

Ref: SA/A/19R

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF
Indus Net Techshu Digital Pvt. Ltd.**

Report on the Audit of the Financial Statements

Qualified Opinion

1. We have audited the accompanying financial statements of **Indus Net Techshu Digital Pvt. Ltd.** ("the Company"), which comprise the Balance Sheet as at 31st March 2022, Statement of Profit and Loss and Statement of Cash Flows for the year then ended and notes to the financial statements including a summary of 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, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its Profit and its cash flows for the year ended on that date.

Basis for Qualified Opinion

2. The Company's liability towards Gratuity and Leave Encashment has not been actuarially evaluated in keeping with the procedures prescribed by Accounting Standard (AS) 15 "Employee Benefits" and the impact of such departure on the Company's profit for the year and the year-end shareholder's fund are not ascertainable.
3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of this 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 Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

4. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the management report but does not include the financial statements and our auditor's report thereon. The aforesaid documents are expected to be made available to us after the date of this auditor's report.



5. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
6. In connection with our audit of the financial statements, our responsibility is to read the other information when it becomes available 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.
7. When we read the aforesaid documents if we conclude that there is a material misstatement therein, we are required to communicate the matters to those charged with governance

Responsibility of Management for Financial Statements

8. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.
9. In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
10. 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

11. 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.
12. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - Identify and assess the risks of material misstatement of the 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.

- Obtained 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 whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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.
13. Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

Report on Other Legal and Regulatory Requirements

14. The Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (1) of section 143 of the Act is not applicable.
15. As required by Section 143 (3) of the Act, we report that:
- (a) We have sought and except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph above, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) Except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, 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 and Loss and the Cash Flow Statement dealt with by this report are in agreement with the books of account.



- (d) Except for the effects of the matter described in the Basis for Qualified Opinion paragraph above, 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) The qualification relating to the maintenance of accounts and other matters connected therewith are as stated in the Basis for Qualified Opinion Paragraph above.
- (f) 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;
- (g) The matter described in the Basis for Qualified Opinion paragraph above, in our opinion, may have an adverse effect on the functioning of the Company.
- (h) This report does not include Report on the internal financial controls under clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (the 'Report on internal financial controls'), since in our opinion and according to the information and explanation given to us, the said report on internal financial controls is not applicable to the Company on basis of the exemption available to the Company under MCA notification no. G.S.R. 583(E) dated June 13, 2017, read with corrigendum dated July 13, 2017 on reporting on internal financial controls over financial reporting.
- (i) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:
The Company is a private company and hence the provisions of section 197 of the Companies Act, 2013 do not apply to the company.
- (j) 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:
- a. The Company does not have any pending litigations which would impact its financial position;
 - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - d. (i) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) 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 person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, 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;



(ii) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, 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;

(iii) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (i) and (ii) above, contain any material misstatement.

- e. The Company has neither proposed any dividend in the Previous year or in the current year nor paid any interim dividend during the year.

For L. B. Jha & Co.
Chartered Accountants
Firm Registration No : 301088E



(S. Tibrewal)

Partner

Membership No: 300388
UDIN: 22300388AQKLSG5097



Place : Kolkata
Date : 18.07.2022

Indus Net Techshu Digital Pvt. Ltd.

15C, Dr. Rajendra Prasad Sarani, 1st Floor

Kolkata - 700001

West Bengal

Balance Sheet as at 31st March, 2022

Particulars	Note No.	As at	As at
		31.03.2022	31.03.2021
		Amount (INR in 000)	Amount (INR in 000)
EQUITY AND LIABILITIES			
(1) Shareholders' Fund			
(a) Share Capital	2	100.00	100.00
(b) Reserves and Surplus	3	38,118.49	19,040.65
Total equity		38,218.49	19,140.65
(2) Non-Current Liabilities			
(a) Long Term Borrowings	4	2,195.52	2,195.52
Total Non Current Liabilities		2,195.52	2,195.52
(3) Current Liabilities			
(a) Trade Payables	6		
(i) total outstanding dues of micro enterprises and small enterprises		-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		7,354.32	2,309.80
(b) Other Current Liabilities	7	3,928.94	4,452.13
(c) Short Term Provisions	8	8,563.79	2,160.50
Total Current Liabilities		19,847.06	8,922.42
Total of Equity and Liabilities		60,261.06	30,258.59
ASSETS			
(1) Non-Current Assets			
(a) Property, Plant & Equipment & intangible assets	9	1,055.53	378.59
(b) Non Current Investments	10	2,000.00	-
(c) Long term loans and advances	11	2,000.00	2,000.00
Total Non Current Assets		5,055.53	2,378.59
(2) Current Assets			
(a) Deferred Tax Assets	5	37.34	51.11
(b) Trade Receivables	12	13,048.93	8,982.36
(c) Cash and Cash Equivalents	13	23,402.62	11,762.00
(d) Short Term Loans & Advances	14	11,334.92	4,086.89
(e) Other Current Assets	15	7,381.73	2,997.64
Total Current Assets		55,205.54	27,880.01
Total of Assets		60,261.06	30,258.59

