

INDEPENDENT AUDITOR'S REPORT

To the Members of M/s Pelatro Solutions Private Limited

Report on the Audit of Financial Statements

Opinion

We have audited the financial statements of M/s Pelatro Solutions Private Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and notes to the financial statements including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March, 2022, the Profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the *Code of Ethics*. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the financial statements and auditors' report thereon

The Company's board of directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this Auditor's Report.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.



When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of the Management and Those Charged with Governance for Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position and financial performance of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. 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 judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of 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 financial statements that give a true and fair view and 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 a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about 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 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 financial statements.

A further description of our responsibilities for the audit of the financial statements is included in "Annexure - A" of this auditor's report.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give



in the **Annexure - B** a statement on the matters specified in paragraphs 3 and 4 of the order.

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 purposes of 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, the Statement of Profit & Loss and Cash Flow Statements dealt with by this report are in agreement with the books of account.
 - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e. On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
 - f. The provisions of Section 197(16) of the Act are not applicable to the Company.
 - g. 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 does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts which require any provision to be made for material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.



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The Management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

Based on the audit procedures that has been considered reasonable and appropriate in the circumstances, nothing has come to our notice that causes us to believe that the representation given by the Management contain any material misstatement.

- v. The Company has not declared or paid any dividend during the year and has not proposed final dividend for the year.



For GNANOBA & BHAT,
Chartered Accountants,
Firm Regn No. 000939S

PHALGUNA B N
Partner

M.No. 226032

UDIN : 22226032ATLOOZ5501

Place: Bangalore

Date : 1st September, 2022

ANNEXURE-A TO THE AUDITOR'S REPORT

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism 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 entity's internal 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 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 in a manner that achieves fair presentation.

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.

For GNANOBA & BHAT,
Chartered Accountants,
Firm Regn No. 000939S



PHALGUNA B N
Partner

M.No. 226032

UDIN : 22226032ATLOOZ5501

Place: Bangalore

Date : 1st September, 2022

ANNEXURE-B TO AUDITOR'S REPORT

- (i) In respect of Property, Plant and Equipment:
- a) A) The Company has maintained proper records showing full particulars including quantitative details and situation of the Property, Plant and Equipment;
B) The Company has maintained proper records showing full particulars of the intangible assets;
 - b) Property, Plant and Equipment have been physically verified during the year by the management in line with an internal programme of verification. According to the information and explanations given to us, no material discrepancies were noticed on such verification. In our opinion, the periodicity of verification is reasonable having regard to size of the Company and the nature of its assets;
 - c) The company does not have any immovable property and therefore reporting under the clause (i)(c) is not applicable;
 - d) The company has not revalued its Property, Plant and Equipment and Intangible Assets and hence clause (i)(d) of the order is not applicable;
 - e) According to the information and explanations given to us and based on our examination of the relevant records, no proceedings have been initiated or are pending against the company for holding any benami property under Benami Transactions (Prohibition) Act, 1988 and rules made thereunder, and hence clause (i)(e) of the order is not applicable.
- (ii) Since the Company is engaged in the business of providing software services it does not carry any inventory. Further, the Company has not availed of any working capital limits from a bank or a financial institution. Accordingly, clause (ii) of the order is not applicable.
- (iii) In respect of loans, advances, guarantees or investments, according to the information and explanations given to us and based on our examination of the relevant records, the Company has not granted loans or advances in the nature of loans or provided any guarantee or security to any entity. Accordingly, reporting under clause (iii) is not applicable.
- (iv) In our opinion and according to the information and explanations given to us and based on our examination of the relevant books and records produced before us, the Company has not entered into any transactions which come under the purview of Section 185 and 186 of the Companies Act, 2013 and hence clause (iv) of the Order is not applicable.
- (v) In our opinion and according to the information and explanations given to us and based on our examination of the relevant books and records produced before us, the Company has not accepted any deposits from the public in terms of Chapter-V the Companies Act, 2013 read with The Companies (Acceptance of Deposits) Rules, 2014 and no order has been passed by Company Law Board or National Company Law Tribunal or any other Tribunal. Hence reporting under this clause is not applicable.



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(vi) To the best of our knowledge and as explained to us, the Central Government has not specified the maintenance of cost records under sub-section 1 of section 148 of the Companies Act, 2013.

(vii) According to the information and explanations given to us and on the basis of examination of the books and records as produced before us, in respect of statutory dues and other dues:

a) The Company has been generally regular in depositing undisputed statutory dues, including Goods and Service Tax, Provident Fund, Employees' State Insurance, Income Tax, Custom Duty, Cess and other statutory dues with the appropriate authorities during the period wherever applicable. There were no material undisputed amounts in respect of the above statutory dues, which were in arrears as at 31st March 2022, for a period more than six months from the date they became due, except for the following:

Name of the statute	Amount (In Rs.)	Period to which it relates	Due Date	Remarks
IGST Act, 2017	1,49,176.68/-	2021-22	20 th of the following month	

b) There were no statutory dues which were not deposited on account of any dispute.

(viii) According to the information and explanation given to us and based on our verification of the records and relevant documents, the Company has not surrendered or disclosed additional income during the year in the tax assessments under Income Tax Act, 1961. Hence reporting under this clause is not applicable.

