



INDEPENDENT AUDITOR'S REPORT

To the Members of **M/s. Machint Solutions Private Limited**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Machint Solutions Private Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). 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 (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards referred to in Section 133 of Companies Act 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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.

Auditor's Responsibilities for the Audit of the Financial Statements

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the Accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, 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.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016, issued by the department of company affairs, in terms of section 143 (11) of the companies Act, 2013, and on the basis of our examination of the books and records as we considered appropriate and according to the information and explanation given to us, we give in the "Annexure A" a statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by section 143(3) of the Companies Act 2013, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The Balance Sheet and Statement of Profit and Loss and Cash flow Statement dealt with by this Report are in agreement with the relevant books of account.
 - d) In our opinion, the aforesaid financials comply with the Accounting Standards specified under of Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014
 - e) On the basis of written representations received from the directors as on March 31, 2020, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020, from being appointed as a director in terms of sub section (2) of section 164 of the Companies Act, 2013.
 - f) Since the Company's turnover as per last audited financial statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017; and
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i) There are no pending litigations for or against the Company which would impact its financial position.
 - ii) The Company does not have any derivatives contracts. Further there are no long term contracts for which provisions for any material foreseeable losses is required to be made.



- iii) There are no amounts pending that are required to be transferred to Investor Education and Protection Fund.

For NSVR & ASSOCIATES LLP.

Chartered Accountants

(FRN No.0088015/S200060)

M. Rangababu
CA.Rangababu.M

(Partner)

M.no:218544

UDIN : 20218544AAAAAY7512



Date: 03.09.2020

Place: Hyderabad





ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Machint Solutions Private Limited of even date)

i. In respect of the Company's fixed assets:

(a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) The Company has a program of verification to cover all the items of fixed assets in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain fixed assets were physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us, the records examined by us and based on the examination of the conveyance deeds / registered sale deed provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date. In respect of immovable properties of land and building that have been taken on lease and disclosed as fixed assets in the financial statements, the lease agreements are in the name of the Company.

ii. The Company is in the business of providing software services and does not have any physical inventories. Accordingly, reporting under clause 3(ii) of the Order is not applicable to the Company.

iii. The Company has not granted any loans, secured or unsecured to companies, firms or other Parties covered in the register maintained under section 189 of the Companies Act. Thus, Clause 3(iii) of the Order is not applicable.

iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

v. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2020 and therefore, the provisions of the clause 3(v) of the Order are not applicable to the Company.

vi. The maintenance of cost records has not been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by



the Company. Thus, reporting under clause 3(vi) of the order is not applicable to the Company.

vii. According to the information and explanations given to us, in respect of statutory dues:

a. The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues applicable to it with the appropriate authorities.

b. There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues in arrears as at March 31, 2020 for a period of more than six months from the date they became payable.

viii. Based on our Audit procedures and on the information and explanations given by the management, we are of the opinion that the company has not defaulted in repayment of dues to a financial institutions, banks or debenture holders.

ix. Money raised by way of term loan were applied for the purpose for which it was raised.

x. The Company has not raised moneys by way of initial public offer or further public offer, hence this clause is not applicable.

xi. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.

xii. Based upon the audit procedures performed and the information and explanations given by the management, the no managerial remuneration has been paid. Hence mandated by the provisions of section 197 read with schedule V to the Companies Act not applicable.

xiii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.



xiv. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.

xv. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly paid convertible debentures and hence reporting under clause 3(xv) of the Order is not applicable to the Company.

xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For NSVR & ASSOCIATES LLP.,
Chartered Accountants
(FRNo.008801S/S200060)



CA. Rangababu. M
Partner
M.no.218544
UDIN: 20218544AAAAAy7512.



Date: 03.09.2020
Place: Hyderabad.

M/s. MACHINT SOLUTIONS PRIVATE LIMITED
PLOT NO 76 & 76A, 2nd Floor, RAMKRUPA TOWERS, JUBILEE ENCLAVE, MADHAPUR, HYDERABAD, Rangareddi, TG 500081, INDIA
CIN : U74999TG2018PTC127147
BALANCE SHEET FOR THE YEAR ENDED AS ON 31.03.2020

