreement entered into between NIXI and its service provider for provision of Technical services, the charges to Technical Service Provider (TSP) were paid in terms of the said agreement after transferring certain specified amount to an account titled "Marketing Fund" for use as specified in the agreement. The balance at the close of the year in the account stands at Rs.14,98,36,793/- (previous year Rs.9,49,02,222). This includes Rs. 7,36,53,341/- (previous year Rs.7,36,53,341). represents the amount lying to the credit of Marketing Fund as on Dec 31, 2012, the date of expiry of the earlier contract with TSP. Pending the manner of settlement with TSP, these unutilized funds have been reflected under marketing fund only. The amount of Rs.6,17,56,665 (previous year Rs. 5,68,49,280) credited to the marketing reserve during the year as per the terms and condition of the agreement with TSP effective from January 01, 2013. Amount spent for the marketing activities has been shown as utilized during the year.
- b) In reference to resolution circulated on 07.08.2018 seeking approval for appointment of new TSP and the same was confirmed in 55th Board meeting on 27 September 2018, Neustar Data Infotech (India) Pvt Ltd is appointed as the Technical Service Provider for .IN Registry for the next five years with effect from 1st January 2019.
20. The Company has also filed an application u/s 10(46) of the Income Tax Act for seeking income tax exemption for activities of the Company which is pending for disposal. The response from the office of CBDT is awaited till date.
21. In the opinion of the board of directors of the Company, the value on realization of current assets, loans and advances in the ordinary course of activities of the Company would not be less than the amount at which they are stated in the Balance Sheet and provision for all known liabilities has been made
22. In respect of provisions/payments made to members for services availed during the course of the company's operation, the management is of the view that taking into consideration the procedure followed, the transactions are on arm's length basis and no benefit in money or money's worth have been given or accrued to any of its members.
23. Balances of accounts with some of the parties having debit/credit balances are subject to confirmation/ reconciliation. The impact, if any, subsequent to the reconciliation is to be taken in the year in which the confirmation/reconciliation is carried out. The impact of these reconciliation is not likely to be significant.
24. As per the Section 135 of the Companies Act, 2013, a Corporate Social Responsibility Committee (CSR Committee) has been formed by the company. During the year, the company has contributed in Prime Minister's National Relief Fund an amount of Rs. 96,72,055/- (Previous year Rs. 79,56,326) to ensure the compliance as per the requirement of Schedule VII of the Companies Act 2013.
25. a) In reference to Board Resolution passed in 51st Board meeting on 29th March, 2017, the project carrying value of Rs.2,10,50,00,000 has been approved for which the entire amount is to



Notes to Financial Statements for the year ended 31st March 2019

be paid to ERNET. This project is for setting up of Internet Connectivity & Wi-Fi Spots for Delivery of Tele-education, Tele-Health, e-Agriculture, e-Commerce at 5,000 locations in rural areas. Out of the total amount of Rs.2,10,50,00,000 NIXI has paid Rs.50,00,00,000 during the FY 2017-18& has been shown as advance recoverable in note 6(a). During the FY 2018-19, ERNET has submitted revised proposal with total outlay of Rs 53,12,00,000 against the already released amount of Rs 50,00,00,000 by NIXI in April 2017 and it has been approved in the board also. Nixi has also accounted Rs 2,45,35,250/- as interest on such advance based on confirmation from the party which has been separately disclosed in Note No 6.

26. Employee Benefit

The Company participates in defined contribution and benefit schemes, the assets of which are held (where funded) in separately with LIC funds. For defined contribution schemes the amount charged to the statements of profit or loss is the total of contributions payable in the year.

a) Defined contribution Plans

Amount recognized as an expense and included in Note 14 Item "Contribution to Provident and Other Funds" Rs 34,655 (Previous year Rs 39,858) Consist of Contribution to Provident Fund Rs. 28700 (Previous year Rs. 28,500) and to ESI Rs. 5,955 (Previous year Rs. 11,358).