(ix) In respect of Borrowings, according to the information and explanations given to us and on the basis of our examination of the records of the Company we report the following under clause (ix):

- The Company is regular in repayment of the loans and interest thereon;
- The Company has not been declared a willful defaulter by any bank or financial institution or government or government authority;
- The Company has not obtained any term loans during the year. And with respect to loans outstanding at the beginning of the year are utilized for the purpose they were obtained;
- The Company did not raise any short-term funds during the year; And with respect to short term borrowings outstanding, prima facie, not been used during the year for Long -term purposes.
- The Company do not have any subsidiary, associate and joint venture and hence reporting under the clause (ix)(e) is not applicable;
- The Company do not have any subsidiary, associate and joint venture and hence reporting under the clause (ix)(f) is not applicable;

(x) In respect of moneys raised by way of initial public offer, further public offer, preferential allotment and private placement of shares / convertible debentures:



- a. The Company has not raised moneys by way of initial public offer or further public offer during the year.
 - b. The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.
- (xi) In respect of fraud:
- a. To the best of our knowledge and belief, according to the information and explanations given to us by the Management and the records produced before us, no frauds were noticed or reported during the year.
 - b. As reported above, no frauds were noticed or reported during the year, and hence report under sub-section (12) of section 143 is not applicable.
 - c. As represented to us by the management, the Company is not required to implement a whistleblower policy under the provisions of sub-section 9 of section 177 of the Act read with Rule 7 of the Companies (Meetings of Board and its Powers) Rules, 2014.
- (xii) The Company is not a Nidhi Company and hence this clause is not applicable.
- (xiii) In our opinion and according to the information and explanation given to us and based on our verification of the records and relevant documents, all transactions with related parties entered into by the Company are in compliance with section 188 of the Companies Act where applicable, and details of the same have been disclosed in the financial statements as required by the applicable accounting standards. The provisions of Section 177 are not applicable to the Company.
- (xiv) In respect of internal audit:
- a) In our opinion and based on our examination, the company had an internal audit system commensurate with the nature and size of its business. The Company is not required to have an internal audit system as per provisions of the Companies Act, 2013.
 - b) We have considered the internal audit reports issued till date, for the period under audit.
- (xv) According to the information and explanation given to us by the Management and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with him and hence this clause is not applicable.
- (xvi) In our opinion and according to the information and explanation given to us,
- a. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.
 - b. The Company has not conducted any Non-Banking Financial or Housing Finance activities.
 - c. The Company is not a Core Investment Company as defined in the regulations made by the Reserve Bank of India.
 - d. As represented by the Management, the Group does not have any Core Investment Companies.



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- (xvii) The company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and hence reporting under this clause is not applicable.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, aging and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- (xx) According to the information and explanations given to us and based on our examination of the records of the Company, the provisions of sec 135 of the Companies Act, 2013 are not applicable to the company during the year. Hence reporting under this clause is not applicable.
- (xxi) Since the company is not required to present consolidated financial statements in the absence of any subsidiary, associate and joint venture, reporting under this clause is not applicable.

For GNANOBA & BHAT,
Chartered Accountants,
Firm Regn No. 000939S



PHALGUNA B N
Partner

M.No. 226032

UDIN : 22226032ATLOOZ5501

Place: Bangalore

Date : 1st September, 2022

PELATRO SOLUTIONS PRIVATE LIMITED
Balance Sheet as at 31st March 2022

(Amount in '000s)

Particulars	Note no	As at 31st March, 2022	As at 31st March, 2021
A. EQUITY AND LIABILITIES			
(1) Shareholder's Funds			
(a) Share Capital	1	1,000	1,000
(b) Reserves and Surplus	2	86,254	50,488
(2) Non-current Liabilities			
(a) Long Term Borrowings	3	50,454	57,242
(b) Deferred tax liability	4	316	1,173
(c) Long Term provisions	5	17,724	13,450
(3) Current Liabilities			
(a) Short Term Borrowings	6	832	57,795
(b) Trade Payable	7		
- Total outstanding dues of micro enterprises and small enterprises		-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises		499	2,893
(c) Other Current Liabilities	8	11,364	6,402
(d) Short Term Provisions	9	-	3,579
Total Equity & Liabilities		168,443	194,021
B. ASSETS			
(1) Non-Current Assets			
(a) Property, Plant & Equipment and Intangible Assets	10		
(i) Property, Plant & Equipment		66,911	83,042
(ii) Intangible Assets		1,510	1,620
(b) Other Non-Current Assets	11	5,474	5,476
(2) Current Assets			
(a) Trade Receivables	12	69,165	68,234
(b) Cash and Cash Equivalents	13	15,916	20,724
(c) Short term loans and advances	14	6,175	10,961
(d) Other Current assets	15	3,292	3,964
Total Assets		168,443	194,021

See Accompanying Notes (1 to 23) forming part of the financials statements
In terms of our report attached.


