

## **INDEPENDENT AUDITOR'S REPORT**

### **TO THE BOARD OF DIRECTORS OF LUMINA DATAMATICS INC**

#### **Report on the Condensed Financial Statements**

We have audited the accompanying Condensed Financial Statements of **Lumina Datamatics Inc** ("the company") which comprises the Balance Sheet as at March 31, 2020 and the Statement of Profit and Loss (including other Comprehensive Income) and Statement of Changes in Equity for the year then ended and a summary of significant accounting policies and a summary of selected explanatory notes. The accompanying Condensed Financial Statements have been prepared by management in accordance with the generally accepted accounting principles applicable in India, solely to enable its Holding Company, Lumina Datamatics Limited to prepare its Consolidated Financial Statements.

#### **Management's Responsibility for the Condensed Financial Statements**

The Management is responsible for the preparation of these Condensed Financial Statements. This responsibility includes the design, implementation and maintenance of internal controls relevant to the preparation and presentation of the Condensed Financial Statements that are free from material misstatements, whether due to fraud or error.

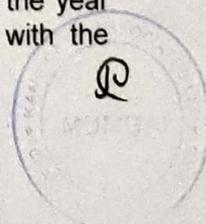
#### **Auditor's Responsibility**

Our responsibility is to express an opinion on these Condensed Financial Statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Condensed Financial Statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Condensed Financial Statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Condensed Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal controls relevant to the Company's preparation and fair presentation of the Condensed Financial Statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Condensed Financial Statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### **Opinion**

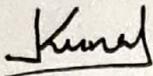
In our opinion and to the best of our information and according to the explanations given to us, the Condensed Financial Statements of Lumina Datamatics Inc as at and for the year ended March 31, 2020 are prepared, in all material respects, in accordance with the generally accepted accounting principles in India.



**Basis of Accounting and Restriction on distribution and use**

Without modifying our opinion, we draw attention to Note No. 1(a)(i), which describes the basis and purpose of the Condensed Financial Statements. The Condensed Financial Statements are prepared solely to enable its holding company, Lumina Datamatics Limited, to prepare its Consolidated Financial Statements and are not to be used for any other purpose or to be distributed to any other parties without our prior written consent.

For Kanu Doshi Associates LLP  
Chartered Accountants  
(Firm's Registration No. 104746W/W100096)



Kunal Vakharia  
Partner  
Membership No: 148916  
UDIN No: 20148916AAAABO6366  
Place: Mumbai  
Date: 14<sup>th</sup> May 2020

LUMINA DATAMATICS INC.  
BALANCE SHEET AS AT MAR 31, 2020

Particulars	Note	March 31, 2020	Mar 31, 2019
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	2	25,354	1,52,166
Goodwill	3	1,80,89,335	1,80,89,336
Other intangible assets	3	7,65,258	8,28,790
Intangibles under development		-	46,310
Right-to-use assets		56,186	
<b>Financial assets</b>			
i. Investments	4	43,34,728	43,34,727
ii. Other financial assets	5	17,482	23,305
Deferred tax assets		3,30,036	3,38,360
<b>Total non-current assets</b>		<b>2,36,18,378</b>	<b>2,38,12,993</b>
<b>Current assets</b>			
<b>Financial assets</b>			
i. Trade receivables	6	43,66,559	64,46,535
ii. Cash and cash equivalents	7	54,27,957	8,65,543
iii. Other financial assets	8	39,09,934	35,82,264
Other current assets	9	97,913	95,479
		<b>1,38,02,363</b>	<b>1,09,89,821</b>
<b>Total current assets</b>		<b>1,38,02,363</b>	<b>1,09,89,821</b>
<b>Total assets</b>		<b>3,74,20,741</b>	<b>3,48,02,815</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Share Capital</b>			
Equity share capital	10(a)	3,54,20,476	3,55,54,278
<b>Other Equity</b>	10(b)	<b>(28,28,453)</b>	<b>(33,02,871)</b>
<b>Equity attributable to owners of LUMINA DATAMATICS Inc.</b>		<b>2,97,63,569</b>	<b>2,89,48,537</b>
<b>Total equity</b>		<b>3,25,92,023</b>	<b>3,22,51,407</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
i. Borrowings	11	30,00,000	1,40,000
ii. Trade payables	12	16,70,931	24,11,381
ii. Lease liabilities		56,429	
Other current liabilities	13	1,01,360	28
		<b>48,28,720</b>	<b>25,51,409</b>
<b>Total current liabilities</b>		<b>48,28,720</b>	<b>25,51,409</b>
<b>Total liabilities</b>		<b>48,28,720</b>	<b>25,51,409</b>
<b>Total equity and liabilities</b>		<b>3,74,20,741</b>	<b>3,48,02,815</b>

