

LUMINA DATAMATICS INC.  
CONDENSED FINANCIAL STATEMENT  
BALANCE SHEET AS AT MARCH 31, 2023

(All amounts in USD)

Particulars	Note	March 31,2023	March 31,2022
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, Plant and Equipment	2	25,391	16,498
Other Intangible assets	3	-	111,132
Right to use Assets		92,606	155,120
<b>Financial assets</b>			
i. Investments	4	353,219	353,219
ii. Other financial assets	5	18,864	17,037
Deferred tax assets		126,502	147,739
<b>Total non-current assets</b>		<b>616,582</b>	<b>800,745</b>
<b>Current assets</b>			
<b>Financial assets</b>			
i. Investments	6	2,048,188	-
ii. Trade receivables	7	7,634,158	6,089,219
iii. Cash and cash equivalents	8	3,822,032	3,394,223
iv. Other financial assets	9	2,220,383	1,465,858
Other current assets	10	37,727	16,705
		<b>15,762,488</b>	<b>10,966,005</b>
<b>Total current assets</b>		<b>15,762,488</b>	<b>10,966,005</b>
<b>Total assets</b>		<b>16,379,070</b>	<b>11,766,750</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Share Capital</b>			
Equity share capital	10(a)	29,310,530	29,310,530
Other Equity	10(b)	(17,214,530)	(20,251,669)
<b>Total equity</b>		<b>12,096,000</b>	<b>9,058,861</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
Lease liabilities		58,318	109,919
Other non-current liabilities	11	297,545	136,000
<b>Total non-current liabilities</b>		<b>355,863</b>	<b>245,919</b>
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
i. Trade payables	12	3,522,271	2,039,526
ii. Lease liabilities		51,601	63,038
Other current liabilities	13	353,334	359,406
		<b>3,927,207</b>	<b>2,461,970</b>
<b>Total current liabilities</b>		<b>3,927,207</b>	<b>2,461,970</b>
<b>Total liabilities</b>		<b>4,283,070</b>	<b>2,707,889</b>
<b>Total equity and liabilities</b>		<b>16,379,070</b>	<b>11,766,750</b>

The accompanying notes forming an integral part of the financial statements 1-21

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 : April 26, 2023



LUMINA DATAMATICS INC.  
 CONDENSED FINANCIAL STATEMENT  
 STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2023

(All amounts in USD)

Particulars	Note	March 31, 2023	March 31, 2022
<b>Continuing operations</b>			
Revenue from operations	14	37,607,303	34,407,136
Other income	15	294,069	865
<b>Total income</b>		<b>37,901,371</b>	<b>34,408,001</b>
<b>Expenses</b>			
Employee benefit expenses	16	6,354,716	6,337,347
Net finance costs	17	12,382	16,810
Depreciation and amortisation expenses	18	187,583	360,362
Other expenses	19	28,012,198	23,586,274
<b>Total expenses</b>		<b>34,566,879</b>	<b>30,300,792</b>
<b>Profit before exceptional items and tax</b>		<b>3,334,492</b>	<b>4,107,209</b>
<b>Exceptional items ( Refer note no. 22)</b>			
Loss on sale of subsidiary		-	1,775,316
<b>Profit before tax</b>		<b>3,334,492</b>	<b>2,331,893</b>
Income tax expense			
- Current tax	20(a)	276,115	46,383
- Deferred tax		21,237	(88,844)
<b>Total tax expense/(credit)</b>		<b>297,353</b>	<b>(42,461)</b>
<b>Profit from continuing operations</b>		<b>3,037,139</b>	<b>2,374,354</b>
<b>Profit for the year</b>		<b>3,037,139</b>	<b>2,374,354</b>

The accompanying notes forming an integral part of the financial statements

1-21

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 : April 26, 2023



**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.

**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 the 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**

Ind AS 116 The Company is complying with Ind AS 116 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.

**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 equipment's 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 cons 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 & LDL Phantom Stock Appreciation Plan 2021 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** (All amounts in USD)

Particulars	Computer & Equipments	Leasehold Improvements	Total
<b>Gross Block</b>			
March 31, 2021	26,323	11,177	37,500
Additions	4,015	-	4,015
Disposals	-	-	-
<b>March 31, 2022</b>	<b>30,338</b>	<b>11,177</b>	<b>41,515</b>
Additions	22,830	-	22,830
Disposals	-	-	-
<b>March 31, 2023</b>	<b>53,168</b>	<b>11,177</b>	<b>64,345</b>

(All amounts in USD)