b) Defined benefits plans - as per LIC valuation

Particulars	Year ended March 31, 2019	Year ended March 31, 2018
	Gratuity (Funded)	Gratuity (Funded)
I. Change in present value of obligation during the year		
Present value of obligation at the beginning of the year	2,317,726	1,473,949
Included in profit and loss:		
Current Service Cost	888,299	610,854
Interest Cost	177,100	107,136
Past Service Cost	-	548,769
Actuarial losses/(gains)		
Experience Judgement		
Included in OCI:		
Actuarial losses/(gains) arising from:		
Experience Judgement	(319,096)	(422,981)
Financial assumption		
Others		
Benefits Paid	(589,538)	-
Present Value of obligation as at year-end	2,474,491	2,317,727
II. Change in Fair Value of Plan Assets during the year		
Plan assets at the beginning of the year	1,908,604	-
Included in profit and loss:		



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Notes to Financial Statements for the year ended 31st March 2019

Expected return on plan assets	132,727	70,005
Included in OCI:		
Actuarial Gain/(Loss) on plan assets	(32,496)	(66,290)
Others:		
Employer's contribution	219,780	1,904,889
Benefits paid	(589,538)	-
Plan assets at the end of the year	1,639,077	1,908,604
The plan assets are managed by the Gratuity Trust formed by the Company.		

Gratuity Benefit Plans:

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service. The Company provides for the liability in its books of accounts based on the LIC valuation.

The employee gratuity fund scheme is managed by LIC. The following table set out the funded status of the gratuity plan recognized as per the company's financial statement as at 31.03.2019

Particulars	Year ended March 31, 2019	Year ended March 31, 2018
	Gratuity (Funded)	Gratuity (Funded)
III. Reconciliation of Present value of Defined Benefit Obligation and Fair Value of Plan Assets		
1. Present Value of obligation as at year-end	2,474,491	2,317,727
2. Fair value of plan assets at year -end	1,639,077	1,908,604
3. Funded status {Surplus/ (Deficit)}	(835,414)	(409,123)
Net Asset/(Liability)	(835,414)	(409,123)
IV. Expenses recognised in the Statement of Profit and Loss		
1. Current Service Cost	888,299	610,854
2. Acturial (Gain) / Loss	-	548,769
3. Past Service Cost	-	37,131
4. Net interest Cost/ (Income) on the net defined benefit liability	44,373	
Total Expense	932,672	1,196,754
V. Expenses recognised in the Statement of Other Comprehensive Income		
1. Net Actuarial (Gain)/Loss	(319,096)	(422,981)
2. Expected return on plan assets excluding interest income	32,496	66,290
Total Expense	(286,600)	(356,691)
VI. Constitution of Plan Assets		
Funded with LIC	100%	100%
VII. Bifurcation of PBO at the end of the year		
1. Current Liability	-	-
2. Non-Current Liability	835,414	409,122
VIII. Actuarial Assumptions		
1. Discount Rate	7.70%	7.70%



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Notes to Financial Statements for the year ended 31st March 2019

	Indian Assured Lives Mortality (2006-08) Ult.	Indian Assured Lives Mortality (2006-08) Ult.
2. Mortality Table		
3. Salary Escalation	7%	7%
4. Turnover Rate	1%	1%
IX. Experience Adjustment:		
Gratuity	2018-19	2017-18
Present Value of obligation	2,474,491	2,317,727
Fair value of Plan assets	1,639,077	1,908,604
Net Asset/(Liability)	(835,414)	(409,123)
Actuarial (Gain)/Loss on plan obligation	(319,096)	(422,981)
Actuarial Gain/(Loss) on plan assets	(32,496)	(66,290)

X. Sensitivity Analysis

Gratuity	Year ended March 31, 2019		Year ended March 31, 2018	
	Increase	Decrease	Increase	Decrease
Discount rate (0.5% movement)	2,293,208	2,673,523	2138527	2515498
Future salary growth (0.5% movement)	2,564,245	2,383,367	2233464	2415785

XI. Maturity Profile of projected benefit obligation: from the fund

Particulars	2018-19	2017-18
1 Year	35,444	32,638
2 to 5 Years	206,544	187,964
6 to 10 Years	388,211	355,636

XII. Description of Risk Exposures:

Valuations are based on certain assumptions, which are dynamic in nature and vary over time. As such company is exposed to various risks as follow -

- Salary Increases- Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.
- Investment Risk – If Plan is funded then assets liabilities mismatch & actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability.
- Discount Rate – Reduction in discount rate in subsequent valuations can increase the plan's liability.
- Mortality & disability – Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.
- Withdrawals – Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability.