	PARTICULARS	Note No.	As at 31.03.2020		As at 31.03.2019	
			Rs.	Rs.	Rs.	Rs.
I	<u>EQUITY AND LIABILITIES</u>					
	1. Shareholders' funds					
	(a) Share Capital	1	1,00,00,000		1,00,000	
	(b) Reserves and Surplus	2	72,17,329		19,51,984	
	(c) Money received against share warrants			1,72,17,329		20,51,984
	2. Share application money pending allotment					-
	3. Non- current liabilities					
	(a) Long-term borrowings	3	16,46,845		-	
	(b) Deferred Tax liabilities (Net)	4	57,944		9,071	
	(c) Other Long term liabilities					
	(d) Long-term Provisions			17,04,789		9,071
	4. Current Liabilities					
	(a) Short term borrowings		-		-	
	(b) Trade payables	5	98,28,797		7,88,834	
	(c) Other current liabilities	6	2,67,75,726		56,24,331	
	(d) Short term provisions	7	18,69,135		6,76,762	
	TOTAL			3,84,73,657		70,89,927
				5,73,95,775		91,50,982
II	<u>ASSETS</u>					
	1. Non-current assets					
	(a) Fixed assets	8				
	(i) Tangible assets		28,32,092		3,83,501	
	(ii) Intangible assets		20,47,594			
	(iii) Capital work-in-progress		-			
	(iv) Intangible assets under		-			
	(b) Non-current investments		-		-	
	(c) Deferred tax assets (net)		-		-	
	(d) Long-term loans and advances		-		-	
	(e) Other non-current assets	9	20,80,800		7,60,800	
				69,60,487		11,44,301
	2. Current assets					
	(a) Current investments					
	(b) Inventories	10	18,95,782		-	
	(c) Trade receivables	11	4,33,72,242		58,51,316	
	(d) Cash and Bank Balances	12	3,76,998		1,56,549	
	(e) Short-term loans and advances	13	29,41,356		9,80,698	
	(f) Other current assets	14	18,48,910		10,18,118	
	TOTAL			5,04,35,288		80,06,681
				5,73,95,775		91,50,982
	Significant Accounting policies and Notes to Accounts	22				

For NSVR & ASSOCIATES LLP

Chartered Accountants
FRN : 0088015/S200060

M. Ranga Babu
(M Ranga Babu)
Partner
M.No. 218544
UDIN : 20218544AAAAAY7512

Place : Hyderabad
Date : 03.09.2020



For on behalf of Board of Directors

S. Ch. Kalyan Chakravarthy

S Kalyan Chakravarthy
Managing Director
DIN : 08104981

ch. Padmakathi
Padmakathi Chillara
Director
DIN : 08160329



M/s. MACHINT SOLUTIONS PRIVATE LIMITED
PLOT NO 76 & 76A, 2nd Floor, RAMKRUPA TOWERS, JUBILEE ENCLAVE, MADHAPUR, HYDERABAD, Rangareddi, TG 500081, INDIA
CIN : U74999TG2018PTC127147
PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED 31.03.2020

PARTICULARS	Note No.	For the Period Ended 31.03.2020		For the Year Ended 31.03.2019	
		Rs.	Rs.	Rs.	Rs.
Revenue from operations:					
Sale of Goods					
Sale of Services	15	5,93,58,063		74,25,270	
			5,93,58,063		74,25,270
Other Income			-		57
Total Revenue (I + II)			5,93,58,063		74,25,327
Expenses					
Purchases	16	37,91,564		-	
Changes in Inventory	17	(18,95,782)		8,33,798	
Direct Expenses	18	1,16,63,988		-	
Employee benefits expense	19	2,90,20,958		23,03,004	
Finance Costs	20	5,01,414		-	
Depreciation and amortization expense	8	6,30,972		52,267	
Other expense	21	84,61,597		15,98,442	
Total Expense			5,21,74,711		47,87,511
Profit before exceptional and extraordinary items and tax (III-IV)			71,83,352		26,37,816
Exceptional Items					
Profit before extraordinary items and tax (V-VI)			71,83,352		26,37,816
Extraordinary items					
Profit before tax (VII-VIII)			71,83,352		26,37,816
Tax expense:					
(1) Current tax		18,69,135		6,76,762	
(2) Deferred tax		48,873		9,071	
			19,18,007		6,85,833
Profit/(Loss) for the period from continuing operations (IX - X)			52,65,345		19,51,983
Profit/(Loss) for the period from discontinuing operations			-		-
Tax expense of discontinuing operations			-		-
Profit/(Loss) from discontinuing operations (after tax) (XII-XIII)			-		-
Profit/(Loss) for the period (XI + XIV)			52,65,345		19,51,983
Earnings per equity share:					
(1) Basic			43.16		195.20
(2) Diluted			43.16		195.20
Significant Accounting policies and Notes to Accounts	22				

In terms of our report attached.

