

Ref: SA/I/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 2021, 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.

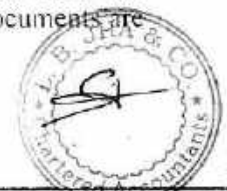
In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") 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, 2021, 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, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) 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, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 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:
- The Company does not have any pending litigations which would impact its financial position;
 - The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

Place : Kolkata
Date : 8th October 2021

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

S. Tibrewal

(S. Tibrewal)
Partner

Membership No: 300388
UDIN:21300388AAAADV2689



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

Balance Sheet as at 31st March, 2021

Particulars		Note No.	As at	As at
			31.03.2021	31.03.2020
			Amount (INR)	Amount (INR)
I.	EQUITY AND LIABILITIES			
	(1) Shareholders' Fund			
	(a) Share Capital	2	100,000	100,000
	(b) Reserves and Surplus	3	19,040,655	13,878,592
	(2) Non-Current Liabilities			
	(a) Long Term Borrowings	4	2,195,517	2,195,517
	(b) Deferred Tax Liabilities	5		-
	(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		2,309,797	1,479,249
	(b) Other Current Liabilities	7	4,452,126	4,785,262
	(c) Short Term Provisions	8	2,160,500	2,689,719
	Total of Equity and Liabilities		30,258,594	25,128,339
II.	ASSETS			
	(1) Non-Current Assets			
	(a) Property, plant and equipment	9	378,587	405,184
	(b) Non Current Investments	10	-	2,000,000
	(c) Long term loans and advances	11	2,000,000	2,000,000
	(2) Current Assets			
	(a) Deferred Tax Assets	5	51,113	7,435
	(b) Trade Receivables	12	8,982,354	5,366,262
	(c) Cash and Cash Equivalents	13	11,762,002	6,915,725
	(d) Short Term Loans & Advances	14	4,086,888	7,547,977
	(e) Other Current Assets	15	2,997,641	885,756
	Total of Assets		30,258,594	25,128,339

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

Place: Kolkata
Date: 08/10/2021

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

INDUSNET TECHSHU DIGITAL PVT. LTD.

[Signature]

[Director] Director

DIN : 05013612

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

Statement of Profit and Loss for the year ended 31st March, 2021

Particulars	Note No.	For the year ended	For the year ended
		31.03.2021	31.03.2020
		Amount (INR)	Amount (INR)
I. Revenue			
Revenue from operations	16	42,786,767	45,679,645
Other Income	17	522,311	772,304
Total Revenue		43,309,079	46,451,949
II. Expenses			
Employee benefit expenses	18	30,185,249	32,833,491
Depreciation and amortization expenses	9	257,625	472,261
Other expenses	19	4,374,730	8,425,872
Total Expenses		34,817,604	41,731,624
III. Profit before tax (I - II)		8,491,475	4,720,325
IV. Tax expense:			
(1) Current tax		2,160,500	1,207,501
(2) Deferred tax		(43,678)	9,412
(3) Income tax for earlier years		1,212,590	23,858
V. Profit/(Loss) for the period		5,162,062	3,479,554
VI. Earning per equity share:			
Basic/ diluted		5,162.06	3,479.55

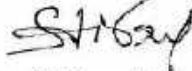
Significant Accounting Policies

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

Place: Kolkata
Date: 08/10/2021



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

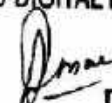
INDUSNET TECHSHU DIGITAL PVT. LTD.



[Director]
Director
DIN : 05013612

Note No.	Particulars	As at 31.03.2021 Amount (INR)		As at 31.03.2020 Amount (INR)	
2	Share Capital				
2.1	Authorised Share Capital				
	10,000 Equity shares at par value of Rs.100 each	<u>1,000,000</u>		<u>1,000,000</u>	
		<u>1,000,000</u>		<u>1,000,000</u>	
	Issued Subscribed & Paid up Share Capital				
	1,000 Equity Shares at par value of Rs.100 each	100,000		100,000	
		<u>100,000</u>		<u>100,000</u>	
2.2	Reconciliation of the number of Equity Shares and amount outstanding:				
	Particulars	2020-21		2019-20	
		No. of Shares	Amount	No. of Shares	Amount
	No. of shares outstanding at the beginning of the year	1,000	100,000	1,000	100,000
	Add/(Less) : Shares issued / bought back during the year	-	-	-	-
	No. of shares outstanding at the end of the year	1,000	100,000	1,000	100,000
2.3	Details of Shareholders holding more than 5% of Equity Shares:				
	Particulars	2020-21		2019-20	
		No. of Shares	% shareholding	No. of Shares	% shareholding
	Indus Net technology Pvt. Ltd.	999	99.90%	999	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.				
3	Reserves & Surplus				
	Surplus/ Profit & Loss Account				
	Opening balance	13,878,592		10,399,038	
	Add/Less: Transfer from P&L a/c	5,162,062		3,479,554	
	Closing balance	<u>19,040,655</u>		<u>13,878,592</u>	
4	Long- Term Borrowings				
	Unsecured, considered good:				
	from related parties	2,195,517		2,195,517	
	from others	-		-	
		<u>2,195,517</u>		<u>2,195,517</u>	
5	Deferred Tax (Assets)/ Liabilities				
	Opening Balance	(7,435)		(16,847)	
	Add / Less : Adjustment during the year	43,678		9,412	
		<u>(51,113)</u>		<u>(7,435)</u>	
6	Trade Payables				
	Dues of Micro Enterprise and Small Enterprises	-		-	
	Dues of Creditors other than Micro Enterprise and Small Enterprises	2,309,797		1,479,245	
		<u>2,309,797</u>		<u>1,479,249</u>	
7	Other Current Liabilities				
	Liabilities for Expenses	172,566		1,949,775	
	Advance taken from customers	57,530		40,455	
	Statutory Liability	1,956,476		453,999	
	Other liabilities	2,265,553		2,341,033	
		<u>4,452,126</u>		<u>4,785,262</u>	