27. Special Reserve

Special reserve has been created under Section 11 of the Income Tax Act, 1961, by transferring the unutilized amount in excess of 15% of the total income for the purpose to achieve the objects of the Company.



Notes to Financial Statements for the year ended 31st March 2019

Further, the accumulated unspent amount relating to previous years has also been transferred to special reserve during the year.

28. The company has taken office premises under non-cancelable operating lease arrangement. The future minimum lease payment in respect of such non-cancelable leases as at 31st March 2019 as summarized below

(Amount in Rs.)

Particulars	Lease Payments	
	Current Year	Previous Year
Total Lease payment for the year (Recognised in statement of Income and Expenditure).	77,63,754	75,32,470
Minimum lease payments		
Not later than 1 year	77,63,754	75,32,470
Later than 1 year but not later than 5 years		Nil
Later than 5 years		Nil

29. MSME disclosure (on the basis of information provided by vendors and available on company's records)

S.No.	Particulars	As at 31st March, 2019	As at 31st March, 2018
(a)	the principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier at the end of each accounting year;		
	-principal amount	63,842	-
	-interest due	-	-
(b)	the amount of interest paid by the buyer in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year;	-	-
(c)	the amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Development Act, 2006	-	-
(d)	the amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
(e)	the amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under Section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	-	-

30. Financial Instrument
Financial instruments – Fair values and risk management

A. Financial instruments by category



Notes to Financial Statements for the year ended 31st March 2019

Particulars	Fair Value Hierarchy	March 31, 2019			March 31, 2018			April 1, 2017		
		FV TPL	FV TOCI	Amortised Cost (Rs)	FV TPL	FV TOCI	Amortised Cost (Rs)	FV TPL	FV TOCI	Amortised Cost (Rs)
Financial Assets										
Non-current Assets										
-Other Financial Assets	Level 3			10,63,76,367			2,62,95,686			7,42,71,417
Current Assets										
-Trade Receivables	Level 3			6,19,30,681			5,10,38,551			1,87,67,380
-Cash and cash Equivalents	Level 3			27,97,52,854			17,86,95,090			2,65,83,008
-Bank Balances other than ii) above	Level 3			2,79,57,70,238			2,35,59,21,759			2,31,99,78,785
-Other Financial Assets	Level 3			7,44,67,105			5,82,84,963			5,88,35,340
TOTAL				3,31,82,97,245			2,67,02,36,050			2,49,84,35,930
Financial Liabilities										
Non-current Liabilities										
-Other financial Liabilities	Level 3			16,61,165			24,08,266			30,99,588
Current Liabilities										
-Trade payables	Level 3			5,50,48,108			8,12,61,336			1,83,81,477
-Other financial Liabilities	Level 3			3,15,95,777			3,79,59,347			2,26,60,493
TOTAL				8,83,05,050			12,16,28,949			4,41,41,558

Fair value hierarchy

The table shown above analyses financial instruments carried at fair value, by valuation method. The different levels have been defined below:

Level 1	This includes financial instruments measured using quoted prices.
Level 2	The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates.
Level 3	If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. There are no transfers between level 1, level 2 and level 3 during the year.



Notes to Financial Statements for the year ended 31st March 2019

Valuation technique used to determine fair value:

Specific valuation techniques used to value financial instruments include:

- The use of quoted market prices
- The fair value of cash and cash equivalents, bank balances other than cash and cash equivalents trade receivables, short term loans, current financial assets, trade payables, current financial liabilities and borrowings approximate their carrying amount.
- The fair values for assets & liabilities were based on their carrying values.

31. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

a) Financial risk factors

The Company is exposed to various financial risks i.e. credit risk and risk of liquidity. These risks are inherent and integral aspect of any business. The primary focus of the Risk Management Policy is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

i) **Credit risk**

The Company evaluates the customer credentials carefully from trade sources before extending credit terms and credit terms are extended to only financially sound customers. The Company secures adequate advance from its customers whenever necessary and hence risk of bad debt is limited. In relation to Exchange services, company reviews the business with all customers on regular intervals with a right to block all exchange related services, which gives additional assurance for better recovery.

