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**M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED**

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**ELEVENTH ANNUAL REPORT**

**Financial Year 2021-22**

**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 11<sup>th</sup> Annual General meeting of members of **M/s. Digilogic Systems Private Limited** (the company) will be held on Friday 30<sup>th</sup> September, 2022 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 2022 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: 02.09.2022

**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.



## 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, 2022, 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, 2022; 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.

#### Branch Office : 01

No. 19 & 19/1, 5th Floor,  
BRV Layout, Kumara Park West,  
Behind Nandini Hotel,  
Bangaluru, Karnataka - 560 020.  
Cell: 09481565397, P: 080-23565997  
E-mail : bscro.blr@gmail.com

#### Branch Office : 02

Flat No. B6, D.No. 14,  
Kosala Apartments, Srinivasa Road,  
T. Nagar, Chennai, Tamilnadu-600 017.  
Cell : 9652342538  
Ph : 044-28154018  
E-mail : bsrando.chennai@gmail.com

#### Branch Office : 03

D.No. 3-28-41, 1st Floor,  
Beside Kamma Ladies Hostel,  
Kundula Road, Krishna Nagar, 7th Lane,  
Pattabipuram, Guntur-522006 A.P.  
Cell : 9700780666 Ph : 0863-2234202  
Email : guntur.bsr@gmail.com

#### Branch Office : 04

Flat No. 404, Satyam Plaza,  
4th Floor, 3rd Lane, Dwaraknagar,  
Visakhapatnam, A.P. - 530 016.  
Cell : 9441754487  
Ph : 0891-2704487  
Email: bsrando.vizag@gmail.com



### **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:



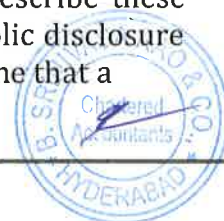


- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting 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, 2022, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2022, 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



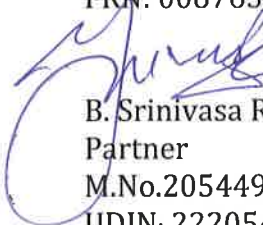


iii. There is no amount required to be transferred to investor education and protection fund in accordance with the relevant provisions of the Companies Act, 2013. Hence delay in depositing the amounts to the said fund is not applicable.

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: 008763S

  
B. Srinivasa Rao  
Partner  
M.No.205449  
UDIN: 22205449AUBQON1931



Place: Hyderabad  
Date: 02.09.2022.



**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 31<sup>st</sup>, 2022 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. The Company is a service company, primarily rendering Software services, accordingly it does not hold any Physical inventories. Thus Para 3 clause (ii) is not applicable to the Company.
- 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

  
B. Srinivasa Rao  
Partner



M.No.205449  
UDIN: 22205449AUBQON1931

Place: Hyderabad  
Date: 02.09.2022.

**M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED**

CIN : U72200TG2011PTC077933

**Balance Sheet as at 31st March, 2022**

		(Rs. In Thousands)	
Particulars	Note No	As At 31-03-2022	As At 31-03-2021
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's funds</b>			
(a) Share capital	2	20,000	20,000
(b) Reserves and surplus	3	69,099	57,429
(c) Money received against share Warrants			
<b>(2) Share application money pending allotment</b>			
<b>(3) Non-current liabilities</b>			
(a) Long-term borrowings	4	41,470	36,588
(b) Deferred tax liabilities (Net)		-	-
(c) Other Long term liabilities	5	-	-
(d) Long-term provisions	6	-	-
<b>(4) Current liabilities</b>			
(a) Short-term borrowings	7	13,433	45,953
(b) Trade payables	8		
(A) total outstanding dues of micro enterprises and small enterprises		2,737	1,590
(B) total outstanding dues of Creditors other than micro enterprises and small enterprises		1,64,117	32,939
(c) Other current liabilities	9	3,027	8,681
(d) Short-term provisions	10	5,425	2,328
<b>Total</b>		<b>3,19,308</b>	<b>2,05,509</b>
<b>II. Assets</b>			
<b>(1) Non-current assets</b>			
(a) Property, plant and equipment and Intangible assets	11		
(i) Property, plant and equipment		1,02,738	1,01,800
(ii) Intangible assets		-	-
(iii) Capital work-in-progress		-	-
(iv) Intangible assets under development		-	-
(b) Non-current investments	12	-	-
(c) Deferred tax assets (net)		2,059	1,316
(d) Long-term loans and advances	13	-	-
(e) Other non-current assets	14	57	-
<b>(2) Current assets</b>			
(a) Current investments	15	-	-
(b) Inventories	16	87,569	14,266
(c) Trade receivables	17	47,532	57,699
(d) Cash and cash equivalents	18	44,083	12,870
(e) Short-term loans and advances	19	6,039	673
(f) Other current assets	20	29,231	16,886
<b>Total</b>		<b>3,19,308</b>	<b>2,05,509</b>

