

M L BHUWANIA AND CO LLP

CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

To,
The Board of Directors of
DATAMATICS INFOTECH LIMITED

Report on the financial statements

Opinion

We have audited the accompanying financial statements of **DATAMATICS INFOTECH LIMITED** ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity, the 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 (hereinafter referred to as "the financial statements"). The accompanying financial statement have been prepared by management in accordance with generally accepted accounting principles applicable in India, solely to enable its holding company, Datamatics Global Service Limited to prepare its consolidated financial statements.

In our opinion, the accompanying financial statements of the entity are prepared, in all material respects, in accordance with the generally accepted accounting principal in India.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibility for the financial statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of Companies Act, 2013 ("the Act") with respect to the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flow of the Company in accordance with the accounting principles generally accepted in India, including Accounting Standards specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, 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.

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



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Auditor's Responsibilities for the Audit of the financial statements

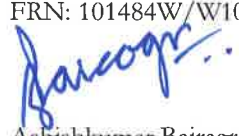
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our 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.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

For and on behalf of
M L BHUWANIA AND CO LLP
Chartered Accountants
FRN: 101484W/W100197


Ashishkumar Bairagra
Partner
Membership No. 109931
UDIN: 22109931AHZAXW1652

F- 11, 3rd Floor, Manek Mahal,
90, Veer Nariman Road, Churchgate,
Mumbai - 400 020, India.

Place: Mumbai
Date: April 27, 2022



Datamatics Infotech Limited
Financial statements as at and for the year ended March 31, 2022

Balance Sheet as at March 31, 2022	Note	(Amount in GBP)		(Amount in INR)	
		March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Particulars					
ASSETS					
Non-current assets					
Property, plant and equipment	2	1,412	-	140,510	-
i. Other financial assets	3	1,470	1,470	146,294	148,058
Total non-current assets		2,882	1,470	286,805	148,058
Current assets					
Financial assets					
i. Trade receivables	4	1,416,421	1,850,383	140,962,185	186,370,543
ii. Cash and cash equivalents	5	4,224,704	1,829,257	420,442,533	184,242,718
iii. Loans	6	-	1,018,083	-	102,541,354
iv. Other financial assets	7	588,888	876,604	58,606,084	88,291,505
Other current assets	8	9,867	13,749	981,987	1,384,749
Total current assets		6,239,879	5,588,075	620,992,789	562,830,868
Total assets		6,242,761	5,589,545	621,279,594	562,978,926
EQUITY AND LIABILITIES					
Equity					
Equity share capital	9(a)	20,000	20,000	1,990,400	2,014,400
Other equity	9(b)	4,027,538	3,534,805	400,820,545	356,025,552
Total equity		4,047,538	3,554,805	402,810,945	358,039,952
LIABILITIES					
Current liabilities					
Financial liabilities					
i. Trade payables	10	1,471,190	1,317,748	146,412,813	132,723,540
Provisions	11	100,208	177,519	9,972,700	17,879,714
Current tax liabilities	12	42,781	86,724	4,257,565	8,734,841
Other current liabilities	13	581,045	452,749	57,825,571	45,600,878
Total current liabilities		2,195,224	2,034,740	218,468,649	204,938,974
Total equity and liabilities		6,242,761	5,589,545	621,279,594	562,978,926

Significant accounting policies and notes forming part of the financial statements 1-25

As per our attached report of even date
For M L BHUWANIA AND CO LLP
Chartered Accountants
Firm Registration No. 101484W / W100197


Ashishkumar Bairagra
Partner
Membership No. 109931

Place : Mumbai
Dated : 27th April, 2022

For and on behalf of the Board


Rahul Kanodia
Director

F- 11, 3rd Floor, Manek Mahal,
90, Veer Nariman Road, Churchgate,
Mumbai - 400 020, India.