FOR GNANOBA & BHAT
Chartered Accountants
Firm Regn No. 000939S

PHALGUNA B N
Partner
M.No : 226032



For and on behalf of the Board of Directors


SUDEESH YEZHUVATH
Director
DIN: 00002627


ARUN KUMAR
Director
DIN:08020921

Place: Bangalore
Date : 1st September, 2022

PELATRO SOLUTIONS PRIVATE LIMITED

Statement of Profit and Loss for the year ended on 31st March 2022

(Amount in '000s)

Sr no	Particulars	Note no	For the Year Ended 31st March, 2022	For the Year Ended 31st March, 2021
I	Revenue from operations	16	407,547	330,569
II	Other Income	17	1,254	1,237
III	III. Total Income (I +II)		408,801	331,806
IV	Expenses:			
	Employee benefit Cost	18	287,020	232,342
	Finance Cost	19	2,605	4,459
	Depreciation and amortization expenses	10	21,587	16,852
	Other Expenses	20	48,573	38,097
	Total Expenses (IV)		359,784	291,751
V	Profit Before Exceptional and Extraordinary items & Tax	(III - IV)	49,017	40,055
VI	Exceptional Items		-	-
VII	Profit Before Extraordinary Items & Tax	(V-VI)	49,017	40,055
VIII	Extraordinary Items		-	-
IX	Profit Before Tax	(VII-VIII)	49,017	40,055
X	Tax expense:			
	(a) Current tax			
	Income Tax		13,349	7,631
	Foreign Tax		1,522	865
	Less: Foreign Tax Credit		(700)	(324)
	(a) Prior Year taxes		(63)	-
	(d) Deferred tax		(857)	2,859
XI	Profit/(Loss) for the period	(IX-X)	35,766	29,025
XII	Earning per equity share: Basic & Diluted (in Rs.)		357.66	290.25
XIII	Weighted Average Number of Equity Shares		100,000	100,000

See Accompanying Notes (1 to 23) forming part of the financials statements
In terms our of report attached.

FOR GNANOBA & BHAT
Chartered Accountants
Firm Regn No. 000939S

PHALGUNA B N
Partner
M.No. 226032

Place: Bangalore
Date : 1st September, 2022



For and on behalf of the Board of Directors



SUDEESH
YEZHUVATH
Director
DIN: 00002627



ARUN KUMAR
Director
DIN:08020921

PELATRO SOLUTIONS PRIVATE LIMITED

Cash Flow Statement For The Year Ended 31st March, 2022

(Amount in '000s)

Particulars	For the year ended 31 March, 2022		For the year ended 31 March, 2021	
A. Cash flow from operating activities				
Net Profit / (Loss) before exceptional , extraordinary items and tax		49,017		40,468
<u>Adjustments for:</u>				
Depreciation and amortisation	21,587		16,852	
Finance costs	2,605		4,459	
Refund of prior period taxes	-		-	
Interest income	(314)		(1,237)	
		23,877		20,073
Operating profit / (loss) before working capital changes		72,894		60,542
<u>Changes in working capital:</u>				
<u>Adjustments for (increase) / decrease in operating assets:</u>				
Trade receivables	(931)		(59,746)	
Short-term loans and advances	4,786		(3,021)	
Other Non Current assets	2		17,182	
Other current assets	672		(1,035)	
<u>Adjustments for increase / (decrease) in operating liabilities:</u>				
Trade payables	(2,393)		123	
Other current liabilities	4,962		39,587	
Short term provisions	-		(5,006)	
Long-term provisions	4,274		3,220	
		11,371		(8,697)
		84,265		51,846
Cash flow from extraordinary items		-		-
Cash generated from operations		84,265		51,845
Net income tax (paid) / refunds		(17,685)		(9,183)
Net cash flow from / (used in) operating activities (A)		66,580		42,662
B. Cash flow from investing activities				
Capital expenditure on fixed assets, including capital advances	(5,345)		(66,743)	
Interest on Fixed Deposits	314		1,237	
Net cash flow from / (used in) investing activities (B)		(5,031)		(65,506)
C. Cash flow from Financing activities				
Finance cost	(2,605)		(4,459)	
Proceeds / (Repayment) of long term borrowings	(6,787)		(25,702)	
Proceeds / (Repayment) of short term borrowings	(56,963)		11,715	
Net cash flow from / (used in) financing activities (C)		(66,355)		(18,446)
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		(4,807)		(41,290)
Cash and cash equivalents at the beginning of the year		20,724		62,014
Cash and cash equivalents at the end of the year		15,917		20,724
Cash and Cash equivalents at the end of the year *				
* Comprises:				
(a) Cash on hand		10		23
(b) Balances with banks				
- in Current accounts		15,906		8,665
- in Deposit accounts		-		12,036
		15,916		20,724

See Accompanying Notes (1 to 23) forming part of the financials statements
In terms of our report attached.

FOR GNANOBA & BHAT
Chartered Accountants
Firm Reg No 0009395

PHALGUNA B N
Partner
M.No 226032



For and on behalf of the Board of Directors

SUDEESH YEZHUVATH
Director
DIN: 00002627

ARUN KUMAR
Director
DIN:08020921

Place: Bangalore
Date : 1st September, 2022

Pelatro Solutions Private Limited
Notes Forming Integral Part of the Balance Sheet as at 31st March, 2022

Note:- 1 (a) Share capital		(Amount in '000s)	
Particulars	As at 31st March 2022	As at 31st March 2021	
Authorized			
1,00,000 (Previous year 1,00,000) Equity shares of Rs. 10/- each with voting rights	1,000	1,000	
Total	1,000	1,000	
Issued, subscribed and fully paid-up			
1,00,000 (Previous year 1,00,000) Equity shares of Rs. 10/- each with voting rights	1,000	1,000	
Total	1,000	1,000	

1(b). Details of Shares in the Company held by each shareholder holding more than 5 percent shares specifying the number of shares held;

The Company has only one class of equity shares, having a par value of Rs.10/-. The Company is wholly owned subsidiary of M/s Pelatro PLC, UK. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to approval by the shareholders at the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive any of the remaining assets of the Company, after distribution to all other parties concerned. The distribution will be in proportion to number of equity shares held by the shareholders.

