M/s.DIGILOGIC SYSTEMS PRIVATE LIMITED

EIGHTH ANNUAL REPORT

Financial Year 2020-21

BOARD OF DIRECTORS

Mr. Jetty MADHSUDHAN VARMA	MANAGING DIRECTOR
Mrs. Jetty M RADHIKA VARMA	DIRECTOR
Mr. SUNDAR GANESH MATHURBOOTHAM	DIRECTOR
Mr. Jetty SHASHANK VARMA	DIRECTOR

AUDITORS

M/s. B.SRINIVASA RAO & Co.,

CHARTERED ACCOUNTANTS

FLAT NO: 316, BLOCK-B, AMEER ESTATES,

S R NAGAR,HYDERABAD – 500 038

CIN: U72200TG2011PTC077933

NOTICE

Notice is hereby given that the Annual General meeting of members of **M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED** (the company) will be held on Tuesday 17th August 2021 at 11.30 A.M at the registered office of the company to transact the following Business:

1. To receive, consider and adopt the Audited Balance Sheet as at 31st March 2021 and Statement of Profit and Loss for the year ended on that date and the reports of the board of directors (the board) and auditors thereon.

For and on behalf of the Board of Directors
For DIGILOGIC SYSTEMS PRIVATE LIMITED.

J.M. Radhika Varma

MADHUSUDAN VARMA JETTY	RADHIKA VARMA JETTY
Managing Director	Director
DIN: 02247769	DIN: 03370284

Place: Hyderabad
Date: 17.07.2021
NOTE:

1. A member entitled to attended and vote at the meeting is entitled to appoint one or more proxies to attend and vote on a poll instead of himself and such proxy need not be member of the by the company.
2. A Proxy in order to be effective should be duly completed, stamped and signed must be deposited at the registered office of the company not less than 48 hours before the Commencement of the meeting.

CIN: U72200TG2011PTC077933

Director's Report

TO
THE MEMBERS OF
DIGILOGIC SYSTEMS PRIVATE LIMITED

Your Directors have pleasure in presenting the 9th annual report on the business and operations of the Company together with the audited financial Statements for the financial year ended 31st March, 2021.

1. Operations (State of Affairs):

During the period under review, your company has achieved turnover of Rs.2004.27 lakhs as against previous year turnover of Rs. 1870.17 Lakhs. Thus the company has achieved a profit of Rs. 73.45 Lakhs as against previous year profit of Rs.81.46 lakhs after depreciation and Tax expense.

Amount Rs. In Lakhs

Particulars	2020-21	2019-20
Revenue from operations	2004.27	1870.17
Other Income	8.55	12.54
Increase /(Decrease) in Stocks	(127.61)	95.88
Cost of Raw Materials consumed	1370.53	1010.44
Employee Benefit expenses	339.28	313.71
Interest	87.85	64.67
Depreciation	100.91	39.82
Other Expenses	141.34	245.67`
Net Profit / (Loss) before Tax	100.52	112.50
Taxes	(27.06)	(31.04)
Profit / (Loss) for the Year	73.45	81.46

2. Impact of COVID 19:

In the Financial Year 2020-2021, the COVID-19 pandemic developed rapidly into a global crisis, forcing governments to enforce lock-downs of all economic activity. For the Company, the focus immediately shifted to ensuring of all employees, and on minimizing disruption to services for all our customers the health and well-being.

DIGILOGIC SYSTEMS PVT. LTD. SEC-BAD.

DIGILOGIC SYSTEMS PVT. LTD.
102, 1st Floor, DSL Abacus Tech Park
Beside DSL Virtue Mall, Uppal, Hyderabad - 500 039
Tel : 040 - 4567 8041, 4567 8051 | Fax : 040 - 4567 8061
Email: info@digilogicsystems.com | Web: www.digilogicsystems.com

3. Extract of the Annual Return

Pursuant to sub-section 3(a) of section 134 and sub-section (3) of Section 92 of the Companies Act,2013, read with rule 12 of the Companies (Management and Administration) Rules, 2014, the extract of the Annual Return as at 31st March, 2021 is disclosed in Form No. MGT -9 and set out as Annexure and forms part of this report.

4. No. of Meetings of the Board: During the year under consideration 5 Board Meetings were held.

S.No.	Date of the Board Meeting	Quorum	No. of Directors attended
1	26.06.2020	2	4
2	30.10.2020	2	4
3	19.12.2020	2	4
4	27.01.2021	2	4
5	23.03.2021	2	4

S.No.	Name of the Director	No. of Meetings each Director attended
1.	MADHUSUDHAN VARMA JETTY	5 Meetings
2.	RADHIKA VARMA JETTY	5 Meetings
3.	SUNDARGANESH MATHURBOOTHAM	5 Meetings
4.	SHASHANK VARMA JETTY	5 Meetings

5. Particulars of Loans, guarantees or investments under section 186:
During the year under report the Company has not enter into agreements regarding loans guarantees or investments under section 186 of the companies act 2013.

6. Particulars of Contracts or arrangements with related parties referred to in sub-section (1) of Section 188: During the year the Company has entered into Material Contracts or arrangements with the related parties as referred to in Section 188 (1) of the Companies Act 2013 read with the Companies (Meetings of Board and its powers) Rules, 2014.

7. Conservation of energy, technology absorption and foreign exchange earnings and outgo:
The particulars as prescribed under sub section (3) (m) of section 134 of the companies act 2013, read with the Companies (accounts) Rules, 2014, are not applicable to our company.

8. Share Capital

Our company did not issue any equity shares with differential rights, did not issue any Sweat equity shares, did not issue any Employee stock options, and no provision was made to purchase its own shares, hence there is no information to be provided under the details as provided in rule 4 (4), rule 8(13), rule 12(9) and rule 16(4) of Companies (Share Capital and Debentures) Rules, 2014 respectively.

9. Deposits:

The Company has not invited any deposits from the public in terms of Chapter V, section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposit) Rules, 2014.

