
M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED

TWELTH ANNUAL REPORT

Financial Year 2022-23

BOARD OF DIRECTORS

Mr. J. MADHSUDHAN VARMA
Mrs. J.M. RADHIKA VARMA
Mr. J SHASHANK VARMA

MANAGING DIRECTOR
DIRECTOR
DIRECTOR

AUDITORS

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

CHARTERED ACCOUNTANTS

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

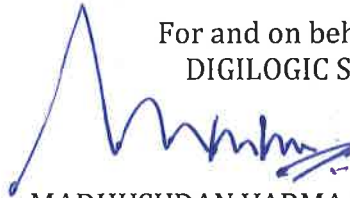
S R NAGAR, HYDERABAD – 500 038

NOTICE

Notice is hereby given that the 12th Annual General meeting of members of **M/s. Digilogic Systems Private Limited** (the company) will be held on Monday 28th August, 2023 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 2023 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
DIGILOGIC SYSTEMS PRIVATE LIMITED.



MADHUSUDAN VARMA JETTY
Managing Director
DIN: 02247769



RADHIKA VARMA JETTY
Director
DIN: 03370284

Place: Hyderabad.
Date: 15.06.2023

**NOTE:**

1. A member entitled to attend 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 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.

Director's Report

To
 The Members of
DIGILOGIC SYSTEMS PRIVATE LIMITED

Your directors have pleasure in presenting the 12th annual report on the business and operations of the Company together with the audited financial Statements for the financial year ended 31st March, 2023.

1. FINANCIAL HIGHLIGHTS:

During the period under review, your company has achieved turnover of Rs. 5596.23 lakhs as against previous year turnover of Rs. 4014.96 Lakhs. Thus, the company has achieved a profit of Rs.217.93 Lakhs as against previous year profit of Rs.116.69 lakhs after depreciation and Tax expense.

| Rs. Lakhs | | |
|--------------------------------|---------|----------|
| Particulars | 2022-23 | 2021-22 |
| Revenue from operations | 5596.23 | 4014.94 |
| Other Income | 15.33 | 17.14 |
| Increase /(Decrease) in Stocks | 104.34 | (733.03) |
| Cost of Raw Materials consumed | 3928.29 | 3650.18 |
| Employee Benefit expenses | 525.82 | 389.76 |
| Finance costs | 121.92 | 99.31 |
| Depreciation | 149.99 | 153.87 |
| Other Expenses | 487.79 | 309.65 |
| Net Profit / (Loss) before Tax | 293.40 | 162.35 |
| Taxes | 75.47 | 45.66 |
| Profit / (Loss) for the Year | 217.93 | 116.69 |

2. OPERATIONS AND PERFORMANCE:

As per the Companies Road map, in addition to its existing line of system engineering business, we intend to put focus and effort on development of our own products. Company also started looking for strategic partners and invest in combined technologies



& methods to expand business prospects. Company met all the required statutory compliances for the reported financial year and will continue to make improvements in service delivery, R&D, product development and post delivery service activities.

3. EXTRACT OF ANNUAL RETURN AS PROVIDED UNDER SUB-SECTION (3) OF SECTION 92:

The extract of the annual return as required under Sub-section (3) of Section 92 of Companies Act, 2013 read with the Companies (Management and administration) Rules, 2014 has been furnished in Form No. MGT- 9 and is enclosed herewith as **Annexure-I** to this report. In accordance with the Companies Act, 2013, the annual return in the prescribed format is available at <https://www.digilogicsystems.com/>.

4. NUMBER OF MEETINGS OF THE BOARD

During the year under consideration 6 Board Meetings were held.

| S.No. | Date of the Board Meeting | Quorum | No. of Directors attended |
|-------|---------------------------|--------|---------------------------|
| 1 | 02.06.2022 | 2 | 3 |
| 2. | 08.08.2022 | 2 | 3 |
| 3 | 02.09.2022 | 2 | 3 |
| 4 | 22.12.2022 | 2 | 3 |
| 5 | 09.02.2023 | 2 | 3 |
| 6 | 01.03.2023 | 2 | 3 |

| S.No. | Name of the Director | No. of Meetings each Director attended |
|-------|-------------------------|----------------------------------------|
| 1. | MADHUSUDHAN VARMA JETTY | 6 Meetings |
| 2. | RADHIKA VARMA JETTY | 6 Meetings |
| 3. | SHASHANK VARMA JETTY | 6 Meetings |

5. 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.

6. DETAILS OF DIRECTORS OR KEY MANAGERIAL PERSONNEL:

Sri. MADHUSUDHAN VARMA JETTY, Smt. RADHIKA VARMA JETTY and Sri. SHASHANK VARMA JETTY 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.

7. AUDIT REPORTS & AUDITORS

STATUTORY AUDITORS:

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

SECRETARIAL AUDITOR:

As the Company does not fall under the purview of Section 204(1) of the Companies Act, 2013 read with rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, it does not require 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.

COST AUDITOR:

In accordance with Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Cost Records and Audit) Rules, 2014, the board of directors of the company will recommend and appoint the cost auditor for FY 2023-24 as the cost audit will be applicable from the next financial year.

8. 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.

9. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SUB-SECTION (1) OF SECTION 188:

During the year the Company has not 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.

10. DIVIDEND:

The Board of Directors of the Company do not recommend any dividend for the year as at March 31, 2023. so as to conserve the internal resources and to plough back funds back into business



for improving the financial position of the Company.

11. TRANSFER TO RESERVES:

The Company has not transferred any amounts to reserves during the year under review.

12. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

(A) Conservation of energy: Nil

(B) Technology absorption: Nil

(C) Foreign exchange earnings and outgo:

- (i) Foreign Exchange earnings: Rs. 21,17,436-00
- (ii) Foreign Exchange Outgo: Rs. 6,54,03,631-00

13. RISK MANAGEMENT

The Risk Management is overseen by the directors of the Company on a continuous basis. The directors oversee Company's process and policies for determining risk tolerance and review management's measurement and comparison of overall risk tolerance to established levels. There are no material risks which threaten the very existence of the company.

14. CHANGE IN 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.

15. 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.

16. SUBSIDIARY COMPANIES:

The company do not have any subsidiaries, Joint Venture and Associate Companies during the year.

17. 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.

18. VIGIL MECHANISM:

The Whistle Blower (Vigil) mechanism provides a channel to the employees to report to the management concerns about unethical behavior, actual or suspected fraud or violation of the Codes of Conduct or policy and also provides for adequate safeguards against victimization of



employees by giving them direct access to the Chairman of the Audit Committee in exceptional cases. The Policy covers malpractices and events which have taken place/ suspected to have taken place, misuse or abuse of authority, fraud or suspected fraud, violation of Company rules, manipulations, negligence causing danger to public health and safety, misappropriation of monies, and other matters or activity on account of which the interest of the Company is affected and formally reported by whistle blowers concerning its employees.

19. No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

ACKNOWLEDGMENT

Your Director's place on record their appreciation of the continued patronage extended to the Company by bankers, customers, suppliers, employees and shareholders. The trust reposed in your Company by its esteemed customers helped stabilized growth during the year review.

Your Company also acknowledges the support and guidance received from its Bankers, other government agencies during the year under review and look forward to continuing support.

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



MADHUSUDAN VARMA JETTY
Managing Director
DIN: 02247769



RADHIKA VARMA JETTY
Director
DIN: 03370284

Place: Hyderabad.
Date: 15.06.2023.