The accompanying notes forming an integral part of the financial statements 1-20

As per our attached report of even date  
For Kanu Doshi Associates LLP  
Chartered Accountants  
Firm Registration No. 104746W/W100096

*Kunal*

Kunal Vakharia  
Partner  
Membership No. 148916  
Place : Mumbai  
Dated : May 14, 2020



*V.V. Bhogilal Kanu Doshi*

Vidur V Bhogilal  
Vice Chairman

Dr. Lalit S. Kanodia  
Chairman

LUMINA DATAMATICS INC.  
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MAR 31, 2020

Particulars	Note	March 31, 2020	March 31, 2019
<b>Continuing operations</b>			
Revenue from operations	14	3,22,17,962	3,28,79,629
Other income	15	33,106	376
<b>Total income</b>		<b>3,22,51,068</b>	<b>3,28,80,005</b>
<b>Expenses</b>			
Employee benefit expenses	16	83,38,208	95,69,773
Net finance costs	17	2,106	34,318
Depreciation and amortisation expenses	18	4,96,540	4,51,776
Impairment of asset	2	1,42,512	-
Other expenses	19	2,27,18,426	2,20,80,647
<b>Total expenses</b>		<b>3,16,97,791</b>	<b>3,21,36,514</b>
<b>Profit before tax</b>		<b>5,53,276</b>	<b>7,43,491</b>
Income tax expense			
- Current tax	20(a)	72,669	50,713
- Deferred tax		8,324	-
<b>Total tax expense/(credit)</b>		<b>80,992</b>	<b>50,713</b>
<b>Profit from continuing operations</b>		<b>4,72,284</b>	<b>6,92,778</b>
<b>Profit for the year</b>		<b>4,72,284</b>	<b>6,92,778</b>

The accompanying notes forming an integral part of the financial statements

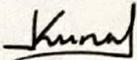
1-20

As per our attached report of even date

For Kanu Doshi Associates LLP

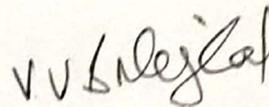
Chartered Accountants

Firm Registration No. 104746W/W100096

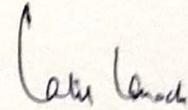


Kunal Vakharia  
Partner  
Membership No. 148916  
Place : Mumbai  
Dated : May 14, 2020





Vidur V Bhogilal  
Vice Chairman



Dr. Lalit S. Kanodia  
Chairman

**LUMINA DATAMATICS INC.**

**Note 10 - Statement of changes in equity for the period ended March 31, 2020**

(a) Equity share capital	In USD
Particulars	Amount
<b>March 31, 2018</b>	<b>3,54,13,716</b>
Changes in equity share capital	1,40,562
<b>March 31, 2019</b>	<b>3,55,54,278</b>
Changes in equity share capital	(1,33,802)
<b>March 31, 2020</b>	<b>3,54,20,476</b>

