

**ACCEL SYSTEMS & TECHNOLOGIES PTE. LTD.**  
(Company Registration Number: 200003278M)

**DIRECTORS' STATEMENT AND AUDITED FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016**



26 Eng Hoon Street Singapore 169776  
Tel: 6533 7393 Fax: 6533 6831  
[www.tanchan-cpa.com](http://www.tanchan-cpa.com)

ACCEL SYSTEMS & TECHNOLOGIES PTE. LTD.  
(Company Registration Number: 200003278M)

DIRECTORS' STATEMENT AND AUDITED FINANCIAL STATEMENTS  
FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016

---

CONTENTS	PAGE
DIRECTORS' STATEMENT	1 - 2
INDEPENDENT AUDITOR'S REPORT	3 - 4
STATEMENT OF FINANCIAL POSITION	5
STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME	6
STATEMENT OF CHANGES IN EQUITY	7
STATEMENT OF CASH FLOWS	8
NOTES TO THE FINANCIAL STATEMENTS	9 - 28

**ACCEL SYSTEMS & TECHNOLOGIES PTE. LTD.**  
**DIRECTORS' STATEMENT**  
**FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016**

The directors are pleased to present their report to the members of Accel Systems & Technologies Pte. Ltd. (the "Company") together with the audited financial statements for the financial year ended 31 March 2016.

In the opinion of the directors,

- (a) the accompanying financial statements together with the notes thereto are drawn up so as to give a true and fair view of the financial position of the Company as at 31 March 2016 and the financial performance, changes in equity and cash flows of the Company for the financial year then ended; and
- (b) at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

**DIRECTORS**

The directors of the Company in office at the date of this report are:

Panicker N R (resigned on 18 September 2015)  
 Steve Ting Tuan Toon  
 Wong Swee Ping Shirley  
 Tham Soh Mui (Tan Sumei)  
 Malcolm Farrokh Mehta  
 Neelakantan Ramanathan (appointed on 18 September 2015)

**ARRANGEMENTS TO ENABLE DIRECTORS TO ACQUIRE SHARES OR DEBENTURES**

Neither at the end of nor at any time during the financial year was the Company a party to any arrangement whose objects are, or one of whose object is, to enable the director of the Company to acquire benefits by means of the acquisitions of shares or debentures of the Company or any other body corporate.

**DIRECTORS' INTERESTS IN SHARES AND DEBENTURES**

According to the register of directors' shareholdings, the directors of the Company holding office at the end of the financial year had no interest in the shares or debentures of the Company and related corporations, except as follows:

Name of directors	Direct interest	
	As at beginning of the financial year	As at end of the financial year
<u>The Company</u>		
Steve Ting Tuan Toon	11,270,000	1,610,000
Tham Soh Mui (Tan Sumei)	-	8,510,000
Wong Swee Ping Shirley	-	1,150,000

**ACCEL SYSTEMS & TECHNOLOGIES PTE. LTD.**  
**DIRECTORS' STATEMENT**  
**FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016**

---

**DIRECTORS' INTERESTS IN SHARES AND DEBENTURES (Cont'd)**

Except as disclosed in this report, the directors who held office at the end of the financial year had no interests in shares, share options, warrants or debentures of the Company, or of related corporations, either at the beginning of the financial year or at the end of the financial year.

**SHARE OPTIONS**

There were no options granted during the financial year to subscribe for unissued shares of the Company.

No shares have been issued during the financial year by virtue of the exercise of options to take up unissued shares of the Company.

There were no unissued shares of the Company under option at the end of the financial year.

**INDEPENDENT AUDITOR**

The independent auditor, Tan, Chan & Partners, has expressed its willingness to accept re-appointment as auditor.

On behalf of the Board of Directors,



.....  
Tham Soh Mui (Tan Sumei)  
Director



.....  
Steve Ting Tuan Toon  
Director

Singapore

Date: 30 April 2016

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF  
ACCEL SYSTEMS & TECHNOLOGIES PTE. LTD.**

---

**Report on the financial statements**

We have audited the accompanying financial statements of Accel Systems & Technologies Pte. Ltd. (the "Company"), which comprise the statement of financial position as at 31 March 2016, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the financial year then ended, and a summary of significant accounting policies and other explanatory notes.

*Management's responsibility for the financial statements*

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Singapore Companies Act, Chapter 50 (the "Act") and Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

*Auditors' responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Opinion*

In our opinion, the financial statements of the Company are properly drawn up in accordance with the provisions of the Act and Singapore Financial Reporting Standards so as to give a true and fair view of the financial position of the Company as at 31 March 2016, and the financial performance, changes in equity and cash flows of the Company for the financial year ended on that date.

INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF  
ACCEL SYSTEMS & TECHNOLOGIES PTE. LTD.

---

**Report on other legal and regulatory requirements**

In our opinion, the accounting and other records required by the Act to be kept by the Company have been properly kept in accordance with the provisions of the Act.