INDUSNET TECHSHU DIGITAL PVT. LTD.



Director



INDUSNET TECHSHU DIGITAL PVT. LTD.



Director

8 Short Term Provisions		
Provision for Tax	2,160,500	2,689,719
	<u>2,160,500</u>	<u>2,689,719</u>
10 Non Current-Investments		
Investment in Mutual funds		2,000,000
		<u>2,000,000</u>
11 Long Term Loans and Advances		
Advances to Techshu Consultant Pvt.Ltd.	2,000,000	2,000,000
	<u>2,000,000</u>	<u>2,000,000</u>
12 Trade Receivables		
Sundry Debtors (Unsecured)		
Exceeding six months- Considered Good		
Other Debts- Considered Good	6,982,364	5,366,262
	<u>8,982,364</u>	<u>5,366,262</u>
13 Cash & Cash Equivalents		
Cash & Bank balances		
Cash on hand	4,520	4,520
Balances with Bank	3,234,260	4,087,984
Other Bank Balances		
- Fixed Deposits	8,523,221	2,823,221
	<u>11,762,002</u>	<u>6,915,725</u>
14 Short Term Loans & Advances		
Advances to Directors	837,500	950,000
Advance given to creditors		3,755
Balance with Govt. Departments	2,511,888	5,712,979.00
Staff Advances	737,500	881,243
	<u>4,086,888</u>	<u>7,547,977</u>
15 Other Current Assets		
Accrued Interest on FD	482,442	336,389
Advance Tax	150,000	150,000
Prepaid Broad Band Service		34,688
Prepaid Insurance	307,610	364,679
Others	2,057,589	
	<u>2,997,641</u>	<u>885,756</u>

INDUSNET TECHSHU DIGITAL PVT. LTD.

 Director


INDUSNET TECHSHU DIGITAL PVT. LTD.

 Director

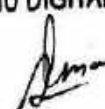


Note No.	Particulars	As at 31.03.2021	As at 31.03.2020
		Amount (INR)	Amount (INR)
16	Revenue from Operations		
	Sale of Services		
	Foreign Sales	4,775,869	13,831,487
	Domestic Sales	38,010,899	31,848,158
		42,786,767	45,679,645
17	Other Income		
	Interest on Fixed Deposits	166,741	361,654
	Profit / (Loss) From Mutual Fund	57,589	-
	Misc. Income	116,586	170,090
	Dividend from Mutual funds	68,077	104,690
	Interest on Refund of Income Tax	113,320	135,870
		522,311	772,304
18	Employees Benefit Expenses		
	Salaries, Wages and Incentives	29,384,291	31,639,761
	Contribution to Statutory Funds	797,591	1,162,300
	Staff Welfare	3,367	31,430
		30,185,249	32,833,491
19	Other Expenses		
	Power, Fuel and Electricity	70,175	166,930
	Bad Debt	-	59,693
	Rent	-	291,530
	Rates and Taxes	2,500	2,500
	Website and Connectivity Charges	165,644	211,461
	Web Development Expenses	1,965,294	3,013,540
	Filing fees	5,000	-
	Printing & Stationary	-	91,307
	Bank Charges	120,992	436,481
	Maintenance Expenses	1,350,000	1,040,440
	Outsourcing Charges	62,991	514,155
	Payments to the Auditor		
	As Auditor		
	Audit Fees	35,000	35,000
	Tax Audit Fees	15,000	15,000
	Interest on P tax	1,166	50
	Interest on TDS	2,231	30
	Interest on late payment of GST	15,005	-
	Travelling and Conveyance	48,032	1,751,937
	Consultancy Charges	19,500	24,000
	Foreign Exchange Fluctuation	109,048	29,738
	Other Miscellaneous Expenses	52,703	742,080
	Insurance	334,449	-
		4,374,730	8,425,872

INDUSNET TECHSHU DIGITAL PVT. LTD.