Datamatics Infotech Limited
Financial statements as at and for the year ended March 31, 2022

Statement of profit and loss for the year March 31, 2022		(Amount in GBP)		(Amount in INR)	
Particulars	Note	Year ended March 31, 2022	Year ended March 31, 2021	Year ended March 31, 2022	Year ended March 31, 2021
Continuing operations					
Revenue from operations	14	9,108,191	10,997,499	923,024,058	1,068,407,051
Other income	15	30,184	18,083	3,058,820	1,756,796
Total income		9,138,375	11,015,583	926,082,878	1,070,163,848
Expenses					
Employee benefit expenses	16	1,537,249	2,101,763	155,784,778	204,186,286
Depreciation and amortisation expense	2	277	-	28,081	-
Other expenses	17	6,996,785	7,818,437	709,054,203	759,561,191
Total expenses		8,534,311	9,920,200	864,867,063	963,747,478
Profit before tax		604,064	1,095,382	61,215,815	106,416,370
Income tax expense					
- Current tax		111,331	240,524	11,282,284	23,366,929
Total tax expense/(credit)		111,331	240,524	11,282,284	23,366,929
Profit for the year		492,733	854,858	49,933,532	83,049,441

Statement of other comprehensive income for the year ended March 31, 2022		(Amount in GBP)		(Amount in INR)	
Particulars	Note	Year ended March 31, 2022	Year ended March 31, 2021	Year ended March 31, 2022	Year ended March 31, 2021
Items that will be reclassified to profit or loss					
Foreign Currency Translation reserve		-	-	(5,162,539)	22,113,468
		-	-	(5,162,539)	22,113,468
OCI for the year		-	-	(5,162,539)	22,113,468
Total comprehensive income for the year		492,733	854,858	44,770,992	105,162,910
Earnings per Equity Share (of GBP 1/- each)					
Basic and diluted	19	24.64	42.73	2,496.67	4,152.46
Significant accounting policies and notes forming part of the financial statements	1-25				

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Ashishkumar Bairagra
Partner
Membership No. 109931

Place : Mumbai
Dated : 27th April, 2022

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Rahul Kanodia
Director



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Datamatics Infotech Limited
Financial statements as at and for the year ended March 31, 2022

Statement of changes in equity for the year ended March 31, 2022

A. Equity share capital

Particulars	Amount in GBP	Amount in INR
As at March 31, 2020	20,000	18,73,200
Foreign exchange fluctuation	-	1,41,200
Changes in equity share capital	-	-
As at March 31, 2021	20,000	20,14,400
Foreign exchange fluctuation	-	(24,000)
Changes in equity share capital	-	-
As at March 31, 2022	20,000	19,90,400

B. Other equity

Particulars	(Amount in GBP)			(Amount in INR)	
	Reserves and surplus	Total	Reserves and surplus	Other Reserves	Total
	Retained earnings		Retained earnings	Foreign Exchange Translation Reserve	
As at March 31, 2020	26,79,947	26,79,947	24,46,02,924	64,00,918	25,10,03,843
Profit for the year	8,54,858	8,54,858	8,30,49,441	-	8,30,49,441
Exchange difference on Equity share capital	-	-	-	(1,41,200)	(1,41,200)
Other comprehensive income	-	-	-	2,21,13,468	2,21,13,468
As at March 31, 2021	35,34,805	35,34,805	32,76,52,365	2,83,73,187	35,60,25,552
Profit for the year	4,92,733	4,92,733	4,99,33,532	-	4,99,33,532
Exchange difference on Equity share capital	-	-	-	24,000	24,000
Other comprehensive income	-	-	-	(51,62,539)	(51,62,539)
As at March 31, 2022	40,27,538	40,27,538	37,75,85,897	2,32,34,647	40,08,20,545

As per our attached report of even date
For M L BHUWANIA AND CO LLP
Chartered Accountants
Firm Registration No. 101484W / W100197

Ashishkumar Bairagra
Partner
Membership No. 109931

Place : Mumbai
Dated : 27th April, 2022

For and on behalf of the Board

Rahul Kanodia
Director

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Datamatics Infotech Limited
Cash flow statement for the year ended March 31, 2022