Ageing Analysis of Trade Receivables

Ageing	As At March 31, 2019	As At March 31, 2018	As At April 1, 2017
Not due	74,71,743	2,06,52,225	27,29,173
Upto Six months	1,61,50,153	68,38,681	67,84,503
Six to Twelve Months	1,09,80,966	94,65,958	36,02,662
Above Twelve Months	2,73,27,819	1,40,81,687	56,51,042
Gross Carrying Amount	6,19,30,681	5,10,38,551	1,87,67,380
Expected Credited Losses	-	-	-
Expected Provision for Doubtful Debts	-	-	-
Net Carrying amount	6,19,30,681	5,10,38,551	1,87,67,380

ii) **Liquidity risk**

Liquidity risk arises when the Company will not be able to meet its present and future cash and collateral obligations. The risk management action focuses on the unpredictability of financial markets and tries to minimise adverse effects. The Company's approach is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when due and company monitors rolling forecasts of its liquidity requirements.

The table below provides details regarding the contractual maturities of significant financial liabilities as of March 31, 2019:



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Notes to Financial Statements for the year ended 31st March 2019

Particulars	Carrying Amount	Less than 1 year	1- 5 year	Total
Trade payables	5,50,48,108	5,50,48,108		5,50,48,108
Other financial liabilities –				
Current (Exclusive of Current Maturities)	3,15,95,777	3,15,95,777		3,15,95,777
Other financial liabilities - Non-Current	16,61,165		16,61,165	16,61,165

The table below provides details regarding the contractual maturities of significant financial liabilities as of March 31, 2018:

Particulars	Carrying Amount	Less than 1 year	1- 5 year	Total
Trade payables	8,12,61,336	8,12,61,336		8,12,61,336
Other financial liabilities –				
Current (Exclusive of Current Maturities)	3,79,59,347	3,79,59,347		3,79,59,347
Other financial liabilities - Non-Current	24,08,266		24,08,266	24,08,266

The table below provides details regarding the contractual maturities of significant financial liabilities as of April 1, 2017:

Particulars	Carrying Amount	Less than 1 year	1- 5 year	Total
Trade payables	1,83,81,477	1,83,81,477		1,83,81,477
Other financial liabilities –				
Current (Exclusive of Current Maturities)	2,26,60,493	2,26,60,493		2,26,60,493
Other financial liabilities - Non-Current	30,99,588		30,99,588	30,99,588

32. FIRST TIME ADOPTION OF IND AS

As stated in Note 1(II), these are the Company's first financial statements prepared in accordance with Ind AS.

The accounting policies set out in Note 1(III) have been applied in preparing the financial statements for the year ended March 31, 2019, the comparative information presented in these financial statements for the year ended March 31, 2018 and in the preparation of an opening Ind AS statement of financial position at April 01 2017 (the Company's date of transition). In preparing its opening Ind AS statement of financial position, the Company has adjusted amounts reported previously in financial statements prepared in accordance with Indian GAAP (previous GAAP). An explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows is set out in the following tables and the notes that accompany the tables.

Exemptions and exceptions availed

Set out below are the applicable Ind AS 101 optional exemptions and mandatory exceptions applied in the transition from previous GAAP to Ind AS.

A) Ind AS optional exemptions



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Notes to Financial Statements for the year ended 31st March 2019

i) **Property, plant and equipment & Intangible assets**

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition after making necessary adjustments for de-commissioning liabilities. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Assets.

Accordingly, the Company has elected to measure all of its property, plant and equipment and intangible assets at their previous GAAP carrying value.

B) **Ind AS mandatory exceptions**

i) **Estimates**

An entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error.

Ind AS estimates as at April 1, 2017 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company made estimation that were consistent in conformity with previous GAAP.

ii) **Classification and measurement of financial assets**

Ind AS 101 requires an entity to assess classification of financial assets on the basis of facts and circumstances existing as on the date of transition. Accordingly the Company has determined the classification of Financial Assets based on the facts and circumstances exist as on the date of transition

C) **Reconciliation of Equity**

Ind AS 101 requires an entity to reconcile equity, total comprehensive income and cash flows for prior periods. The following tables represent the reconciliations from previous GAAP to Ind AS.