10. Details of Subsidiaries, Joint Venture and Associate Companies during the year:

There are no Subsidiaries, Joint Venture and Associate Companies during the year.

11. Directors

Sri. MADHUSUDHAN VARMA JETTY, Smt. RADHIKA VARMA JETTY, Sri. SUNDAR GANESH MATHURBOOTHAM and **Sri Jetty Shashank Varma** are the Directors of the Company and Number of Directorships of the directors are within the Limits of Section 165 of the Companies Act, 2013 and rules made there under.

11. Statutory Auditors

M/s. B Srinivasa Rao &Co, Chartered Accountants, Statutory Auditors of the Company, were appointed for a period of 5 years in the annual general meeting held on 30th September, 2019 to hold the office until the conclusion of annual general meeting to be held in the calendar year 2024.

12. Certificate by a Company Secretary in Practice: As the turnover of the Company does not exceed Rs. 50 Crores it does not envisage for the company to obtain Certification of Annual Return i.e., a Certificate by a Company Secretary in Practice Pursuant to section 92(2) of the Companies Act, 2013 and rule 11(2) of Companies (Management and Administration) Rules, 2014.

13. Annual Evaluation of Board, of its own performance, and its committees:

Company is neither a Listed Company nor a Public Company Annual Evaluation of Board & its Committees is not applicable to our company.

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innovative solutions

CIN: U72200TG2011PTC077933

14. Directors' Responsibility Statement:

Pursuant to requirement of clause (*c*) of sub-section (*3*) of Section 134 of the Companies Act, 2013, with respect to Directors Responsibility Statement, it is hereby confirmed that—

(a) in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;

(b) your directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;

(c) Your directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) Your directors have prepared the annual accounts on a going concern basis; and

(e) Your directors have devised proper systems to ensure compliance with the provisions of all applicable laws and systems are adequate and operating effectively.

For and on behalf of the Board of Directors
For DIGILOGIC SYSTEMS PRIVATE LIMITED.

J.M.Radhika Varma

MADHUSUDAN VARMA JETTY	RADHIKA VARMA JETTY
Managing Director	Director
DIN: 02247769	DIN: 03370284

DIGILOGIC SYSTEMS PVT. LTD. SEC-BAD.

Place: Hyderabad.
Date: 17.07.2021

B. SRINIVASA RAO & CO.,
CHARTERED ACCOUNTANTS

Head Office :
Flat No. 316, B-Block, 3rd Floor, Ameer Estate,
S.R. Nagar, Hyderabad, Telangana - 500 038.
Ph : 040-65537406, 23757406, Fax : 66737406
E-mail : bsrandco@gmail.com

INDEPENDENT AUDITORS' REPORT

To
The Members of
M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED
Hyderabad.

Report on the Financial Statements

Opinion

We have audited the accompanying financial statements of **M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED** which comprises the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss, for the period ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2021; and
b) In the case of the Statement of Profit and Loss, of the profit for the period ended on that date.
c) In the case of the Cash flow Statement, of the cash flows for the year ended on that date

Basis for Opinion

We have 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 there under, 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.

Responsibility of Management for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting

Principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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 also responsible for overseeing the company's financial reporting process

Auditor's Responsibility 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.

SRINIVASA RAO & CO. Chartered Accountants HYDERABAD

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.

- 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.

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

SRINIVASA RAO & CO. Chartered Accountants HYDERABAD 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. The companies (Auditors report) order, 2016 (as amended) (The order) issued by the central government of India in terms of Sub Section (11) of Section 143 of the companies Act 2013 is applicable to this company, refer to our separate report in "Annexure A".

2. As required by section 143(3) of the Act, 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 purposes 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 the Statement of Profit and Loss dealt with by this Report are in agreement with the books of account.

d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e. On the basis of written representations received from the directors as on 31 March, 2021, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2021, from being appointed as a director in terms of Section 164(2) of the Act.

f. 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 as per vide notification dated June 13, 2017; and

g. With respect to the other matters 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. The Company does not have any pending litigations which would impact its financial Position.

B. SRINIVASA RAO & CO. Chartered Accountants HYDERABAD

ii. The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses

iii. There is no amount required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 2013. Hence delay in depositing the amounts to the said fund is not applicable.

For B. Srinivasa Rao & Co.,
Chartered Accountants
FRN: 008763S

B. Srinivasa Rao
Partner
M.No.205449
UDIN: 21205449AAAACH9230

Place: Hyderabad
Date: 17-07-2021

ANNEXURE-A TO AUDITORS' REPORT

Referred to in paragraph (1) under the heading **"Report on other Legal and Regulatory Requirements"** of our report of even date on the financial statements for the year ended March 31st 2021 of M/s. **DIGILOGIC SYSTEMS PRIVATE LIMITED.**

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

i. In respect of its fixed assets:
(a) The Company has maintained proper records showing full particular including quantitative details and situation of fixed asset;

(b) The company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner over a period of three years. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regards to the size of the company and the nature of its assets;

ii. In respect of its Inventories:

(a) The inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.

(b) In our opinion and according to the information and explanations given to us, the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.

(c) The Company has maintained proper records of inventories. As per the information and explanation given to us, no material discrepancies were noticed on physical verification.

iii. As informed, 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

iv. In our opinion and according to the information and explanations given to us, there is adequate internal control system commensurate with the size of the company and the nature of its business, for the purchase of fixed assets and for the sale of services. Further, on the basis of our examination of the books and records of the company and according to the information and explanations given to us, no major weakness has been noticed or reported.

v. In our opinion and according to the information and explanation given to us, the company has not accepted any deposits from the public covered under section 73 to 76 of the Companies Act, 2013.

vi. The company is not required to maintain the cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.

vii. In respect of statutory dues:

(a) According to the information and explanations given to us and on the basis of our examination of the records of the company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Provident Fund, Income Tax, Sales Tax, Wealth Tax, Service Tax, Duty of Customs, Value added tax, cess and other material statutory dues have been regularly deposited during the year by the company with the appropriate authorities and there are no outstanding statutory dues as at the last day of the financial year concerned for a period of more than six months from the date they became payable.