Particulars	(Amount in GBP)		(Amount in INR)	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
A. Cash flow from operating activities				
Profit before tax	6,04,064	10,95,382	6,12,15,815	10,64,16,370
Adjustments for :				
Depreciation and amortisation expense	277	-	28,081	-
Sundry balance written back (net)	(17)	-	(1,733)	-
Interest income	(30,167)	(18,083)	(30,57,087)	(17,56,796)
Provision for Doubtful Debts	-	-	-	-
Operating profit before working capital changes	5,74,157	10,77,299	5,81,85,076	10,46,59,574
Adjustments for :				
Increase in trade receivables	4,33,962	14,76,963	4,54,08,357	12,52,68,614
Increase in other financial and non-financial assets	2,91,597	(3,05,366)	3,00,89,947	(3,48,96,874)
Increase / (decrease) in trade payables	1,53,459	(2,46,252)	1,36,91,006	(1,37,60,638)
Increase in other financial and non-financial liabilities	50,985	(1,53,129)	43,17,679	(98,92,349)
Cash generated from operations	15,04,160	18,49,514	15,16,92,065	17,13,78,326
Direct taxes paid (net)	(1,55,274)	(2,81,346)	(1,57,59,560)	(2,65,78,024)
Net cash flow from operating activities	13,48,886	15,68,168	13,59,32,505	14,48,00,301
B. Cash flow from investing activities				
Purchase of fixed assets	(1,689)	-	(1,68,592)	-
Loan (given)/Refund back	10,00,000	(10,00,000)	10,07,84,558	(10,07,84,558)
Interest Received	48,250	-	48,13,884	-
Net cash flow used in investing activities (B)	10,46,561	(10,00,000)	10,54,29,850	(10,07,84,558)
Net cash flow during the year	23,95,447	5,68,168	24,13,62,355	4,40,15,744
Cash and cash equivalents at the beginning of the year	18,29,257	12,61,088	18,42,42,718	11,81,13,506
Exchange difference on translation of foreign currency cash and cash equivalents	-	-	(51,62,539)	2,21,13,468
Net cash and cash equivalents at the end of the year (Refer Note No 5)	42,24,704	18,29,257	42,04,42,533	18,42,42,718

As per our attached report of even date
For M L BHUWANIA AND CO LLP
Chartered Accountants
Firm Registration No. 101484W / W100197


Ashishkumar Bairagra
Partner
Membership No. 109931

Place : Mumbai
Dated : 27th April, 2022

For and on behalf of the Board


Rahul Kanodia
Director

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(a) General Information

Datamatics Infotech Limited, was incorporated in London, United Kingdom on March 20, 2003 and the Registration Number of the Company is 4706198. The Company is wholly owned subsidiary of Datamatics Global Services Limited.

(b) Significant Accounting Policies

i) **Basis of Preparation of Financial Statements:**
Compliance with Ind AS

This Financial Statements are prepared as per Indian Accounting Standards (Ind AS), on the accrual basis of accounting and in accordance with generally acceptable accounting principle in India from the books of accounts maintained in GBP. The above Financial Statements comprising Balance sheet, the Statement of Profit and Loss (including other Comprehensive Income) and Statement of Equity for the year then ended and a summary of significant accounting policies and a summary of selected explanatory notes have been prepared by Management to enable its Holding Company, Datamatics Global Services Limited to prepare its Consolidated Financial Statements and only relevant disclosures as required for the intended purpose are disclosed.

ii) **Foreign currency translation**
Functional and presentation currency

Transactions in foreign currencies are translated into GBP at the rate of exchange ruling on the date of the transaction
Assets and liabilities, expressed in foreign currencies are translated into GBP at the rate of exchange ruling at the end of the reporting period
Resulting profit or loss is taken to the Statement of Profit and Loss.

iii) **Revenue recognition**

Revenue from services is recognised based on time and material and billed to the clients as per the terms of the contract.
Revenue related to fixed price maintenance and support services contracts where the Company is standing ready to provide services is recognised based on time elapsed mode and revenue is straight lined over the period of performance.
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.

iv) **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. Capital work-in-progress includes assets not put to use before the year end.