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 R.No. 0087635

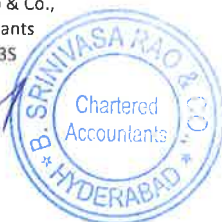
B. Srinivasa Rao

Partner

M.No.: 205449

Date:- Hyderabad

Place:- 02/09/2022



For & On Behalf of the Board

M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED

Madhusudhan Varma Jetty

Director

DIN : 02247769

Date:- Hyderabad

Place:- 02/09/2022

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, 2022**

		(Rs. In Thousands)		
	Particulars	Note No.	2021 - 22	2020 - 21
I	Revenue from operations	21	4,01,494	2,00,427
II	Other income	22	1,714	855
III	<b>Total Income (I+II)</b>		<b>4,03,209</b>	<b>2,01,282</b>
IV	<b>Expenses:</b>			
	(a) Cost of materials consumed	23	3,65,018	1,37,053
	(b) Purchase of Stock in Trade		-	-
	(c) Changes in inventories of finished goods, WIP and stock-in-trade	24	(73,303)	(12,761)
	(d) Employee benefits expenses	25	38,976	33,928
	(e) Finance costs	26	9,931	8,785
	(f) Depreciation and amortisation expenses	27	15,387	10,091
	(g) Other expenses	28	30,965	14,134
	<b>Total expenses</b>		<b>3,86,974</b>	<b>1,91,230</b>
V	Profit before exceptional and extraordinary items and tax (III - IV)		16,235	10,052
VI	Exceptional Items		-	-
VII	Profit before extraordinary items and tax (V - VI)		16,235	10,052
VIII	Extraordinary Items		-	-
IX	<b>Profit before tax (VII- VIII)</b>		<b>16,235</b>	<b>10,052</b>
X	<b>Tax expense:</b>			
	(1) Current tax		5,309	2,154
	(2) Deferred tax		(743)	553
XI	Profit / (Loss) for the period from continuing operations (IX-X)		11,669	7,346
XII	Profit / (Loss) from discontinuing operations		-	-
XIII	Tax expense of discontinuing operation		-	-
XIV	Profit/(loss) from Discontinuing operations (after tax) (XII-XIII)		-	-
XV	<b>Profit (Loss) for the period (XI + XIV)</b>		<b>11,669</b>	<b>7,346</b>
XVI	<b>Earning per equity share:</b>	29		
	Face value per equity shares Rs.10/- fully paid up.			
	(1) Basic (Value in Rs.)		5.83	3.67
	(2) Diluted (Value in Rs.)		5.83	3.67