(b) ,According to the information and explanations given to us, there are no disputed dues relating to income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess which have not been deposited with the appropriate authorities on account of any dispute.

(c) According to the information and explanations given to us there are no amounts which were required to be transferred to the Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 2013 and rules there under.

viii. The Company does not have accumulated losses at the end of the financial year. The Company has not incurred cash losses during the financial year covered by the audit and in the immediately preceding financial year.

ix. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of its dues to the financial institution including interest and principal as on 31st March 2021.

x. According to the information and explanations given to us, the company has not given the guarantees for loans taken by others from banks, and financial institutions.

xi. In our opinion, the term loans have been applied for the purpose for which they were raised.

xii. According to the information and explanations given to us, no material fraud on or by the company has been noticed or reported during the course of our audit.

For B. Srinivasa Rao & Co.,
Chartered Accountants
FRN: 008763S

B. Srinivasa Rao
Partner
M.No.205449
UDIN: 21205449AAAACH9230

Place: Hyderabad
Date: 17.07.2021

M/S. DIGILOGIC SYSTEMS PRIVATE LIMITED
#102,1st Floor, DSL Abacus Tech Park Uppal Kalsa Village,
Uppal Mandal, Rangareddi- 500039
BALANCE SHEET AS ON 31.03.2021

	PARTICULARS	Note No.	As At 31.03.2021 Rs.	As At 31.03.2021 Rs.	As At 31.03.2020 Rs.	As At 31.03.2020 Rs.
I.	**EQUITY AND LIABILITIES**					
1.	**Shareholder's funds**					
	(a) Share Capital	3	20,000,000		20,000,000	
	(b) Reserves and Surplus	4	57,429,483		50,083,807	
	(c) Money received against share warrants		-		-	
				77,429,483		70,083,807
2.	**Share application money pending allotment**			-		-
3.	**Non- current liabilities**					
	(a) Long-term borrowings	5	36,587,627		27,243,961	
	(b) Deferred Tax liabilities (Net)		-		-	
	(c) Other Long term liabilities		-		-	
	(d) Long-term Provisions		-		-	
				36,587,627		27,243,961
4.	**Current Liabilities**					
	(a) Short term borrowings	6	35,147,727		30,155,805	
	(b) Trade payables	7				
	(A) Outstanding dues of micro enterprises and small enterprises		-		-	
	(B) Outstanding dues of creditors other than micro enterprises and small enterprises		34,529,397		17,204,236	
	(c) Other current liabilities	8	19,628,717		5,112,382	
	(d) Short term provisions	9	2,186,060		5,247,054	
				91,491,901		57,719,477
	TOTAL			**205,509,011**		**155,047,245**
II	**ASSETS**					
1.	**Non-current assets**					
	(a) Property, Plant and Equipment					
	(i) Tangible assets	10	101,799,952		19,007,071	
	(ii) Intangible assets		-		-	
	(iii) Capital work-in-progress		-		45,650,722	
	(iv) Intangible assets under development		-		-	
	(b) Non-current investments	11	9,780,182		13,754,078	
	(c) Deferred tax assets (net)	12	1,315,785		1,868,578	
	(d) Long-term loans and advances		-		-	
	(e) Other non-current assets		-		-	
				112,895,919		80,280,449
2.	**Current assets**					
	(a) Current investments	13	2,935,897		-	
	(b) Inventories	14	14,265,738		1,504,498	
	(c) Trade receivables	15	57,699,019		48,726,934	
	(d) Cash and Cash equivalents	16	153,957		10,700,342	
	(e) Short-term loans and advances	17	672,969		395,650	
	(f) Other current assets	18	16,885,512		13,439,372	
				92,613,092		74,766,796
	TOTAL			**205,509,011**		**155,047,245**

Notes,statements on accounting policies form an integral part of Balance Sheet
As per our report of even date
For B. Srinivasa Rao & Co
Chartered Accountants
FRN. 008763S

B SRINIVASA RAO
Partner
M.No. 205449
UDIN: 21205409AAAACF9768

Place: Hyderabad
Date: 17.07.2021

For and on behalf of the Board
M/S. DIGILOGIC SYSTEMS PRIVATE LIMITED

J.M. Radhika Varma

MADHUSUDHAN VARMA JETTY
MANAGING DIRECTOR
DIN :02247769

RADHIKA VARMA JETTY
DIRECTOR
DIN :03370284

M/S. DIGILOGIC SYSTEMS PRIVATE LIMITED
#102,1st Floor, DSL Abacus Tech Park Uppal Kalsa Village,
Uppal Mandal, Rangareddi- 500039

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31-03-2021

	PARTICULARS	Note No.	31.03.2021 Rs.	31.03.2021 Rs.	31.03.2020 Rs.	31.03.2020 Rs.
I	Revenue from operations	19				
	(a) Sale of Products		200,427,242		182,800,291	
	(b) Sale of Services		-		4,216,800	
	(c) Other operating revenue					
	Revenue from operations		200,427,242		187,017,091	
II	Other Income	20	854,847		1,253,975	
III	**Total Revenue (I + II)**			201,282,089		188,271,066
IV	Expenses					
	Cost of Materials Consumed	21	137,052,973		101,044,689	
	Purchases of Stock in Trade					
	Changes in inventory of Finished, work in progress and stock in trade		(12,761,240)		9,588,076	
	Employee benefits expense	22	33,927,676		31,371,428	
	Finance Costs	23	8,785,483		6,467,144	
	Depriciation	10	10,090,886		3,982,229	
	Other expenses	24	14,134,086		24,567,123	
	Total Expense			191,229,864		177,020,689
V	Profit before exceptional and extraordinary items and tax (III-IV)			10,052,225		11,250,377
VI	Exceptional Items			-		-
VII.	Profit before extraordinary items and tax (V-VI)			10,052,225		11,250,377
VIII	Extraordinary items			-		-
IX	Profit before tax (VII-VIII)			10,052,225		11,250,377
X	**Tax expense:**					
	(1) Current tax		2,153,756		3,909,376	
	(2) Deferred tax		552,793		(805,033)	
				2,706,549		3,104,343
XI	Profit/(Loss) for the period from continuing operations (IX - X)			7,345,676		8,146,034
XII	Profit/(Loss) for the period from discontinuing operations					
XIII	Tax expense of discontinuing operations					
XIV	Profit/(Loss) from discontinuing operations (after tax) (XII-XIII)			-		-
XV	Profit/(Loss) for the period (XI + XIV)			7,345,676		8,146,034
XVI	**Earnings per equity share:**					
	(1) Basic			3.67		4.07
	(2) Diluted					