(b) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	As at 31st March 2022		As at 31st March 2021	
	No. of Shares	Amount in '000s	No. of Shares	Amount in '000s
Equity share of Rs. 10/- each				
Opening balance	100,000	1,000	100,000	1,000
Issued during the year	-	-	-	-
Closing balance	100,000	1,000	100,000	1,000

(c) Details of equity shares held by each shareholder holding more than 5% of shares:

Particulars	As at 31st March 2022		As at 31st March 2021	
	No. of Shares	Percentage	No. of Shares	Percentage
Pelatro PLC	99,990	99.99%	99,990	99.99%
Total	99,990	99.99%	99,990	99.99%

(d) Weighted average number of equity shares:

Particulars	As at 31st March 2022	As at 31st March 2022
	No. of Shares	No. of Shares
Equity share at the beginning of the year	100,000	100,000
Issued during the year	-	-
Bought back during the year	-	-
Equity share at the end of the year	100,000	100,000
Weighted average number of equity shares	100,000	100,000



Pelatro Solutions Private Limited
Notes Forming Integral Part of the Balance Sheet as at 31st March, 2022

Particulars	(Amount in '000s)	
	As at 31st March 2022	As at 31st March 2021
Note : 2 Reserve & Surplus		
Surplus/(Deficit) in Statement of Profit and Loss		
Balance at the Beginning of the year	50,488	21,463
Add : Transfer of surplus/ (Deficit) from the Statement of Profit & Loss	35,766	29,025
	86,254	50,488
Less : Appropriations	-	-
Balance at the end of the year	86,254	50,488

Particulars	(Amount in '000s)	
	As at 31st March 2022	As at 31st March 2021
Note :3 Long Term Borrowings		
<u>Secured Borrowings</u>		
Term Loan - Secured		
-> From other financial institutions	1,454	2,242
<u>Un-Secured Borrowings</u>		
-> From Director	49,000	55,000
Total	50,454	57,242

Note :3(a) - Terms of repayment & security provided in respect of the long term borrowings:
Name of the Lender : Toyota Financial Services India Private Limited
-> Term loan from the above is secured by Motor vehicles
Repayment Terms:
The above term loan is repayable in 60 equated monthly installments of INR.83,693/- each from August 2019 with Interest rate of 10.01% p.a.
Number of Installments due as on the Balance sheet date is 28. Amount of Installments due as on the balance sheet date is Rs 23,43,544/-

Particulars	(Amount in '000s)	
	As at 31st March 2022	As at 31st March 2021
Note : 4 Deferred Tax Asset/ (Liability)		
<u>Deferred Tax Liability</u>		
Provision for Depreciation	4,775	4,558
	4,775	4,558
<u>Deferred Tax Asset</u>		
Disallowances U/s 43B	4,460	3,385
	4,460	3,385
Deferred Tax Liability / (Asset) - Net	316	1,173
Amount Recognized in Financials	316	1,173

Particulars	(Amount in '000s)	
	As at 31st March 2022	As at 31st March 2021
Note : 5 Long Term Provisions		
Provision for employee benefits	17,724	13,450
Total	17,724	13,450

Particulars	(Amount in '000s)	
	As at 31st March 2022	As at 31st March 2021
Note :6 Short Term Borrowings		
Overdraft (repayable on demand) - Secured		
-From Banks (Working capital security)	-	12,047
Current maturities of Long Term Borrowings		
-From Other Financial Institutions	832	45,748
Total	832	57,795



Pelatro Solutions Private Limited
Notes Forming Integral Part of the Balance Sheet as at 31st March, 2022

Particulars	(Amount in '000s)	
	As at 31st March 2022	As at 31st March 2021
(a) Total outstanding dues of micro enterprises and small enterprises**	-	-
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	499	2,893
Total	499	2,893

Note:**In the absence of necessary information with the Company relating to information to the registration status of the suppliers under the Micro, Small & Medium Enterprises Development Act, 2006, the information status of suppliers under the said Act could not be complied and disclosed. The Company has not received information from vendors regarding their status under the Micro, Small & Medium Enterprises.

Particulars	Amount in '000s					
	Not Due	Outstanding for following periods from due date of payment				
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
A) Undisputed:						
i) MSME	-	-	-	-	-	-
ii) Others	-	499	-	-	-	499
B) Disputed						
i) MSME	-	-	-	-	-	-
ii) Others	-	-	-	-	-	-
Total	-	499	-	-	-	499

Particulars	Amount in '000s					
	Not Due	Outstanding for following periods from due date of payment				
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
A) Undisputed:						
i) MSME	-	-	-	-	-	-
ii) Others	-	2,893	-	-	-	2,893
B) Disputed						
i) MSME	-	-	-	-	-	-
ii) Others	-	-	-	-	-	-
Total	-	2,893	-	-	-	2,893



Particulars	(Amount in '000s)	
	As at 31st March 2022	As at 31st March 2021
Note : 8 Other Current Liabilities		
Other Payables		
- Statutory Dues	7,015	5,231
-Advance received from Customers-(Related party)	3,658	-
-Salary payable	191	431
-Statutory Audit fee payable	180	139
-Travel Expense (Related Party)	44	145
-Travel Expenses (Others)	120	278
-Miscellaneous	156	177
Total	11,364	6,402