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, 2023, the Statement of Profit and Loss, for the period then 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;

- In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2023; and
- In the case of the Statement of Profit and Loss, of the profit for the period ended on that date;
- In the case of the cash flow statement, of the cash flows for the period 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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E-mail : bscro.blr@gmail.com
bangalore@bsrco.in

Branch Office : 02

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Cell : 9652342538, 044-28154018
E-mail : bsrando.chennai@gmail.com
chennai@bsrco.in

Branch Office :

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Cell : 9951999159, Ph : 0863-2234202
Email : guntur.bsr@gmail.com
guntur@bsrco.in

Branch Office : 04

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4th Floor, 3rd Lane, Dwaraknagar,
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Cell : 9441754487, 0891-2704487
Email: bsrando.vizag@gmail.com
vizag@bsrco.in



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.

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 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, 2020 (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, 2023, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2023, 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
 - 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.

iv.

- a) The management has represented that to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person or entity, including foreign entity (intermediaries), with the understanding directly or indirectly lend or invest in other persons or entity's identified in any manner whatsoever by or on behalf of the company (ultimate beneficiaries) or provide any guarantee, security or the like on behalf of the ultimate beneficiaries;
- b) The management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity (Funding Parties), with the understanding whether recorded in writing or otherwise, that the company shall directly or indirectly lend or invest in other persons or entity's identified in any manner whatsoever by or on behalf of the Funding Party (ultimate beneficiaries) or provide any guarantee, security or the like on behalf of the ultimate beneficiaries.
- c) Based on the audit procedures that have been considered that are reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub clause (i) and (ii) of rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- d) During the financial year, the company has not declared any dividend, hence reporting under these clauses is not applicable

For B.Srinivasa Rao & Co.,
Chartered Accountants
FRN: 0087638


M Ranga Rai Chowdary
Partner

M.No: 243733

UDIN: 23243733BGRLUO6303



Place: Hyderabad

Date: 15.06.2023.



ANNEXURE-A TO THE INDEPENDENT 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, 2023 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 Property, Plant and Equipment and Intangible Assets:
 - a)
 - A. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed asset;
 - B. The Company has maintained proper records showing full particulars of intangible asset
 - b) Based on our examination the title deeds of all the immovable properties disclosed in the financial statements are held in the name of the company.
 - c) The company has not revalued any of its property, plant and Equipment (including right -of -use assets) and intangible asset during the year.
 - d) There are no proceedings initiated or pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made there under.
- ii.
 - a) The Company has a program of physical verification of inventory so to cover all the inventories once in a year which, in our opinion, is reasonable having regard to the size of the Company and the nature of its inventories. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - b) The Company has been sanctioned working capital limits in excess of Rs.5.00Crores, in aggregate, at points of time during the year, from banks or financial institutions on the basis of security of current assets. In our opinion, the quarterly returns filed by the Company with such banks or financial institutions are in agreement with the unaudited books of account of the Company of the respective quarters and no material discrepancies have been observed.
- iii. In our opinion and according to the information and explanation given to us, 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, 2013 accordingly the para 3 clause (iii) of the Order is not applicable to the company.





- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provision of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provide, as applicable.
- v. In our opinion and according to the information and explanation given to us, the company has not accepted any deposits from the public as mentioned in the directives issued by the Reserve Bank of India and as per the provisions of section 73 to 76 or any other provisions of the Companies Act, 2013 and the rules framed there under.
- vi. The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.
- 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, Service Tax, GST, 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 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. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix.
 - a) The company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender. Hence reporting under clause 3(ix) (a) of the Order is not applicable.
 - b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
 - c) Term loans were applied for the purpose for which the loans were obtained.





- d) On an overall examination of the financial statements of the company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- x.
- a) As the company is a private company, the company didn't raise any money by way of Initial Public offer (IPO) or further public offer (including debt instruments) and Term loans during the year. Accordingly, clause 3(x)(a) is not applicable.
- b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x) (b) of the Order is not applicable.
- xi.
- a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- c) We have taken into consideration the whistle blower complaints received by the Company during the year (and up to the date of this report), while determining the nature, timing and extent of our audit procedure.
- xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- xiii. In our opinion, and as per the information and explanation provided to us the transactions entered into with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. The Company does not any have internal audit system during the year commensurate with the size and the nature of its business.





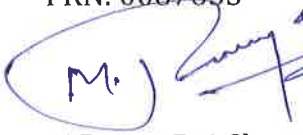
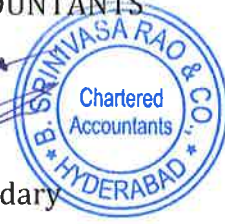
- xv. In our opinion during the year the Company has not entered into any non-cash transactions with the Directors or persons connected with directors. And hence provisions of section 192 of the Companies Act 2013 or not applicable to the Company.
- xvi.
- a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company.
 - b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtained a valid Certificate of Registration (COR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
 - c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India.
 - d) The Group does not have more than one Core Investment Company as part of the Group as per the definition of the Group contained in the Core Investment Companies (Reserve Bank) Directions, 2016.
- xvii. The Company as not incurred cash losses during the financial year covered by our audit and immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within period of one year from the balance sheet date. We, However, State that this not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from balance sheet date, will get discharged by the Company as and when they fall due.





- xx. Based on examination of the records of the company and information and explanations provided by the management and requirements of section 135 of the act is not applicable to the company. Hence reporting under Para 3 Clause (xx) (a) &(b) of the order is not applicable.
- xxi. The company does not have any subsidiary, hence reporting under 3(xxi) is not applicable.

For B. SRINIVASA RAO & CO.,
CHARTERED ACCOUNTANTS
FRN. 008763S

M Ranga Rai Chowdary
Partner
M.No: 243733
UDIN: 23243733BGRLU06303

Place: Hyderabad
Date: 15.06.2023.

M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED

CIN : U72200TG2011PTC077933

Balance Sheet as at 31st March, 2023

| | | (Rs. In Thousands) | |
|--------------------------------------------------------------------------------------------|---------|--------------------|------------------|
| Particulars | Note No | As At 31-03-2023 | As At 31-03-2022 |
| I. EQUITY AND LIABILITIES | | | |
| (1) Shareholder's funds | | | |
| (a) Share capital | 2 | 20,000 | 20,000 |
| (b) Reserves and surplus | 3 | 90,892 | 69,099 |
| (c) Money received against share Warrants | | | |
| (2) Share application money pending allotment | | | |
| (3) Non-current liabilities | | | |
| (a) Long-term borrowings | 4 | 32,756 | 41,470 |
| (b) Deferred tax liabilities (Net) | | - | - |
| (c) Other Long term liabilities | 5 | - | - |
| (d) Long-term provisions | 6 | - | - |
| (4) Current liabilities | | | |
| (a) Short-term borrowings | 7 | 75,283 | 13,433 |
| (b) Trade payables | 8 | | |
| (A) total outstanding dues of micro enterprises and small enterprises | | 3,232 | 2,737 |
| (B) total outstanding dues of Creditors other than micro enterprises and small enterprises | | 1,13,562 | 1,64,117 |
| (c) Other current liabilities | 9 | 8,696 | 3,027 |
| (d) Short-term provisions | 10 | 10,325 | 5,425 |
| Total | | 3,54,745 | 3,19,308 |
| II. Assets | | | |
| (1) Non-current assets | | | |
| (a) Property, plant and equipment and Intangible assets | 11 | | |
| (i) Property, plant and equipment | | 91,107 | 1,02,738 |
| (ii) Intangible assets | | - | - |
| (iii) Capital work-in-progress | | - | - |
| (iv) Intangible assets under development | | - | - |
| (b) Non-current investments | 12 | - | - |
| (c) Deferred tax assets (net) | | 3,046 | 2,059 |
| (d) Long-term loans and advances | 13 | - | - |
| (e) Other non-current assets | 14 | 350 | 57 |
| (2) Current assets | | | |
| (a) Current investments | 15 | - | - |
| (b) Inventories | 16 | 77,136 | 87,569 |
| (c) Trade receivables | 17 | 1,53,502 | 47,532 |
| (d) Cash and cash equivalents | 18 | 15,414 | 44,083 |
| (e) Short-term loans and advances | 19 | 2,995 | 6,039 |
| (f) Other current assets | 20 | 11,196 | 29,231 |
| Total | | 3,54,745 | 3,19,308 |

Significant accounting policies

Notes referred to above form an integral part of the Financial Statements.