Significant Accounting Policies

The Notes are an integral part of the Financial Statements

As per our report of even date annexed

For L.B.Jha & Co.
Chartered Accountants
Firm Registration No.301088E

(S Tibrewal)

Partner

Membership no.: 300388



For and on behalf of the board of directors of
Indusnet Techshu Digital Private Limited

INDUSNET TECHSHU DIGITAL PVT. LTD.

[Managing Director]

Director

DIN :01196359

INDUSNET TECHSHU DIGITAL PVT. LTD.

[Director]

Director

DIN : 05013612

Place: Kolkata
Date: 18.07.2022

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

Particulars	Note No.	For the year ended 31.03.2022	For the year ended 31.03.2021
		Amount (INR in 000)	Amount (INR in 000)
I. Revenue			
Revenue from operations	16	92,316.73	42,786.77
Other Income	17	916.33	522.31
Total Revenue		93,233.06	43,309.08
II. Expenses			
Employee benefit expenses	18	52,979.70	30,185.25
Depreciation and amortization expenses	9	461.17	257.63
Other expenses	19	14,297.28	4,374.73
Total Expenses		67,738.16	34,817.60
III. Profit before tax (I - II)		25,494.90	8,491.47
IV. Tax expense:			
(1) Current tax		6,403.29	2,160.50
(2) Deferred tax		13.77	(43.68)
(3) Income tax for earlier years		-	1,212.59
V. Profit/(Loss) for the period		19,077.83	5,162.06
VI. Earning per equity share:			
Basic/ diluted		19.08	5.16

Significant Accounting Policies 1
The Notes are an integral part of the Financial Statements

As per our report of even date annexed

For L.B.Jha & Co.
Chartered Accountants
Firm Registration No.301088E



(S Tibrewal)
Partner

Membership no.: 300388



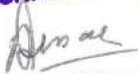
For and on behalf of the board of directors of
Indusnet Techshu Digital Private Limited

INDUSNET TECHSHU DIGITAL PVT. LTD.



[Managing Director] **Director**
DIN : 01196359

INDUSNET TECHSHU DIGITAL PVT. LTD.