Particulars	(Amount in '000s)	
	As at 31st March 2022	As at 31st March 2021
Note : 9 Short Term Provisions		
Provisions - Other :		
Provision for Tax (Net of TDS)	-	3,579
Total	-	3,579

Particulars	(Amount in '000s)	
	As at 31st March 2022	As at 31st March 2021
Note : 11 Other Non -Current Assets		
Security Deposits (Unsecured, considered good unless otherwise stated)		
Security Deposit	5,474	5,476
Total	5,474	5,476

Particulars	(Amount in '000s)	
	As at 31st March 2022	As at 31st March 2021
Note : 12 Trade Receivables		
(a) Secured , considered good	-	-
(b) Unsecured , considered good	69,165	68,234
(c) Doubtful	-	-
Total	69,165	68,234

Note 12(a): Ageing schedule for Trade Receivables

Trade Receivables Ageing as on 31-3-2022							
Particulars	Unbilled Due	< 6 months	6 months -1 year	1-2 years	2-3 years	> 3 years	Total
(i) Undisputed Trade receivables							
-Considered Good	20,861	41,191	7,113	-	-	-	69,165
-Considered Doubtful	-	-	-	-	-	-	-
(ii) Disputed Trade Receivables							
-Considered Good	-	-	-	-	-	-	-
-Considered Doubtful	-	-	-	-	-	-	-
Total	20,861	41,191	7,113	-	-	-	69,165

Trade Receivables as on 31-3-2021							
Particulars	Unbilled Due	< 6 months	6 months -1 year	1-2 years	2-3 years	> 3 years	Total
(i) Undisputed Trade receivables							
-Considered Good	-	68,234	-	-	-	-	68,234
-Considered Doubtful	-	-	-	-	-	-	-
(ii) Disputed Trade Receivables							
-Considered Good	-	-	-	-	-	-	-
-Considered Doubtful	-	-	-	-	-	-	-
Total	-	68,234	-	-	-	-	68,234



Pelatro Solutions Private Limited
Notes Forming Integral Part of the Balance Sheet as at 31st March, 2022

Particulars	(Amount in '000s)	
	As at 31st March 2022	As at 31st March 2021
Balances with Bank		
in Current Accounts	15,906	8,665
in Deposit Accounts	-	12,036
Cash in Hand	10	23
Total	15,916	20,724

Particulars	(Amount in '000s)	
	As at 31st March 2022	As at 31st March 2021
(Unsecured, considered good unless otherwise stated)		
Balance with Revenue Authorities	2,691	10,184
Advance Tax, including TDS (Net of Provisions)	3,060	251
Others Advances, considered good	425	526
Total	6,175	10,961

Particulars	(Amount in '000s)	
	As at 31st March 2022	As at 31st March 2021
Prepaid Expenses	3,292	3,964
Total	3,292	3,964



Pelatro Solutions Private Limited
Notes Forming Integral Part of the Balance Sheet as at 31st March, 2022

Note 10: Property, Plant & Equipment & Intangible Assets

The Changes in the carrying value of Property, Plant and Equipment for the year ended March 31,2022. (Amount in '000s)											
Sr no	Particulars	Gross Block				Depreciation				Net Block	
		Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	WDV as on 31.03.2022	WDV as on 31.03.2021
I	Property, Plant & Equipment										
	Computers and Peripherals	76,683	4,886	-	81,568	18,063	16,302	-	34,365	47,204	58,620
	Office Equipments	4,234	12	-	4,246	1,673	779	-	2,452	1,794	2,561
	Vehicles	22,330	-	-	22,330	7,585	2,652	-	10,236	12,093	14,745
	Electricals	2,089	-	-	2,089	384	198	-	582	1,507	1,705
	Furniture & fixtures	6,746	-	-	6,746	1,336	1,097	-	2,433	4,313	5,410
	SUB TOTAL (A)	112,082	4,897	-	116,979	29,041	21,028	-	50,068	66,911	83,041
II	Intangible assets										
	Software	3,669	448	-	4,117	2,049	559	-	2,608	1,510	1,620
	SUB TOTAL (B)	3,669	448	-	4,117	2,049	559	-	2,608	1,510	1,620
	Total [A + B] (Current Year)	115,751	5,345	-	121,096	31,089	21,587	-	52,676	68,421	84,661

The Changes in the carrying value of Property, Plant and Equipment for the year ended March 31,2021. (Amount in '000s)											
Sr no	Particulars	Gross Block				Depreciation				Net Block	
		Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	WDV as on 31.03.2021	WDV as on 31.03.2020
I	Property, Plant & Equipment										
	Computers and Peripherals	12,024	64,659	-	76,683	6,139	11,924	-	18,063	58,620	5,885
	Office Equipments	4,229	5	-	4,234	888	786	-	1,673	2,561	3,341
	Vehicles	22,330	-	-	22,330	4,933	2,652	-	7,585	14,745	17,397
	Electricals	2,089	-	-	2,089	185	198	-	384	1,705	1,904
	Furniture & fixtures	5,146	1,600	-	6,746	441	895	-	1,336	5,410	4,706
	SUB TOTAL (A)	45,818	66,265	-	112,082	12,586	16,455	-	29,041	83,042	33,232
II	Intangible assets										
	Software	3,190	479	-	3,669	1,652	397	-	2,049	1,620	1,539
	SUB TOTAL (B)	3,190	479	-	3,669	1,652	397	-	2,049	1,620	1,539
	Total [A + B]	49,008	66,743	-	115,751	14,238	16,852	-	31,089	84,662	34,770