Notes,statements on accounting policies form an integral part of Profit and Loss Account

As per our report of even date
For B. Srinivasa Rao & Co
Chartered Accountants
FRN. 008763S

SRINIVASA RAO & CO Chartered Accountants HYDERABAD

B SRINIVASA RAO
Partner
M.No. 205449
UDIN: 21205409AAAACF9768

Place : Hyderabad
Date: 17.07.2021

For and on behalf of the Board
M/S. DIGILOGIC SYSTEMS PRIVATE LIMITED

J.M. Radhika Varma

MADHUSUDHAN VARMA JETTY
MANAGING DIRECTOR
DIN :02247769

RADHIKA VARMA JETTY
DIRECTOR
DIN :03370284

DIGILOGIC SYSTEMS PVT. LTD. SEC-BAD

DIGILOGIC SYSTEMS PRIVATE LIMITED

#102, 1st Floor, DSL Abacus Tech Park Uppal Kalsa Village,

Uppal Mandal, Rangareddi- 500039

CASH FLOW STATEMENT FOR THE YEAR ENDED 31-03-2021 (using indirect method)

Particulars	For the year ended 31 March, 2021		For the year ended 31 March, 2020	
	Amount in Rs.	Amount in Rs.	Amount in Rs.	Amount in Rs.
A. Cash flow from operating activities				
Net Profit / (Loss) before extraordinary items and tax		10,052,225		11,250,377
Adjustments for:				
Depreciation and amortisation	10,090,886		3,982,229	
Bad debts written off	-		313,250	
(Profit) / loss on sale / write off of assets	29,106		20,435	
Finance costs	8,785,483		6,467,144	
Interest income	(797,116)		(1,231,853)	
Income tax & Interest on income tax	349,103		418,882	
Net (gain) on foreign exchange	(45,231)		27,281	
		18,412,231		9,997,368
Operating profit / (loss) before working capital changes		**28,464,456**		**21,247,745**
Changes in working capital:				
Adjustments for (increase) / decrease in operating assets:				
Inventories	(12,761,240)		9,588,076	
Trade receivables	(8,972,085)		46,886,577	
Short-term loans and advances	(277,319)		(197,650)	
Other current assets	(2,868,200)		7,583,696	
Other non-current assets other than preliminary expenses	-		420,100	
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables	17,325,161		(72,273,217)	
Other current liabilities	14,516,335		(17,041,107)	
Short-term provisions	(1,337,678)		1,023,834	
		5,624,974		(24,009,691)
		34,089,430		(2,761,946)
Cash flow from extraordinary items				-
Cash generated from operations		34,089,430		(2,761,946)
Net income tax (paid) / refunds		(4,804,115)		(5,756,654)
Net cash flow from / (used in) operating activities (A)		**29,285,315**		**(8,518,600)**
B. Cash flow from investing activities				
Purchase of fixed assets	(47,362,151)		(47,549,142)	
Investment income	797,116		1,231,853	
Additions to Longterm Investments	3,973,896		9,244,147	
Additions to Shortterm Investments	(2,935,897)			
Proceeds from sale of fixed assets	100,000		32,000	
Net cash flow from / (used in) investing activities (B)		**(45,427,036)**		**(37,041,142)**
C. Cash flow from financing activities				
Proceeds from issue of equity shares	-		-	
Proceeds / (Repayment) from long-term borrowings	9,343,666		(104,315)	
Proceeds from short-term borrowings	4,991,922		47,721,404	
Interest on Loans	(8,785,483)		(6,467,144)	
Tax on dividend	-		-	
	5,550,105		41,149,945	
Net cash flow from / (used in) financing activities (C)		**5,550,105**		**41,149,945**
Net increase / (decrease) in Cash and cash equivalents (A+B+C)		(10,591,616)		(4,409,797)
Cash and cash equivalents at the beginning of the year		10,700,342		15,137,420
Effect of exchange differences on restatement of foreign currency Cash and cash equivalents		45,231		(27,281)
Cash and cash equivalents at the end of the year		**153,957**		**10,700,342**

Note:

There are no cash flows from discontinued operations during the year

See accompanying notes forming part of the financial statements

In terms of our report attached.
For B. Srinivasa Rao & Co.,
Chartered Accountants
FRN: 008763S

B SRINIVASA RAO
Partner
M.No. 205449
UDIN: 21205409AAAACF9768

Place: Hyderabad
Date: 17.07.2021

For & on behalf of the Board of Directors
Of M/s Digilogic Systems Private Limited

J.M. Radhika Varma

MADHUSUDHAN VARMA JETTY
Managing Director
DIN :02247769

RADHIKA VARMA JETTY
DIRECTOR
DIN :03370284

M/S.DIGILOGIC SYSTEMS PRIVATE LIMITED

Notes forming part of the Financial Statements

1. CORPORATE INFORMATION:

M/S DIGILOGIC SYSTEMS PRIVATE LIMITED (the company) to carry out the business of automatics test equipment's, radio frequency, intermediate frequency record and replay systems radar testing electronic war fare test system avionics, design development, fabrication and supply of software based data acquisition, instrumentation, test beds, simulation and real time software systems, automated test equipment's, ground check-out systems, bench simulators, ruggedized and industrial grade personal computer solutions, MIL-STD-1553B and ARNIC-429 products for Defense & Aerospace Industry.