[Director] **Director**
DIN : 05013612

Place: Kolkata
Date: 18.07.2022

Particulars	As at 31.03.2022		As at 31.03.2021	
	Amount (INR in 000)		Amount (INR in 000)	
2 Share Capital				
2.1 Authorised Share Capital				
10,000 Equity shares at par value of Rs.100 each		1,000		1,000
		<u>1,000</u>		<u>1,000</u>
Issued Subscribed & Paid up Share Capital				
1,000 Equity Shares at par value of Rs.100 each		100		100
		<u>100</u>		<u>100</u>
2.2 Reconciliation of the number of Equity Shares and amount outstanding:				
Particulars	2021-22		2020-21	
	No. of Shares	Amount	No. of Shares	Amount
No. of shares outstanding at the beginning of the year	1	100	1	100
Add/(Less) : Shares issued / bought back during the year	-	-	-	-
No. of shares outstanding at the end of the year	1	100	1	100
2.3 Details of Shareholders holding more than 5% of Equity Shares:				
Particulars	2021-22		2020-21	
	No. of Shares	% shareholding	No. of Shares	% shareholding
Indus Net technology Pvt. Ltd.	1	99.90%	1	99.90%
2.4 Rights, preferences and restrictions attached to shares				
The company has one class of equity shares having a par value of Rs.100/-per share. Each shareholder is eligible for one vote per share held.				
In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. However, no such preferential amounts exist currently. The distribution will be in proportion to the number of equity shares held by the shareholders.				
2.5 The details of promoters shareholding				
Particulars	Current Year		% Change during the year	
	No. of Shares	% shareholding		
Indus Net technology Pvt. Ltd.	1	99.90%		-
Raghunath Prasad Rungta	0	0.10%		-
3 Reserves & Surplus				
Surplus/ Profit & Loss Account				
Opening balance		19,040.65		13,878.59
Add/Less: Transfer from P&L a/c		19,077.83		5,162.06
Closing balance		<u>38,118.49</u>		<u>19,040.65</u>
4 Long- Term Borrowings				
Unsecured, considered good:				
from related parties		2,195.52		2,195.52
from others		-		-
		<u>2,195.52</u>		<u>2,195.52</u>
5 Deferred Tax (Assets)/ Liabilities				
Opening Balance		51.11		7.44
Add / Less : Adjustment during the year		(13.77)		43.68
		<u>37.34</u>		<u>51.11</u>
6 Trade Payables				
Dues of Micro Enterprise and Small Enterprises				
Dues of Creditors other than Micro Enterprise and Small Enterprises		7,354.32		2,309.80
		<u>7,354.32</u>		<u>2,309.80</u>
Ageing schedule for Trade payables due for payment				
MSME	Less than 1 year	1-2 years	2-3 years	More than 3 years
CY	0			
PY	0			



INDUSNET TECHSHU DIGITAL PVT. LTD.

AR *[Signature]*

Director

INDUSNET TECHSHU DIGITAL PVT. LTD.

[Signature]

Director

Others					
	7,354	7,354			
	2,310	2,310			
Disputed dues					
CY	0				
PY	0				
Disputed dues-MSME					
CY	0				
PY	0				
Grand total(Current Year)		7,354	-	-	-
Grand total(Prev Year)		2,310	-	-	-

Unbilled Dues-
Trade payables are considered due for payment from the date of transactions

7 Other Current Liabilities				
Liabilities for Expenses		55.00		172.57
Advance taken from customers		181.55		57.53
Statutory Liability		3,606.81		1,956.48
Other liabilities		85.58		2,265.55
		<u>3,928.94</u>		<u>4,452.13</u>
8 Short Term Provisions				
Provision for Tax		8,563.79		2,160.50
		<u>8,563.79</u>		<u>2,160.50</u>
10 Non Current-Investments				
Investment in Mutual funds		2,000.00		-
		<u>2,000.00</u>		<u>-</u>
11 Long Term Loans and Advances				
Advances to Techshu Consultant Pvt.Ltd.		2,000.00		2,000.00
		<u>2,000.00</u>		<u>2,000.00</u>
12 Trade Receivables				
Sundry Debtors (Unsecured)				
Exceeding six months- Considered Good				
Other Debts- Considered Good		13,048.93		8,982.36
		<u>13,048.93</u>		<u>8,982.36</u>

Ageing schedule for Trade receivables due for payment

	Outstanding for following periods from due date of payment	Undisputed Trade receivables – considered good	Undisputed Trade receivables – considered Doubful	Disputed Trade receivables – considered good	Disputed Trade receivables – considered Doubtful
CY	Less than 6 months	13,048.93			
PY		8,982.36			
CY	6 months- 1 Year				
PY					
CY	1-2 years				
PY					
CY	2-3 years				
PY					
CY	More than 3 years				
PY					
	Grand total(Current Year)	13,048.93	-	-	-
	Grand total(Prev Year)	8,982.36	-	-	-

Unbilled Dues-nil

Trade receivables are considered due for payment from the date of transactions

13 Cash & Cash Equivalents

Cash & Bank balances	4.52	4.52
Cash on hand		



INDUSNET TECHSHU DIGITAL PVT. LTD.

[Signature]
Director

INDUSNET TECHSHU DIGITAL PVT. LTD.