For NSVR & ASSOCIATES LLP

Chartered Accountants

FRN : 008801S/S200060

M. Ranga Babu

(M Ranga Babu)
Partner

M.No. 218544

UDIN : 20218544AAAAAY7512

Place : Hyderabad

Date : 03.09.2020

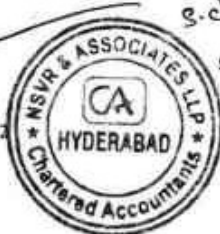
For on behalf of Board of Directors

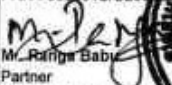
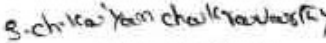
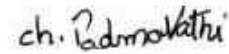

S. Ch. Kalyan Chakravarthy

S Kalyan Chakravarthy
Managing Director
DIN : 08104981

ch. Padmavathi

Padmavathi Chillara
Director
DIN: 08160329



M/s. MACHINT SOLUTIONS PRIVATE LIMITED				
CIN : U74999TG2018PTC127147				
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2020				
PARTICULARS	As at 31.03.2020		As at 31.03.2019	
	Amount Rs.	Amount Rs.	Amount Rs.	Amount Rs.
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net profit / (Loss) before tax & adjustments		52,65,345		19,51,983
Adjustments for:				
Depreciation	6,30,972		52,267	
Interest Received	-		-	
Operating Profit before Working Capital Change		6,30,972		52,267
Adjustments for:		58,96,317		20,04,250
Inventories	(18,95,782)		-	
Trade & Other Receivables	(3,75,20,926)		(58,51,316)	
Changes in other Current Liabilities	3,13,83,731		70,98,998	
Loans & Advance and other current assets	(19,80,656)		(19,98,816)	(7,51,135)
Change in Other Current Assets	(8,30,792)	(1,08,24,427)		
Cash flow Before Tax and Extra Ordinary Items		(49,28,110)		12,53,115
Tax Paid	-		-	
Add: Prior Period Item (Bonus)	-		-	
Less: Prior Period Expenses	-		-	
Net Cash flow from Operations before tax		(49,28,110)		12,53,115
Less: Taxes Paid	-		-	
MAT	-		-	
Cash Flow from Operating Activities		(49,28,110)		12,53,115
B. CASH FLOW FROM INVESTING ACTIVITIES				
Fixed Assets Purchased	(51,27,158)		(4,35,768)	
Advances for fixed Assets	-		-	
Increase in Deposits	(13,20,000)		(7,60,800)	
Cash Flow from Investing activities		(64,47,158)		(11,96,568)
C. CASH FLOW FROM FINANCING ACTIVITIES				
Change in Share Capital	99,00,000		1,00,000	
Share Application money	-		-	
Borrowings Increase/Decrease	16,46,846		-	
Interest Received	48,873		-	
Cash Flow from Financing Activities		1,15,95,719		1,00,000
Net Increase in Cash & Cash Equivalents		2,20,451		1,56,547
Cash & Cash equivalents at the beginning of the year		1,56,547		-
Cash & Cash equivalents at the end of the year		3,76,998		1,56,547
In terms of our report attached.				
For N S V R & ASSOCIATES Chartered Accountants FRN : 008801S/S200  Mr. Rangaraj Babu Partner M. No. 218544 UDIN : 20218544AAAAA Place : Hyderabad Date : 03.09.2020		For and on behalf of the Board of Directors <div style="display: flex; justify-content: space-between;"> <div>  S. Kalyani Chakravarthy Managing Director DIN : 08104981 </div> <div>  ch. Padmavathi Director DIN : 08160329 </div> </div> 		

NOTES FORMING PART OF ACCOUNTS

NOTE '1': SHARE CAPITAL				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
-Authorised Capital				
10,00,000 Equity Shares of Rs. 10/- each		1,00,00,000		10,00,000
[Previous Year : 1,00,000 Equity shares of Rs. 10/- Each]				
-Issued, Subscribed and Paid up Capital				
10,00,000 Equity Shares of Rs. 10/- each fully paid-up		1,00,00,000		1,00,000
Previous Year : 10,000 Equity Shares of Rs. 10/- Each)				
* [NO Equity Shares were allotted (preceeding 5 years) as fully paid up Bonus Shares by way capitalisation of Security Premium Account				
TOTAL		1,00,00,000		1,00,000
- Reconciliation of Shares:	Nos	Amt(Rs)	Nos	Amt(Rs)
Opening Share Capital	10,000	1,00,000	-	-
Add: Shares issued During the year	9,90,000	99,00,000	10,000	1,00,000
Add: Rights/Bonus Shares Issued	-	-	-	-
Total	10,00,000	1,00,00,000	10,000	1,00,000
Less: Buy back of Shares	-	-	-	-
Less Reduction in Capital	-	-	-	-
Closing Share Capital	10,00,000	1,00,00,000	10,000	1,00,000