As per our report of even date

For B Srinivasa Rao & Co.,

Chartered Accountants

ICAI F.R.No-0087635

M Ranga-Raj Chowdary

Partner

M.No.: 243733

Date:- 15/06/2023

Place:- Hyderabad



For & On Behalf of the Board

M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED

Madhusudhan Varma Jetty

Director

DIN : 02247769

Date:- 15/06/2023

Place:- Hyderabad

Radhika Varma Jetty

Director

DIN : 03370284



| M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED | | | | |
|------------------------------------------------------------------|----------------------------------------------------------------------|----------|--------------------|-----------------|
| CIN : U72200TG2011PTC077933 | | | | |
| Statement of Profit and Loss for the year ended 31st March, 2023 | | | | |
| | | | (Rs. In Thousands) | |
| | Particulars | Note No. | 2022 - 23 | 2021 - 22 |
| I | Revenue from operations | 21 | 5,59,623 | 4,01,494 |
| II | Other income | 22 | 1,533 | 1,714 |
| III | Total Income (I+II) | | 5,61,156 | 4,03,209 |
| IV | Expenses: | | | |
| | (a) Cost of materials consumed | 23 | 3,92,829 | 3,65,018 |
| | (b) Purchase of Stock in Trade | | - | - |
| | (c) Changes in inventories of finished goods, WIP and stock-in-trade | 24 | 10,434 | (73,303) |
| | (d) Employee benefits expenses | 25 | 52,582 | 38,976 |
| | (e) Finance costs | 26 | 12,192 | 9,931 |
| | (f) Depreciation and amortisation expenses | 27 | 14,999 | 15,387 |
| | (g) Other expenses | 28 | 48,779 | 30,965 |
| | Total expenses | | 5,31,816 | 3,86,974 |
| V | Profit before exceptional and extraordinary items and tax (III – IV) | | 29,340 | 16,235 |
| VI | Exceptional Items | | - | - |
| VII | Profit before extraordinary items and tax (V – VI) | | 29,340 | 16,235 |
| VIII | Extraordinary Items | | - | - |
| IX | Profit before tax (VII- VIII) | | 29,340 | 16,235 |
| X | Tax expense: | | | |
| | (1) Current tax | | 8,533 | 5,309 |
| | (2) Deferred tax | | (987) | (743) |
| XI | Profit / (Loss) for the period from continuing operations (IX-X) | | 21,793 | 11,669 |
| XII | Profit / (Loss) from discontinuing operations | | - | - |
| XIII | Tax expense of discontinuing operation | | - | - |
| XIV | Profit/(loss) from Discontinuing operations (after tax) (XII-XIII) | | - | - |
| XV | Profit (Loss) for the period (XI + XIV) | | 21,793 | 11,669 |
| XVI | Earning per equity share: | 29 | | |
| | Face value per equity shares Rs.10/- fully paid up. | | | |
| | (1) Basic (Value in Rs.) | | 10.90 | 5.83 |
| | (2) Diluted (Value in Rs.) | | 10.90 | 5.83 |

Notes referred to above form an integral part of the Financial Statements.

As per our report of even date
For B Srinivasa Rao & Co.,
Chartered Accountants
ICAI F.R.No. 0087635



M. Rangai Rai Chowdary
Partner
M.No.: 243733

Date:- 15/06/2023
Place:- Hyderabad

For & On Behalf of the Board
M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED

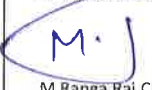
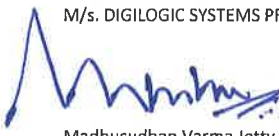
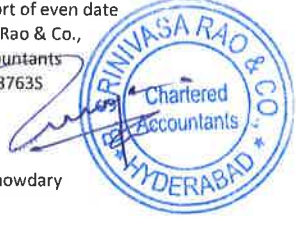

Signature of Madhusudhan Varma Jetty and Radhika Varma Jetty.

Madhusudhan Varma Jetty
Director
DIN : 02247769

Radhika Varma Jetty
Director
DIN : 03370284

Date:- 15/06/2023
Place:- Hyderabad



| M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED | | | |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|
| CIN : U72200TG2011PTC077933 | | | |
| CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2023 | | | |
| | | (Rs. In Thousands) | |
| Particulars | 2022 - 23 | 2021 - 22 | |
| A. CASH FLOW FROM OPERATING ACTIVITIES | | | |
| Net profit before tax and extraordinary items | 29,340 | 16,235 | |
| Adjustments for: | | | |
| Depreciation and amortisation expense | 14,999 | 15,387 | |
| (Profit) / Loss on sale of fixed assets | - | (840) | |
| (Profit) / Loss on redemption of investments | - | - | |
| Interest and other income on investments | (742) | (641) | |
| Interest expenses | 9,582 | 8,296 | |
| Interest on Income tax received | - | - | |
| Net (gain) on foreign exchange | - | - | |
| Income tax | 642 | 63 | |
| Operating profit / (loss) before working capital changes | 53,821 | 38,500 | |
| Changes in working capital: | | | |
| Increase / (Decrease) in trade payable | (50,060) | 1,32,325 | |
| Increase / (Decrease) in short term borrowing | 61,849 | (32,520) | |
| Increase / (Decrease) in provisions | 1,658 | 58 | |
| Increase / (Decrease) in other current liabilities | 5,669 | (5,655) | |
| Increase / (Decrease) in other current assets | 20,969 | (10,541) | |
| (Increase) / Decrease in short term loan and advances | 3,043 | (5,366) | |
| (Increase) / Decrease in trade receivables | (1,05,970) | 10,167 | |
| (Increase) / Decrease in inventories | 10,434 | (73,303) | |
| (Increase) / Decrease in current investments | - | - | |
| | (52,407) | 15,165 | |
| CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES | 1,414 | 53,665 | |
| Less: Taxes paid | (8,867) | (4,138) | |
| NET CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES | (7,453) | 49,527 | |
| B. CASH FLOW FROM INVESTING ACTIVITIES | | | |
| Purchase of tangible / intangible assets | (3,368) | (17,285) | |
| Sale of tangible / Intangible assets | - | 1,800 | |
| Increase / (Decrease) in other non-current assets | (293) | (57) | |
| (Increase) / Decrease in long term loan and advances | - | - | |
| (Increase) / Decrease Deposits with banks | (3,349) | 704 | |
| Dividend/ bank interest received | 742 | 641 | |
| NET CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES | (6,268) | (14,197) | |
| C. CASH FLOW FROM FINANCING ACTIVITIES | | | |
| Interest expenses | (9,582) | (8,296) | |
| Funds borrowed | (8,714) | 4,882 | |
| Dividend paid | - | - | |
| NET CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES | (18,296) | (3,414) | |
| NET INCREASE / (DECREASE) IN CASH & CASH EQUIVALENTS (A+B+C) | (32,018) | 31,916 | |
| Cash and Cash equivalents at beginning period (Refer Note 14) | 32,070 | 154 | |
| Cash and Cash equivalents at end of period (Refer Note 14) | 52 | 32,070 | |
| D. Cash and Cash equivalents comprise of | | | |
| Cash on hand | 18 | 13 | |
| Balances with banks | 35 | 32,057 | |
| Total | 52 | 32,070 | |
| This Cash Flow Statement has been prepared as per "Indirect Method" as prescribed by AS -3 (revised) "Cash Flow Statements" | | | |
| As per our report of even date For B Srinivasa Rao & Co., Chartered Accountants ICAI F.R.No. 0087635  M Ranga Rai Chowdary Partner M.No.: 243733 Date:- 15/06/2023 Place:- Hyderabad | | For & On Behalf of the Board M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED  Madhusudhan Varma Jetty Director DIN : 02247769 Date:- 15/06/2023 Place:- Hyderabad | |
|  | |  | |