  
Tan, Chan & Partners  
Public Accountants and  
Chartered Accountants  
Singapore

Date: 30 April 2016

**ACCEL SYSTEMS & TECHNOLOGIES PTE. LTD.**

**STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2016**

	Note	2016 \$	2014 \$
<b>Assets</b>			
<b>Non-current asset</b>			
Plant and equipment	4	<u>1,296,441</u>	<u>203,256</u>
<b>Current assets</b>			
Trade and other receivables	5	6,644,259	7,254,871
Cash and cash equivalents	6	4,558,575	2,604,817
		<u>11,202,834</u>	<u>9,859,688</u>
<b>Total assets</b>		<u><u>12,499,275</u></u>	<u><u>10,062,944</u></u>
<b>Liabilities and Equity</b>			
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	7	4,248,288	5,720,003
Income tax payable	13	460,132	305,806
		<u>4,708,420</u>	<u>6,025,809</u>
<b>Non-current liability</b>			
Deferred tax liability	13	<u>193,144</u>	
<b>Equity</b>			
Share capital	8	2,300,000	2,300,000
Retained earnings		5,297,711	1,737,135
		<u>7,597,711</u>	<u>4,037,135</u>
<b>Total liabilities and equity</b>		<u><u>12,499,275</u></u>	<u><u>10,062,944</u></u>

*The accompanying notes form an integral part of the financial statements.*

**ACCEL SYSTEMS & TECHNOLOGIES PTE. LTD.**  
**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016**

	Note	2016 \$	2015 \$ (Represented)
Revenue	10	16,038,682	14,086,757
Cost of sales and services		<u>(10,290,436)</u>	<u>(10,511,804)</u>
<b>Gross profit</b>		<b>5,748,246</b>	<b>3,574,953</b>
Other income	11	186,742	69,314
Administrative expenses		<u>(1,720,073)</u>	<u>(1,554,606)</u>
<b>Profit before income tax</b>	12	<b>4,214,915</b>	<b>2,089,661</b>
Income tax expense	13	<u>(654,339)</u>	<u>(305,389)</u>
<b>Profit for the financial year, representing total comprehensive income for the financial year</b>		<u><u>3,560,576</u></u>	<u><u>1,784,272</u></u>

*The accompanying notes form an integral part of the financial statements.*



**ACCEL SYSTEMS & TECHNOLOGIES PTE. LTD.**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016**

	Note	Share capital \$	Retained earnings \$	Total \$
<b>As at 1 April 2014</b>		2,300,000	297,863	2,597,863
Dividends paid	9	-	(345,000)	(345,000)
Profit for the financial year, representing total comprehensive income for the financial year		-	1,784,272	1,784,272
<b>As at 31 March 2015</b>		2,300,000	1,737,135	4,037,135
Profit for the financial year, representing total comprehensive income for the financial year		-	3,560,576	3,560,576
<b>As at 31 March 2016</b>		<u>2,300,000</u>	<u>5,297,711</u>	<u>7,597,711</u>

*The accompanying notes form an integral part of the financial statements.*

**ACCEL SYSTEMS & TECHNOLOGIES PTE. LTD.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016**

	Note	2016 \$	2015 \$
<b>Cash flows from operating activities</b>			
Profit before income tax		4,214,915	2,089,661
Adjustments for:			
Depreciation of plant and equipment		644,164	74,425
Loss on disposal of plant and equipment		-	15,715
Unrealised foreign exchange loss		28,810	-
Operating profit before working capital changes		<u>4,887,889</u>	<u>2,179,801</u>
Adjustments for changes in working capital:			
Trade and other receivables		610,612	(1,969,977)
Trade and other payables		<u>(1,471,715)</u>	<u>877,517</u>
Cash generated from operations		4,026,786	1,087,341
Income tax paid		<u>(306,869)</u>	<u>(41,546)</u>
Net cash flows generated from operating activities		<u>3,719,917</u>	<u>1,045,795</u>
<b>Cash flow from investing activity</b>			
Acquisition of plant and equipment		<u>(1,737,349)</u>	<u>(240,333)</u>
Net cash flow used in investing activity		<u>(1,737,349)</u>	<u>(240,333)</u>
<b>Cash flows from financing activities</b>			
Advance made to holding company		-	(24,000)
Repayment of advances by holding company		-	197,893
Dividends paid on ordinary shares		-	(175,950)
Fixed deposit pledged		<u>(800)</u>	<u>(153,085)</u>
Net cash flows used in financing activities		<u>(800)</u>	<u>(155,142)</u>
Net increase in cash and cash equivalents		1,981,768	650,320
Cash and cash equivalents at beginning of financial year		2,286,153	1,635,833
Effects of currency translation on cash and cash equivalents		<u>(28,810)</u>	<u>-</u>
Cash and cash equivalents at end of financial year	6	<u>4,239,111</u>	<u>2,286,153</u>

*The accompanying notes form an integral part of the financial statements.*

**ACCEL SYSTEMS & TECHNOLOGIES PTE. LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016**

---

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

**1. GENERAL INFORMATION**

Accel Systems & Technologies Pte. Ltd. (the "Company") is a private limited company incorporated and domiciled in the Republic of Singapore. The address of its registered office and place of business is located at 10 Kallang Avenue, #05-14 Aperia, Singapore 339510.