-List of Share holders having 5% or more Shares (In Nos)				
Name Of Shareholders	In Nos	In %	In Nos	In %
S Kalyan Chakravarthy	4,67,011	46.70	5,000	50.00
S Rajesh	5,28,489	52.85	-	-
Ch Padmavathi	1,450	0.15	4,200	42.00
Others	3,050	0.31	800	8.00
Total	10,00,000	100	10,000	100

NOTE '2': RESERVES AND SURPLUS				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
Capital Reserve				
General Reserve				
Profit and Loss Account				
Opening Balance	19,51,984		-	
Add: Profit During The Year	52,65,345		19,51,984	
Less: Proposed Dividend (Incl. Tax)				
(Disclose Amt of Dividend Per Share)				
Transfer to Reserves				
Bonus Shares				
Closing Balance				
TOTAL		72,17,329		19,51,984



ch. Padmavathi



S. ch. kalyan chakravarthy

NOTE '7' : SHORT TERM PROVISIONS				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
Provision for Income Tax	18,69,135		6,76,762	
TOTAL		18,69,135		6,76,762

NOTE '9' : OTHER NON CURRENT ASSETS				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
Rental deposit	20,80,800		7,60,800	
TOTAL		20,80,800		7,60,800

NOTE '10' : INVENTORIES				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
Appian Software License Inventory		18,95,782		
TOTAL		18,95,782		

NOTE '11' : TRADE RECEIVABLES				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
Trade Receivables morethan 6 Months				
Trade Receivables lessthan 6 Months		4,33,72,242		58,51,316
TOTAL		4,33,72,242		58,51,316



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S. ch. nayan charanvarthy

NOTE '12': CASH AND BANK BALANCES				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
-Cash and Cash Equivalents				
Cash on Hand	15,930		1,639	
Balance with Banks	3,61,068		1,54,910	
-In Current Accounts				
-In Fixed Deposit Accounts				
- As Margin Money		3,76,998		1,56,549
TOTAL				

NOTE '13': SHORT TERM LOANS AND ADVANCES				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
Loans and advances to related parties (Secured/ Unsecured/ Doubtful)				
Loans and Advance to Directors			9,80,698	
Others	29,38,855			
Advance paid to suppliers	2,501			
Loans to Employees	-		-	
TOTAL		29,41,356		9,80,698

NOTE '14': OTHER CURRENT ASSETS				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
			89,833	
Prepaid Insurance	16,54,836		7,42,522	
TDS receivables	17,520			
TCS receivables	1,76,555		1,85,763	
GST input				
TOTAL		18,48,910		10,18,118



ch. Padmavathi



S. ch. Karan chartered accountants

NOTE '15' : REVENUE FROM OPERATIONS				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
Export Services				
Export Software Development	3,07,08,703			
Export Software License	67,73,900			
Export Contract Staffing Services	30,23,861	4,05,06,464		
Domestic Services				
Domestic Contract Staffing Services	57,75,238		61,05,213	
Domestic Software Development	1,15,35,719	1,73,10,957	-	61,05,213
Provision for unbilled Revenue		15,40,642		13,20,057
TOTAL		5,93,58,063		74,25,270

NOTE '16' : PURCHASES				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
Appian Software Purchases	-	37,91,564	-	-
TOTAL		37,91,564		-

NOTE '17' : CHANGES IN INVENTORY				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
Opening Stock of Software Licence	-			
Closing Stock of Software Licences	18,95,782		-	-
TOTAL		(18,95,782)		-

NOTE '18' : DIRECT EXPENSES				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
Consultancy Charges	51,13,283		5,39,804	
Foreign Travel Expenses	14,43,847		2,92,437	
Visa Processing Charges	1,01,549		1,557	
Contract Staffing Service	50,05,310			
Other direct Expenses	-			
TOTAL		1,16,63,988		8,33,798