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. 008763S

B. Srinivasa Rao  
Partner  
M.No.: 205449

Date:- Hyderabad  
Place:- 02/09/2022

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

Madhusudhan Varma Jetty  
Director  
DIN : 02247769

Date:- Hyderabad  
Place:- 02/09/2022

Radhika Varma Jetty  
Director  
DIN : 03370284

**M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED**

CIN : U72200TG2011PTC077933

**CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2022**

		(Rs. In Thousands)	
Particulars	2021 - 22	2020 - 21	
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>			
Net profit before tax and extraordinary items	16,235	10,052	
Adjustments for:			
Depreciation and amortisation expense	15,387	10,091	
(Profit) / Loss on sale of fixed assets	(840)	29	
(Profit) / Loss on redemption of investments	-	-	
Interest and other income on investments	(641)	(797)	
Interest expenses	8,296	8,785	
Interest on Income tax received	-	349	
Net (gain) on foreign exchange	-	-	
Income tax	63	-	
<b>Operating profit / (loss) before working capital changes</b>	<b>38,500</b>	<b>28,510</b>	
<b>Changes in working capital:</b>			
Increase / (Decrease) in trade payable	1,32,325	17,325	
Increase / (Decrease) in short term borrowing	(32,520)	-	
Increase / (Decrease) in provisions	58	(1,338)	
Increase / (Decrease) in other current liabilities	(5,655)	14,516	
Increase / (Decrease) in other current assets	(10,541)	(2,868)	
(Increase) / Decrease in short term loan and advances	(5,366)	(277)	
(Increase) / Decrease in trade receivables	10,167	(8,972)	
(Increase) / Decrease in inventories	(73,303)	(12,761)	
(Increase) / Decrease in current investments	-	-	
<b>CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES</b>	<b>15,165</b>	<b>5,625</b>	
Less: Taxes paid	(4,138)	(4,804)	
<b>NET CASH FLOW FROM / (USED IN) OPERATING ACTIVITIES</b>	<b>49,527</b>	<b>29,331</b>	
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>			
Purchase of tangible / intangible assets	(17,285)	(47,362)	
Sale of tangible / intangible assets	1,800	100	
Increase / (Decrease) in other non-current assets	(57)	-	
(Increase) / Decrease in long term loan and advances	-	-	
(Increase) / Decrease Deposits with banks	704	1,038	
Dividend/ bank interest received	641	797	
<b>NET CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES</b>	<b>(14,197)</b>	<b>(45,427)</b>	
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>			
Interest expenses	(8,296)	(8,785)	
Funds borrowed	4,882	14,336	
Dividend paid	-	-	
<b>NET CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES</b>	<b>(3,414)</b>	<b>5,550</b>	
<b>NET INCREASE / (DECREASE) IN CASH &amp; CASH EQUIVALENTS (A+B+C)</b>	<b>31,916</b>	<b>(10,546)</b>	
Cash and Cash equivalents at beginning period (Refer Note 14)	154	10,700	
<b>Cash and Cash equivalents at end of period (Refer Note 14)</b>	<b>32,070</b>	<b>154</b>	
<b>D. Cash and Cash equivalents comprise of</b>			
Cash on hand	13	39	
Balances with banks	32,057	115	
<b>Total</b>	<b>32,070</b>	<b>154</b>	

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  
IGAI F.R.No. 0087635

B. Srinivasa Rao  
Partner  
M.No.: 205449

Date:- Hyderabad  
Place:- 02/09/2022



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

Madhusudhan Varma Jetty Radhika Varma Jetty  
Director Director  
DIN : 02247769 DIN : 03370284

Date:- Hyderabad  
Place:- 02/09/2022



**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 equipments, 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 equipments, 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, 2022, 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 except where otherwise indicated.

**b. Changes in accounting policy**

During the year ended 31st March 2022, 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.

**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 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.

**b) Products:**

Revenue from products are 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 reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets 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. 0087635

  
B. Srinivasa Rao  
Partner  
M.No.: 205449



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



Madhusudhan Varma  
Jetty  
Director  
DIN: 02247769



Radhika Varma  
Jetty  
Director  
DIN: 03370284



Place: Hyderabad  
Date: 02-09-2022.

**M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED**

CIN : U72200TG2011PTC077933

Notes forming part of the financial statements

		(Rs. In Thousands)
	As At 31-03-2022	As At 31-03-2021
<b>NOTE 2</b>		
<b>SHARE CAPITAL:</b>		
<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
	-	-
	<b>20,000</b>	<b>20,000</b>

**2(a) Reconciliation of number of shares**

	As At 31-03-2022		As At 31-03-2021	
	No of Shares	(Rs In Thousands)	No of Shares	(Rs. In Thousands)
<b>Equity shares</b>				
Opening balance	20,00,000	20,000	20,00,000	20,000
Changes during the year	-	-	-	-
Closing balance	<b>20,00,000</b>	<b>20,000</b>	<b>20,00,000</b>	<b>20,000</b>