Pelatro Solutions Private Limited
Notes Forming Integral Part of the Balance Sheet as at 31st March, 2022

Notes : 16 Revenue From Operation		(Amount in '000s)	
Particulars	For the Year Ended 31-03-2022	For the Year Ended 31-03-2021	
Sale of Service			
-Domestic	121,656	73,730	
-Exports	285,891	256,839	
Total	407,547	330,569	

Notes : 17 Other Income		(Amount in '000s)	
Particulars	For the Year Ended 31-03-2022	For the Year Ended 31-03-2021	
a) Interest Income	314	1,237	
b) Net Gain on foreign currency transaction and translation	940	-	
c) Refund of prior period Income taxes	-	-	
Total	1,254	1,237	

Notes : 18 Employee Benefits Cost		(Amount in '000s)	
Particulars	For the Year Ended 31-03-2022	For the Year Ended 31-03-2021	
a) Salaries and Wages	277,102	225,188	
b) Contribution to Provident Fund and Other Funds	8,553	6,462	
c) Staff Welfare Expenses	1,365	692	
Total	287,020	232,342	

Notes : 19 Finance Cost		(Amount in '000s)	
Particulars	For the Year Ended 31-03-2022	For the Year Ended 31-03-2021	
Interest Expense	1,488	3,715	
Other borrowing costs	1,110	153	
Interest on TDS	-	179	
Interest on shortfall of Advance Income Tax	-	413	
Interest on GST	6	-	
Total	2,605	4,459	

Notes : 20 Other Expenses		(Amount in '000s)	
Particulars	For the Year Ended 31-03-2022	For the Year Ended 31-03-2021	
Rental charges			
- Office Buildings	11,953	12,919	
- IT Server	80	-	
Power & Fuel Charges	1,093	1,017	
Repair and Maintenance - Others	865	941	
Insurance	502	498	
Rates and taxes	32	40	
Communication Cost	2,449	2,002	
Travelling Expenses	7,000	4,349	
Membership and Subscription	2,016	1,461	
Professional Fees	13,092	8,634	
Software Subscription & Maintenance Expenses	3,020	2,506	
Business Development Expenses	157	56	
Staff Training & Development Expenses	391	488	
Recruitment Cost	2,559	2,197	
Net Loss on foreign currency transaction and translation	-	155	
Miscellaneous expenses	860	835	
Penalty and Fines	2,507	-	
Total	48,573	38,097	



Pelatro Solutions Private Limited
Notes Forming Integral Part of the Balance Sheet as at 31st March, 2022

Professional Fees includes Payment to Auditors	(Amount in '000s)	
	For the Year Ended 31-03-2022	For the Year Ended 31-03-2021
Audit fees towards		
- Statutory Audit	140	100
- Tax audit	60	50
- Other Professional services	35	10

Notes : 21 - Additional disclosures to the financial statements

a) Earnings & Expenditure in Foreign Currency

Transactions denominated in Foreign Currencies are recorded using the exchange rates prevailing on the date of transaction. The difference if any, on actual payment/ realization is charged off to revenue. Amount receivable / payable as at the close of the year is accounted at the prevailing rates and the difference if any, on receipt / while making actual payment due to fluctuation in the rate of exchange is charged to revenue in that year.

Particulars	FY 2021-22	FY 2020-21
Travelling expenses- Foreign	5,365	1,935
Earnings in foreign exchange	285,891	256,839

b) Employee Benefit Plans

Provident Fund

The Company makes Provident fund contributions to defined contribution plans for qualifying employees. Under the Scheme, the company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company has recognised Rs.85,12,817/- (Previous Year -Rs.64,26,359/-) for the Provident fund contributions including administration charges in the Statement of Profit & Loss . The contributions payable to these plans by the Company are at the rates specified in the rules of the Scheme .

Gratuity

The Company has made provision towards gratuity for Rs.33,12,735/- (Previous Year-Rs.30,13,440/-) as per the demand sent by LIC.

Particulars	(Amount in '000s)	
	For the Year Ended 31-03-2022	For the Year Ended 31-03-2021
Components of employer expense		
Current Service cost	2,487	1,809
Interest cost	643	478
Expected return on plan assets	27	25
Curtailment cost/(credit)		
Settlement cost/(credit)		
Past Service Cost		
Actuarial Losses/(Gains)	-	618
Total expense recognised in the Statement of Profit & Loss	3,192	2,880
Actual Contribution and Benefits Payments for the year		
Actual benefit payments		
Actual Contributions		
Net asset/(liability) recognised in balance sheet		
Present value of Defined Benefit Obligation	12,252	9,185
Fair value of plan assets	381	275
Funded status [Surplus/(Deficit)]	(11,871)	(8,910)
Benefit Plan	-	-
Unrecognized Past Service Costs	-	-
Net asset/(liability) recognised in balance sheet	(11,871)	(8,910)



Pelatro Solutions Private Limited
Notes Forming Integral Part of the Balance Sheet as at 31st March, 2022

