

AUDITOR'S REPORT (Translation of the Finnish original)

To the Annual General Meeting of HCL Technologies Finland Oy

Report on the Audit of Financial Statements

Opinion

We have audited the financial statements of HCL Technologies Finland Oy (business identity code 2589763-5) for the year ended 31 March, 2018. The financial statements comprise the balance sheet, income statement and notes.

In our opinion, the financial statements give a true and fair view of the company's financial performance and financial position in accordance with the laws and regulations governing the preparation of financial statements in Finland and comply with statutory requirements.

Basis for Opinion

We conducted our audit in accordance with good auditing practice in Finland. Our responsibilities under good auditing practice are further described in the *Auditor's Responsibilities for the Audit of Financial Statements* section of our report. We are independent of the company in accordance with the ethical requirements that are applicable in Finland and are relevant to our audit, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of the Board of Directors for the Financial Statements

The Board of Directors is responsible for the preparation of financial statements that give a true and fair view in accordance with the laws and regulations governing the preparation of financial statements in Finland and comply with statutory requirements. The Board of Directors is also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the company's ability to continue as going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting. The financial statements are prepared using the going concern basis of accounting unless there is an intention to liquidate the company or cease operations, or there is no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of Financial Statements

Our objectives are to obtain reasonable assurance on whether the 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 good auditing practice will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with good auditing practice, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:


- Identify and assess the risks of material misstatement of the 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 control relevant to the audit 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 company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the Board of Directors' and the Managing Director'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 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events so that the financial statements give a true and fair view.

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.

Helsinki 27.6.2018

Ernst & Young Oy
Authorized Public Accountant Firm



Sanna Kytöharju
Authorized Public Accountant

HCL Technologies Finland Oy
Keilaranta 6
02150 Espoo
2589763-5

HCL Technologies Finland Oy

FINANCIAL STATEMENT

1.4.2017–31.3.2018

Financial Statement must be stored at least until 31.12.2028
Vouchers of the period must be stored until 31.12.2024

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Profit and Loss Statement

	1.4.2017–31.3.2018		1.4.2016–31.3.2017	
TURNOVER	36 272 036,13		9 794 420,27	
Raw materials and services				
Purchase of raw material	26 249,18		0,00	
External services	<u>29 474 019,65</u>	29 500 268,83	<u>4 535 269,83</u>	4 535 269,83
Personnel expenses				
Wages and salaries	3 458 257,57		3 142 607,87	
Other personnel expenses				
Pension expenses	541 824,35		494 859,64	
Other personnel expenses	<u>37 739,87</u>	<u>4 037 821,79</u>	<u>84 731,36</u>	<u>3 722 198,87</u>
Depreciations		18 212,89		10 781,51
Other operating expenses		642 647,65		810 224,80
OPERATING PROFIT (LOSS)		2 073 084,97		715 945,26
Financial income and expenses				
From others	30 715,18		2 626,56	
Interest expenses and other financial expenses				
To others (–)	<u>-36 320,84</u>	<u>-5 605,66</u>	<u>-54 285,13</u>	<u>-51 658,57</u>
PROFIT (LOSS) BEFORE APROPRIATIONS AND TAXES		2 067 479,31		664 286,69
Income taxes	-415 295,74	<u>-415 295,74</u>	-134 700,16	<u>-134 700,16</u>
PROFIT (LOSS) FOR THE FINANCIAL YEAR		<u>1 652 183,57</u>		<u>529 586,53</u>

Balance Sheet

	31.3.2018	31.3.2017
Assets		
NON-CURRENT ASSETS		
Intangible assets		
Other intangible assets	27 583,13	0,00
Tangible assets		
Machinery and equipment	38 331,86	33 856,86
Non-Current assets total	65 914,99	33 856,86
CURRENT ASSETS		
Stocks		
Finished products	1 365,20	2 026,59
Accrued income		
Long term prepayments and accrued income	105 419,63	114 756,55
Short-term receivables		
Trade receivables	5 525 459,33	454 458,49
Receivables from group companies	1 624 103,16	4 566 390,77
Other receivables	3 040 710,25	668 215,22
Prepaid expenses and accrued income	45 948,64	275 325,78
Cash in hand and at banks	9 484 469,54	899 628,91
Current assets total	19 827 475,75	6 980 802,31
Assets total	19 893 390,74	7 014 659,17

Equity and liabilities

SHAREHOLDERS' EQUITY

Share capital				
Share capital	100 000,00		100 000,00	
Retained earnings (loss)	1 367 729,68		838 143,01	
Profit (loss) for financial year	1 652 183,57	3 119 913,25	529 586,53	1 467 729,54
Shareholders' equity total		3 119 913,25		1 467 729,54

LIABILITIES

Long-term liabilities				
Long-term accruals	0,00	0,00	76,00	76,00
Short-term liabilities				
Trade payables	292 358,23		180 318,66	
Amount owed to group companies	14 390 073,72		3 429 555,12	
Other liabilities	833 393,24		398 881,87	
Accrued expenses and prepaid income	1 257 652,30	16 773 477,49	1 538 097,98	5 546 853,63
Liabilities total		16 773 477,49		5 546 929,63
Equity and liabilities total		19 893 390,74		7 014 659,17

NOTES TO THE FINANCIAL STATEMENT

PRINCIPLES FOR DRAWING UP THE FINANCIAL STATEMENT

Holding Company of HCL Technologies Finland Oy is HCL Technologies UK Ltd and ultimate holding company is HCL Technologies Ltd, Delhi India.
HCL Technologies Finland Oy's address is Keilaranta 6, 02150 Espoo.
Consolidated Financial Statement is available at HCL Technologies Ltd, 806, Siddharth, 96 Nehru Place, New Delhi-110019, India, www.HCL.com.