Depreciation methods, estimated useful lives and residual value

Depreciation on property, plant and equipment is provided on the Straight Line Method except for leasehold land, leasehold premises and freehold land as per the useful life and in the manner prescribed in Schedule II to Companies Act, 2013.

v) **Cash and cash equivalents**

The Company considers all highly liquid financial instruments, which are readily convertible into cash and have original maturities of three months or less from date of purchase to be cash equivalents.

vi) **Cash Flow Statement**

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

vii) **Trade receivable**

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

viii) **Financial Instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity

(1) Financial Assets

(i) Classification

The Company classifies its financial assets in the following measurement categories:

- (a) those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss); and
- (b) those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

- (a) For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income.
- (b) For investments in debt Instruments, this will depend on the business model in which the investment is held.
- (c) For investments in equity Instruments, this will depend on whether the Company has made an Irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The Company reclassifies debt investments when and only when its business model for managing those assets changes.

(ii) Measurement

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

(iii) Impairment of financial assets

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime credit losses (ECL) to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward looking estimates are analysed.



Datamatcs Infotech Limited

Notes forming part of Financial Statements

(iv) Derecognition of financial assets

A financial asset is derecognised only when -

- (a) The Company has transferred the rights to receive cash flows from the financial asset or
- (b) retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

(v) Income recognition

Interest Income

Interest income is recorded on a time proportion basis taking into account the amounts invested and the rate of interest

(2) Financial Liabilities

(i) Measurement

Financial liabilities are initially recognised at fair value, reduced by transaction costs (in case of financial liability not at fair value through profit or loss), that are directly attributable to the issue of financial liability. After initial recognition, financial liabilities are measured at amortised cost using effective interest method. The effective interest rate is the rate that exactly discounts estimated future cash outflow (including all fees paid, transaction cost, and other premiums or discounts) through the expected life of the financial liability, or, where appropriate, a shorter period, to the net carrying amount on initial recognition. At the time of initial recognition, there is no financial liability irrevocably designated as measured at fair value through profit or loss.

(ii) Derecognition

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

ix) Use of estimates

The preparation of financial statements as per Generally Accepted Accounting Principles requires management to make estimates and assumptions which affects the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of financial statements and reported amount of revenue and expenses during the reported period. Actual results could differ from such estimates.

x) Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of financial year which are unpaid. The amounts are unsecured. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

xi) Provision, Contingent Liabilities and Contingent Assets

The Company recognises a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for contingent liability is made when there is 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 that the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect current best estimates.

Contingent Assets are neither recognised nor disclosed.

xii) Employee benefits

Short term employee benefits are recognised as an expense at the undiscounted amounts in the Statement of Profit & Loss for the year in which the related service is rendered.

Liabilities in respect Leave Encashment and Gratuity which are defined benefit plans are determined based on estimated leave balance basis as on the balance sheet date.

xiii) Earnings per share

In determining Earnings per Share, the Company considers the net profit attributable to company's owners. 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.



Datamatics Infotech Limited

Note 2 - Property, plant and equipment

Particulars	(Amount in GBP)		(Amount in INR)	
	COMPUTERS	Total	COMPUTERS	Total
As at March 31, 2020	-	-	-	-
Additions	-	-	-	-
As at March 31, 2021	-	-	-	-
Additions	1,689	1,689	1,68,087	1,68,087
Exchange differences	-	-	-	-
As at March 31, 2022	1,689	1,689	1,68,087	1,68,087
Particulars	COMPUTERS	Total	COMPUTERS	Total
As at March 31, 2020	-	-	-	-
Depreciation charge during the year	-	-	-	-
As at March 31, 2021	-	-	-	-
Depreciation charge during the year	277	277	28,081	28,081
Exchange differences	-	-	(504)	(504)
As at March 31, 2022	277	277	27,577	27,577
Net carrying amount as at March 31, 2022	1,412	1,412	1,40,510	1,40,510
Net carrying amount as at March 31, 2021	-	-	-	-