The principal activities of the Company are those of publishing of security system software and provision of maintenance support services. There has been no significant change in the nature of these activities during the financial year.

The holding company is Accel Frontline Limited, a company incorporated in India.

The financial statements were approved and authorised for issue by the Board of Directors on 30 April 2016.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**2.1 Basis of preparation**

The financial statements have been prepared in accordance with Singapore Financial Reporting Standards ("FRS"). The financial statements have been prepared under the historical cost convention, except as disclosed in the accounting policies below.

The preparation of the financial statements in conformity with FRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected. In particular, information about significant areas of estimation uncertainty and critical judgements in applying accounting policies that have the most significant effect on the amount recognised in the financial statements are described in Note 3.

The accounting policies set out below have been applied consistently to all periods presented in these financial statements, and have been applied consistently by Company.

**2.2 Changes in accounting policies**

On 01 April 2015, the Company has adopted all the new and revised standards and Interpretations of FRS (INT FRS) that are effective for annual periods beginning on or after 01 April 2015. The adoption of these standards and interpretations did not have any effect on the financial performance or position of the Company.

**ACCEL SYSTEMS & TECHNOLOGIES PTE. LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016**

---

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

2.3 New or revised accounting standards and interpretation

Certain new standards, amendments to standards and interpretations are effective for annual period on or after 01 April 2016 and which the company has not been early applied in preparing these financial statements. None of these are expected to have a significant impact on the Company's financial statements.

2.4 Foreign currency

Presentation and functional currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates (the "functional currency"). The financial statements of the Company are presented in Singapore dollars ("S\$") which is the Company's functional currency.

Transactions and balances

Transactions in a currency other than S\$ ("foreign currency") are translated into S\$ using the exchange rates at the dates of the transactions. Currency translation differences resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at the closing rates at the reporting date are recognised in statement of profit or loss and other comprehensive income.

2.5 Plant and equipment

Plant and equipment are stated at cost less accumulated depreciation and any impairment loss to date. The cost of plant and equipment comprises its purchase price and any directly attributable costs of bringing the plant and equipment to working condition for its intended use. Expenditure for additions, improvements and renewals are capitalised and expenditure for maintenance and repairs are charged to profit or loss.

Depreciation is computed on the straight-line method to write-off the cost of the plant and equipment over its estimated useful life. The estimated useful lives of the plant and equipment are as follows:

	<u>Useful lives</u>
Computer & accessories	3 years
Office equipment	3 years
Furniture & fixtures	3 years
Renovation	3 years

Fully depreciated plant and equipment are retained in the financial statements until they are no longer in use and no further charge for depreciation is made in respect of these assets.

**ACCEL SYSTEMS & TECHNOLOGIES PTE. LTD.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED 31 MARCH 2016**

---

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)**

**2.5 Plant and equipment (cont'd)**

Subsequent expenditure relating to plant and equipment that has already been recognised is added to the carrying amount of the asset only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

The residual values, estimated useful lives and depreciation method of plant and equipment are reviewed, and adjusted as appropriate, at each financial year end. The effects of any revision are recognised in profit or loss when the changes arise.

The carrying values of plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

An item of plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use. Any gain or loss arising from derecognition of the assets is included in profit or loss in the period that the assets are derecognised.

**2.6 Impairment of non-financial assets**

Plant and equipment is reviewed for impairment whenever there is any indication that these assets may be impaired.

If the recoverable amount of the asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. The difference between the carrying amount and recoverable amount is recognised as an impairment loss in the statement of profit or loss and other comprehensive income.

An impairment loss for an asset is reversed if, and only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. The carrying amount of this asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of accumulated depreciation) had no impairment loss been recognised for the asset in prior years. A reversal of impairment loss for an asset is recognised in the statement of profit or loss and other comprehensive income.

**2.7 Loans and receivables**

Loans and receivables are initially recognised at their fair values plus transaction costs and subsequently carried at amortised cost using the effective interest method, less accumulated impairment losses. Loans and receivables include cash and cash equivalents and trade and other receivables (excluding prepayments).

The Company assesses at each reporting date whether there is objective evidence that these financial assets are impaired and recognises an allowance for impairment when such evidence exists. Significant financial difficulties of the debtor, probability that the debtor will enter bankruptcy and default or significant delay in payments are objective evidence that these financial assets are impaired.