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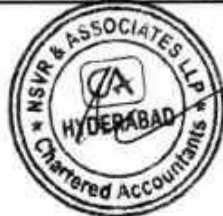


S.Ch. Kalyan Chakravarthy

NOTE '19' : EMPLOYEE BENEFIT EXPENSES				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
Staff Salaries	2,51,98,945		21,03,469	
Staff Welfare Expenses	1,14,810		1,35,662	
Perdiems Expenses	25,01,491			
ESI Contribution	1,28,897			
EPF Contribution	10,76,815		63,873	
TOTAL		2,90,20,958		23,03,004

NOTE '20' : FINANCIAL CHARGES				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
Interest on Vehicle Loan		28,914		
Interest paid on Unsecured Loans		4,72,500		
TOTAL		5,01,414		-

NOTE '21' : OTHER EXPENSES				
Particulars	As at 31.03.2020		As at 31.03.2019	
	Rupees	Rupees	Rupees	Rupees
OTHER EXPENSES				
Audit Fee	50,000		25,000	
Rent	46,99,656		9,48,954	
Conveyance Charges	31,823		15,940	
Printing & Stationary	54,291		81,433	
Petrol & Diesel	26,215		13,505	
Postage & Courier	18,213		-	
Recruitment Service Charges	84,990		1,14,746	
Bank charges	2,00,159		1,643	
ROC Charges	2,55,900		30,000	
Office Maintenance	3,14,883		1,48,190	
Lodging And Boarding	1,83,021		69,005	
Web Maintenance Charges	71,357		22,063	
Software Subscription Charges	4,04,303			
Computer Maintenance	3,89,859		20,958	
Domestic Travelling Expenses	1,00,287			
Insurance Expenses	4,31,150			
Telephone Charges	26,975			
Internet Charges	1,76,262			
Employee Certification Expenses	29,562			
Electricity Charges	7,814			
Legal Expenses	55,000			
Registration Charges	51,059			
Vehicle Maintenance	25,637			
Foreign Exchange Loss	99,549			
Professional Tax	7,500			
Business Promotion Expenses	1,92,250			
ESI, PF Charges	1,59,095			
ETDS late filing fee	98,200			
Interest on TDS	95,400			
GST Late filing fee	56,710			
Others	64,477		1,07,005	
TOTAL		84,61,597		15,98,442



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S.Ch. Iyer Chartered Accountant

M/s. MACHINI SOLUTIONS PRIVATE LIMITED

DEPRECIATION SCHEDULE AS PER INCOME TAX ACT, 1961

Particulars	Rate	WDV as at 01.04.2019	Additions upto 30.09.2019	Additions after 30.09.2019	Deletions	Total	Depreciation	WDV as at 31.03.2020
Computers & Peripherals	40%	3,48,614	1,54,829	11,20,853		16,24,295	4,25,548	11,98,748
Office Equipments	10%		22,950	16,737		39,687	3,132	36,555
Vehicles	15%			17,24,163		17,24,163	1,29,312	15,94,851
Software licences	25%			20,87,627		20,87,627	2,60,953	18,26,674
Total		3,48,614	1,77,779	49,49,380	-	54,75,772	8,18,945	46,56,827



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S.Ch. Lakshmi Chakravarthy

NOTE : Fixed Assets

MACHINT SOLUTION PRIVATE LIMITED

DEPRECIATION SCHEDULE AS PER COMPANIES ACT AS ON 31.03.2019

Particulars	GROSS BLOCK				DEPRECIATION BLOCK			NET BLOCK	
	Opening Balance 01.04.2018	Additions During The Year	Int	Total Cost 31.03.2019	Rate %	Depreciation Up to 31.03.2019	Depreciation For 2018-19	Depreciation Up to 31.03.2019	As On 31.03.2019
Intangible Assets									
Furniture	-	-	-	-	21.89%	-	-	-	-
Office Equipment	-	30,687	-	30,687	45.07%	-	11,964	11,964	27,723
Computers	4,35,768	12,75,661	-	17,11,429	63.10%	92,267	4,83,186	5,75,453	11,35,976
Software	-	-	-	-	62.10%	-	-	-	-
Delivery Van	-	-	-	-	31.25%	-	-	-	-
Golden	-	-	-	-	8.50%	-	-	-	-
Vehicle	-	17,24,162	-	17,24,162	31.25%	-	95,888	95,888	16,28,274
Total (a)	4,35,768	30,94,531	-	34,75,299		92,267	3,90,943	6,43,317	28,32,002
Intangible Assets									
Software License	-	20,87,627	-	20,87,627	33.33%	-	40,013	40,013	20,47,614
Total (b)	-	20,87,627	-	20,87,627		-	40,013	40,013	20,47,614
Grand Total (a+b)	4,35,768	51,27,158	-	55,62,926		92,267	6,30,972	6,83,330	48,79,607
Previous Year	4,35,768	4,35,768	-	4,35,768		92,267	92,267	92,267	3,43,501