Datamatics Infotech Limited
Financial statements as at and for the year ended March 31, 2022

Note 3 - Other non-current financial assets	(Amount in GBP)		(Amount in INR)	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Security deposits	1,470	1,470	1,46,294	1,48,058
Total	1,470	1,470	1,46,294	1,48,058

Note 4 - Trade receivables	(Amount in GBP)		(Amount in INR)	
	March 31, 2022	As on Mar 31, 2021	March 31, 2022	As on Mar 31, 2021
Unsecured Considered Good	14,16,421	18,50,383	14,09,62,185	18,63,70,543
Total	14,16,421	18,50,383	14,09,62,185	18,63,70,543

Note 5 - Cash and cash equivalents	(Amount in GBP)		(Amount in INR)	
	March 31, 2022	As on Mar 31, 2021	March 31, 2022	As on Mar 31, 2021
Bank balances	42,24,704	18,29,257	42,04,42,533	18,42,42,718
Total	42,24,704	18,29,257	42,04,42,533	18,42,42,718

Note 6 - Short term loans and advances	(Amount in GBP)		(Amount in INR)	
	March 31, 2022	As on Mar 31, 2021	March 31, 2022	As on Mar 31, 2021
Advances to related parties and others	-	10,18,083	-	10,25,41,354
Total	-	10,18,083	-	10,25,41,354

Note 7 - Other current financial assets	(Amount in GBP)		(Amount in INR)	
	March 31, 2022	As on Mar 31, 2021	March 31, 2022	As on Mar 31, 2021
Unbilled Revenue	5,88,888	8,76,604	5,86,06,084	8,82,91,505
Total	5,88,888	8,76,604	5,86,06,084	8,82,91,505

Note 8 - Other current assets	(Amount in GBP)		(Amount in INR)	
	March 31, 2022	As on Mar 31, 2021	March 31, 2022	As on Mar 31, 2021
Prepaid expenses	4,869	13,749	4,84,586	13,84,749
Advance to staff	4,998	-	4,97,401	-
Total	9,867	13,749	9,81,987	13,84,749



Datamatics Infotech Limited
Financial statements as at and for the year ended March 31, 2022

Note 9 - Share capital and other equity

9(a) - Equity share capital

(i) Authorised share capital

Particulars	Number of shares	Amount in GBP	Number of shares	Amount in INR
As at April 1, 2020	20,000	20,000	20,000	18,73,200
Foreign exchange fluctuation	-	-	-	1,41,200
March 31, 2021	20,000	20,000	20,000	20,14,400
Foreign exchange fluctuation	-	-	-	(24,000)
March 31, 2022	20,000	20,000	20,000	19,90,400

(ii) Movements in equity share capital

Particulars	Number of shares	Amount in GBP	Number of shares	Amount in INR
As at April 1, 2020	20,000	20,000	20,000	18,73,200
Issued during the year	-	-	-	-
Foreign exchange fluctuation	-	-	-	1,41,200
March 31, 2021	20,000	20,000	20,000	20,14,400
Issued during the year	-	-	-	-
Foreign exchange fluctuation	-	-	-	(24,000)
March 31, 2022	20,000	20,000	20,000	19,90,400

(iii) Shares of the company held by holding company

Particulars	(Amount in GBP)		(Amount in INR)	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
20,000 (20,000) Equity shares of GBP 1 held by Datamatics Global Ser	20000	20000	20,14,400	19,90,400

(iv) Details of shareholders holding more than 5% shares in the Company

Particulars	March 31, 2022		March 31, 2021	
	Number of shares	% Holding	Number of shares	% Holding
Datamatics Global Services Limited	20,000	100	20,000	100

(v) Terms / rights attached to equity shares

The Company, at present, has one class of equity shares having a par value of GBP 1 per share. Each shareholder is eligible for one vote per share held.