M/S. DIGILOGIC SYSTEMS PRIVATE LIMITED
CIN: U72200TG2011PTC077933

Notes forming part of the Financial Statements

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, 2023, the company directors owned 100.00% 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 Hyderabad.

1. 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 Section 133 of the Companies Act, 2013 ('Act') read with Rule 7 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. Financials are rounded off to thousands.

The Financial statements of the company are presented in Indian Rupee ("INR"), which is company's functional currency and the values are rounded to nearest thousands ('000) except where otherwise indicated.



b. Changes in accounting policy

During the year ended 31st March 2023, there are no changes in the accounting policies

c. Use of estimates

The preparation of financial statements requires the management of the Company 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.

d. Fixed Assets

Fixed assets are stated at cost, less accumulated depreciation / amortization. Costs include all expenses incurred to bring the assets to its present location and condition. Depreciation on Fixed Assets is calculated using the WDV Method.

The Salvage value and useful life of fixed assets is estimated as follows.

| Asset | % of Salvage value estimated | Estimated Useful life (in years) |
|----------------------|----------------------------------|----------------------------------|
| Motor Car Vehicles | 2% of original cost of the asset | 8 |
| Furniture & Fittings | 2% of original cost of the asset | 10 |
| Office Equipment | 2% of original cost of the asset | 5 |
| Computer | 2% of original cost of the asset | 3 |
| Plant and Machinery | 2% of original cost of the asset | 15 |
| Building | 2% of original cost of the asset | 5 |

e. Depreciation / Amortization

Depreciation / amortization on fixed assets 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.

f. Investments

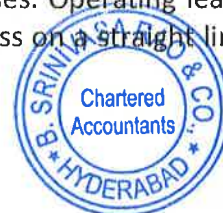
Investments that are readily realizable and intended to be held for not more than a year have been classified as current investments. All other investments have been classified as long-term investments.

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. However, the company is not holding any investments as on 31.03.2023.

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. However, the company has not entered into any lease agreements as on 31.03.2023.

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. However, no such cases were noticed during the current reporting year.

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 recognises 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 recognised 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 recognised on a straight-line basis over the specified period unless some other method better represents the stage of completion. However, the company is not engaged in rendering services.

b) Products:

Revenue from products is recognised 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.




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.

For B. Srinivasa Rao & Co.
Chartered Accountants
Firm Reg No. 008763S


M Ranga Rai Chowdary
Partner
M.No: 243733




Madhusudhan Varma Jetty
Director
DIN:02247769

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



Radhika Varma Jetty
Director
DIN: 03370284



Place: Hyderabad
Date: 15-06-2023.

| M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED | | | | |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------|-------------------|--------------------|----------------------|
| CIN : U72200TG2011PTC077933 | | | | |
| Notes forming part of the financial statements | | | | |
| | | | (Rs. In Thousands) | |
| | | | As At 31-03-2023 | As At 31-03-2022 |
| NOTE 2 | | | | |
| SHARE CAPITAL: | | | | |
| <u>Authorized:</u> | | | | |
| 2000000 Equity shares of Rs. 10/- each | | | 20,000 | 20,000 |
| <u>Issued and Subscribed:</u> | | | | |
| 2000000 Equity shares of Rs. 10/- each | | | 20,000 | 20,000 |
| <u>Paid-up:</u> | | | | |
| 2000000 Equity shares of Rs.10/- each fully paid up | | | 20,000 | 20,000 |
| | | | - | - |
| | | | 20,000 | 20,000 |
| 2(a) Reconciliation of number of shares | | | | |
| | As At 31-03-2023 | | As At 31-03-2022 | |
| | No of Shares | (Rs In Thousands) | No of Shares | (Rs. In Thousands) |
| Equity shares | | | | |
| Opening balance | 2,000,000 | 20,000 | 2,000,000 | 20,000 |
| Changes during the year | - | - | - | - |
| Closing balance | 2,000,000 | 20,000 | 2,000,000 | 20,000 |
| The Company has only one class of equity shares. Each holder of equity shares is entitled to one vote per share. 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. | | | | |
| 2(b) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company | | | | |
| Name of the Shareholder | | | As At 31-03-2023 | As At 31-03-2022 |
| J Madhusudhan Varma | | | 1,660,000 | 1,660,000 |
| | | | 83.00% | 83.00% |
| J.M.Radhika Varma | | | 340,000 | 340,000 |
| | | | 17.00% | 17.00% |
| | | | 2,000,000 | 2,000,000 |
| Shares held by Promoters | | | | |
| Current Reporting Period | | | | |
| Sr No. | Promotor's Name | No of shares | % of total shares | % Change during year |
| 1 | J Madhusudhan Varma | 1,660,000.00 | 83.00% | 0.00% |
| 2 | J.M.Radhika Varma | 340,000.00 | 17.00% | 0% |
| Previous reporting Period | | | | |
| Sr No. | Promotor's Name | No of shares | % of total shares | % Change during year |
| 1 | J Madhusudhan Varma | 1,660,000.00 | 83.00% | 0% |
| 2 | J.M.Radhika Varma | 340,000.00 | 17.00% | 0% |



M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED

CIN : U72200TG2011PTC077933

Notes Forming Part of Balance Sheet**Note 3: Reserves and Surplus**

(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|---------------------------------|------------------|------------------|
| Securities Premium | | |
| Opening balance | - | - |
| Add:- Additions during the year | - | - |
| Closing balance | - | - |
| Surplus | | |
| Opening balance | 69,099 | 57,429 |
| Add:- Additions during the year | 21,793 | 11,669 |
| Closing balance | 90,892 | 69,099 |
| Total | 90,892 | 69,099 |

Note 4 : Long term borrowings

(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|-----------------------------------------|------------------|------------------|
| Term loans | | |
| from banks | 24,756 | 41,470 |
| from other parties | - | - |
| Deposits | - | - |
| Loans and advances from related parties | 8,000 | - |
| Total | 32,756 | 41,470 |
| The above amount includes: | | |
| Secured borrowings | 24,756 | 41,470 |
| Unsecured borrowings | 8,000 | - |
| Total | 32,756 | 41,470 |

Note 5 : Other Long term liabilities

(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|----------------|------------------|------------------|
| Trade payables | - | - |
| Others | - | - |
| Total | - | - |

Note 6 : Long-term provisions

(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|---------------------------------|------------------|------------------|
| Provision for employee benefits | - | - |
| Others | - | - |
| Total | - | - |