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 31-03-2022	As At 31-03-2021
J Madhusudhan Varma	16,60,000	16,40,000
	83.00%	82.00%
J.M.Radhika Varma	3,40,000	3,40,000
	17.00%	17.00%
	<b>20,00,000</b>	<b>19,80,000</b>

**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	16,60,000.00	83.00%	1.00%
2	J.M.Radhika Varma	3,40,000.00	17.00%	0%
Previous reporting Period				
Sr No.	Promotor's Name	No of shares	% of total shares	% Change during year
1	J Madhusudhan Varma	16,40,000.00	82.00%	0%
2	J.M.Radhika Varma	3,40,000.00	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 31-03-2022	As At 31-03-2021
Securities Premium		
Opening balance	-	-
Add:- Additions during the year	-	-
Closing balance	-	-
Surplus		
Opening balance	57,429	50,084
Add:- Additions during the year	11,669	7,346
Closing balance	69,099	57,429
<b>Total</b>	<b>69,099</b>	<b>57,429</b>

**Note 4 : Long term borrowings**

(Rs. In Thousands)

Particulars	As At 31-03-2022	As At 31-03-2021
Term loans		
from banks	41,470	36,588
from other parties	-	-
Deposits	-	-
Loans and advances from related parties	-	-
<b>Total</b>	<b>41,470</b>	<b>36,588</b>
The above amount includes:		
Secured borrowings	41,470	36,588
Unsecured borrowings	-	-
<b>Total</b>	<b>41,470</b>	<b>36,588</b>

**Note 5 : Other Long term liabilities**

(Rs. In Thousands)

Particulars	As At 31-03-2022	As At 31-03-2021
Trade payables	-	-
Others	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Note 6 : Long-term provisions**

(Rs. In Thousands)

Particulars	As At 31-03-2022	As At 31-03-2021
Provision for employee benefits	-	-
Others	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**Note 7 : Short-term borrowings**

(Rs. In Thousands)

Particulars	As At 31-03-2022	As At 31-03-2021
Loans repayable on demand		
from banks	-	35,148
from other parties	-	-
Deposits	-	-
Loans and advances from related parties	-	-
Current Maturities of Long Term Debt	13,433	10,805
Other Loans and Advances	-	-
<b>Total</b>	<b>13,433</b>	<b>45,953</b>
The above amount includes:		
Secured borrowings	13,433	45,953
Unsecured borrowings	-	-
<b>Total</b>	<b>13,433</b>	<b>45,953</b>



**Note 8 : Trade payables**

(Rs. In Thousands)

Particulars	As At 31-03-2022	As At 31-03-2021
Total outstanding dues of micro enterprises and small enterprises	2,737	1,590
Total outstanding dues of creditors other than micro enterprises and small enterprises	1,64,117	32,939
<b>Total</b>	<b>1,66,854</b>	<b>34,529</b>

Note 6.1 : Steps have been taken to identify the suppliers who qualify under the definition of micro and small enterprises, as defined under the Micro, Small and Medium Enterprises Development Act 2006. Since no intimation has been received from the suppliers regarding their status under the said Act as at 31st March, disclosures relating to amounts unpaid as at the year end, if any, have not been furnished. In the opinion of the management, the impact of interest, if any, that may be payable in accordance with the provisions of the Act, is not expected to be material.

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	-	-	-	-	-	

Trade Payables ageing schedule:	As At 31-03-2021				(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	1,590	-	-	-	1,590
(ii) Others	32,939	-	-	-	32,939
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

**Note 9 : Other Current Liabilities**

(Rs. In Thousands)

Particulars	As At 31-03-2022	As At 31-03-2021
Current maturities of finance lease obligations	1,284	-
<b>Other Payables</b>		
Statutory Dues Payable	1,120	1,819
Salaries Payable	-	4,350
Water charges payable	-	434
Other Current Liabilities	528	-
Sales commission payable	95	2,079
<b>Total</b>	<b>3,027</b>	<b>8,681</b>

**Note 10 : Short Term Provisions**

(Rs. In Thousands)

Particulars	As At 31-03-2022	As At 31-03-2021
Provision for employee benefits	-	-
Provision for Income Tax	5,225	2,186
Provision for Audit Fee	200	142
Others	-	-
<b>Total</b>	<b>5,425</b>	<b>2,328</b>