S. Ch. Karjane chartered accountants

M/s. MACHINT SOLUTIONS PRIVATE LIMITED

Computation of Tax Liability for the Assesment Year 2020-21

	Rs.	Rs.
Profit	71,83,352	
Add :		
Depreciaton as perCompanies Act	6,30,972	
Interest on TDS	95,400	
ETDS late filing fee	98,200	
		80,07,925
Less : Depreciation as per Income Tax Act	8,18,945	
Less : Preliminary Expenses Written off	-	
		8,18,945
Profit (Loss)		71,88,980
Less : Brought forwarded Losses		-
Taxable income for 2018-19		71,88,980
Tax Payable		17,97,245
Add Higher education cess		71,890
Total Tax Payable		18,69,135
Less : TDS deduction		-
Refund		-



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S.Ch. Ka'yan chartered accountants

Calculation of Deferred Tax for the Financial Year 2019-20			
Sl. No.	Description	2019-2020 Rs.	2018-2019 Rs.
1	Net Block As per Companies Act As on	48,79,686.77	3,83,501
	Net Block As per Income Tax Act As on	46,56,827.15	3,48,614
	Timing Differences for Depreciation	2,22,859.63	34,887
2	Preliminary Expenses Written Off		
	As per Companies Act		
	As per Income Tax Act		-
	Timing Difference for Preliminary Expenses		
	TOTAL TIMING DIFFERENCE	2,22,859.63	34,887
	Tax Rate	0.26	0.260
	Deferred Tax Liability as on 31.03.2020	57,943.50	-
	Deferred Tax Asset on 30.09.2019	9071	9,071
	Additions/Deletion to Deferred tax Asset /liability	48,872.50	9,071



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S.ch.kartham chartered accountants

M/s. MACHINT SOLUTIONS PRIVATE LIMITED
Notes forming part of Accounts for the year ended March 31, 2020

NOTE No.22 (cont.,):

A. Contingent Liabilities:

Particulars	March 31, 2020 Rs.	March 31, 2019 Rs.
Bank Guarantee	--	--
Letter of Credit	--	--
Guarantee given by the Company	--	--

B. Directors Remuneration

	March 31, 2020 Rs.	March 31, 2019 Rs.
Salaries*	--	--
Perquisites'	--	--
	--	--

C. Foreign currency Transactions (accrual basis) *

	31.03.2020 Rs.	31.03.2020 US \$	31.03.2019 Rs.	31.03.2019 US \$
Revenue	4,05,06,464	5,52,609	---	---
Purchase of Goods/Services	37,91,564	53,200	---	---
Advances for Capital Goods	20,87,627	40,145(SGD)	---	---
Perdiems	25,01,490	34,503	---	---
Foreign Travelling	1,26,724	1,748	---	---
Visa Processing Exp	56,076	773	---	---
TOTAL	4,90,69,945	--	---	--

D. Related Party Transactions:

1. Details of Related Parties :

Description of relationship	Relationship
Key Management Personnel (KMP)	S Kalyan Chakravarthy



S.ch.kalyan chakravarthy
ch. Padmavathi



M/s. MACHINT SOLUTIONS PRIVATE LIMITED
Notes forming part of Accounts for the year ended March 31, 2020

	Goli Srinivasa Rao Sri Rama Subba Rao Kopparthi
Relatives of KMP	S Rajesh Lakshmi Durga Goli Girija Kumari Sanakayala
Entities in which KMP /Relatives of KMP can exercise significant influence	RKI Innovative Solutions Private Limited Machint Solutions PTE Limited - Singapore

	KMP	Entities in Which KMP /relatives of KMP have significant influence	Total
Sale of Service	--	59,33,200	59,33,200
Contract Staffing Expenses	--	11,90,108	11,90,108
Purchase of software Licence	-	20,87,627	20,87,627
Rent Paid	-	9,90,000	9,90,000
Rental Deposit Paid	-	13,20,000	13,20,000
Advances paid to suppliers	-	24,56,064	24,56,064
Trade receivables	-	59,33,200	59,33,200
Trade payables	-	20,87,627	20,87,627
Loans and advances from Related Parties	41,58,639 (43,99,280)	-	41,58,639 (43,99,280)
		-	-

Note: Figures in bracket relates to the previous year



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M/s. MACHINT SOLUTIONS PRIVATE LIMITED
Notes forming part of Accounts for the year ended March 31, 2020

Segment Reporting:

The Company concluded that there is only one operating segment. Hence, the same becomes the reportable segment for the Company. Accordingly, the Company has only one operating and reportable segment.