9(b) - Other equity

Particulars	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Retained earnings*	40,27,538	35,34,805	37,75,85,897	32,76,52,365
OCI -	-	-	-	-
Foreign currency translation reserve**	-	-	2,32,34,647	2,83,73,187
Total	40,27,538	35,34,805	40,08,20,545	35,60,25,552

* Refer Statement of Changes in Equity for Movement

** The exchange differences arising from the translation of financial statements of foreign operations with functional currency other than GBP is recognised in other comprehensive income, net of taxes and is presented within equity in the foreign currency translation reserve.



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Note 10 - Trade payables	(Amount in GBP)		(Amount in INR)		
	Particulars	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Trade payables		14,71,190	13,17,748	14,64,12,813	13,27,23,540
Total		14,71,190	13,17,748	14,64,12,813	13,27,23,540

Note 11 - Short term provisions	(Amount in GBP)		(Amount in INR)		
	Particulars	March 31, 2022	As on Mar 31, 2021	March 31, 2022	March 31, 2021
Provision for Leave encashment		1,00,208	1,77,519	99,72,700	1,78,79,714
Total		1,00,208	1,77,519	99,72,700	1,78,79,714

Note 12 - Current tax liabilities	(Amount in GBP)		(Amount in INR)		
	Particulars	March 31, 2022	As on Mar 31, 2021	March 31, 2022	March 31, 2021
Current tax liabilities		42,781	86,724	42,57,565	87,34,841
Total		42,781	86,724	42,57,565	87,34,841

Note 13 - Other current liabilities	(Amount in GBP)		(Amount in INR)		
	Particulars	March 31, 2022	As on Mar 31, 2021	March 31, 2022	March 31, 2021
Unearned Revenue		2,05,109	-	2,04,12,448	-
Payable to related parties		15,424	-	15,35,011	-
Statutory dues		3,60,512	4,52,749	3,58,78,111	4,56,00,878
Total		5,81,045	4,52,749	5,78,25,571	4,56,00,878



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Particulars	(Amount in GBP)		(Amount in INR)	
	Year ended March 31, 2022	Year ended March 31, 2021	Year ended March 31, 2022	Year ended March 31, 2021
Sales -domestic	91,08,191	1,09,97,499	92,30,24,058	1,06,84,07,051
Total	91,08,191	1,09,97,499	92,30,24,058	1,06,84,07,051

Particulars	(Amount in GBP)		(Amount in INR)	
	Year ended March 31, 2022	Year ended March 31, 2021	Year ended March 31, 2022	Year ended March 31, 2021
Interest received	30,167	18,083	30,57,087	17,56,796
Sundry balances written back	17	-	1,733	-
Total	30,184	18,083	30,58,820	17,56,796

Particulars	(Amount in GBP)		(Amount in INR)	
	Year ended March 31, 2022	Year ended March 31, 2021	Year ended March 31, 2022	Year ended March 31, 2021
Basic Salary, Wages & Allowances	13,69,792	19,33,510	13,88,14,707	18,78,40,494
Contribution towards PF & Other funds	1,55,060	1,43,163	1,57,13,811	1,39,08,275
Staff Welfare	12,396	25,090	12,56,260	24,37,518
Total	15,37,249	21,01,763	15,57,84,778	20,41,86,286

Particulars	(Amount in GBP)		(Amount in INR)	
	Year ended March 31, 2022	Year ended March 31, 2021	Year ended March 31, 2022	Year ended March 31, 2021
Legal & Professional expenses	1,33,134	1,28,124	1,34,91,757	1,24,47,239
Travelling expenses	2,045	13,693	2,07,211	13,30,279
Technical fees	67,97,021	76,08,078	68,88,10,094	73,91,24,782
Rent	10,569	12,137	10,71,111	11,79,107
Communication charges	1,976	2,421	2,00,264	2,35,234
Entertainment expenses	46	1,308	4,698	1,27,072
Recruitment charges	19,500	-	19,76,130	-
Exchange loss (Net)	1,693	442	1,71,518	42,973
Audit fees	9,000	17,380	9,12,060	16,88,467
Bank charges	4,608	2,059	4,66,988	2,00,058
Insurance	16,933	32,973	17,15,993	32,03,335
Miscellaneous expenses	260	(179)	26,379	(17,354)
Total	69,96,785	78,18,437	70,90,54,203	75,95,61,191