Particulars	Note No.	As at March 31, 2018			As at April 01, 2017		
		IGAAP*	Adjustment	IND AS	IGAAP*	Adjustment	IND AS
I ASSETS							
1. Non Current Assets							
a. Property, Plant & Equipment		9,098,496	-	9,098,496	15,183,746	-	15,183,746
b. Other Intangible Assets		21,790	-	21,790	200,454	-	200,454
c Financial Assets				-			-
i. Other Financial Assets	1	26,966,969	(671,283)	26,295,686	75,397,089	(1,125,672)	74,271,417
d. Non Current Tax Assets (Net)		445,997,262	-	445,997,262	384,731,335	-	384,731,335
e. Other Non Current Assets	2	501,947,067	262,637	502,209,704	2,827,399	649,090	3,476,489
TOTAL NON CURRENT ASSETS		984,031,584	(408,646)	983,622,938	478,340,023	(476,582)	477,863,441



Notes to Financial Statements for the year ended 31st March 2019

2. Current Assets							
a. Financial Assets							
i.	Trade Receivables	51,038,551	-	51,038,551	18,603,599	163,781	18,767,380
ii.	Cash and cash Equivalents	178,695,090	-	178,695,090	26,583,008	-	26,583,008
iii.	Bank Balances other than ii)	2,355,921,759	-	2,355,921,759	2,319,978,785	-	2,319,978,785
iv.	Other Financial Assets	58,284,963	-	58,284,963	56,460,441	2,374,899	58,835,340
b.	Other Current Assets	2	58,449,420	386,454	58,835,874	107,265,928	445,228
TOTAL CURRENT ASSETS		2,702,389,783	386,454	2,702,776,237	2,528,891,761	2,983,908	2,531,875,669
TOTAL ASSETS		3,686,421,367	(22,192)	3,686,399,175	3,007,231,784	2,507,326	3,009,739,110
II. CAPITAL FUND AND LIABILITIES							
A Capital Fund							
a.	Capital Fund	2,919,292,241	6,087,657	2,925,379,898	2,368,099,737	3,245,382	2,371,345,119
TOTAL CAPITAL FUND		2,919,292,241	6,087,657	2,925,379,898	2,368,099,737	3,245,382	2,371,345,119
B Liabilities							
1. Non Current Liabilities							
a. Financial Liabilities							
i.	Other Financial Liabilities	1	2,884,997	(476,731)	2,408,266	3,846,661	(747,073)
b.	Other Non Current Liabilities		217,228,159	439,019	217,667,178	138,954,587	634,138
c.	Provisions	3	900,408	(491,286)	409,122	2,294,194	(844,226)
TOTAL NON CURRENT LIABILITIES		221,013,564	(528,998)	220,484,566	145,095,442	(957,161)	144,138,281
2. Current Liabilities							
a. Financial Liabilities							
i.	Trade Payables						
	Dues of Micro Enterprises and Small Enterprises		-	-	-	-	-
	Dues of Creditors Other than Micro Enterprises and Small Enterprises		81,261,336	-	81,261,336	18,381,477	-
ii.	Other Financial Liabilities		37,959,347	-	37,959,347	22,176,388	484,105
b.	Other Current Liabilities	2	426,801,223	(5,580,851)	421,220,372	452,771,887	195,122
c.	Provisions		93,656	-	93,656	706,853	(460,122)
TOTAL CURRENT LIABILITIES		546,115,562	(5,580,851)	540,534,711	494,036,605	219,105	494,255,710
TOTAL CAPITAL FUND AND LIABILITIES		3,686,421,367	(22,192)	3,686,399,175	3,007,231,784	2,507,326	3,009,739,110

*The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purposes of this note.



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Notes to Financial Statements for the year ended 31st March 2019

Reconciliation of total comprehensive income for the year ended March 31, 2018				
Particulars	Note No.	IGAAP*	Adjustments	IND AS
I Revenue from Operations	2	671,925,511	5,775,973	677,701,485
II Other Income	1 & 2	129,183,220	(2,213,855)	126,969,365
III Total Revenue (I+II)		801,108,731		804,670,850
Operational Expenses		152,091,485	-	152,091,485
Employee benefit expense	3	20,291,623	374,967	20,666,590
Depreciation and amortisation expense		4,856,625	-	4,856,625
Other expenses	2	35,771,493	701,569	36,473,062
Total expenses (IV)		213,011,226	1,076,536	214,087,762
V Surplus before tax (III-IV)		588,097,504		590,583,088
VI Tax expense		-	-	-
VII Surplus for the period (V-VI)		588,097,504	2,485,583	590,583,088
VIII Other Comprehensive Income (Net of Tax)				-
Items that will not be reclassified to Profit or Loss				
Remeasurement Gain or (Loss) on Defined Benefit Plans	3	-	356,691	356,691
Income Tax on the above item				
Total Other Comprehensive Income (Net of Tax)		-	356,691	356,691
IX Total Comprehensive income for the period (VII+VIII) (Comprising profit (Loss) and Other Comprehensive Income for the period)		588,097,504	2,842,274	590,939,779