As of March 31, 2021, the company directors owned 100% of the Company's equity share capital and have the ability to control its operating and financial policies. The Company's registered office is in Secunderabad.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

a. Basis of preparation of financial statements:

Financial statements are prepared under the historical cost convention, on accrual basis of accounting in accordance with the accounting principles generally accepted in India and in compliance with the provisions of Companies Act 2013, and comply with the mandatory accounting standards specified in under Section133 of the Companies Act,2013 ('Act') read with Rule7 of the Companies(Accounts)Rules, 2014.

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 differ from these estimates.

b. Use of accounting estimates

The preparation of financial statements requires the management of the Group to make estimates and assumptions that affect the reported balances of assets and liabilities as at the date of the financial statements and reported amounts of income and expenses during the year. The Management has taken into consideration the impact of the known internal and external events arising from COVID-19 pandemic in the assessment of recoverability of trade receivables, contract assets up to the date of approval of these financial results. In this assessment, the company has performed sensitivity analysis on the key assumptions used.

DIGILOGIC SYSTEMS PVT. LTD. * SEC'BAD *

However, the impact assessment of COVID-19 is an ongoing process, given the uncertainties associated with its nature and duration. The impact of global health pandemic might be different from that estimated as at the date of approval of these financial results and the Company will continue to closely monitor any significant impact on the company's financial position.

c. Property Plant and Equipment

Property Plant and Equipment are stated at cost, less accumulated depreciation / amortization. Costs include all expenses incurred to bring the assets to its present location and condition. However the company has not acquired any fixed assets till the current financial year.

d. Depreciation / Amortization

Depreciation / amortization on Property Plant and Equipment is charged so as to Write-off the cost of the assets over its useful life as per schedule II of the Companies Act 2013 using the WDV method of Depreciation. The Salvage value of all Tangible Fixed assets taken at 2% of original cost of the asset.

Type of asset	Method	Estimated Useful Life
Motor Car Vehicles	Written Down Value Method	8 Years
Furniture & Fittings	Written Down Value Method	10 Years
Office Equipment	Written Down Value Method	5 Years
Computer	Written Down Value Method	3 Years

f. Investments

Investments that are readily realizable and intended to be held for not more than a year have been classified as current investments. All other investments have been 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 has been made to recognize a decline other than temporary in the value of such investments.

g. Leases

Where the company is lessee

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 recognized as an expense in the statement of profit and loss on a straight line basis over the lease term.

h. Impairment of tangible and intangible fixed assets

The carrying amounts of assets have been 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 asset's net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

i. Employee Benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees is recognized during the period when the employee renders the service. These benefits include compensated absences such as paid annual leave, overseas social security contributions and performance incentives. Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognized as an actuarially determined liability at the present value of the defined benefit obligation at the balance sheet date.

j. Revenue recognition

The company generally follows mercantile system of accounting and recognizes significant of income on accrual basis.

a) **Services:**
The Company recognizes revenue when the significant terms of the arrangement are enforceable, services have been delivered and the collectability is reasonably assured. Revenue from maintenance contracts is recognized ratably over the period of the contract using the percentage of completion method. When services are performed through an indefinite number of repetitive acts over a specified period of time, revenue is recognized on a straight-line basis over the specified period unless some other method better represents the stage of completion.

b) **Products:**
Revenue from products are recognized when the significant risks and rewards of ownership have been transferred to the buyer, continuing managerial involvement usually associated with ownership and effective control have ceased, the amount of revenue can be measured reliably, it is probable that economic benefits associated with the transaction will flow to

the Company and the costs incurred or to be incurred in respect of the transaction can be measured reliably.

k. Expenditure:

Expenses are accounted on the accrual basis and the provisions are made of all known losses and liabilities.

l. Deferred Tax:

Tax expense comprises of current and deferred tax. Current income tax has been measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. Deferred income taxes reflect 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 and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the taxes on income levied by same governing taxation laws. Deferred tax assets are recognized 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 realized. In situations where the company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.

At each balance sheet date, the Company re-assesses unrecognized deferred tax assets. It recognizes 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 realized.

The carrying amount of deferred tax assets are reviewed at each balance sheet date. The company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

m. Provisions, Contingent liabilities and Contingent assets:

A provision is recognized when the Group has a present obligation as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized in the financial statements. A contingent asset is neither recognized nor disclosed in the financial statements.

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n. 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 the date of purchase, to be cash equivalents.

As Per our report attached
For B. Srinivasa Rao & Co.
Chartered Accountants
Firm Reg No. 008763S

B.SRINIVASA RAO
Partner
M.No. 205449
UDIN:21205449AAAACF9768

Place: Hyderabad
Date: 17.07.2021

For and on behalf of the Board
M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED

J.M.Radhika Varma

MADHUSUDHAN VARMA JETTY
Managing Director
DIN: 02247769

RADHIKA VARMA JETTY
Director
DIN: 03370284

NOTE NO 25. CONTINGENT LIABILITIES AND COMMITMENTS (to the extent not provided for):

i) Contingent Liabilities - Nil
ii)Commitment against capital contracts yet to be executed - Nil
iii) Commitment against revenue contracts yet to be executed - Nil

NOTE NO.26: Earning Per Share: (Amount in Rs.)

PARTICULARS	31.03.2021	31.03.2020
Total No. of Shares	20,00,000.00	20,00,000.00
Profit after Taxes and exceptional items	7,345,676	81,46,034
Earnings per share Basic & Diluted (Rs. per share)	**3.67**	**4.07**

27.Segment Reporting:

As the Company has only one business and geo graphical segment. So Segment reporting as per AS-17 is not Applicable.