**(b) Other equity**

Particulars	In USD				Total
	Attributable to owners of LUMINA DATAMATICS Inc.				
	Retained earnings	Capital Reserve	Total other equity		
<b>As at March 31, 2018</b>	<b>(55,46,821)</b>	<b>15,51,172</b>	<b>(39,95,649)</b>		<b>(39,95,649)</b>
Profit for the year	6,92,778		6,92,778		6,92,778
Other comprehensive income	-		-		-
<b>Total comprehensive income for the year</b>	<b>6,92,778</b>	<b>-</b>	<b>6,92,778</b>		<b>6,92,778</b>
<b>As at March 31, 2019</b>	<b>(48,54,043)</b>	<b>15,51,172</b>	<b>(33,02,871)</b>		<b>(33,02,871)</b>
Profit for the year	4,72,284	-	4,72,284		4,72,284
Other comprehensive income	-	-	-		-
Others	4,684	-	4,684		4,684
Lease adjustment under ind as 116	(2,551)	-	(2,551)		(2,551)
<b>Total comprehensive income for the year</b>	<b>4,74,417</b>	<b>-</b>	<b>4,74,417</b>		<b>4,74,417</b>
<b>As at March 31, 2020</b>	<b>(43,79,626)</b>	<b>15,51,172</b>	<b>(28,28,454)</b>		<b>(28,28,454)</b>



## LUMINA DATAMATICS INC.

Notes forming part of the condensed financial statements

(All amounts are in USD unless otherwise stated)

### Note 1: Significant accounting policies and notes on account

#### a) Significant Accounting Policies

##### i) Basis of Preparation of Condensed Financial Statements:

The condensed financial statements are prepared under the historical cost convention, on the accrual basis of accounting and in accordance with Ind AS in India from the books of accounts maintained in US Dollars. The above condensed financial statements comprising of Balance Sheet, Statement of Profit and Loss and Significant accounting policies have been prepared by the management to enable its holding company, Lumina Datamatics Limited to prepare its consolidated financial statements and only relevant disclosures as required for the intended purpose are disclosed.

##### ii) Compliance with Ind AS

The financial statements comply in all material aspects with Indian Accounting Standards (IndAS) notified under Section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015] and other relevant provisions of the Act.

The condensed financial statements up to year ended 31 March 2017 were prepared in accordance with the accounting standards notified under Companies (Accounting Standard) Rules, 2006 (as amended) and other relevant provisions of the Act.

First-time adoption: In accordance with Ind AS 101 on First-time adoption of Indian Accounting Standards, the Company's first Ind AS financial statements include, three balance sheets viz. the opening balance sheet as at 1st April, 2016 and balance sheets as at 31st March, 2017 and 31st March, 2018 and two statements each of profit and loss, cash flows and changes in equity for the years ended 31st March, 2017 and 31st March, 2018 together with related notes. The same accounting policies have been used for all periods presented.

#### b) Use of Estimates

The preparation of financial statements in conformity with the generally accepted accounting principles require estimates and assumptions to be made that affect the reported amounts of the assets and liabilities on the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Differences between actual results and estimates are recognised in the year in which the results are known / materialized.

#### c) Revenue recognition

Revenue from services is recognised based on time and material and billed to the clients as per the terms of the contract. In the case of fixed price contracts, revenue is recognised on periodical basis based on units executed and delivered.

Cost and earnings in excess of billings are classified as unbilled revenue while billings in excess of cost and earnings are classified as unearned revenue. Discount is recognised on cash basis in accordance with the contractual term of the agreement with the customers.

'Unbilled revenues' included in other current assets represent cost and earnings in excess of billings as at the balance sheet date.

#### d) Income tax

No provision has been considered necessary for the current year since the company has brought forward net operating losses in accordance with Internal Revenue Service Code of United States of America. However State taxes are accrued and provided in the books. No deferred tax asset has been recognised on the amount of carried forward tax losses and unabsorbed depreciation in the absence of virtual certainty.

#### e) Leases

##### As a lessee

Transition to Ind AS 116

Ministry of Corporate Affairs ("MCA") through Companies (Indian Accounting Standards) Amendment Rules, 2019 and Companies (Indian Accounting Standards) Second Amendment Rules, has notified Ind AS 116 Leases which replaces the existing lease standard, Ind AS 17 leases and other interpretations. Ind AS 116 sets out the principles for the recognition, measurement, presentation and disclosure of leases for both lessees and lessors. It introduces a single, on-balance sheet lease accounting model for lessees.

The Company has adopted Ind AS 116, effective annual reporting period beginning from 1 April 2019 and applied the standard to its leases, retrospectively, with the cumulative effect of initially applying the Standard, recognised on the date of initial application (1 April 2019). Accordingly, the Company has not restated comparative information, instead, the cumulative effect of initially applying this standard has been recognised as an adjustment to the opening balance of retained earnings as on 1 April 2019.