21. Additional disclosures as per Accounting Standards...contd.		
Particulars	For the Year Ended 31-03-2022	For the Year Ended 31-03-2021
Change in Defined Benefit Obligations during the year		
Present Value of DBO at beginning of period	9,185	6,589
Current Service cost	2,487	1,809
Interest cost	643	478
Curtailement cost/(credit)	-	-
Settlement cost/(credit)	-	-
Plan amendments	-	-
Acquisitions	-	-
Actuarial (gains)/ losses	89	618
Benefits paid	(152)	(308)
Present Value of DBO at the end of period	12,252	9,185
Change in Fair Value of Assets during the year		
Plan assets at beginning of period	275	234
Acquisition Adjustment	-	-
Actual return on plan assets	27	25
Employer's Contribution	231	325
Actual Company contributions(less risk premium, ST)	-	-
Benefits paid	(152)	(308)
Plan assets at the end of period	381	275
Actuarial Assumptions		
Discount Rate	7.00%	7.00%
Salary growth rate	7.00%	7.00%
Description of relationship		
Description of relationship		Name of the related party
Holding company		Pelatro PLC
Key management personnel		Sudeesh Yezhuvath Anuradha Arun Kumar Krishna Reddy Subash Menon
Relatives of Key management personnel		Radhika Subash Kiran Menon
Fellow Subsidiary		Pelatro PTE, Pelatro LLC



Pelatro Solutions Private Limited
Notes Forming Integral Part of the Balance Sheet as at 31st March, 2022

Details of Transactions	(Amount in '000s)	
	For the Year Ended 31-03-2022	For the Year Ended 31-03-2021
Enterprises and their relatives exercise significant influence		
<i>Expenses incurred on behalf by the company</i>		
a) Amount Incurred on Behalf of Pelatro PLC	1,477	1,350
b) Amount Incurred on Behalf of Pelatro LLC	67	58
c) Amount Incurred on Behalf of Pelatro PTE LTD	15	-
Key Management Personnel(KMP) & Relative of KMP		
Remuneration paid during the year		
- Sudeesh Yezhuvath	14,424	9,940
- Anuradha	5,520	5,520
- Arun Kumar	13,503	12,725
- Subash Menon	14,424	9,940
Reimbursements during the year		
- Sudeesh Yezhuvath	349	566
- Anuradha	-	23
- Arun Kumar	205	21
- Subash Menon	2,409	1,094
Unsecured loan taken during the year		
- Sudeesh Yezhuvath	2,500	850
Repayments made during the year		
- Sudeesh Yezhuvath	8,500	4,475
Fellow subsidiary		
Pelatro PTE		
Sale of Software services during the year	261,784	242,702
Balances at the end		(DR)/CR
Particulars	As at 31-03-2022	As at 31-03-2021
Unsecured loan		
- Sudeesh Yezhuvath	49,000	55,000
Pelatro PLC	-	(96)
Pelatro LLC	-	-
Pelatro PTE	3,658	(17,865)

c) Details of Leasing Arrangements		
Particulars	(DR)/CR	
	As at 31-03-2022	As at 31-03-2021
Future Minimum lease Payments;		
- Not later than one year	14,123	10,808
- Later than one year and not later than 5 years	1,970	1,841
- Later than five years	-	-

22. Details of loans granted to Promoters, Directors, KMPs and the related parties	
a. Loans repayable on demand	Nil
b. Loans without specifying any terms or period of repayment	Nil

Notes 23:- Previous year's figures have been reclassified and regrouped wherever necessary to confirm to the current year's figures.



Pelatro Solutions Private Limited
Notes forming part of the financial statements for the year ended March 31, 2022

24 Ratios for the years ended March 31, 2022 and March 31, 2021

Sl. No	Particulars	Numerator	Denominator	As at March 31		Variance (in %)	Reason if Variance >25%
				2022	2021		
1	Current Ratio	Current Assets	Current Liabilities	6.63	6.46	2.61	N.A
2	Debt Equity Ratio	Outside Liabilities	Shareholder's Equity	0.59	2.23	-73.69	All secured loans except Toyota Finance, were closed during FY 21-22
3	Debt Service Coverage Ratio	Earnings available for Debt service	Interest + Installments	0.56	0.73	-23.41	N.A
4	Return on Equity	PAT Less Preference Dividend	Shareholder's Equity	0.52	0.78	-34.32	PAT for the year has gone up by 23.2% in response to growth in Revenue of 23%
5	Trade Receivables Turnover	Net Credit Sales	Average Accounts Receivable	5.93	8.62	-31.16	There has been an increase in the average accounts receivable, mainly due to delay of payment from Genexx Pvt Ltd., Nepal, owing to some internal regulations in the country.
6	Trade Payables Turnover Ratio	Net Credit Purchases	Average Trade Payables	28.62	13.44	112.93	Payables were high as on 31.3.2021 due to few outstanding invoices relating Capex purchases in March-21. There is no similar outstanding as at 31.03.2022
7	Net capital turnover ratio	Net Sales	Working Capital	6.10	4.70	29.78	This is due to a combination of increase in turnover, increase in average TR outstanding and reduction in Trade payables
8	Net Profit Ratio	Net Profit	Net Sales	0.09	0.09	-0.05	N.A
9	Return on capital employed	Profit before taxes + Exceptional	Capital employed	0.37	0.40	-8.89	N.A



NOTE 25 - ADDITIONAL DISCLOSURES AS PER ACCOUNTING STANDARDS

BUSINESS

Pelatro Solutions Pvt. Ltd. is headquartered in the Bangalore with its development centre in Bangalore, India itself. The company was founded in March 2013 with a vision to create world leading software solutions for various aspects of Precision Marketing.