*The previous GAAP figures have been reclassified to conform to Ind AS presentation requirements for the purposes of this note.

Recnciliation of Capital Fund:

PARTICULARS	March 31, 2018	April 01, 2017
Total Capital Fund under Previous GAAP (A)	2,919,292,241	2,368,099,737
Total Adjustment to Capital Fund(B)	6,087,657	3,245,382
Total Capital Fund under Ind AS (A+B)	2,925,379,898	2,371,345,119

D) Notes to first-time adoption:

1. Financial Instruments:

- a) Non-current Security deposits have been valued at fair value using market rate of interest.



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Notes to Financial Statements for the year ended 31st March 2019

- b) Non-current financial Liability have been valued at fair value using market rate of interest.
2. The period income and expenses have been recognized in their respective year and pertaining assets and liabilities reclassified.

3. Remeasurement of post-employment benefit obligations:

Under Ind AS, remeasurement i.e. actuarial gains and losses and the return on plan assets, excluding amounts included in the net interest expense on the net defined benefit liability are recognized in other comprehensive income instead of profit or loss. Under the previous GAAP, these remeasurement were forming part of the profit or loss for the year.

33. RELATED PARTY DISCLOSURES

Related party disclosure as required by Indian Accounting Standard -24 is as below:

I. Nature of Related Party relationship

(a) Chandra Industrial Co. Private Limited	Enterprise over which key management personnel (Director) is having significant influence.
(b) CJ Online	Enterprise over which key management personnel (Proprietor) is having significant influence.
(c) CJ Online Private Limited	Enterprise over which key management personnel (Director) is having significant influence.
(d) Madhav Cement Private Limited	Enterprise over which key management personnel (Director) is having significant influence.
(e) Ishan Netcom Private Limited	Enterprise over which key management personnel (Director) is having significant influence.
(f) Ishan Netsol Private Limited	Enterprise over which key management personnel (Director) is having significant influence.
(g) Ishan Infotech Limited	Enterprise over which key management personnel (Director) is having significant influence.

II. The following transactions were carried out with related parties in the ordinary course of business:

Particulars	Enterprise over which key management personnel is having significant influence (Refer I)	
	2018-19	2017-18
(a) Sales (Revenue from NIR operations(From Affiliates))	6,35,806	-
(b) Outstanding at the end of Financial year		
Receivable	25,200	25,200
Payable	-	-



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Notes to Financial Statements for the year ended 31st March 2019

34. Previous year figures have been regrouped/ rearranged, wherever considered necessary to conform to current year's classification.

For and on behalf of board of directors

As per attached Report of even date
for **S S Kothari Mehta & Company**
Chartered Accountants
Firm Registration No. 000756N



Sanjay Goel
Director
DIN: 08023127



Dilip Kumar Barman
Director
DIN: 07322268



Naveen Aggarwal
Partner
Membership No. 094380

Place : New Delhi
Date : 30-09-2019



I. Registration Details.

3 1 0 3 1 9 Balance Sheet

Date Month Year

II. Capital raised during the year (Amount in Rs.).

Public Issue

Rights Issue

Business Issue

Private Placement

			N	I	L			
--	--	--	---	---	---	--	--	--

III. Position of Mobilization and Deployment of Funds (Amount in Rs.).

Total Liabilities

Total Assets

4	4	2	7	8	0	9	3	6	1
---	---	---	---	---	---	---	---	---	---

Sources of Funds

Paid-up Capital

Reserves Surplus

3	6	0	0	2	8	7	2	3	1
---	---	---	---	---	---	---	---	---	---

Secured Loan

Unsecured Loans

			N	I	L			
--	--	--	---	---	---	--	--	--

Application Funds

Net Fixed Assets

Investments

			N	I	L			
--	--	--	---	---	---	--	--	--

Net Current Assets

Deferred Revenue Charges

			N	I	L			
--	--	--	---	---	---	--	--	--

Accumulated Losses

IV. Performance of Company (Amount in Rs.)

Turnover

Total Expenditure*

2	4	8	8	5	8	6	8	0
---	---	---	---	---	---	---	---	---

Income/Expenditure before tax

Income/Expenditure after tax

0	0
---	---

(Please tick appropriate box +for Profit, -for Loss)

Earning per Share in Rs.

