

Quarterly Compliance Report on Corporate Governance under Clause 49 of the Listing Agreement

Name of the Company: Visisth Mercantile Limited
(presently known as N2N Technologies Limited)

Quarter ending on: June 30, 2013

Dear Sir/Madam,

You are requested to take note that the provisions of Clause 49 of the Listing Agreement relating to Corporate Governance is applicable to the Company with effect from 10th May, 2013 pursuant to allotment of Equity shares due to which the paid up capital of the Company has increased from Rs. 2,80,00,000/- to Rs. 3,06,66,660/-. Hence, we hereby submit our First Report on Corporate Governance as follows:

Particulars	Clause of Listing Agreement	Compliance Status Yes/No	Remarks
I Board of Directors	49 I		
(A) Composition of Board	49(IA)	Yes	
(B) Non-executive Directors' Compensation & Disclosures	49 (IB)	Yes	
(C) Other Provisions as to Board and Committees	49 (IC)	Yes	
D) Code of Conduct	(49 (ID)		
	(49 (ID)(i)	Yes	
	(49 (ID)(ii)	Yes	Shall be complied in the next Annual Report
II. Audit Committee	49 (II)		
(A) Qualified & Independent Audit Committee	49 (IIA)	Yes	
(B) Meeting of Audit Committee	49 (IIB)	Yes	
(C) Powers of Audit Committee	49 (IIC)	Yes	
(D) Role of Audit Committee	49 II(D)	Yes	
(E) Review of Information by Audit Committee	49 (IIE)	Yes	
III. Subsidiary Companies	49 (III)		
	49(III)(i)	NA	
	49(III)(ii)	Yes	
	49(III)(iii)	Yes	
IV. Disclosures	49 (IV)		
(A) Basis of Related Party Transactions	49 (IV A)	Yes	
(B) Disclosure of Accounting Treatment	49 (IV B)	NA	Shall be complied in the Next Annual Report
(C) Board Disclosures	49 (IV C)	Yes	
(D) Proceeds from Public Issues, Rights Issues, Preferential Issues etc.	49 (IV D)	NA	

(E) Remuneration of Directors	49 (IV E)	NA	Shall be complied in the next Annual Report
(F) Management	49 (IV F)		
	49 (IV F)(i)	NA	Shall be complied in the next Annual Report
	49 (IV F)(ii)	Yes	
(G) Shareholders	49 (IV G)		
	49 (IV G)(i)	NA	Shall be complied in the next Annual Report
	49 (IV G)(ii)	Yes	
	49 (IV G)(iii)	Yes	
	49 (IV G)(iv)	Yes	
V.CEO/CFO Certification	49 (V)	NA	Shall be complied in the next Annual Report
VI. Report on Corporate Governance	49 (VI)	Yes	
VII. Compliance	49 (VII)	NA	Shall be complied in the next Annual Report

Note:

- 1) The details under each head shall be provided to incorporate all the information required as per the provisions of the Clause 49 of the Listing Agreement.
- 2) In the column No.3, compliance or non-compliance may be indicated by Yes/No/N.A. For example, if the Board has been composed in accordance with the Clause 49 I of the Listing Agreement, "Yes" may be indicated. Similarly, in case a company has no related party transactions, the words "N.A." may be indicated against 49 (IV A).
- 3) In the remarks column, reasons for non-compliance may be indicated. For example, in case of requirement related to circulation of information to the shareholders, which would be done only in the AGM/EGM, it might be indicated in the "Remarks" column as – "will be complied with at the AGM". Similarly, in respect of matters which can be complied with only where the situation arises, for example, "Report on Corporate Governance" is to be a part of Annual Report only, the words "will be complied in the next Annual Report" may be indicated.