M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED									
Note 11 :- Property, plant & equipments as on 31st March, 2022									
(As per the Companies Act, 2013)									
Tangible Assets	Gross Block				Accumulated Depreciation			Net Block	
Details of Assets	As At 31-03-2021	Additions	Deductions	As At 31-03-2022	As At 31-03-2021	For The Year	Deductions	As At 31-03-2022	As At 31-03-2021
<b>TANGIBLE ASSETS</b>									
Buildings	83,594	7,212	-	90,806	6,338	9,610	15,948	74,858	77,256
Motor Car Vehicles	11,161	7,300	5,850	12,611	7,825	2,060	4,995	7,615	3,336
Furniture & fittings	4,065	1,537	-	5,602	2,711	818	3,529	2,073	1,354
Office equipment	4,175	11	-	4,185	2,227	1,048	3,275	910	1,948
Computers and data processing units	2,463	673	-	3,136	1,792	844	2,636	500	671
Plant & Machinery	4,283	553	-	4,836	389	1,006	1,395	3,440	3,893
Open Land	13,341	-	-	13,341	-	-	-	13,341	13,341
	<b>1,23,081</b>	<b>17,285</b>	<b>5,850</b>	<b>1,34,517</b>	<b>21,282</b>	<b>15,387</b>	<b>4,890</b>	<b>1,02,738</b>	<b>1,01,800</b>
<b>INTANGIBLE ASSETS</b>									
Software development	-	-	-	-	-	-	-	-	-
	<b>1,23,081</b>	<b>17,285</b>	<b>5,850</b>	<b>1,34,517</b>	<b>21,282</b>	<b>15,387</b>	<b>4,890</b>	<b>1,02,738</b>	<b>1,01,800</b>
<b>Total</b>	<b>32,538</b>	<b>93,013</b>	<b>2,463</b>	<b>1,23,081</b>	<b>13,531</b>	<b>10,091</b>	<b>2,340</b>	<b>1,01,800</b>	<b>19,007</b>



Statement showing Deferred Tax Calculation	
	Amount in Rs.
Opening DTA	1,316
Written down value of assets as per Companies Act	1,02,738
Less: Written down value of assets as per IT Act	1,10,919
Timing difference	(8,181)
Since the timing difference is Negative	
We have deferred tax asset	
Deferred Tax Asset as on 31.03.2022 @ 25.168%	2,059
Current Year DTA	(743)
DTA debited to P&L account	(743)
DTA Carried Forward to Future Years	2,059



M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED									
Depreciation Statement for the year ended 31-03-2022, As per Income Tax Act									
Particulars	Rate of Dep.	As On 01-04-2021	Additions-180 days	Additions< 180 days	Deletions	Total Cost As on 2022	31-03- 2022	Dep for the Year	WDV As on 31-03-2022 (Rs. in Thousands)
<b>Tangible Assets</b>									
Vehicles	15%	7,523		7,300	1,800	13,023	13,023	1,676	11,347
Computers	40%	810	673			1,483	1,483	593	890
Furniture & Fittings	10%	6,182	1,547			7,729	7,729	773	6,956
Building (Leasehold improvements)	10%	75,355		7,212		82,567	82,567	7,896	74,671
Plant and Machinery	15%	3,816	553			4,369	4,369	655	3,714
Open Land	0%	13,341				13,341	13,341	-	13,341
<b>TOTAL</b>		<b>1,07,028</b>	<b>2,773</b>	<b>14,512</b>	<b>1,800</b>	<b>1,22,513</b>	<b>1,22,513</b>	<b>11,594</b>	<b>1,10,919</b>



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 31-03-2022	As At 31-03-2021
Investments in Equity Instruments	-	-
Fixed Deposits	-	-
<b>Total</b>	-	-
<b>Other disclosures</b>		
Aggregate cost of quoted investment	-	-
Aggregate market value of quoted investments	-	-
Aggregate amount of unquoted investments	-	-
Aggregate provision for diminution in value of investment	-	-
<b>Total</b>	-	-

**Note 13 : Long-term loans and advances**

(Rs. In Thousands)