A. SIGNIFICANT ACCOUNTING POLICIES:

1. METHOD OF ACCOUNTING:

The accounts have been prepared under the historical cost convention and on the basis of the going concern, with revenues recognized and expenses accounted on their accrual, including provisions / adjustments for committed obligations and amounts determined as payable or receivable during the year.

The preparation of financial statements in conformity with Generally Accepted Accounting Practices requires that the management makes estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of financial statements, and the reported amounts of revenue and expenses during the reported year. Actual results could differ from those estimates.

The Financial statements are in conformity with the Generally Accepted Accounting Principles (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013.

2. CASH FLOW STATEMENTS

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities are segregated based on the available information.

3. FIXED ASSETS:

Fixed Assets are stated at cost, less accumulated depreciation and impairment loss, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use and written off over the remaining estimated useful life of the parent assets.

4. DEPRECIATION:

Depreciation on fixed assets is provided in the accounts under the straight-line method as per the Management's assessment of useful life which aligns with the useful life provided as per the notifications of Schedule II of the Companies Act, 2013.

However, for Servers & Networks installed in Maharashtra, the useful life is considered as 5 years since the duration of the project for which the asset was purchased is 5 years and extension of the project is currently undeterminable. Likewise, the life considered for the Furniture used in Unilet building is 3 years as the intention to occupy the space is till the end of calendar year 2022.

Depreciation is provided on pro-rata basis on assets put to use during the year. Leasehold Improvements are written off over the lower of the primary period of the lease or the useful life of the asset. The management estimates the useful life of fixed assets as follows:

Sl	Asset	Estimated useful life
1	Computers and Accessories	3 years
2	Servers and Networks	5 to 6 years
3	Software	9 years
4	Furniture & Fixtures	3 to 10 years
5	Electricals	10 years
6	Office Equipment	5 years
7	Website Development expenses	3 years
8	Motor Vehicles	8 years

5. **TAXES ON INCOME:**

The current charge for income tax is calculated in accordance with the relevant tax regulations applicable to the Company.

Minimum alternate tax paid in accordance with the tax laws, which gives future economic benefits in the nature of adjustments to the future income tax liability is considered an asset if there is convincing evidence that the Company will pay normal tax in future.

Deferred tax assets and liabilities are recognized for future tax consequences attributable to the timing differences that result between the profit offered for income tax and the profit as per financial statements. Deferred tax assets and liabilities are measured as per the tax rates / laws that have been enacted or substantively enacted by the Balance Sheet Date.

6. **REVENUE RECOGNITION**

The Company recognizes revenue as per the service agreement entered into with the customer(s).

7. **FOREIGN CURRENCY TRANSACTIONS:**

Transactions denominated in Foreign Currencies are recorded using the exchange rates prevailing on the date of transaction. The difference if any, on actual payment/ realization is charged off to revenue. Amount receivable / payable as at the close of the year is accounted at the prevailing rates and the difference if any, on receipt / while making actual payment due to fluctuation in the rate of exchange is charged to revenue in that year.

8. **IMPAIRMENT OF ASSETS:**

An asset is treated as impaired when the current carrying cost of the same exceeds its recoverable value. An impairment loss is charged to the Profit & Loss account in the year in which an asset is identified as impaired. The impairment loss recognized in the prior accounting periods is reversed if there is any change in the estimate of recoverable amount. The recoverable amount is the greater of the net selling price or the value in use.

9. **LEASES:**

Leases executed have been classified and accounted as per requirements in 'Accounting Standard 19 - Leases'.

10. **PROVISIONS & CONTINGENT LIABILITIES:**

A provision is recognized when the enterprise has a present obligation as a result of past event(s) which may result in a probable outflow of resources to settle the obligation and in respect of which a reasonable estimate can be made. Provisions are not discounted to their present value and are determined on the basis of the best estimate of the resources required to settle the obligation at the balance sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

Contingent liability is disclosed when there is a possible / present obligation arising out of past events, but probably will not require an outflow of resources embodying economic benefits. When there is a possible / present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

11. EMPLOYEE BENEFITS:

(a) **Defined Contribution Plans**

Under the Provident Fund plan, the company contributes to a government administered provident fund on behalf of its employees and has no further obligation beyond making its contribution.

The Company makes contributions to state plans namely Employee's state insurance Fund and Employee's pension scheme 1995 and has no further obligation beyond making the payment to them. The Company's contributions to the above funds are charged to revenue every year.

(b) **Defined Benefit Plan**

The company has a Defined Benefit plan namely Gratuity for all its employees. The Liability for the defined benefit plan of gratuity is determined on the basis of an actuarial valuation at the year end. The company has taken a group gratuity policy with Life Insurance Corporation Limited and is funded. Actuarial gains and losses comprise experience adjustments and the effects of changes in actuarial assumptions and are recognized immediately in the Profit and Loss Account as income or expense.

12. EARNINGS PER SHARE

Earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the profit / (loss) after tax (including the post-tax effect of extraordinary items, if any) as adjusted for dividend, interest and other charges to expense or income relating to dilutive potential equity shares, by the weighted average number of equity shares considered for deriving the basic earnings per share and also the weighted average number of equity shares which could have been issued on the conversion of all dilutive potential equity shares. Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease the net profit per share and are deemed to be converted at the beginning of the period, unless they have been issued at a later date.

FOR AND ON BEHALF OF THE BOARD



SUDEESH YEZHUVATH

Director

DIN: 00002627



ARUN KUMAR

Director

DIN:08020921

Place : Bangalore

Date : 1st September, 2022