Accounting principles and methods

Trade receivables in current receivables are valued to their nominal value or to a lower anticipated realizable value. Liabilities are valued to their nominal value or to a higher value.

Currency and Foreign currency translation

Currency used in the Financial statements is EURO.

Transactions in foreign currencies are recorded at the rates of exchange prevailing at the dates of the individual transactions.

Receivables and liabilities in foreign currencies are recorded using the rates on the closing date.

NOTES TO THE PROFIT AND LOSS STATEMENT

Depreciations	2018	2017
Intangible assets	3 982,20	0,00
Other machinery	14 230,69	10 781,51
	<u>18 212,89</u>	<u>10 781,51</u>

PERSONNEL

Average number of personnel during the financial period

	2018	2017
Employees	52	46
	<u>52</u>	<u>46</u>

AUDITORS' FEES

	2018	2017
Audit fees	1 500,00	1 500,00
	<u>1 500,00</u>	<u>1 500,00</u>

DISTRIBUTION OF TURNOVER BY FIELDS AND GEOGRAPHICAL MARKET AREAS

	2018	2017
America	74 025,00	48 163,00
Europe	35 819 191,00	8 992 868,00
Asia and the Pacific Area	378 821,00	753 389,00
	<u>36 272 037,00</u>	<u>9 794 420,00</u>

NOTES TO THE NON-CURRENT ASSETS

Machinery and equipment

	2018	2017
Acquisition cost in the beginning of the period	44 638,37	0,00
Additions	<u>18 705,69</u>	<u>44 638,37</u>
Acquisition cost at end of period	63 344,06	44 638,37
Depreciations and decreases		
value in the beginning of the period	-10 781,51	0,00
Depreciation of the period	<u>-14 230,69</u>	<u>-10 781,51</u>
Acc.depreciations and decreases in value at end of per	-25 012,20	-10 781,51
Book value at end of period	38 331,86	33 856,86

SHAREHOLDERS' EQUITY

	2018	2017
Share capital in the beginning of period	<u>100 000,00</u>	<u>100 000,00</u>
Share capital at end of period	100 000,00	100 000,00
Retained earnings in the beginning of period	1 367 729,54	838 142,72
Adjustments	<u>0,14</u>	<u>0,29</u>
Retained earnings at end of period	1 367 729,68	838 143,01
Profit (Loss) of the period	1 652 183,57	529 586,53
Profit (Loss) of the period	1 652 183,57	529 586,53
Shareholders' equity	<u>3 119 913,25</u>	<u>1 467 729,54</u>

CALCULATION OF THE DISTRIBUTABLE PROFIT ACCORDING TO THE LAW OF

LIMITED LIABILITY COMPANIES § 13:5

	2018	2017
Retained earnings	1 367 729,68	838 143,01
Profit (loss) for the financial year	<u>1 652 183,57</u>	<u>529 586,53</u>
Distributable equity	3 019 913,25	1 367 729,54

The funds to share a profit are 3 019 913,25 euros.

NOTES TO THE ASSETS

Receivables from group companies

Amounts owed by group companies

Receivables from group companies

2018

1 624 103,19

1 624 103,19

2017

4 566 390,77

4 566 390,77

Prepaid expenses and accrued income

Other prepaid expenses

Prepaid expenses and accrued income

2018

45 948,64

45 948,64

2017

275 325,78

275 325,78

NOTES TO THE LIABILITIES

Amount owed to group companies

Trade payables

Other liabilities

Accrued expenses

Amount owed to group companies

2018

13 143 007,28

818 352,44

428 714,00

14 390 073,72

2017

2 539 864,69

810 065,47

79 624,96

3 429 555,12

Accrued expenses and prepaid income

Other income advances

Salary liabilities

Income taxes

Other accrued expenses and prepaid income

Accrued expenses and prepaid income

2018

216 801,64

556 136,11

142 430,88

342 283,67

1 257 652,30

2017

216 801,64

481 068,89

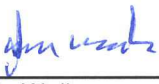
113 045,15

727 182,30

1 538 097,98

Signatures of the Financial Statement

Egham 25 / 6 2018


Shiv Walia

Auditors' Report

Auditors' Report has been issued today.

Helsinki 27 / 6 2018

Ernst & Young Oy
Authorized Public Accountant Firm


Sanna Kytöharju
APA

List of accounting journals, type of vouchers and way of storage

General Ledger	electronic files
Journal	electronic files
Memorandum	electronic files