[Signature]
Director

Balances with Bank	1,574.88	3,234.26
Other Bank Balances		-
- Fixed Deposits	21,823.22	8,523.22
	23,402.62	11,762.00
14 Short Term Loans & Advances		
Advances to Directors	-	-
Advance given to creditors	-	2,511.89
Balance with Govt. Departments	9,313.85	1,575.00
Staff Advances	2,021.07	
	11,334.92	4,086.89
15 Other Current Assets		
Accrued Interest on FD	1,300.46	482.44
Advance Tax	2,755.00	150.00
Prepaid Broad Band Service	-	-
Prepaid Insurance	763.00	307.61
Others	2,563.27	2,057.59
	7,381.73	2,997.64

AK **INDUSNET TECHSHU DIGITAL PVT. LTD.**
[Signature]
 Director

INDUSNET TECHSHU DIGITAL PVT. LTD.
[Signature]
 Director



Particulars	As at 31.03.2022	As at 31.03.2021
	Amount (INR in 000)	Amount (INR in 000)
Revenue from Operations		
Sale of Services		
Foreign Sales	5,884.98	4,775.87
Domestic Sales	86,431.75	38,010.90
	92,316.73	42,786.77
17 Other Income		
Interest on Fixed Deposits	908.91	166.74
Profit / (Loss) From Mutual Fund	-	57.59
Misc. Income	7.41	116.59
Dividend from Mutual funds	-	68.08
Interest on Refund of Income Tax	-	113.32
	916.33	522.31
18 Employees Benefit Expenses		
Salaries, Wages and Incentives	51,842.62	29,384.29
Contribution to Statutory Funds	1,105.76	797.59
Staff Welfare	31.33	3.37
	52,979.70	30,185.25
19 Other Expenses		
Power, Fuel and Electricity	28.47	70.18
Bad Debt	74.70	-
Rent	-	-
Rates and Taxes	2.50	2.50
Website and Connectivity Charges	146.85	165.64
Web Development Expenses	11,006.31	1,965.29
Filing fees	-	5.00
Printing & Stationary	4.13	-
Bank Charges	57.54	120.99
Maintenance Expenses	1,350.00	1,350.00
Outsourcing Charges	785.96	62.99
Payments to the Auditor		
As Auditor		
Audit Fees	45.00	35.00
Tax Audit Fees	15.00	15.00
Interest on P tax	0.35	1.17
Interest on TDS	-	2.23
Interest on late payment of GST	10.52	15.01
Travelling and Conveyance	120.90	48.03
Consultancy Charges	26.50	19.50
Foreign Exchange Fluctuation	163.63	109.05
Other Miscellaneous Expenses	458.92	52.70
Insurance	-	334.45
	14,297.28	4,374.73

INDUSNET TECHSHU DIGITAL PVT. LTD.



Director

INDUSNET TECHSHU DIGITAL PVT. LTD.

Director

Description of Assets	Rate of Depreciation	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		As at 01.04.2021	Addition during the year	Deduction / Adjustment	As on 31.03.2022	Upto 01.04.2021	For the year	Deduction / Adjustment	As at 31.03.2022	As at 31.03.2022	As at 31.03.2021
Office Equipment	63.16%	45.91	-	-	45.91	31.42	6.57	-	37.99	7.92	14.49
Computer	63.16%	2,302.04	1,138.11	-	3,440.15	1,964.38	439.28	-	2,403.65	1,036.49	337.66
Network & Servers	39.30%	92.31	-	-	92.31	80.15	5.81	-	85.96	6.35	12.15
Intangible assets	45.07%	55.00	-	-	55.00	40.71	9.52	-	50.23	4.77	14.29
Total		2,495.25	1,138.11	-	3,633.37	2,116.66	461.17	-	2,577.84	1,055.53	378.59



INDUSNET TECHSHU DIGITAL PVT. LTD.

Director

INDUSNET TECHSHU DIGITAL PVT. LTD.

Director

Indus Net Techshu Digital Pvt. Ltd.
15C, Dr. Rajendra Prasad Sarani, 1st Floor
Kolkata - 700001
West Bengal