28 Remuneration to Directors included under the head Employee Benefits Expenses as follows: (Amount in Rs.)

Sl. No.	Particulars of The Party	Relationship	PAN	Nature of Transactions	31.03.21	31.03.20
A	J Madhusudhan Varma	Managing Director	AAYPJ9250F	Salary	62,66,400	61,99,800
B	J M Radhika Varma	Director	AKOPJ7396N	Salary	12,36,000	12,27,000
C	SUNDAR GANESH MATHURBOOTHAM	Director	AQCPM1700D	Salary	20,71,521	13,96,320
D	SHASHANK VARMA JETTY	Director	APWPJ4097F	Salary	13,07,304	2,30,664

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29. Additional information pursuant to Note 5 of Part II of the Schedule III of the Companies Act, 2013:

A) TURNOVER, OPENING AND CLOSING STOCK: (Amount in Rs.)

Sl. No	Class of Goods	Opening Stock As At 01.04.2020	Closing Stock As At 31.03.2021	Turnover 31.03.2021
		Amount in Rs.	Amount in Rs.	Amount in Rs.
A	System Integration (Data Acquisition Systems, Automated Tests Systems, Customized Rugged Systems, etc.)	-	-	200,427,242
	TOTAL	-	-	**200,427,242**

B) WORK IN PROGRESS: (Amount in Rs.)

Sl. No	Class of Goods	Opening Stock As At 01.04.2020	Closing Stock As At 31.03.2021
		Amount in Rs.	Amount in Rs.
A	System Integration (Data Acquisition Systems, Automated Tests Systems, Customized Rugged Systems, etc.)	15,04,498.00	15,629,435.00
	TOTAL	**15,04,498.00**	**15,629,435.00**

NOTE No	Particulars	31.03.2021	31.03.2020
		Amount in Rs.	Amount in Rs.
31.	CIF VALUE OF IMPORTS Raw Materials Stores, Spares and Tools	29,07,078	1,02,39,286
32.	RAW MATERIAL CONSUMPTION For Production	13,70,52,973	9,08,05,403
33.	RAW MATERIAL CONSUMPTION Imported Indigenous	2.12% 97.88%	10.13% 89.87%
		100.00%	100.00%

DIGILOGIC SYSTEMS PVT LTD

34.	STORES, SPARES & TOOLS Imported Indigenous	Nil Nil **Nil**	Nil Nil **Nil**
35.	EXPENDITURE IN FOREIGN CURRENCY Travelling Royalty, Agency Commission Interest Others	 Nil Nil Nil 2,32,876	 Nil Nil Nil 94,085
36.	EARNINGS IN FOREIGN FOB value of Exports Domestic Sales (Deemed Exports)	 Nil Nil	 42,16,800 Nil

37.Gratuity Plan

The following table set out the status of the Gratuity plan as required under AS 15, reconciliation of opening and closing balances of the present value of the defined benefit obligation and Plan assets:

Particulars	As at 31-03-2021	As at 31-03-2020
Obligation at the beginning of the Current Financial year	**26,10,557.00**	**20,93,055.00**
Current service cost	3,53,814	2,82,392.00
Interest Cost & Actuarial Losses/(Gain) (net)	1,58,717.00	2,35,110.00
Past service cost	0.00	0.00
Benefits paid	(0.00)	(0.00)
Obligation at the year end	**26,10,557.00**	**26,10,557.00**
Change in Plan assets		
Opening Fair value of Plan assets	**993,021.00**	**993,021.00**
Contributions by Employer	282,392.00	282,392.00
Actuarial (Loss)/Gain	(0.00)	(2,534.00)
Benefits Paid	(0.00)	(0.00)
Closing Fair value of Plan assets	**12,72,879.00**	**12,72,879.00**

Recognition of Gratuity Liability in Balance sheet

Particulars	Amount in Rs.
Current Liability	-
Non-Current Liability	-
Total	-

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38. Previous year figures have been regrouped / re arranged / reclassified wherever considered necessary to conform to the classification of the current year.

As Per our report attached
For B. Srinivasa Rao & Co.
Chartered Accountants
Firm Reg No. 008763S

B.SRINIVASA RAO
Partner
M.No. 205449
UDIN:21205449AAAACF9768

Place: Hyderabad
Date: 17.07.2021

For and on behalf of the Board
M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED

J. M. Radhika Varma

MADHUSUDHAN VARMA JETTY
Managing Director
DIN: 02247769

RADHIKA VARMA JETTY
Director
DIN: 03370284

M/S. DIGILOGIC SYSTEMS PRIVATE LIMITED

Notes forming part of the financial statements

Amount in Rs.

	As At 31.03.2021	As At 31.03.2020
NOTE 3		
SHARE CAPITAL:		
Authorised:		
2000000 Equity shares of Rs. 10/- each	20,000,000.00	20,000,000.00
Issued and Subscribed:		
2000000 Equity shares of Rs.10/- each	20,000,000.00	20,000,000.00
Paid-up:		
2000000 Equity shares of Rs.10/- each fully paid up	20,000,000.00	20,000,000.00
	-	-
	20,000,000.00	20,000,000.00

a) Reconciliation of number of shares

	As at 31st March 2021		As at 31st March 2020	
	No of Shares	Amount in Rs	No of Shares	Amount in Rs
Equity shares				
Opening balance	2,000,000	20,000,000	2,000,000	20,000,000
Changes during the year				
Closing balance	2,000,000	20,000,000	2,000,000	20,000,000

The Company has one class of equity shares having a par value of Rs. 10 each. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the share holders in the ensuing Annual General Meeting except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

C) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

	As at 31st March 2021	As at 31st March 2020
Equity shares		
J. Madhusudhan Varma	1,640,000	1,640,000
	82%	82%
J.M.Radhika Varma	340,000	340,000
	17%	17%
	1,980,000	1,980,000