##### Company as a lessee

As a lessee, the Company previously classified leases as operating or finance leases based on its assessment of whether the lease transferred significantly all of the risks and rewards incidental to ownership of the underlying asset to the Company. Under Ind AS 116, the Company recognizes right of use assets and lease liabilities for most leases i.e. these leases are on balance sheet.



## LUMINA DATAMATICS INC.

Notes forming part of the condensed financial statements

(All amounts are in USD unless otherwise stated)

On transition, the Company has applied following practical expedients:

- Applied a single discount rate to a portfolio of leases of similar assets in similar economic environment with similar end date.
- Applied the exemption not to recognise right-of-use-assets and liabilities for leases with less than 12 months of lease term on the date of transition.
- Excluded the initial direct costs from the measurement of the right-of-use-asset at the date of transition.
- Grandfathered the assessment of which transactions are, or contain leases. Accordingly, Ind AS 116 is applied only to contracts that were previously identified as leases under Ind AS 17.
- Relied on its assessment of whether leases are onerous, applying Ind AS 37 immediately before the date of initial application as an alternative to performing an impairment review.
- Used hindsight when determining the lease term if the contract contains options to extend or terminate the lease.

On transition, the Company recognised a lease liability measured at the present value of the remaining lease payments. The right-of-use asset is recognised at its carrying amount as if the standard had been applied since the commencement of the lease, but discounted using the lessee's incremental borrowing rate as at 1 April 2019. Accordingly, a right-of-use asset of US \$ 81281 and a corresponding lease liability of US \$ 83832 lakh has been recognised. The cumulative effect on transition in retained earnings, net of taxes is US\$ 2550.

On application of Ind AS 116, the nature of expenses has changed from lease rent in previous periods to depreciation cost for the right-to-use asset, and finance cost for interest accrued on lease liability.

The following table presents the various components of lease costs:

Particulars	31st March, 2020
Depreciation charge on right-to-use asset	84,586
Interest on Lease Liabilities	1,662
Total cash outflow for leases	88,556
Carrying amount of right-to-use asset	56,186

### f) Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

### g) Impairment of financial assets

At each balance sheet date, carrying amounts of tangible and intangible assets are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.



**LUMINA DATAMATICS INC.**

Notes forming part of the condensed financial statements  
(All amounts are in USD unless otherwise stated)

**h) Property, plant and equipment**

Property, plant and equipments are valued at cost after reducing accumulated depreciation until the date of the balance sheet. Direct costs are capitalised until the assets are ready to use and include financing costs relating to any specific borrowing attributable to the acquisition of fixed assets. Intangible assets are recognised, only if it is probable that the future economic benefits that are attributable to the assets will flow to the enterprise and the cost of the assets can be measured reliably. Capital work-in-progress includes assets not put to use before the year end.

**i) Depreciation methods, estimated useful lives and residual value**

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Leasehold improvements are amortized over the lease term or the useful life of the asset as determined by the management, whichever is lower. Software costs and customer related contracts intangibles are amortized on a straight-line basis over a period of three years representing the estimated useful life of the respective intangibles.

**j) Tangible assets**

Fixed assets are stated at cost less accumulated depreciation/amortisation and impairment losses, where applicable. The company capitalizes all costs relating to the acquisition and installation of fixed assets. Cost comprises the purchase price and any attributed cost of bringing the asset to its working condition for its intended use.

**k) Intangible assets**

Software is acquired primarily from third-party vendors and is in ready-to-use condition. Costs for acquiring such software are capitalized. Goodwill arising on amalgamation is amortized over five years, as per Accounting Standard 14 on "Accounting for Amalgamations".

Advances paid towards the acquisition of fixed assets outstanding at each balance sheet date are disclosed as "Capital advances" under Long term loans and advances.

**l) Goodwill**

The consideration paid in excess of net assets taken over are recognised as goodwill and is tested for impairment on annual basis.

**m) Borrowings**

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other gains/(losses).

Where the terms of a financial liability are renegotiated and the entity issues equity instruments to a creditor to extinguish all or part of the liability (debt for equity swap), a gain or loss is recognised in profit or loss, which is measured as the difference between the carrying amount of the financial liability and the fair value of the equity instruments issued.