Cash Flow Statement for the year ended 31st March, 2022

Particulars	Note	As at	As at
		31.03.2022	31.03.2021
		Amount (INR in 000)	Amount (INR in 000)
Cash Flow From Operating Activities			
Profit before tax		25,494.90	8,491.47
Add-			
Depreciation and Amortization		461.17	257.63
Cash Flow before changes in working capital		25,956.07	8,749.10
Increase in Trade payable		5,044.53	830.55
Changes in other current liabilities		(523.18)	(3,022.86)
Changes in Trade Receivable		(4,066.57)	(3,616.10)
Increase in Short Term Advances		(7,248.03)	3,462.09
Increase in Other Current Assets		(4,384.09)	(3,324.48)
		14,778.73	3,078.31
Tax paid in the year		-	-
Net Cash from Operating Activities		14,778.73	3,078.31
Cash Flow From Investing Activities			
Purchase of Fixed Assets		(1,138.11)	(231.03)
Changes in Investments		(2,000.00)	2,000.00
Net Cash used in Investing Activities		(3,138.11)	1,768.97
Cash Flow From Financing Activities			
Long Term Loan Taken		-	-
Long Term Loan Repaid		-	-
Net Cash used in Financing Activities		-	-
Net Increase/(Decrease) in Cash & Cash Equivalents during the year		11,640.61	4,847.28
Add- Opening Cash and Cash Equivalents		11,763.00	6,915.73
Closing Cash and Cash Equivalents		23,402.62	11,763.00

For L.B.Jha & Co.
Chartered Accountants
Firm Registration No.301088E

S. Tibrewal

(S Tibrewal)
Partner

Membership no.: 300388

Place: Kolkata
Date: 18.07.2022



For and on behalf of the board of directors of
Indusnet Techshu Digital Private Limited

INDUSNET TECHSHU DIGITAL PVT. LTD.

[Signature]

[Managing Director] **Director**
DIN : 01196359

Difference

INDUSNET TECHSHU DIGITAL PVT. LTD.

[Signature]

[Director]
DIN : 05013612

INDUS NET TECHSHU DIGITAL PVT. LTD.

SIGNIFICANT ACCOUNTING POLICIES & NOTES ON ACCOUNTS

NOTE 1

SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Accounting and use of estimates

These financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention. GAAP comprises mandatory accounting standards as prescribed under section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Account) Rule, 2014 and the provisions of the Act (to the extent notified). The Company follows accrual method of accounting unless otherwise specifically stated.

b) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported accounts of assets and liabilities and disclosures of contingent liability at the date of the financial statements and results of operations during the reporting year end. Although these estimates are based upon management's best knowledge of current events and actions achieved results could differ from the estimates. Any revision to accounting estimates is recognized prospectively in future period.

c) Revenue Recognition

Revenue from IT enabled services and investment activities are recognised on accrual basis. Income on interest bearing fixed deposits are recognised on a time proportion basis taking into account the amount outstanding and rate applicable.

d) Property, Plant and Equipment

Property, Plant and Equipment are stated at cost net of indirect taxes less accumulated depreciation and impairment loss, if any. All costs (including financing costs on qualifying assets) up to the date of commissioning and attributable to the assets are capitalized.

Depreciation on fixed assets is provided under Useful Life method at rates and in the manner prescribed in Schedule II of the Companies Act, 2013 Depreciation is provided on WDV method. Any change in historical cost of assets due to increase / decrease in long term liability on account of price adjustment, change in duty, exchange fluctuation is adjusted prospectively over the remaining useful life of the assets.

Subsequent expenditures related to an item of fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance.

e) Intangible Assets:

Intangible assets are measured at cost as at the date of acquisition, as applicable, less accumulated amortization and accumulated impairment, if any.

Intangible assets consist of acquired contract rights, rights under licensing agreement and software licenses and customer-related intangibles.

f) Employee Benefits

- Gratuity Liability is not ascertained and accounted for on cash basis.

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- Retirement benefits in the form of Provident Fund and Family Pension Fund are charged to the Statement of Profit and Loss of the year when the contributions to the respective funds are due.

- The company does not provide any leave encashment benefits.

g) Provision and Contingent Liabilities

Provisions: Provisions are recognized when there is a present obligation as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation.

Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date and are not discounted to its present value.

h) Taxes on Income

a) Current Tax is determined in respect of taxable income for the period based on applicable tax rates and laws.

b) Deferred tax is recognized, subject to consideration of prudence, on timing difference being the difference between taxable income and accounting income that originates in one period and are capable of reversal in one or more subsequent periods and is measured using Tax rates and Laws enacted or substantively enacted by the Balance Sheet date. Deferred tax assets are reviewed at each Balance Sheet date to reassess realisability thereof.

i) Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after deducting preference dividends and any attributable tax thereto for the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, which have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

j) Cash & Cash Equivalents:

Cash and cash equivalents include cash in hand, demand deposits with banks, there short-term highly liquid investments with original maturities of three months or less.

k) Foreign Currency Transactions:

Transaction denominated in foreign currencies normally recorded at exchange rate prevailing at the time of transaction. Monetary items denominated in foreign currencies at the year end and not covered by forward exchange contracts translated at the yearend rates and those covered by foreign contracts translated at the rate at the date of transaction as increased or decreased by the proportionate difference between the forward rate and exchange rate on the date of transaction. Such difference having been recognised over the life of the contracts. Any Income or expenses on account of exchange difference either on settlement or on transaction recognised in the Statement of Profit and Loss.