Note 7 : Short-term borrowings

(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|-----------------------------------------|------------------|------------------|
| Loans repayable on demand | | |
| from banks | 59,716 | - |
| from other parties | - | - |
| Deposits | - | - |
| Loans and advances from related parties | - | - |
| Current Maturities of Long Term Debt | 15,567 | 13,433 |
| Other Loans and Advances | - | - |
| Total | 75,283 | 13,433 |
| The above amount includes: | | |
| Secured borrowings | 75,283 | 13,433 |
| Unsecured borrowings | - | - |
| Total | 75,283 | 13,433 |



Note 8 : Trade payables

(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|----------------------------------------------------------------------------------------|------------------|------------------|
| Total outstanding dues of micro enterprises and small enterprises | 3,232 | 2,737 |
| Total outstanding dues of creditors other than micro enterprises and small enterprises | 1,13,562 | 1,64,117 |
| Total | 1,16,795 | 1,66,854 |

| Trade Payables ageing schedule: | As At 31-03-2023 | | | | | (Rs. In Thousands) |
|---------------------------------|------------------------------------------------------------|-----------|-----------|-------------------|--|--------------------|
| Particulars | Outstanding for following periods from due date of payment | | | | | Total |
| | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | | |
| (i) MSME | 3,232 | - | - | - | | 3,232 |
| (ii) Others | 1,13,562 | - | - | - | | 1,13,562 |
| (iii) Disputed dues- MSME | - | - | - | - | | - |
| (iv) Disputed dues - Others | - | - | - | - | | - |

Trade Payables ageing schedule:

As At 31-03-2022

(Rs. In Thousands)

| Trade Payables ageing schedule: | | As At 31-03-2022 | | | | | (Rs. in thousands) |
|---------------------------------|----------|------------------------------------------------------------|-----------|-----------|-------------------|----------|--------------------|
| Particulars | | Outstanding for following periods from due date of payment | | | | | |
| | | Less than 1 year | 1-2 years | 2-3 years | More than 3 years | Total | |
| (i) MSME | 2,737 | - | - | - | - | 2,737 | |
| (ii) Others | 1,64,117 | - | - | - | - | 1,64,117 | |
| (iii) Disputed dues- MSME | - | - | - | - | - | - | |
| (iv) Disputed dues - Others | - | - | - | - | - | - | |

Note 9 : Other Current Liabilities

(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|-------------------------------------------------|------------------|------------------|
| Current maturities of finance lease obligations | 1,148 | 1,284 |
| Advances received from customers | 667 | - |
| Other Payables | | |
| Statutory Dues Payable | 1,845 | 1,120 |
| Salaries Payable | 3,106 | - |
| Water charges payable | - | - |
| Other Current Liabilities | 263 | 528 |
| Sales commission payable | 1,667 | 95 |
| Total | 8,696 | 3,027 |

Note 10 : Short Term Provisions

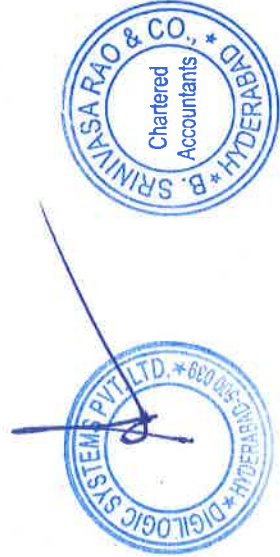
(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|---------------------------------|------------------|------------------|
| Provision for employee benefits | 1,708 | - |
| Provision for Income Tax | 8,466 | 5,225 |
| Provision for Audit Fee | 150 | 200 |
| Others | - | - |
| Total | 10,325 | 5,425 |



| M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED | | | | | | | | | |
|----------------------------------------------------------------|--|------------------|-----------|------------|--------------------------|------------------|--------------|------------|------------------|
| Note 11 :- Property, plant & equipments as on 31st March, 2023 | | | | | | | | | |
| (As per the Companies Act, 2013) | | | | | | | | | |
| Tangible Assets | | Gross Block | | | Accumulated Depreciation | | | Net Block | |
| Details of Assets | | As At 31-03-2022 | Additions | Deductions | As At 31-03-2023 | As At 31-03-2022 | For The Year | Deductions | As At 31-03-2023 |
| TANGIBLE ASSETS | | | | | | | | | |
| Buildings | | 90,806 | 2,057 | - | 92,863 | 15,948 | 9,268 | | 67,647 |
| Motor Car Vehicles | | 12,611 | - | - | 12,611 | 4,995 | 2,946 | - | 4,670 |
| Furniture & Fittings | | 5,602 | 169 | - | 5,771 | 3,529 | 704 | | 1,538 |
| Office equipment | | 4,185 | 392 | - | 4,578 | 3,275 | 611 | | 692 |
| Computers and data processing units | | 3,136 | 749 | - | 3,885 | 2,636 | 681 | | 569 |
| Plant & Machinery | | 4,836 | - | - | 4,836 | 1,395 | 790 | | 2,650 |
| Open Land | | 13,341 | - | | 13,341 | - | - | | 13,341 |
| | | 134,517 | 3,368 | - | 137,884,562 | 31,778 | 14,999 | - | 91,107 |
| INTANGIBLE ASSETS | | | | | | | | | |
| Software development | | | | | | | | | |
| | | - | - | - | - | - | - | - | - |
| | | | | | | | | | |
| Total | | 134,517 | 3,368 | - | 137,885 | 31,778 | 14,999 | - | 91,107 |
| Figures of previous year | | 32,538 | 93,013 | 2,469 | 123,081 | 13,531 | 10,091 | 2,340 | 101,800 |
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| Statement showing Deferred Tax Calculation | |
|---------------------------------------------------|---------------|
| | Amount in Rs. |
| Opening DTA | 2,059 |
| Written down Value of assets as per Companies Act | 91,107 |
| Less: Written down value of assets as per IT Act | 103,209 |
| Timing difference | (12,102) |
| Since the timing difference is Negative | |
| we have deferred tax asset | |
| Deferred Tax Asset as on 31.03.2023 @ 25.168% | |
| Current Year DTA | 3,046 |
| DTA debited to P&L account | (987) |
| DTA Carried Forward to Future Years | (987) |
| | 3,046 |



M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED

Depreciation Statement for the year ended 31.03.2023, As per Income Tax Act

| Particulars | Rate of Dep. | As On 01-04-2022 | Additions>180 days | Additions< 180 days | Deletions | Total Cost As on 31-03-2023 | Dep for the Year | (Rs. In Thousands) | |
|-----------------------------------|--------------|---------------------|-----------------------|------------------------|-----------|--------------------------------|------------------|------------------------|------------------------|
| | | | | | | | | WDV Ason 31-03-2023 | WDV Ason 31-03-2023 |
| Tangible Assets | | | | | | | | | |
| Vehicles | 15% | 11,630 | - | - | - | 11,630 | 1,744 | 9,885 | 9,885 |
| Computers | 40% | 890 | 674 | 75 | - | 1,639 | 641 | 999 | 999 |
| Furniture & Fittings | 10% | 5,888 | 169 | - | - | 6,057 | 606 | 5,451 | 5,451 |
| Building (Leasehold improvements) | 10% | 75,733 | 1,567 | 490 | - | 77,790 | 7,755 | 70,036 | 70,036 |
| Plant and Machinery | 15% | 3,714 | 309 | 83 | - | 4,106 | 610 | 3,497 | 3,497 |
| Open Land | 0% | 13,341 | - | - | - | 13,341 | - | 13,341 | 13,341 |
| TOTAL | | 111,196 | 2,720 | 648 | - | 114,564 | 11,355 | 103,209 | 103,209 |



| M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED | | |
|----------------------------------------|--|--|
| CIN : U72200TG2011PTC077933 | | |
| Notes Forming Part of Balance Sheet | | |