Earnings per Share

Particulars	For the year ended 31 March 2020	For the year ended 31 March 2019
Earnings		
Profit attributable to equity holders (Rs in Lakhs)	52.65	19.71
Shares		
Number of shares at the beginning of the year	10,000	--
Add: Equity shares issued	9,90,000	10,000
Less: Buy back of equity shares	--	--
Total number of equity shares outstanding at the end of the year	10,00,000	10,000
Weighted average number of equity shares outstanding during the year	1,21,992	10,000
Earnings per share of par value Rs.10/- – Basic (`)	43.16	195.20
Earnings per share of par value Rs.10/- – Diluted (`)	43.16	195.20

Impact of COVID-19 Key accounting judgements, estimates and assumptions.

The threats posed by the coronavirus outbreak are multifold. In many countries, businesses have been forced to cease or limit their operations for long or indefinite periods of time. Even in India the outbreak has been declared epidemic and on March 24, 2020, the Government of India ordered a nationwide lockdown, limiting movement of the population of India as a preventive measure against the COVID-19 pandemic. As a result, most businesses throughout the world are dealing with lost revenue and disrupted supply chains. The disruption to global supply chains due to factory shutdowns has already exposed the vulnerabilities of many organizations.

The Company considered the uncertainty relating to the COVID-19 pandemic in assessing



S.Ch. Kalayam chartered accountant
 ch. Radhakrishni



M/s. MACHINT SOLUTIONS PRIVATE LIMITED
Notes forming part of Accounts for the year ended March 31, 2020

the recoverability of receivables, goodwill, intangible assets, investments and other assets. For this purpose, the Company considered internal and external sources of information up to the date of approval of these financial statements. The Company has also used the principles of prudence in applying judgments, estimates and assumptions including Sensitivity analysis.

As the outbreak continues to evolve, the Company will continue to closely monitor any material changes to future economic conditions. The preparation of the Financial Statements required the Management to exercise judgements and to make estimates and assumptions. The Management has considered the possible effects, if any, that may result from the pandemic relating to COVID-19 on the carrying amounts of its assets. In developing the assumptions and estimates relating to the uncertainties as at the Balance Sheet date in relation to the recoverable amounts of these assets, the Management has considered the global economic conditions prevailing as at the date of approval of these financial statements and has used internal and external sources of information to the extent determined by it. The actual outcome of these assumptions and estimates may vary in future due to the impact of the pandemic.

Deferred tax liability :

Particulars	For the year ended 31 March 2020	For the year ended 31 March 2019
Earnings		
Net WDV Value of Fixed Assets as per Companies Act , 2013	48,79,686	3,83,501
Net WDV Value of Fixed Assets as per Income Tax Act , 1961	46,56,827	3,48,614
Timing Differences	2,22,859	34,887
Rate of Tax	26%	26%
Deferred Tax Liability	57,943	9,071



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 ch. Padmakathi



M/s. MACHINT SOLUTIONS PRIVATE LIMITED
Notes forming part of Accounts for the year ended March 31, 2020

- A. Based on information available with the Company, there are no suppliers who are registered as micro, medium or small enterprises under "The Micro, Small and Medium Enterprises Development Act, 2006 as at March 31, 20120.
- B. Figures are rounded off to the nearest rupee. Figures in brackets represent credits / deductions to the extent applicable.

SIGNATORIES TO NOTES 1 TO 22

As per our report of even date

For NSVR & ASSOCIATES LLP,
Chartered Accountants
Firm Regn. No. 008801S/S200060

M. Ranga Babu

M.Ranga Babu
Partner
Membership No: 218544

UDIN : 20218544AAAAAY7512

Place: Hyderabad
Date: 03/09/2020.