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1) **Related Party Disclosures**

In addition, to the related party information disclosed elsewhere in the financial statements, wherever the Company has entered into any significant transactions with related parties during the financial year, it is separately disclosed in the notes to financial statements

20. The disclosure under Micro, Small and Medium Enterprises Development Act 2006, has been given to the extent of available information with the company.

21. The components of deferred tax assets/(liabilities) are as follows:

	<u>Balance as on</u> <u>01.04.2021</u> <u>(Amt in 000)</u>	<u>(Charge)/ Credit</u> <u>during the</u> <u>year(Amt in 000)</u>	<u>Balance as at</u> <u>31.03.2022</u> <u>(Amt in 000)</u>
Tax impact of Differential WDV of fixed Assets and provisions	51.11	(13.77)	37.34

22. Earnings per Share (EPS)

	<u>2021-22</u> <u>(Amt in 000)</u>	<u>2020-21</u> <u>(Amt in 000)</u>
(a) Net profit available for equity shareholder	19,077.83	5,162.06
(b) Weighted average number of equity shares	10000	10,000
(c) Basic Earnings per share	19.08	5.16

23. Related Party Disclosures –

- Name of the related party and relationship

Name of the related party	Relationship
Indus Net Technologies Pvt. Ltd	Director having significant influence
Mr. Abhishek Rungta	Director
Mr. Aji Issac Mathew	Director

- Transactions made during the year with related party:-

Particulars	2021-22 (Amt in 000)	2020-21 (Amt in 000)
Entries where the key Management personnel and their relatives have substantial interest	-	-
Loan taken/(loan repaid)	-	-
Remuneration paid to Key Managerial Personnel	6,355.58	2,357.50
Year End Balance	Nil	Nil

24. In the opinion of the management, the Company does not have any fixed assets, which may be considered as a Cash Generating Unit, and on which there has been impairment resulting in inability to



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generate adequate economic returns over their useful lives and hence no provision for impairment is necessary.

25. Details of Short Term Loan given to others then subsidiary & associates outstanding during the year (Section 186)– Nil

26. Income and Expenditure in foreign currency-

Particulars	Revenue in Nature (INR in 000)		Capital in Nature (INR in 000)	
	CY	PY	CY	PY
Income in Foreign Currency	5,884.98	4,775.87	Nil	Nil
Expenses in Foreign Currency	1,754.50	1,036.70	Nil	Nil

27. Ration Analysis

Ratios	Numerator Item	Denominator Item	Ratio-Current Year(2021-2022)	Ratio-Previous Year(2020-2021)	%age change in the ratio	Reasons
Current Ratio,	Current Assets	Current Liabilities	2.78	3.12	-10.98	
Debt-Equity Ratio,	Total debt	Equity	0.06	0.11	-49.92	Change in equity due to increase in profit
Debt Service Coverage Ratio,	Profit before Interest, Depreciation, Tax and Exceptional Items	Interest + Short Term Debt	NA	NA	NA	NA
Return on Equity Ratio(%age)	Profit after tax	Equity	0.50	0.27	85.09	Due to increase in Profit
Trade Receivables turnover ratio,	Revenue from Operation + Other Operation Income	(Op trade receivable + CI trade receivable)/2	8.38	5.96	40.52	Due to increase in Profit
Net capital turnover ratio,	Revenue From Operation + Other Operating Income	Networth	2.42	2.24	8.06	



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Net profit ratio (%age)	Net Profit After Tax before Exceptional Items	Total Income	0.20	0.12	71.68	Due to increase in revenue
Return on Capital employed (%age)	Profit before Interest, tax	Share capital+reserve +long term borrowing	0.63	0.40	58.51	Due to increase in revenue

28.Previous Year's figures have been re-grouped/ re-arranged wherever necessary.

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Director