Note 12 : Non current investment
(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|-----------------------------------------------------------|------------------|------------------|
| Investments in Equity Instruments | - | - |
| Fixed Deposits | - | - |
| Total | - | - |
| Other disclosures | | |
| Aggregate cost of quoted investment | - | - |
| Aggregate market value of quoted investments | - | - |
| Aggregate amount of unquoted investments | - | - |
| Aggregate provision for diminution in value of investment | - | - |
| Total | - | - |

Note 13 : Long-term loans and advances
(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|---------------------------------------|------------------|------------------|
| Capital Advances | - | - |
| Loans and advances to related parties | - | - |
| Other loans and advances | - | - |
| Total | - | - |
| The above amount includes: | | |
| Secured, considered good | - | - |
| Unsecured, considered good | - | - |
| Doubtful | - | - |
| Total | - | - |

Note 14 : Other non-current assets
(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|----------------------------|------------------|------------------|
| Security Deposits | 350 | 57 |
| Others | - | - |
| Total | 350 | 57 |
| The above amount includes: | | |
| Secured, considered good | - | - |
| Unsecured, considered good | 350 | 57 |
| Doubtful | - | - |
| Total | 350 | 57 |

Note 15 : Current investment
(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|-----------------------------------------------------------|------------------|------------------|
| Investments in Equity Instruments | - | - |
| Short Term Fixed Deposits | - | - |
| Total | - | - |
| Other disclosures | | |
| Aggregate cost of quoted investment | - | - |
| Aggregate market value of quoted investments | - | - |
| Aggregate amount of unquoted investments | - | - |
| Aggregate provision for diminution in value of investment | - | - |
| Total | - | - |

Note 16 : Inventories
(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|------------------|------------------|------------------|
| Raw materials | - | - |
| Work-in-progress | 77,136 | 87,569 |
| Finished goods | - | - |
| Stock-in-trade | - | - |
| Total | 77,136 | 87,569 |



Note 17 : Trade receivables

(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|----------------------------|------------------|------------------|
| Secured, considered good | - | - |
| Unsecured, considered good | 1,53,502 | 47,532 |
| Doubtful | - | - |
| Total | 1,53,502 | 47,532 |

Trade Receivables ageing schedule

As At 31-03-2023

| Particulars | Outstanding for following periods from due date of payment | | | | | Total |
|-------------------------------------------------------|------------------------------------------------------------|------------------|-----------|-----------|----------|----------|
| | <6 months | 6 months -1 year | 1-2 years | 2-3 years | >3 years | |
| (i) Undisputed Trade receivables -considered good | 1,52,609 | 94 | 799 | - | - | 1,53,502 |
| (i) Undisputed Trade receivables -considered doubtful | - | - | - | - | - | - |
| (iii) Disputed trade receivables considered good | - | - | - | - | - | - |
| (iv) Disputed trade receivables considered doubtful | - | - | - | - | - | - |

Trade Receivables ageing schedule

As At 31-03-2022

| Particulars | Outstanding for following periods from due date of payment | | | | | Total |
|-------------------------------------------------------|------------------------------------------------------------|------------------|-----------|-----------|----------|--------|
| | <6 months | 6 months -1 year | 1-2 years | 2-3 years | >3 years | |
| (i) Undisputed Trade receivables -considered good | 40,683 | - | 6,785 | - | 64 | 47,532 |
| (i) Undisputed Trade receivables -considered doubtful | - | - | - | - | - | - |
| (iii) Disputed trade receivables considered good | - | - | - | - | - | - |
| (iv) Disputed trade receivables considered doubtful | - | - | - | - | - | - |

Note 18 : Cash and bank balances

(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|-------------------------------------------------------------------------------------------------------|------------------|------------------|
| (A) Cash and cash equivalents | | |
| Balances with banks | - | - |
| In current accounts | 35 | 7,057 |
| Bank deposits with less than 3 Months maturity | - | 25,000 |
| Cheques , Drafts on hand | - | - |
| Cash on hand | 18 | 13 |
| (B) Other bank balances | | |
| Earmarked balances with banks | - | - |
| Balances with banks to the extent held as margin money or security against the borrowings, guarantees | 15,362 | 12,012 |
| Bank deposits with 3 to 12 months maturity | - | - |
| Bank deposits with more than 12 months maturity | - | - |
| Total | 15,414 | 44,083 |

Note 19 : Short terms loans and advances

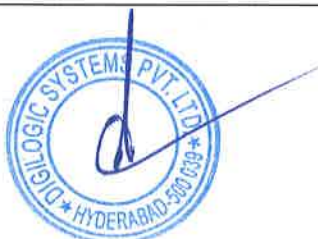
(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|---------------------------------------|------------------|------------------|
| Loans and advances to related parties | - | - |
| Salary and Consultancy advances | 432 | 826 |
| Advances to vendors | 2,563 | 5,213 |
| Total | 2,995 | 6,039 |
| The above amount includes: | | |
| Secured, considered good | - | - |
| Unsecured, considered good | 2,995 | 6,039 |
| Doubtful | - | - |
| Total | 2,995 | 6,039 |

Note 20 : Other current assets

(Rs. In Thousands)

| Particulars | As At 31-03-2023 | As At 31-03-2022 |
|-------------------------|------------------|------------------|
| Advance Tax and TDS/TCS | 6,998 | 4,064 |
| GST Input tax credit | 2,823 | 23,769 |
| TDS paid | - | 108 |
| Prepaid Expenses | 1,375 | 1,289 |
| Total | 11,196 | 29,231 |



| M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED | | |
|-------------------------------------------------------------|--|--|
| CIN : U72200TG2011PTC077933 | | |
| Notes Forming Part of Statement of Profit & Loss | | |

| Note 21 : Revenue from operations | | (Rs. In Thousands) | |
|------------------------------------------|-----------------|---------------------------|--|
| Particulars | 2022 - 23 | 2021 - 22 | |
| Sales of products | 5,33,525 | 4,01,494 | |
| Sale of services | 26,098 | - | |
| Other operating revenues | - | - | |
| Total | 5,59,623 | 4,01,494 | |

| Note 22 : Other income | | (Rs. In Thousands) | |
|--------------------------------------|--------------|---------------------------|--|
| Particulars | 2022 - 23 | 2021 - 22 | |
| Interest Income on FD | 742 | 641 | |
| Miscellaneous Income | - | - | |
| Profit on sale of Fixed assets | - | 840 | |
| Profit on Exchange Rates fluctuation | 791 | 233 | |
| Total | 1,533 | 1,714 | |

| Note 23 : Cost of material consumed | | (Rs. In Thousands) | |
|--------------------------------------------|-----------------|---------------------------|--|
| Particulars | 2022 - 23 | 2021 - 22 | |
| Raw Material | - | - | |
| Opening stock | - | - | |
| Add :- purchase during the year | 3,92,829 | 3,65,018 | |
| | 3,92,829 | 3,65,018 | |
| Less :- Closing stock | - | - | |
| Total | 3,92,829 | 3,65,018 | |

| Note 24 : Change in inventories | | (Rs. In Thousands) | |
|---------------------------------------------------|---------------|---------------------------|--|
| Particulars | 2022 - 23 | 2021 - 22 | |
| <u>Changes in inventories of work-in-progress</u> | | | |
| Opening stock | 87,569 | 14,266 | |
| Closing stock | 77,136 | 87,569 | |
| Sub total (b) | 10,434 | (73,303) | |
| Total | 10,434 | (73,303) | |

| Note 25 : Employment benefit expenses | | (Rs. In Thousands) | |
|----------------------------------------------|---------------|---------------------------|--|
| Particulars | 2022 - 23 | 2021 - 22 | |
| Salaries and wages | 45,244 | 37,092 | |
| Contribution to ESI | 157 | 149 | |
| Contribution to provident and other funds | 1,547 | 1,273 | |
| Staff welfare expenses | 890 | 463 | |
| Bonus | 1,783 | - | |
| Directors Remuneration | 2,960 | - | |
| Total | 52,582 | 38,976 | |

| Note 26 : Financial cost | | (Rs. In Thousands) | |
|---------------------------------|---------------|---------------------------|--|
| Particulars | 2022 - 23 | 2021 - 22 | |
| Interest expense on Borrowings | 9,582 | 8,296 | |
| Other borrowing costs | 1,370 | 652 | |
| LC and BG Charges | 1,240 | 983 | |
| Total | 12,192 | 9,931 | |