For and on behalf of the Board
Machint Solutions Private Limited,

S. Ch. Kalyan Chakravarthy

**S. Kalyan
Chakravarthy**
Managing Director
DIN: 08104981

ch. Padmavathi

C.Padmavathi
Director
DIN: 08160329



M/s MACHINT SOLUTIONS PRIVATE LIMITED
Significant Accounting Policies

Note No. 22

1. Company Overview

M/s. MACHINT SOLUTIONS PRIVATE LIMITED ('the Company'), is a Private Company incorporated under the Provisions of the Indian Companies Act, 2013 (CIN : U74999TG2018PTC127147) The Company is mainly engaged in the business of comprehensive technology solutions with a robust Intelligent Automation technologies portfolio under the name of Machint Solutions, headquartered at HITEC City, Hyderabad

2. Significant accounting policies

a. Basis of preparation

The financial statements have been prepared under the historical cost convention on an accrual basis of accounting and in accordance with the provisions of the Companies Act, 2013 and the accounting standards issued by the Institute of Chartered Accountants of India (Indian GAAP) as adopted consistently by the Company. All income and expenditure having a material effect on financial statements are recognized on accrual basis.

b. Use of Estimates and Judgement

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could defer from these estimates.

c. Fixed assets

Fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any cost attributable to bringing the asset to its working condition for its intended use. Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

d. Depreciation

Depreciation is provided using the Written down Value Method ("WDV") as per the useful lives Mentioned in Schedule II of Companies Act, 2013.

e. Impairment

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value at the weighted average cost of capital. After impairment, depreciation is provided on revised carrying amount of the asset over its remaining useful life.



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S.Ch. Karan Chartered Accountant

M/s MACHINT SOLUTIONS PRIVATE LIMITED
Significant Accounting Policies

f. Intangible Assets

An intangible asset is recognised, only where it is probable that future economic benefits attributable to the asset will accrue to the enterprise and the cost can be measured reliably. Intangible assets are stated at cost less accumulated amortization.

Licenses

Costs relating to license, which are acquired, are capitalized and amortized on a straight-line basis over its useful life which has been estimated as Three years by Management.

g. Operating lease

Leases where the lessor effectively retains substantially all the risks and the benefits of ownership of the leased assets are classified as operating leases. Operating lease payments are recognised as an expense in the Profit and Loss Account on a straight line basis over the lease term.

h. Investments

Investments that are readily realisable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Current investments are carried at lower of cost and fair value determined on an individual investment basis. Long-term investments are carried at cost. However, provision for diminution in value is made to recognise a decline other than temporary in the value of the investments.

i. Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

j. Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

k. Foreign currency transactions

i. Initial recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

ii. Conversion

Foreign currency monetary items are reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency



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S. Ch. Kalyan Chaitanya Rao

M/s MACHINT SOLUTIONS PRIVATE LIMITED
Significant Accounting Policies

are reported using the exchange rate at the date of the transaction; and non-monetary items which are carried at fair value or other similar valuation denominated in a foreign currency are reported using the exchange rates that existed when the values were determined.

iii. Exchange differences

Exchange differences arising on the settlement of monetary items on reporting such monetary items of company at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise.

l. Income taxes

Tax expense comprises current tax and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that they can be realised against future taxable profits.

At each balance sheet date the Company re-assesses unrecognized deferred tax assets. It recognises unrecognized deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be that sufficient future taxable income will be available against which such deferred tax assets can be realised.

m. Earnings per share

Basic earnings per share is determined by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

Diluted earnings per share is determined by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year as adjusted for weighted average number of potential dilutive equity shares outstanding during the year.

n. Provisions

A provision is recognised when the Company has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation in respect of which reliable estimate can be made. Provisions are not discounted to their present value and are determined based on best estimate required



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S.Ch.Kalyan chartered accountants

M/s MACHINT SOLUTIONS PRIVATE LIMITED
Significant Accounting Policies

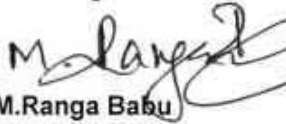
to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

o. Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

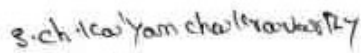
As per our report of even date

For NSVR & ASSOCIATES LLP,
Chartered Accountants
Firm Regn. No. 008801S/S200060

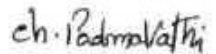

M. Ranga Babu
Partner
Membership No: 218544
UDIN: 20218544AAAAAY7512.:



For and on behalf of the Board
Machint Solutions Private Limited



**S. Kalyan
Chakravarthy**
Managing Director
DIN: 08104981



C. Padmavathi
Director
DIN: 08160329

Place: Hyderabad
Date: 03.09.2020