DIGILOGIC SYSTEMS PVT. LTD. * SEC-BAD. *

M/S. DIGILOGIC SYSTEMS PRIVATE LIMITED
Notes forming part of the financial statements

	As At 31.03.2021	As At 31.03.2020
NOTE 4		
RESERVES & SURPLUS		
Surplus / (Deficit) in Statement of Profit and Loss		
Opening balance	50,083,807	41,937,773
Current years surplus/(Deficit)	7,345,676	8,146,034
Closing balance	**57,429,483**	**50,083,807**
NOTE 5		
LONG TERM BORROWINGS		
a. Term Loans		
i. From Banks		
Secured Loan	36,587,627	18,900,000
Unsecured Loan	-	2,526,546
ii. From Others		
Secured Loan	-	-
Unsecured Loan	-	1,764,409
b. Long term maturities of finance lease obligations	-	4,053,006
(Secured by Motor Cars)		-
	36,587,627	**27,243,961**
NOTE 6		
SHORT TERM BORROWINGS		
A) LOANS REPAYABLE ON DEMAND FROM BANKS		
Secured Loans		
Working Capital Loan	35,147,727	30,155,805
(Hypothication of stocks and book debts)		
	35,147,727	**30,155,805**
NOTE 7		
TRADE PAYABLES		
Outstanding dues of micro enterprises and small enterprises		-
Outstanding dues of creditors other than micro enterprises and small enterprises	34,529,397	17,204,236
	34,529,397	**17,204,236**
NOTE 8		
OTHER CURRENT LIABILITIES		
Current maturities of long-term debt	10,805,245	4,800,000
Current maturities of finance lease obligations		
Other Payables		
Audit fees Payable	142,000	132,000
Salaries Payable	2,390,373	-
EPF Payable	181,409	162,789
Professional Tax Payable	26,850	7,150
TDS Payable	1,593,021	-
Credit card bill payable	-	-
Water charges payable	434,397	-
ESI Payable	17,684	10,443
Sales comission payable	2,078,585	
Bonus Payable	1,959,153	-
	19,628,717	**5,112,382**

DIGILOGIC SYSTEMS PVT. LTD. SEC-BAD

NOTE 9		
SHORT TERM PROVISIONS		
Provision for Income Tax	2,186,060	3,909,376
Provision for Gratuity	-	1,337,678
	2,186,060	**5,247,054**
NOTE: 11		
NON CURRENT INVESTMENTS		
Long Term Fixed deposits	9,780,182	13,754,078
	9,780,182	**13,754,078**
NOTE: 13		
CURRENT INVESTMENTS		
Short Term Fixed deposits	2,935,897	-
	2,935,897	**-**
NOTE 14		
INVENTORIES		
Raw Materials	-	-
Work in Progress	14,265,738	1,504,498
(Based on Percentage of completion method)		
Finished Goods	-	-
	14,265,738	**1,504,498**
NOTE 15		
TRADE RECEIVABLES		
Trade Receivables oustanding for a period exceeding 6 Months	-	-
Less: Provision for Doubtful receivables		
Trade Receivables oustanding for a period not exceeding 6 Months	57,699,019	48,726,934
Less: Provision for Doubtful receivables	-	-
	57,699,019	**48,726,934**
NOTE 16		
CASH & CASH EQUIVALENTS		
Cash on hand	38,859	30,284
Cash at Bank	115,098	10,670,058
	153,957	**10,700,342**
NOTE 17		
SHORT TERM LOANS & ADVANCES		
Salary Advance	553,159	377,902
Other Advances	119,810	17,748
	672,969	**395,650**
NOTE 18		
OTHERS CURRENT ASSETS		
GST TDS and Input	13,680,758	10,393,161
Advance Tax	1,500,000	1,000,000
Prepaid Expenses	944,299	1,363,696
TDS and other Current assets	760,455	682,515
	16,885,512	**13,439,372**

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M/S. DIGILOGIC SYSTEMS PRIVATE LIMITED

Notes forming part of the financial statements

Amount in Rs.

	31.03.2021	31.03.2020
NOTE 19		
REVENUE FROM OPERATIONS		
A) SALE OF PRODUCTS		
MANUFACTURED GOODS		
Instrumentation and Test Systems	200,427,242	182,800,291
B) SALE OF SERVICES		
Service sales	-	4,216,800
	-	**4,216,800**
(A+B)	**200,427,242**	**187,017,091**
NOTE 20		
OTHER INCOME		
Interest on FD	797,116	1,231,853
Miscelleneous Income A/c	12,500	22,122
Profit on sale of vehicle	-	-
Profit on exchange Rates fluctuation	45,231	-
	854,847	**1,253,975**
NOTE 21		
MATERIAL		
A) Cost of material consumed		
Opening Stock	-	-
Add: Purchases	137,052,973	101,044,689
Less: Closing Stock	-	-
	137,052,973	**101,044,689**
B) Changes in inventories of finished goods, work in progress and stock in trade		
Inventories at the end of the Year		
Finished Goods	-	-
Work in progress (Based on Percentage of completion method)	14,265,738	1,504,498
Stock in trade	-	
	14,265,738	**1,504,498**
Inventories at the beginning of the Year		
Finished Goods	-	-
Work in progress	1,504,498	11,092,574
Stock in trade	-	-
	1,504,498	**11,092,574**
Decrease /(Increase) in stock	**(12,761,240)**	**9,588,076**
NOTE 22		
EMPLOYEE BENEFITS & EXPENSES		
Salaries & wages	32,451,326	29,791,581
Staff Welfare	282,667	568,722
Provident Fund	1,042,110	911,065
ESI	151,573	100,060
	33,927,676	**31,371,428**
NOTE 23		
FINANCE CHARGES		
A) Interest Expenses on		
i) Borrowings	6,012,186	1,749,387
ii) Others	-	-
iii) LC and BG Charges	1,745,260	4,319,636
C) Other Borrowing Cost	1,028,037	398,121
	8,785,483	**6,467,144**

DIGILOGIC SYSTEMS PVT. LTD. SEC-BAD.