Note 27 : Depreciation and amortised cost**(Rs. In Thousands)**

| Particulars | 2022 - 23 | 2021 - 22 |
|----------------------|---------------|---------------|
| Depreciation Expense | 14,999 | 15,387 |
| Total | 14,999 | 15,387 |

Note 28 : Other expenses**(Rs. In Thousands)**

| Particulars | 2022 - 23 | 2021 - 22 |
|----------------------------------------|---------------|---------------|
| Freight and Clearing | 2,001 | 1,442 |
| Power and Fuel | 976 | 695 |
| Customs Duty | 6,342 | 1,860 |
| Income tax & Interest on incometax | 642 | 63 |
| Interest on TDS | 38 | 28 |
| Auditors Remuneration | 100 | 200 |
| Printing & stationary | 491 | 445 |
| Telephone and Internet expenses | 180 | 81 |
| Advertisement | 848 | 186 |
| Local Conveyance | 2,796 | 1,211 |
| Professional and Legal Charges | 658 | 73 |
| Project Maintenance | 14 | 30 |
| Labour Charges | 608 | 660 |
| Office Maintenance | 2,265 | 1,419 |
| Postage and Couriers, Stamps | 95 | 71 |
| Professional Tax | 8 | 9 |
| Repairs and Maintenance others | 660 | 51 |
| Vehicle Maintenance | 262 | 239 |
| Rent | 907 | 699 |
| Duties and Taxes | 1,948 | - |
| Consultancy Charges | 875 | 1,609 |
| PF administration & inspection charges | 129 | 106 |
| Insurance | 700 | 184 |
| Gratuity | 3,448 | 2,000 |
| Packing & Selling Expenditure | 22 | - |
| Mobile Allowance | 116 | 96 |
| Pooja expenses | 35 | 21 |
| Tours & Travels | 6,195 | 4,961 |
| LD charges | 1,239 | 750 |
| Legal and Registration charges | 685 | 247 |
| Late fee and panality | - | 50 |
| HVAC charges | 616 | 1,250 |
| sales commision | 12,828 | 10,229 |
| Web designing | 55 | - |
| Miscellaneous Expenses | 1 | - |
| Total | 48,779 | 30,965 |

Note 29 : Earning per share**(Rs. In Thousands)**

| Particulars | 2022 - 23 | 2021 - 22 |
|------------------------------------------------------------|--------------|-------------|
| Net profit after tax | 21,793 | 11,669 |
| Weighted average number of equity shares | 20,00,000 | 20,00,000 |
| Earning per share (face value of Rs.10/-fully paid) | 10.90 | 5.83 |



| M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED |
|--------------------------------------------------|
| CIN : U72200TG2011PTC077933 |
| Notes Forming Part of Statement of Profit & Loss |

Note 30 :

Gratuity and other post-employment benefit plans:

(Rs. In Thousands)

(a) Defined contribution plan

The following amounts are recognised as an expense in Statement of profit and loss on account of provident fund and other funds. There are no other obligations other than the contribution payable to the respective authorities:

| Sr. No. | Particulars | 2022 - 23 | 2021 - 22 |
|---------|------------------------------------------------------------------------------------------|-----------|-----------|
| 1 | Contribution to provident fund recognised as expense in the Statement of Profit and Loss | 1547 | 1273 |

(b) Defined Benefit Plan

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of continuous service gets a gratuity on retirement at 15 days last drawn basic salary for each completed year of service. The scheme is funded with an insurance Company in the form of a qualifying insurance policy.

The following table's summaries the components of net benefit expense recognised in the Statement of profit and loss and the funded status and amounts recognised in the balance sheet for the gratuity plan:

| Sr. No. | Particulars | 2022 - 23 | 2021 - 22 |
|---------|---------------------------------------------------------------|--------------|--------------|
| 1 | Obligation at the beginning of the Current Financial year | 5,556 | 3,123 |
| | Current service cost | 914 | 527 |
| | Interest Cost & Actuarial Losses/(Gain) | (1,136) | 1,905 |
| | Past service cost | 458 | - |
| | Benefits paid | - | - |
| | Obligation at the year end | 5,791 | 5,556 |
| | Change in Plan assets | | |
| | Opening Fair value of Plan assets | - | - |
| | Expected return on plan assets | - | - |
| | Actuarial gain/ (loss) | - | - |
| | Assets distributed on settlements | - | - |
| | Contributions by Employer | - | - |
| | Assets Acquired on Acquisition / (Distributed on Divestiture) | - | - |
| | Exchange Difference on Foreign Plans | - | - |
| | Benefits Paid | - | - |
| | Closing Fair value of Plan assets | - | - |

Recognition of Gratuity Liability in Balance sheet

| Sr. No. | Particulars | 2021 - 22 | 2020 - 21 |
|---------|-----------------------|-----------|-----------|
| 1 | Current Liability | - | - |
| 2 | Non Current Liability | - | - |
| | Total | - | - |

NOTE 31

Disclosure as required by Para 20 of Accounting Standard-AS 18 "Related Parties" of the Companies (Accounting Standard) Rules, 2006:-

Names of related parties and description of relationship :

| Sr. No. | Name | Relation |
|---------|-------------------------|-------------------|
| 1 | Madhusudhan Varma Jetty | Managing Director |
| 2 | Radhika Varma Jetty | Director |
| 3 | Shashank Varma Jetty | Director |



Transactions with related parties for the year ended March 31, 2022

(Rs. In Thousands)

| Sr. No. | Name of Related Party | Nature of Transactions | 2022 - 23 | 2021 - 22 |
|---------|-------------------------|------------------------|-----------|-----------|
| 1 | Madhusudhan Varma Jetty | Salary Expenses | 5,267 | 6,266 |
| | | Directors Remuneration | 2,960 | - |
| | | Commission Expenses | 8,417 | 6,140 |
| | | Unsecured Loan | 8,000 | - |
| 2 | Radhika Varma Jetty | Salary Expenses | 1,558 | 1,600 |
| | | Commission Expenses | 689 | 689 |
| 3 | Shashank Varma Jetty | Salary Expenses | 2,570 | 2,117 |
| | | Commission Expenses | 2,755 | 1,800 |

Balance outstanding at the end of the year

(Rs. In Thousands)

| Sr. No. | Name of Related Party | 2022 - 23 | 2021 - 22 |
|---------|-------------------------|-----------|-----------|
| 1 | Madhusudhan Varma Jetty | 8,000 | - |

NOTE 32

Secured Borrowings: (Repayment and security details of secured loans from Banks)

(a) Axis Bank Ltd (Term Loan) - Rs. 222.94 Lakhs

Term loan from Axis Bank Ltd carry effective interest rate 8.80% p.a. on diminishing balance and loan shall be repaid monthly installments.