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

**n) Borrowing costs**

Borrowing costs, which are directly attributable to the acquisition, construction or production of a qualifying assets are capitalised as a part of the cost of the assets. Other borrowing costs are recognised as expenses in the year in which they are incurred.



**LUMINA DATAMATICS INC.**

Notes forming part of the condensed financial statements

(All amounts are in USD unless otherwise stated)

**o) Provision, Contingent Liabilities and Contingent Assets**

The company creates a provision when there is present obligation as a result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount or the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made. Contingent assets are neither recognised nor disclosed in the condensed financial statements.

**p) Employee benefits**

**Defined Benefit Plan**

**Savings & Investment schemes**

The company has a savings and investment plan under section 401(k) of the Internal Revenue Code of the United States of America. This is a defined contribution plan. Contributions made under the plan are charged to the consolidated statement of profit and loss in the period in which they accrue.

**Restricted Stock Units**

Employee Compensation in the form of stock options, granted under LDL RSU Plan 2016 have been charged to Profit & Loss Statement, based on fair value method, over the vesting period.

**q) Earnings per share**

In determining Earnings per Share, the Company considers the net profit after tax after reducing the preference dividend and tax thereon and includes the post-tax effect of any extra-ordinary items. The number of shares used in computing basic Earnings per Share is the weighted average number of shares outstanding during the period. The number of shares used in computing diluted Earnings per Share comprises the weighted average shares considered for deriving basic Earnings per Share and also the weighted average number of equity shares that could have been issued on the conversion of all dilutive potential equity shares.

**r) Operating cycle**

Based on the nature of products & activities of the company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the company has determined its operating cycle as 12 months For the purpose of classification of its assets and liabilities as current and non-current.

**s) Segment reporting**

The company operates in only one business segment, which is e-publishing services and one geographic segment USA.

**t) Investments**

Long-term investments are stated at cost of acquisition. Provision for diminution is made if such diminution is considered other than temporary. Current investments are stated at lower of cost and fair value



LUMINA DATAMATICS INC.  
Notes to the Condensed Financial Statements



Note 2 - Property, plant and equipment In USD

Particulars	COMPUTER & FURNITURE & IMPROVEMENTS		Total
	EQUIPMENTS	FIXTURES	
<b>Gross Block</b>			
March 31, 2018	81,854	72,671	3,48,723
Additions	-	-	-
Disposals	-	-	-
March 31, 2019	81,854	72,671	3,48,723
Additions	-	-	-
Disposals	-	-	-
March 31, 2020	81,854	72,671	3,48,723
Additions	19,754	13,234	32,988
Impairment	81,854	1,98,370	3,52,894
Disposals	-	-	-
March 31, 2020	19,755	9,062	28,817

Particulars	COMPUTER & FURNITURE & IMPROVEMENTS		Total
	EQUIPMENTS	FIXTURES	
<b>Accumulated depreciation</b>			
March 31, 2018	32,128	13,050	65,052
Depreciation charge during the year	45,595	(4,984)	1,31,505
Disposals	-	-	-
March 31, 2019	77,723	8,066	1,96,557
Depreciation charge during the year	7,595	9,695	17,290
Impairment	(81,855)	(8,066)	(2,10,384)
Disposals	-	-	-
March 31, 2020	3,463	(0)	3,463