Particulars	Computer & Equipments	Leasehold Improvements	Total
<b>Accumulated depreciation</b>			
March 31, 2021	10,830	2,817	13,647
Depreciation charge during the year	8,886	2,484	11,370
<b>March 31, 2022</b>	<b>19,716</b>	<b>5,301</b>	<b>25,017</b>
Depreciation charge during the year	11,454	2,484	13,937
<b>March 31, 2023</b>	<b>31,169</b>	<b>7,785</b>	<b>38,954</b>

Net carrying amount as March 31, 2023	21,998	3,392	25,391
Net carrying amount as March 31, 2022	10,622	5,876	16,498



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

**Note 3 - Intangible assets** ( amounts in USD)

Particulars	Computer Softwares
<b>March 31, 2021</b>	<b>1,508,370</b>
Additions	-
Disposals and Impairment of asset	-
<b>March 31, 2022</b>	<b>1,508,370</b>
Additions	-
Disposals and Impairment of asset	-
<b>March 31, 2023</b>	<b>1,508,370</b>

Particulars	Computer Softwares
<b><i>Accumulated amortisation and impairment</i></b>	
<b>March 31, 2021</b>	<b>1,114,065</b>
Amortisation charge during the year	283,173
Disposals	-
<b>March 31, 2022</b>	<b>1,397,238</b>
Amortisation charge during the year	111,132
Disposals	-
<b>March 31, 2023</b>	<b>1,508,370</b>

Net carrying amount as March 31, 2023	-
Net carrying amount as March 31, 2022	111,132



LUMINA DATAMATICS INC.  
Notes to the Condensed Financial Statements

**Note 4 - Non-current investments**

Particulars	March 31,2023	March 31,2022
<b>Investment in equity instruments (fully paid-up)</b>		
<b>Unquoted</b>		
<b>In subsidiaries - Wholly Owned (at Cost)</b>		
Investment in instruments of company (unquoted - non trade)		
Investment in Lumina Datamatics, GmbH	2,750,362	2,750,362
Less: Impairment of Lumina Datamatics, GmbH (Refer Note 21)	2,397,143	2,397,143
<b>Lumina Datamatics, GmbH</b>	<b>353,219</b>	<b>353,219</b>
Investment in Lumina Datamatics Assessment & Analytics, LLC	-	1,584,366
Less: Loss on dissolution of Lumina Datamatics Assessment & Analytics, LLC ( Refer Note 21)	-	1,584,366
<b>Total</b>	<b>353,219</b>	<b>353,219</b>

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

Particulars	March 31,2023	March 31,2022
Unsecured considered good		
Security deposits	18,864	17,037
<b>Total</b>	<b>18,864</b>	<b>17,037</b>

**Note 6 - Current investments**

Particulars	March 31,2023	March 31,2022
Term deposits with financial institutions - Amortised cost		
HSBC Bank	2,048,188	
<b>Total</b>	<b>2,048,188</b>	<b>-</b>

**Note 7 - Trade receivables**

Particulars	March 31,2023	March 31,2022
<b>Unsecured</b>		
Considered Good	7,634,158	6,089,219
Considered doubtful	205,085	450,966
	<b>7,839,243</b>	<b>6,540,185</b>
Less :- Allowance for expected credit loss	205,085	450,966
<b>Total</b>	<b>7,634,158</b>	<b>6,089,219</b>

**Note 8 - Cash and cash equivalents**

Particulars	March 31,2023	March 31,2022
Bank balances	3,822,032	3,394,223
<b>Total</b>	<b>3,822,032</b>	<b>3,394,223</b>

**Note 9 - Other financial assets**

Particulars	March 31,2023	March 31,2022
Unsecured considered good		
Other Receivables	3,648	1,696
Unbilled revenue	2,216,736	1,464,162
<b>Total</b>	<b>2,220,383</b>	<b>1,465,858</b>

**Note 10 - Other current assets**

Particulars	March 31,2023	March 31,2022
Prepaid expenses	37,727	16,705
<b>Total</b>	<b>37,727</b>	<b>16,705</b>





**LUMINA DATAMATICS INC.**

**Note 10 - Statement of changes in equity as at March 31, 2023**

(a) Equity share capital	
(All amounts in USD)	
Particulars	Amount
<b>March 31, 2021</b>	<b>29,310,530</b>
Movement during the year	-
<b>March 31, 2022</b>	<b>29,310,530</b>
Movement during the year	-
<b>March 31, 2023</b>	<b>29,310,530</b>

**(b) Other equity**

Particulars	Attributable to owners of LUMINA DATAMATICS Inc.		
	Retained earnings	Capital Reserve	Total other equity
<b>As at March 31, 2021</b>	<b>(22,626,024)</b>	-	<b>(22,626,024)</b>
Profit for the year	2,374,354	-	2,374,354
<b>Total comprehensive income for the year</b>	<b>2,374,354</b>	<b>-</b>	<b>2,374,354</b>
<b>As at March 31, 2022</b>	<b>(20,251,669)</b>	-	<b>(20,251,669)</b>
Profit for the year	3,037,139	-	3,037,139
<b>Total comprehensive income for the year</b>	<b>3,037,139</b>	<b>-</b>	<b>3,037,139</b>
<b>As at March 31, 2023</b>	<b>(17,214,530)</b>	-	<b>(17,214,530)</b>