This loan is secured by exclusive charge on movable fixed assets & Equitable mortgage on Commercial office space procured out of the loan.

(b) Axis Bank Ltd (ECLGS 1 & 2) - Rs. 47.92 Lakhs & Rs. 84.00 Lakhs

Term loan from Axis Bank Ltd carry effective interest rate 8.80% p.a. on diminishing balance and loan shall be repaid monthly installments.

These loans is secured by second charge on existing Primary & Collateral securities with the Axis bank Ltd.

(c) Axis Bank Ltd (Cash Credit) - Rs. 597.16 Lakhs (Limit: 1250.00 Lakhs)

Working Capital Loans(Cash Credit and Bank gaurantees) from Axis Bank Ltd carry effective interest rate 8.80% p.a. and are secured by Hypothecation of entire current assets of the Company.

All the above borrowings are also secured by Equitable Mortgage of 7 immovable properties owned by the promoters and Personal guarantee of Mr. J. Madhusudhan Varma and Mrs. J M Radhika varma.

NOTE 33

Details of dues to micro and small enterprises as per MSMED Act, 2006

(Rs. In Thousands)

| Sr. No. | Particulars | 2022 - 23 | 2021 - 22 |
|---------|-----------------------------------------------------|-----------|-----------|
| 1 | Principal amount due to micro and small enterprises | 3,232 | 2,737 |
| 2 | Interest due on above | - | - |

The above information regarding Micro and Small Enterprises has been determined to the extent such parties are identified on the basis of information available with the Company. There were no delays in the payment of dues to Micro and Small Enterprises.



IV. Additional Regulatory Info

- (i) The Company does not have any Immovable Property whose title deeds are not held in name of the Company.
- (ii) The Company has not revalued its assets during the year.
- (iii) The Company does not granted any Loans or Advances in the nature of loans to its promoters, directors, KMPs and the related parties either severally or jointly with any other person.
- (iv) The Company does not have any running Capital-work-in-progress or any CWIP whose completion is overdue.
- (v) The Company does not have any Intangible assets under development or any ITAUD whose completion is overdue.
- (vi) No proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988.
- (vii) The monthly/quarterly returns or statements of current assets filed by the company with banks or financial institutions are in agreement with the books of accounts.
- (viii) No bank or financial institution or other lender has declared the company as wilful defaulter.
- (ix) The company does not have any relationship with struck off companies.
- (x) No charges or satisfaction to be registered with registrar of companies beyond the statutory period.
- (xi) Compliance with number of layers of companies is not applicable to the company.
- (xii) The key ratio analysis were disclosed in the annexure.
- (xiii) No approved Scheme(s) of Arrangements has been approved by the competent authority in terms of sections 230 to 237 of the Companies Act, 2013.
- (xiv) Utilisation of Borrowed funds and share premium:
 - (A) The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall
 - (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
 - (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
 - (B) The company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall
 - (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.



M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED

CIN : U72200TG2011PTC077933

Following are the analytical ratio analysis

| Ratio Analysis | As At 31-03-2023 | As At 31-03-2022 | Percentage of Variance | Reason of Variance [If change is >25%] |
|-----------------------------------------|------------------|------------------|------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Current Ratio | 1.23 | 1.14 | 8% | |
| Current Assets | 2,60,243 | 2,14,453 | | |
| Current Liabilities | 2,11,098 | 1,88,739 | | |
| Debt-Equity Ratio | 0.97 | 0.62 | 58% | During the FY 22-23, the company has increased its debt levels to finance its growth initiatives, such as expanding operations which helps to generate higher returns. |
| Total Debt | 1,08,038 | 54,903 | | |
| Shareholders Equity | 1,10,892 | 89,099 | | |
| Debt Service Coverage Ratio | 2.33 | 2.18 | 7% | |
| Earnings available for debt service | 56,531 | 41,553 | | |
| Debt Service | 24,299 | 19101 | | |
| Return on Equity Ratio | 0.24 | 0.15 | 62% | During the FY 22-23, the company experiences higher revenues, controlled its costs effectively which results to higher returns. |
| Net Profits after taxes | 21,793 | 11,669 | | |
| Average Shareholder's Equity | 89,099 | 77,429 | | |
| Inventory turnover ratio | 6.80 | 7.89 | -14% | |
| Cost of Goods Sold or Sales | 5,59,623 | 4,01,494 | | |
| Average Inventory | 82,352 | 50,917 | | |
| Trade Receivables turnover ratio | 5.57 | 7.63 | -27% | |
| Net Credit sales | 5,59,623 | 4,01,494 | | |
| Average Trade Receivable | 1,00,517 | 52,616 | | |
| Trade payables turnover ratio | 2.77 | 3.63 | -24% | |
| Net Credit Purchases | 3,92,829 | 3,65,018 | | |
| Average Trade Payables | 1,41,824 | 1,00,692 | | |
| Net capital turnover ratio | 14.95 | 21.93 | -32% | Improved due to the prodent management of working capital. |
| Net Sales | 5,59,623 | 4,01,494 | | |
| Average Working Capital | 37,430 | 18,308 | | |
| Net profit ratio | 3.89% | 2.91% | 34% | During the FY 22-23, the company experiences higher revenues, controlled its costs effectively which results to higher returns. |
| Net profit | 21,793 | 11,669 | | |
| Net Sales | 5,59,623 | 4,01,494 | | |
| Return on Capital employed | 8.47% | 6.21% | 36% | During the FY 22-23, the company experiences higher revenues, controlled its costs effectively which results to higher returns. |
| Earnings Before Interest and tax | 12,192 | 9,931 | | |
| Capital employed | 1,44,002 | 1,59,970 | | |
| Return on investment | NA | NA | NA | |



M/S. DIGILOGIC SYSTEMS PRIVATE LIMITED

(CIN: U72200TG2011PTC077933)

LIST OF SHARE HOLDERS AS ON 31/03/2023

Authorised Capital: 20000000.00

Paid Up Capital: 2,00,00,000.00

| S.No | LEDGER FOLIO NUMBER | NAME OF THE SHARE HOLDER | FATHERS NAME / HUSBAND NAME | ADDRESS | TYPE OF SHARE | NUMBER OF SHARES HELD | AMOUNT PER SHARE | TOTAL AMOUNT |
|-------|---------------------|--------------------------|-----------------------------|---------------------------------------------------------------------------------------------------------|---------------|-----------------------|------------------|--------------|
| 1 | 1 | MADHUSUDHAN VARMA JETTY | J.C. VARMA | H.NO. 1-11-252/19 & 19/A/404, LEGEND TOWERS, MOTILAL NEHRU NAGAR, BEGUMPET, HYDERABAD - 500016 | Equity | 1660000 | 10 | 16600000 |
| 2 | 2 | J.M. RADHIKA VARMA | MADHUSUDHAN VARMA JETTY | H.NO. 1-11-252/19 & 19/A/404, LEGEND TOWERS, MOTILAL NEHRU NAGAR, BEGUMPET, HYDERABAD - 500016 | Equity | 340000 | 10 | 3400000 |
| Total | | | | | | 2000000 | 10 | 20000000 |

For DIGILOGIC SYSTEMS PRIVATE LIMITED

MADHUSUDHAN VARMA JETTY

Director

DIN: 02247769