Particulars	As At 31-03-2022	As At 31-03-2021
Capital Advances	-	-
Loans and advances to related parties	-	-
Other loans and advances	-	-
<b>Total</b>	-	-
<b>The above amount includes:</b>		
Secured, considered good	-	-
Unsecured, considered good	-	-
Doubtful	-	-
<b>Total</b>	-	-

**Note 14 : Other non-current assets**

(Rs. In Thousands)

Particulars	As At 31-03-2022	As At 31-03-2021
Security Deposits	57	-
Others	-	-
<b>Total</b>	57	-
<b>The above amount includes:</b>		
Secured, considered good	-	-
Unsecured, considered good	57	-
Doubtful	-	-
<b>Total</b>	57	-

**Note 15 : Current investment**

(Rs. In Thousands)

Particulars	As At 31-03-2022	As At 31-03-2021
Investments in Equity Instruments	-	-
Short Term Fixed Deposits	-	-
<b>Total</b>	-	-
<b>Other disclosures</b>		
Aggregate cost of quoted investment	-	-
Aggregate market value of quoted investments	-	-
Aggregate amount of unquoted investments	-	-
Aggregate provision for diminution in value of investment	-	-
<b>Total</b>	-	-

**Note 16 : Inventories**

(Rs. In Thousands)

Particulars	As At 31-03-2022	As At 31-03-2021
Raw materials	-	-
Work-in-progress	87,569	14,266
Finished goods	-	-
Stock-in-trade	-	-
<b>Total</b>	87,569	14,266



**Note 17 : Trade receivables**

		(Rs. In Thousands)	
Particulars	As At 31-03-2022	As At 31-03-2021	
Secured, considered good	-	-	
Unsecured, considered good	47,532	57,699	
Doubtful	-	-	
<b>Total</b>	<b>47,532</b>	<b>57,699</b>	

**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
(ii) Undisputed Trade receivables -considered doubtful	-	-	-	-	-	-
(iii) Disputed trade receivables considered good	-	-	-	-	-	-
(iv) Disputed trade receivables considered doubtful	-	-	-	-	-	-

**Trade Receivables ageing schedule****As At 31-03-2021**

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	57,359	236	104	-	-	57,699
(ii) 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 31-03-2022	As At 31-03-2021
<b>(A) Cash and cash equivalents</b>		
Balances with banks	-	-
In current accounts	7,057	115
Bank deposits with less than 3 Months maturity	25,000	-
Cheques, Drafts on hand	-	-
Cash on hand	13	39
<b>(B) Other bank balances</b>		
Earmarked balances with banks	-	-
Balances with banks to the extent held as margin money or security against the borrowings, guarantees	12,012	12,716
Bank deposits with 3 to 12 months maturity	-	-
Bank deposits with more than 12 months maturity	-	-
<b>Total</b>	<b>44,083</b>	<b>12,870</b>

**Note 19 : Short terms loans and advances**

(Rs. In Thousands)

Particulars	As At 31-03-2022	As At 31-03-2021
Loans and advances to related parties	-	-
Salary and Consultancy advances	826	553
Advances to vendors	5,213	120
<b>Total</b>	<b>6,039</b>	<b>673</b>
The above amount includes:		
Secured, considered good	-	-
Unsecured, considered good	6,039	673
Doubtful	-	-
<b>Total</b>	<b>6,039</b>	<b>673</b>

**Note 20 : Other current assets**

(Rs. In Thousands)

Particulars	As At 31-03-2022	As At 31-03-2021
Advance Tax and TDS/TCS	4,064	2,260
GST Input tax credit	23,769	13,681
TDS paid	108	-
Prepaid Expenses	1,289	944
<b>Total</b>	<b>29,231</b>	<b>16,886</b>



<b>M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED</b>		
CIN : U72200TG2011PTC077933		
Notes Forming Part of Statement of Profit & Loss		

<b>Note 21 : Revenue from operations</b>		(Rs. In Thousands)
Particulars	2021 - 22	2020 - 21
Sales of products	4,01,494	2,00,427
Sale of services	-	-
Other operating revenues	-	-
<b>Total</b>	<b>4,01,494</b>	<b>2,00,427</b>