Net carrying amount as March 31, 2020

Net carrying amount as March 31, 2019

	16,292	9,062	25,354
	4,132	64,605	1,52,166

LUMINA DATAMATICS INC.  
Notes to the Condensed Financial Statements

Note 3 - Intangible assets

Particulars	Computer Softwares	Total	Goodwill
<b>March 31, 2018</b>	<b>12,86,957</b>	<b>12,86,957</b>	<b>1,80,89,336</b>
Additions	3,03,341	3,03,341	-
Disposals	-	-	-
<b>March 31, 2019</b>	<b>15,90,298</b>	<b>15,90,298</b>	<b>1,80,89,336</b>
Additions	3,31,132	3,31,132	-
Disposals	-	-	-
<b>March 31, 2020</b>	<b>19,21,429</b>	<b>19,21,429</b>	<b>1,80,89,336</b>
Particulars	Computer Softwares	Total	Goodwill
<i>Accumulated amortisation and impairment</i>			
<b>March 31, 2018</b>	<b>4,41,237</b>	<b>4,41,237</b>	-
Amortisation charge during the year	3,20,271	3,20,271	-
<b>March 31, 2019</b>	<b>7,61,508</b>	<b>7,61,508</b>	-
Amortisation charge during the year	3,94,664	3,94,664	-
<b>March 31, 2020</b>	<b>11,56,172</b>	<b>11,56,172</b>	-
<b>Net carrying amount as March 31, 2020</b>	<b>7,65,258</b>	<b>7,65,258</b>	<b>1,80,89,336</b>
<b>Net carrying amount as March 31, 2019</b>	<b>8,28,790</b>	<b>8,28,790</b>	<b>1,80,89,336</b>



**LUMINA DATAMATICS INC.**  
**Notes to the Condensed Financial Statements**

**Note 4 - Non-current investments**

<b>Particulars</b>	<b>March 31, 2020</b>	<b>March 31, 2019</b>
<b>Investment in equity instruments (fully paid-up)</b>		
<b>Unquoted</b>		
<b>In subsidiaries - Wholly Owned (at Cost)</b>		
<b>Investment in instruments of company (unquoted - non trade)</b>		
Lumina Datamatics, GmbH	27,50,362	27,50,362
Lumina Datamatics Assessment & Analytics, LLC	15,84,366	15,84,365
<b>Others</b>		
Mypet Harmony, USA	9,043	9,043
Less: Provison for diminution in value of Investment	(9,043)	(9,043)
<b>Total</b>	<b>43,34,728</b>	<b>43,34,727</b>

**Note 5 - Other non current Financial Assets**

<b>Particulars</b>	<b>March 31, 2020</b>	<b>March 31, 2019</b>
Unsecured considered good		
Security deposits	17,482	23,305
<b>Total</b>	<b>17,482</b>	<b>23,305</b>

**Note 6 - Trade receivables**

<b>Particulars</b>	<b>March 31, 2020</b>	<b>March 31, 2019</b>
<b>Unsecured</b>		
Considered Good	43,66,559	64,46,535
Considered doubtful	11,74,130	12,07,203
	<b>55,40,688</b>	<b>76,53,737</b>
Less :- Allowance for expected credit loss	11,74,130	12,07,203
<b>Total</b>	<b>43,66,559</b>	<b>64,46,535</b>

**Note 7 - Cash and cash equivalents**

<b>Particulars</b>	<b>March 31, 2020</b>	<b>March 31, 2019</b>
Bank balances	54,27,957	8,65,543
<b>Total</b>	<b>54,27,957</b>	<b>8,65,543</b>

**Note 8 - Other financial assets**

<b>Particulars</b>	<b>March 31, 2020</b>	<b>March 31, 2019</b>
Unsecured considered good		
Other Receivables	8,222	-
Advances to LDAA	15,51,951	15,51,951
Security deposits	23,305	-
Unbilled revenue	23,26,456	20,30,314
<b>Total</b>	<b>39,09,934</b>	<b>35,82,264</b>

**Note 9 - Other current assets**

<b>Particulars</b>	<b>March 31, 2020</b>	<b>March 31, 2019</b>
Prepaid expenses	97,913	93,549
Other advances	-	1,930
<b>Total</b>	<b>97,913</b>	<b>95,479</b>



**LUMINA DATAMATICS INC.**  
**Notes to the Condensed Financial Statements**

<b>Note 11 Borrowings</b>	<b>March 31, 2020</b>	<b>March 31, 2019</b>
<b>Particulars</b>		
Loans repayable on demand		1,40,000
1) Lumina Datamatics Assessment & Analytics, LLC	30,00,000	-
2) HSBC Bank, USA (See note 1 below)		
<b>Total</b>	<b>30,00,000</b>	<b>1,40,000</b>