LUMINA DATAMATICS INC.  
Notes to the Condensed Financial Statements

**Note 11 - Other Non Current liabilities** (All amounts in USD)

<b>Particulars</b>	<b>March 31, 2023</b>	<b>March 31, 2022</b>
Provision for Share Appreciation Rights	297,545	136,000
<b>Total</b>	<b>297,545</b>	<b>136,000</b>

**Note 12 - Trade payables**

<b>Particulars</b>	<b>March 31, 2023</b>	<b>March 31, 2022</b>
Trade payables	3,357,904	1,771,971
Other payables	164,368	267,555
<b>Total</b>	<b>3,522,271</b>	<b>2,039,526</b>

**Note 13 - Other current financial and non financial liabilities**

<b>Particulars</b>	<b>March 31, 2023</b>	<b>March 31, 2022</b>
Statutory dues	234	1,042
Others current liability	353,100	358,364
<b>Total</b>	<b>353,334</b>	<b>359,406</b>



LUMINA DATAMATICS INC.  
Notes to the Condensed Financial Statements

**Note 14 - Revenue from operations** (All amounts in USD)

Particulars	March 31,2023	March 31,2022
Sale of Services	37,607,303	34,407,136
<b>Total</b>	<b>37,607,303</b>	<b>34,407,136</b>

**Note 15 - Other income**

Particulars	March 31,2023	March 31,2022
Miscellaneous receipts	48,188	865
Provision for ECL / Bad debts Written back (Net)	245,881	-
<b>Total</b>	<b>294,069</b>	<b>865</b>

**Note 16 - Employee benefit expenses**

Particulars	March 31,2023	March 31,2022
Basic Salary, Wages & Allowances	5,972,112	5,987,434
Share based compensation	-	-
SAR expenses	161,545	136,000
Staff Welfare	221,059	213,913
<b>Total</b>	<b>6,354,716</b>	<b>6,337,347</b>

**Note 17 - Net finance costs**

Particulars	March 31,2023	March 31,2022
Interest on loan from banks	-	-
Interest on lease liabilities	12,382	16,810
<b>Total</b>	<b>12,382</b>	<b>16,810</b>

**Note 18 - Depreciation and amortisation expenses**

Particulars	March 31,2023	March 31,2022
Depreciation on property plant and equipment	13,937	11,370
Amortisation on intangible assets	111,132	283,173
Depreciation on Right to Use Assets	62,514	65,819
<b>Total</b>	<b>187,583</b>	<b>360,362</b>

**Note 19 - Other expenses**

Particulars	March 31,2023	March 31,2022
Outsourcing cost	27,455,956	22,898,471
Electricity expenses	4,800	4,748
Legal & Professional expenses	13,587	14,593
Travelling expenses	95,236	30,039
Rent	943	139
Communication charges	78,971	74,933
Miscellaneous expenses	43	-
Advertisement expenses & Sales promotion	76,169	64,908
Printing & Stationery	83,810	106,919
Foreign exchange gain / loss	30,929	28,175
Subscription expenses	16,135	689
Bank charges	75,570	53,296
Rates & Taxes	-	7,780
Repairs & Maintenance expenses	39,868	42,065
Bad debts	4,608	225,493
Insurance	35,574	34,026
<b>Total</b>	<b>28,012,198</b>	<b>23,586,274</b>



LUMINA DATAMATICS INC.  
Notes to the Condensed Financial Statements

Note 20 - Taxation

20(a) - Income tax expense (All amounts in USD)

Particulars	March 31, 2023	March 31, 2022
<i>Current tax</i>		
Current tax on profits for the year	173,848	46,383
Adjustments for current tax of prior periods	102,267	-
<b>Total current tax expense</b>	<b>276,115</b>	<b>46,383</b>
<i>Deferred tax</i>		
(Increase)/(Decrease) in deferred tax assets	21,237	(88,844)
(Decrease)/Increase in deferred tax liabilities	-	-
<b>Total deferred tax expense/(benefit)</b>	<b>21,237</b>	<b>(88,844)</b>
<b>Income tax expense</b>	<b>297,353</b>	<b>(42,461)</b>

Note 21: During the previous year Lumina Datamatics Analytics Assessments subsidiary of Lumina Datamatics Inc was dissolved as on 18th February 2022

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 : April 26, 2023