<b>Note 22 : Other income</b>		(Rs. In Thousands)
Particulars	2021 - 22	2020 - 21
Interest Income on FD	641	797
Miscellaneous Income	-	13
Profit on sale of Fixed assets	840	-
Profit on Exchange Rates fluctuation	233	45
<b>Total</b>	<b>1,714</b>	<b>855</b>

<b>Note 23 : Cost of material consumed</b>		(Rs. In Thousands)
Particulars	2021 - 22	2020 - 21
Raw Material		
Opening stock	-	-
Add :- purchase during the year	3,65,018	1,37,053
	3,65,018	1,37,053
Less :- Closing stock	-	-
<b>Total</b>	<b>3,65,018</b>	<b>1,37,053</b>

<b>Note 24 : Change in inventories</b>		(Rs. In Thousands)
Particulars	2021 - 22	2020 - 21
<b>Changes in inventories of work-in-progress</b>		
Opening stock	14,266	1,504
Closing stock	87,569	14,266
<b>Sub total (b)</b>	<b>(73,303)</b>	<b>(12,761)</b>
<b>Total</b>	<b>(73,303)</b>	<b>(12,761)</b>

<b>Note 25 : Employment benefit expenses</b>		(Rs. In Thousands)
Particulars	2021 - 22	2020 - 21
Salaries and wages	37,092	32,451
Contribution to ESI	149	152
Contribution to provident and other funds	1,273	1,042
Staff welfare expenses	463	283
<b>Total</b>	<b>38,976</b>	<b>33,928</b>

<b>Note 26 : Financial cost</b>		(Rs. In Thousands)
Particulars	2021 - 22	2020 - 21
Interest expense on Borrowings	8,296	6,012
Other borrowing costs	652	1,028
LC and BG Charges	983	1,745
<b>Total</b>	<b>9,931</b>	<b>8,785</b>



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

Particulars	2021 - 22	2020 - 21
Depreciation Expense	15,387	10,091
<b>Total</b>	<b>15,387</b>	<b>10,091</b>

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

Particulars	2021 - 22	2020 - 21
Freight and Clearing	1,442	277
Power and Fuel	695	492
Customs Duty	1,860	222
Income tax & Interest on incometax	63	349
Interest on TDS	28	87
Auditors Remuneration	200	142
Printing & stationary	445	210
Telephone and Internet expenses	81	22
Advertisement	186	23
Local Conveyance	1,211	643
Professional and Legal Charges	73	36
Project Maintenance	30	26
Labour Charges	660	524
Office Maintenance	1,419	1,612
Postage and Couriers, Stamps	71	66
Professional Tax	9	8
Repairs and Maintenance others	51	141
Vehicle Maintanance	239	135
Rent	699	1,032
Duties and Taxes	-	405
Consultancy Charges	1,609	1,054
PF administration & inspection charges	106	100
Insurance	184	325
Loss on sale of fixed assets	-	29
Gratuity	2,000	453
House keeping charges	-	61
Mobile Allowance	96	83
Pooja expenses	21	47
Tours & Travels	4,961	1,962
LD charges	750	43
Legal and Registration charges	247	43
Late fee and panality	50	109
HVAC charges	1,250	645
sales commision	10,229	2,714
Miscellaneous Expenses	-	16
<b>Total</b>	<b>30,965</b>	<b>14,134</b>

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

Particulars	2021 - 22	2020 - 21
Net profit after tax	11,669	7,346
Weighted average number of equity shares	20,00,000	20,00,000
<b>Earning per share (face value of Rs.10/-fully paid)</b>	<b>5.83</b>	<b>3.67</b>





<b>M/s. DIGILOGIC SYSTEMS PRIVATE LIMITED</b>
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Notes Forming Part of Statement of Profit & Loss

**Note 30 :**

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	2021 - 22	2020 - 21
1	Madhusudhan Varma Jetty	Salary Expenses	6,266	6,266
		Commission Expenses	6,140	-
2	Radhika Varma Jetty	Salary Expenses	1,600	1,236
		Commission Expenses	689	2,014
3	Shashank Varma Jetty	Salary Expenses	2,117	1,307
		Commission Expenses	1,800	-



#### **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.