Datamatics Infotech Limited
Notes Forming Part of The Financial Statements

Note 18 - Related Party Disclosure

As required under Ind AS 24 – “Related Party Disclosures”, following are details of transactions during the year with the related parties of the Company as defined in Ind AS- 24.

The Company has entered into transactions in ordinary course of business with related parties at arms length as per details given below:

Datamatics Global Services Limited (Holding Company)
 Datamatics Global Services Inc (Fellow Subsidiary)

The nature of significant related party transactions and the amounts involved are as follows:

Sr. No.	Particulars	(Amount in GBP)		(Amount in INR)	
		2021-22	2020-21	2021-22	2020-21
(i)	Transactions during the year ended Included In Technical Fees Datamatics Global Services Limited (Holding Company)	66,06,660	73,60,554	66,95,18,914	71,50,77,862
(ii)	Included In Interest received Datamatics Global Services Inc (Fellow Subsidiary)	30,167	18,083	30,57,087	17,56,796
(iii)	Loan Given Datamatics Global Services Inc (Fellow Subsidiary)	-	10,00,000	-	10,07,20,000
(iv)	Loan Refund back Datamatics Global Services Inc (Fellow Subsidiary)	10,18,083	-	10,25,41,354	-
(v)	Reimbursements/ Expenses Incurred by related parties Datamatics Global Services Limited (Holding Company)	5,710	-	5,78,651	-
Balances as at March 31:		March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
(i)	Loan receivable Datamatics Global Services Inc (Fellow Subsidiary)	-	10,18,083	-	10,25,41,354
(ii)	Included In Trade Payable Datamatics Global Services Limited (Holding Company)	13,22,629	13,17,342	13,16,28,085	13,26,82,701
(iii)	Included in Other current liabilities Datamatics Global Services Inc (Fellow Subsidiary)	15,424	-	15,35,011	-

Note 19 - Earnings Per Share

Particulars	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Net profit after tax (In GBP)	4,92,733	8,54,858	4,99,33,532	8,30,49,441
Number of equity shares	20,000	20,000	20,000	20,000
Nominal value of shares	1 GBP	1 GBP	1 GBP	1 GBP
Earnings per Share (Basic and Diluted)	24.64	42.73	2,496.67	4,152.46

Note 20 - Ratio

The following are applicable analytical ratios for the year ended March 31, 2022 and March 31, 2021:

Particulars	Refer notes for variance	March 31, 2022	March 31, 2021	Variance (%)
(i) Current Ratio =(Current Assets/Current Liabilities) (Times)		2.84	2.75	3.50%
(ii) Return on Equity (ROE) = (Net Profits after taxes/Average Shareholder's Equity) (%)	1	12.96%	27.33%	-52.58%
(iii) Trade receivables turnover ratio =(Revenue/Average Trade Receivable) (Times)	2	5.58	4.25	31.27%
(iv) Trade payables turnover ratio =(Purchases of services and other expenses/Average Trade Payables) (Times)		5.02	5.43	-7.53%
(v) Net capital turnover ratio= (Revenue/Working Capital) (Times)	3	2.25	3.09	-27.24%
(vi) Net profit ratio= (Net Profit/Total Income) (%)	1	5.39%	7.76%	-30.52%
(vii) Return on capital employed (ROCE) = (Earning before Interest and taxes/Effective Capital Employed (d)) (%)	1	15.89%	35.03%	-54.63%

Note:

1. Decrease in profit during the current year.
2. Decrease in trade receivable during the current year.
3. Decrease in revenue during the current year.