**Note 1**  
**Borrowing Base : Revolving demand note**  
**Interest rates : LIBOR Plus 2.5%**

<b>Note 12 - Trade payables</b>	<b>March 31, 2020</b>	<b>March 31, 2019</b>
<b>Particulars</b>		
Trade payables	15,97,940	23,08,140
Other payables	72,991	1,03,241
<b>Total</b>	<b>16,70,931</b>	<b>24,11,381</b>

<b>Note 13 - Other current financial liabilities</b>	<b>March 31, 2020</b>	<b>March 31, 2019</b>
<b>Particulars</b>		
Statutory dues	-	28
Others current financial liability	1,01,360	-
<b>Total</b>	<b>1,01,360</b>	<b>28</b>



LUMINA DATAMATICS INC.  
Notes to the Condensed Financial Statements

**Note 14 - Revenue from operations**

Particulars	March 31, 2020	March 31, 2019
Sale of Services	3,22,17,962	3,28,79,629
<b>Total</b>	<b>3,22,17,962</b>	<b>3,28,79,629</b>

**Note 15 - Other income**

Particulars	March 31, 2020	March 31, 2019
Miscellaneous receipts	192	376
Bad debts Written back (Net)	32,914	-
<b>Total</b>	<b>33,106</b>	<b>376</b>

**Note 16 - Employee benefit expenses**

Particulars	March 31, 2020	March 31, 2019
Basic Salary, Wages & Allowances	81,99,576	91,60,622
Share based compensation	(1,33,802)	1,40,562
Staff Welfare	2,72,433	2,68,589
<b>Total</b>	<b>83,38,208</b>	<b>95,69,773</b>

**Note 17 - Net finance costs**

Particulars	March 31, 2020	March 31, 2019
Interest on loan from banks	443	34,318
Interest on lease liabilities	1,662	-
<b>Total</b>	<b>2,106</b>	<b>34,318</b>

**Note 18 - Depreciation and amortisation expenses**

Particulars	March 31, 2020	March 31, 2019
Depreciation on property plant and equipment	42,463	1,31,505
Amortisation on intangible assets	3,69,491	3,20,271
Depreciation on Right to Use Assets	84,586	-
<b>Total</b>	<b>4,96,540</b>	<b>4,51,776</b>

**Note 19 - Other expenses**

Particulars	March 31, 2020	March 31, 2019
Outsourcing cost	2,18,92,935	2,06,31,790
Electricity expenses	16,611	18,821
Legal & Professional expenses	17,763	10,778
Travelling expenses	2,67,146	3,20,461
Rent	200	1,25,245
Communication charges	1,46,319	3,17,790
Miscellaneous expenses	361	41,847
Advertisement expenses & Sales promotion	56,177	61,651
Printing & Stationery	2,26,231	1,65,333
Subscription expenses	3,146	3,452
Bank charges	21,890	24,996
Rates & Taxes	8,316	14,083
Repairs & Maintenance expenses	56,615	69,185
Bad debts	(33,073)	2,38,250
Insurance	37,788	36,965
<b>Total</b>	<b>2,27,18,426</b>	<b>2,20,80,647</b>



LUMINA DATAMATICS LIMITED AND ITS SUBSIDIARIES  
Notes to the Condensed Financial Statements

# Note 20 - Taxation

2) 20(a) - Income tax expense

Particulars	March 31, 2020	March 31, 2019
<i>Current tax</i>		
Current tax on profits for the year	72,669	50,713
Adjustments for current tax of prior periods	-	-
<b>Total current tax expense</b>	<b>72,669</b>	<b>50,713</b>
<i>Deferred tax</i>		
Decrease/(increase) in deferred tax assets	-	-
(Decrease)/increase in deferred tax liabilities	-	-
<b>Total deferred tax expense/(benefit)</b>	<b>-</b>	<b>-</b>
<b>Income tax expense</b>	<b>72,669</b>	<b>50,713</b>

As per our attached report of even date  
For Kanu Doshi Associates LLP  
Chartered Accountants  
Firm Registration No. 104746W/W100096

*Kunal*

Kunal Vakharia  
Partner  
Membership No. 148916  
Place : Mumbai  
Dated : May 14, 2020



*V. V. Bhogilal*

Vidur V Bhogilal  
Vice Chairman

*Lalit Kanodia*

Dr. Lalit S. Kanodia  
Chairman