Dividend rate %

N	A
---	---

V. Generic Name of Three Principal Products/Services of Company (as Per Monetary terms)

Item Code No.
(ITC Code)

Product Description

[illegible]

National Internet Exchange of India

Regd. Off.: 6C, 6D, 6E, Hansalaya Building,
15, Barakhamba Road, New Delhi-110001
Tel.: +91-11-48202000, **Fax:** +91-11-48202013
CIN- U72900DL2003NPL120999

www.nixi.in, www.registry.in, www.irinn.in

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* Note: For ITC code of Products please refer to the publication Indian Trade Classification based on harmonized commodity description and coding system by Ministry of Commerce, Directorate General of Commercial Intelligence & Statistics, Calcutta – 700 001.

ATTENDANCE SLIP
NATIONAL INTERNET EXCHANGE OF INDIA

Folio No.:	
Name of the Member(s):	
Address of the Member(s):	

I /We hereby record my/our presence at the Annual General Meeting being held on Friday, the 20th day of December 2019 at 4:00 pm at Ministry of Communications and Information Technology, Conference Room 1007, Electronics Niketan, 6, CGO Complex, Lodi Road, New Delhi –110003.

Signature of the Member/Proxy present

--

Note:

1. Ordinary & Associate Member / Proxy holder / A representative of the Ordinary Member wishing to attend the meeting must bring the Attendance Slip, along with authority letter and ID card duly signed by the Director/ Company secretary in case of private companies, head of the organization or CEO/ Company secretary in case of other organizations, to the meeting and hand it over at the entrance of the meeting venue.

Proxy Form

Form No. MGT-11

[Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN: U72900DL2003NPL120999

Name of the Company: National Internet Exchange of India

Registered Office: Flat No. 6C, 6D & 6E, 6th Floor, Hansalya building, 15, Barakhamba Road, New Delhi-110001

Name of the Member(s) :	
Registered Address :	
E-mail ID :	
Folio No.:	
DP ID:	A

I/We, being the member (s) of the above named company, hereby appoint:

1. Name:

Address:

Email Id:

Signature:, or failing him
2. Name:

Address:

Email Id:

Signature:, or failing him
3. Name:

Address:

Email Id:

Signature:

as my/our Proxy to attend and vote for me/us and on my/our behalf at the Annual General Meeting of the Company, to be held on Friday, the 20th day of December 2019 at 4:00 pm at Ministry of Communications and Information Technology,

Conference Room 1007, E-Governance Hall, Electronics Niketan, 6, CGO Complex,
Lodi Road, New Delhi –110003 and at any adjournment thereof in respect of such
resolutions as are indicated below:

Resolution No.:

1) To receive, consider & adopt the Audited Balance Sheet as on March 31, 2019 (including the statement of Income and Expenditure and all the necessary documents required by law to be annexed to the Balance sheet) and the Report of Board of Directors and Auditors thereon.

Special Business:

2) To conduct the Election of Directors among the Ordinary Members of the Company and declaration of the result.

3) Ratification of the resolution passed by the Board of Directors regarding the joining/ leaving of the members of the Company during the year.

Signed this ----- day of-----2019

Signature of Member(s):

Affix a Revenue Stamp

Signature of Proxy holder:

Notes :

1. This form of Proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company at Flat No. 6C, 6D & 6E, 6th Floor, Hansalya building, 15, Barakhamba Road, New Delhi-110001 not less than Forty-Eight hours before the commencement of the Meeting.

2. A member shall not be entitled to appoint any other person as his proxy unless such other person is also a member of the company.

3. The submission by a member of this form of proxy will not preclude such member from attending in person and voting at the Meeting.