Note 21 - Fair value measurements

Particulars	(Amount in AED)		(Amount in INR)	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Financial assets				
Cash and cash equivalents	42,24,704	18,29,257	42,04,42,533	18,42,42,718
Trade receivables	14,16,421	18,50,383	14,09,62,185	18,63,70,543
Unbilled Revenue	5,88,888	8,76,604	5,86,06,084	8,82,91,505
Loan	-	10,18,083	-	10,25,41,354
Total financial assets	62,30,012	55,74,326	62,00,10,802	56,14,46,119
Financial Liabilities				
Trade Payable	14,71,190	13,17,748	14,64,12,813	13,27,23,540
Total financial liabilities	14,71,190	13,17,748	14,64,12,813	13,27,23,540



Note 22 - Financial risk management

The company's activities expose it to liquidity risk and credit risk. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk.

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables and financial assets	Ageing analysis	Diversification of bank deposits and credit limits
Liquidity risk	Trade payable	Maturity analysis, cash flow forecasts	Availability of committed credit lines and borrowing facilities

A) Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. Credit risk encompasses the direct risk of default, risk of deterioration of creditworthiness as well as concentration risks. The Company is exposed to credit risk from its operating activities (primarily trade receivables), deposits with banks and loans given.

Credit risk management

The company's credit risk mainly from trade receivables as these are typically unsecured. This credit risk has always been managed through credit approvals, establishing credit limits and continuous monitoring the creditworthiness of customers to whom credit is extended in the normal course of business. The Company estimates the expected credit loss based on past data, available information on public domain and experience. Expected credit losses of financial assets receivable are estimated based on historical data of the Company.

B) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of the underlying businesses, company treasury maintains flexibility in funding by maintaining availability under committed credit lines.

Management monitors rolling forecasts of the company's liquidity position and cash and cash equivalents on the basis of expected cash flows. In addition, the company's liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

Note 23 - Lease

The Company's significant leasing arrangements are in respect of office premises. The aggregate lease rentals payable on these leasing arrangements are charged as rent under "Other expenses" in Note 17. These leasing arrangements are for a period not exceeding twelve months and are in most cases renewable by mutual consent, on mutually agreeable terms.

Rental expense relating to operating leases	(Amount in GBP)		(Amount in INR)	
	March 31, 2022	March 31, 2021	March 31, 2022	March 31, 2021
Total rental expense relating to operating leases	10,569	12,137	10,71,111	11,79,107

Notes:

- (a) Future lease payments are determined on the basis of terms of the lease agreement.
- (b) At the expiry of term of the agreement, the Company has an option either to return the leased asset or extend the term by giving a notice in writing.
- (c) There are no sublease payments as well as no contingent rent.

Note 24 - Impact of COVID - 19 Pandemic

The company has assessed the possible effects that may result from the COVID-19 pandemic on the carrying amounts of receivables, unbilled revenues and other assets / liabilities. Based on the current indicators of economic conditions, the company expects to recover the carrying amount of all its assets. The actual impact of the COVID-19 pandemic may be different from that estimated as at the date of approval of these standalone financial results and the company will continue to closely monitor any material changes to the economic conditions in the future.



Datamatics Infotech Limited
Notes Forming Part of The Financial Statements

Note 25 - Previous Year Figures

Previous year figures have been appropriately regrouped/reclassified and rearranged wherever necessary to conform to the current year's presentation.
Previous year figures are as per audited accounts of previous year.

As per our attached report of even date
For **M L BHUWANIA AND CO LLP**
Chartered Accountants
Firm Registration No. 101484W / W100197


Ashishkumar Baragra
Partner
Membership No. 109931

Place : Mumbai
Dated : 27th April, 2022

For and on behalf of the Board



Rahul Kanodia
Director



**F- 11, 3rd Floor, Manek Mahal,
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Mumbai - 400 020, India.**