Director

INDUSNET TECHSHU DIGITAL PVT. LTD.


Director



Note No. 9 Property, Plant & Equipment

Description of Assets	GROSS BLOCK					DEPRECIATION					NET BLOCK	
	As at 01.04.2020	Addition during the year	Deduction / Adjustment	As on 31.03.2021	Upto 01.04.2020	For the year	Deduction / Adjustment	As at 31.03.2021	As at 31.03.2021	As at 31.03.2020		
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Office Equipment	45,912	-	-	45,912	19,401	12,018	-	31,419	14,493	26,511		
Computer Network & Servers	2,071,007	231,028	-	2,302,035	1,759,449	204,929	-	1,964,378	337,657	311,559		
Intangible assets	92,306	-	-	92,306	67,999	12,155	-	80,154	12,152	24,307		
	55,000	-	-	55,000	12,191	28,523	-	40,714	14,286	42,809		
Total	2,264,225	231,028	-	2,495,253	1,859,040	257,625	-	2,116,664	378,589	405,184		



INDUSNET TECHSHU DIGITAL PVT. LTD. INDUSNET TECHSHU DIGITAL PVT. LTD.

[Signature] Director *[Signature]* - Director

Indus Net Techshu Digital Pvt. Ltd.
16C, Dr. Rajendra Prasad Sarani, 1st Floor
Kolkata - 700001
West Bengal

Cash Flow Statement for the year ended 31st March, 2021

Particulars	Note	As at	As at
		31.03.2021	31.03.2020
		Amount (INR)	Amount (INR)
Cash Flow From Operating Activities			
Profit before tax		8,491,475	4,720,325
Add-			
Depreciation and Amortization		257,625	472,261
<i>Cash Flow before changes in working capital</i>		8,749,100	5,192,586
Increase in Trade payable		830,548	52,102
Changes in other current liabilities		(3,022,855)	(1,557,831)
Changes in Trade Receivable		(3,615,102)	1,355,083
Increase in Short Term Advances		3,461,090	153,161
Increase in Other Current Assets		(3,324,475)	11,194
		3,077,305	5,206,294
Tax paid in the year		-	(1,399,930)
Net Cash from Operating Activities		3,077,305	3,806,364
Cash Flow From Investing Activities			
Purchase of Fixed Assets		(231,028)	(276,788)
Changes in Investments		2,000,000	
Net Cash used in Investing Activities		1,768,972	(276,788)
Cash Flow From Financing Activities			
Long Term Loan Taken		-	-
Long Term Loan Repaid		-	(2,342,377)
Net Cash used in Financing Activities		-	(2,342,377)
Net Increase/(Decrease) in Cash & Cash Equivalents during the year		4,846,277	1,187,199
Add- Opening Cash and Cash Equivalents		6,915,725	5,728,526
Closing Cash and Cash Equivalents		11,762,002	6,915,725

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



(S Tibrewal)
Partner

Membership no.: 300388

Place: Kolkata
Date: 08/10/2021

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

INDUSNET TECHSHU DIGITAL PVT. LTD. **INDUSNET TECHSHU DIGITAL PVT. LTD.**



[Managing Director]
Director
DIN : 01196359



Director
[Director]
DIN : 05013612

INDUS NET TECHSHU DIGITAL PRIVATE LIMITED

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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Director


Director



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.

INDUSNET TECHSHU DIGITAL PVT. LTD.


Director

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Director



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> 01.04.2020	<u>(Charge)/ Credit</u> <u>during the year</u>	<u>Balance as at</u> 31.03.2021
Tax impact of Differential WDV of fixed Assets and provisions	7,435	43,678	51,113

22. Earnings per Share (EPS)

	2020-21	2019-20
(a) Net profit available for equity shareholder	5162062	34,79,554
(b) Weighted average number of equity shares	10,000	10,000
(c) Basic Earnings per share	5162.06	3,479.55

23. Related Party Disclosures –

- Name of the related party and relationship

Name of the related party	Relationship
Indus Net Technologies Pvt. Ltd	Holding Co.
Mr. Abhishek Rungta	Director
Mr. Aji Issac Mathew	Director

- Transactions made during the year with related party:-

Particulars	2020-21 (Rs.)	2019-20 (Rs.)
Holding Co Loan Taken	21,95,517	21,95,517
Entries where the key Management personnel and their relatives have substantial interest	-	-
Loan taken/(loan repaid)	-	(15,00,000)
Remuneration paid to Key Managerial Personnel	23,57,500	7,20,000
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 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

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Aji Issac

Director

Abhishek Rungta

Director




26. Income and Expenditure in foreign currency-

Particulars	Revenue in Nature (INR)		Capital in Nature (INR)	
	CY	PY	CY	PY
Income in Foreign Currency	47,75,869	1,38,31,487	Nil	Nil
Expenses in Foreign Currency	10,36,702	8,19,901	Nil	Nil

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

INDUSNET TECHSHU DIGITAL PVT. LTD.


Director

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Director