NOTE 24		
OTHER EXPENSES		
Freight and Clearing	277,064	498,996
Power and Fuel	492,066	543,314
Customs Duty	221,582	945,466
Bad Debts writen off	-	313,250
Interest on incometax	349,103	418,882
Interest on TDS	86,796	103,197
Auditors Remuneration	142,000	164,000
Printing & stationary	210,425	233,478
Telephone and Internet expenses	22,194	131,109
Advertisement	22,500	168,000
Local Conveyance	643,227	1,277,935
Professional and Legal Charges	36,000	449,428
Project Maintenance	25,500	705,593
Labour Charges	524,138	618,732
Office Maintenance	1,612,074	1,201,704
Postage and Couriers, Stamps	66,408	149,856
Professional Tax	7,500	-
Repairs and Maintenance others	141,285	103,000
Vehicle Maintanance	135,084	65,568
Rent	1,031,814	1,371,312
Duties and Taxes	404,705	37,702
Water Charges	-	42,689
Consultancy Charges	1,054,168	3,741,160
Donation	-	70,000
PF administration & inspection charges	99,686	171,940
Packing Expeneses	-	-
Insurance	325,497	293,642
Loss on foreign Exchange difference	-	27,281
Loss on sale of fixed asset	29,106	20,435
Electrical Items	-	-
Gratuity	452,789	1,851,507
House Keeping Charges	60,825	119,800
Mobile Allowance	82,766	84,245
Processing Fees	-	3,279,626
Relocation Expenses	-	63,260
Property Tax	-	74,146
Pooja Expenses	46,727	41,666
Tours & Travels	1,961,639	5,152,283
LD charges	42,779	
Web Designing	-	32,900
Legal and Registration charges	42,506	-
Late fee and Penalty	109,410	-
HVAC charges	644,710	-
Sales Comission	2,714,300	-
Miscellaneous Expenses	15,713	20
	14,134,086	**24,567,123**
NOTE 24A		
Auditor Remunaration (Excluding GST)		
Statutory Audit Fee	70,000	70,000
Tax Audit Fee	42,000	42,000
For certification works	30,000	20,000
	142,000	**132,000**

DIGILOGIC SYSTEMS PVT. LTD. SEC-BAD.

NOTE 12		
Statement showing Deferred Tax Calculation		
A. On Depreciation	**Amount in Rs.**	
Written Down Value as per companies Act	101,799,952	
Less:Written Down Value as per Income Tax Act	107,027,959	
Timing difference	**-5,228,007**	
Since the timing difference is negative		
we have deferred Tax Asset		
Cumulative Deferred tax Asset @ 25.168%		**1,315,785**
Brought Forwarded Deferred Tax Asset		**1,531,911**
Current year Deferred tax charge to P & L		**(216,126)**
Deffered tax on gratuity		**336,667**
B. DTA on Gratuity Provision		**-**
Carry Forward Deferred Tax Asset	-	**1,315,785**

DIGILOGIC SYSTEMS PVT. LTD. * SEC'BAD *

M/S. DIGILOGIC SYSTEMS PRIVATE LIMITED

Depreciation Statement for the year ended 31.03.2021, As per Income Tax Act

Particulars	Rate of Dep.	As On 01-04-2020	Additions>180 days	Additions< 180 days	Deletions	Total Cost As on 31-03-2021	Deprec for the year	WDV Ason 31-03-2021
VEHICLES	15%	7,469,063	1,499,701	-	100,000	8,868,764	1,345,315	7,523,449
COMPUTERS	40%	383,481	216,352	562,663	-	1,162,496	352,466	810,030
FURNITURES & Office Equipment	10%	3,800,127	1,956,850	1,053,127		6,810,104	628,353	6,181,751
Building & Leasehold improvements	10%	100,087	80,086,252	3,355,396	-	83,541,735	8,186,404	75,355,331
Plant and Machinery	15%	-	1,933,228	2,349,300	-	4,282,528	466,182	3,816,346
Open Land	0%	13,341,052			-	13,341,052	-	13,341,052
TOTAL		25,093,810	85,692,383	7,320,486	100,000	118,006,679	10,978,720	107,027,959

DIGILOGIC SYSTEMS PVT. LTD. * SEC-BAD *

NOTE 10

M/S. DIGILOGIC SYSTEMS PRIVATE LIMITED

Amount in Rs.

FIXED ASSETS DETAILS

Description	Gross Block 01-04-2020	Additions during the year	Deletions/ Adjustments	Gross Block as at 31.03.2021	Accumulated Dpreciation	Depreciation/ Amortization for the year	Deletions/ Adjustments	Accumulated Depreciation	Net Block Value as at 31.03.2021	Net Block Value as at 31.03.2020
Building (Leasehold Improvements)	152,550	83,441,648	-	83,594,198	149,499	6,188,413	-	6,337,912	77,256,286	3,051
Motor Car Vehicles	12,130,452	1,499,701	2,469,353	11,160,800	8,514,488	1,650,830	2,340,247	7,825,071	3,335,729	3,615,964
Furniture & Fittings	3,584,715	480,734	-	4,065,449	2,200,921	510,237	-	2,711,158	1,354,291	1,383,794
Office Equipment	1,645,354	2,529,245	-	4,174,599	1,258,599	967,978	-	2,226,577	1,948,022	386,755
Computer	1,683,630	779,017	-	2,462,847	1,407,375	384,184	-	1,791,559	671,288	276,455
Plant & Machinery	-	4,282,528	-	4,282,528	-	389,244		389,244	3,893,284	-
Open Land	13,341,052	-	-	13,341,052	-	-	-	-	13,341,052	13,341,052
TOTAL	32,537,953	93,012,873.00	2,469,353.00	123,081,473	13,530,882	10,090,886	2,340,247	21,281,521	101,799,952	19,007,071