SANKHYA INFOTECH LIMITED

(The Company is under Corporate Insolvency Resolution Process vide NCLT order dated 28/07/2021 (Order received on 02/08/2021)

Date:- 30th November, 2021

To
The General Manager,
Department of Corporate Relations,
BSE Limited, PJ. Towers,
Dalal Street, Mumbai-400001

Dear Sir/Madam,

Sub: 24th Annual General Meeting (AGM) and voting results
SCRIP CODE: 532972

Please note that the 24th Annual General Meeting of the Company was held on 30th November 2021 at 03:00 P.M. through VC/OAVM and the business mentioned in the Notice dated 03rd November 2021 were transacted. The meeting was concluded at 03:30 P.M.

In this regard, please find enclosed the following:

1) Summary of proceedings as required under Regulation 30, Part—A of Schedule—III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as Annexure—l.
2) Voting results as required under Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 shall be submitted within 2 working days.
3) Report of Scrutinizer dated 30th November, 2021, pursuant to Section 108 of the Companies Act, 2013 and Rule 20(4) (xii) of the Companies (Management and Administration) Rules, 2014 shall be submitted within 2 working days.
4) Annual Report for the financial year 2020-21 as required under Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 duly approved and adopted by the shareholders as per the provisions of the Companies Act, 2013.

This is for your information and record.

Thanking you,
Yours faithfully
For **SANKHYA INFOTECH LIMITED**

JAGADEES KUMAR MORRI IBBI IPA-001 IP-P00398 2017-18 10716 INSOLVENCY PROFESSIONAL

JAGADEES KUMAR MORRI
RESOLUTION PROFESSIONAL
IBBI Registration No. IBBI/IPA-001/IP-P00398/2017-2018/10716
(Acting for and on behalf of the Company without any personal liability)
Encl: a/a

Sankhya Infotech Limited

24Th Annual Report
2020 - 21

SANKHYA INFOTECH LIMITED
H.No 1-112/63, 2nd Floor, W.S.Colony, Near Kims Hospital,
Kondapur, Hyderabad, Telangana-500049
Tel: + 91- 9325733898 | **E-mail:** comp.officer@sankhya.net | **Website:** www.sankhya.net

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SANKHYA INFOTECH LIMITED
ANNUAL REPORT 2020-21

CORPORATE INFORMATION

MR. JAGADEES KUMAR MORRI	:	RESOLUTION PROFESSIONAL (IP Registration No.IBBI/IPA-001/ IP-P00398/2017-18/10716)

BOARD OF DIRECTORS (Powers suspended on account of CIRP)

MR. SRIDHAR KRISHNA	:	Chairman & Managing Director
MR. PARTHA SARADHI PUDHOTA	:	Non-Executive Director (Vacation of office u/s 167 on 30/06/2021)
MR. RAMAMOHAN REDDY YARRAGUDI		Non-Executive Independent Director
MS. PUTCHA SARADA		Non-Executive Independent Director

COMPANY SECRETARY AND COMPLIANCE OFFICER	:	Dipti S Pacholi (w.e.f. 01/11/2021)
REGISTERED OFFICE	:	H. No. 1-112/63, 2nd Floor W.S. Colony, Near Kims Hospital Kondapur, Hyderabad Telangana - 500049 Tel: +91-9325733898 Website: www.sankhya.net Email: comp.officer@ sankhya.net
BANKERS	:	IDBI Bank Ltd.
AUDITORS	:	M/s. Ravi Rajan & Co. Chartered Accountants 505A, 5th Floor, D-4 Rectangle-1District Centre Saket, New Delhi - 110017
CHIEF FINANCIAL OFFICER	:	Mr. Sridhar Krishna (w.e.f. 15/09/2020)
REGISTRARS & TRANSFER AGENTS	:	KFin Technologies Private Limited Selenium, Tower-B, Plot No. 31 & 32 Gachibowli, Financial District Nanakramguda, Serilingampally Hyderabad – 500032, Telangana Tel: 18003454001 Email: einward.ris@kfintech.com Website: www.kfintech.com

NOTICE TO MEMBERS

Notice is hereby given that the 24th Annual General Meeting of the Members of Sankhya Infotech Limited will be held on Tuesday, the 30th Day of November, 2021 at 03:00 P.M. (I.S.T), through Video Conferencing (VC)/Other Audio-Visual Means (OAVM) facility to transact the business elsewhere mentioned in this Notice. The Venue of the Annual General Meeting ('AGM') shall be deemed to be conducted at the Registered Office of the Company at H.No 1-112/63, 2nd Floor, W.S.Colony, Near Kims Hospital, Kondapur, Hyderabad -500049, Telangana, India.

Background:

This is to apprise the Members that a Corporate Insolvency Resolution Process ('CIRP') has been initiated for the Company under the provisions of Section 7 of the Insolvency and Bankruptcy Code, 2016 ('IBC') by the National Company Law Tribunal, Hyderabad Bench ('Adjudicating Authority') vide Order dated 28th July 2021, in CP(IB)No. 235/7/HDB/2020 ('order'). Further, vide the aforesaid NCLT order and pursuant to Section 17 of the IBC, the powers of the Board of Directors of the Company stood suspended, and such powers are vested with the Interim Resolution Professional, Mr. Jagadees Kumar Morri (IP Registration No.IBBI/IPA-001/IP-P00398/2017-2018/10716). His appointment was subsequently confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP'). Accordingly, Mr. Jagadees Kumar Morri in his capacity as RP took control and custody of the management and operations of the Company from 28th July, 2021. Consequently, all actions that are required to be taken by the Board of Directors must be given effect to by the RP during the continuance of the CIRP as per the provisions of the IBC. In view thereof, the 24th AGM of the Members of the Company is being convened by RP.

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements for the Financial Year ended on 31st March, 2021, together with Resolution Professional's Report and Auditor's Report thereon.

For **SANKHYA INFOTECH LIMITED**

Sd/-
Jagadees Kumar Morri
Resolution Professional
IP Registration No.IBBI/IPA-001/IP-P00398/2017-18/10716

Place: Hyderabad
Date: 03.11.2021

NOTES:

1. In compliance with the provisions of the Ministry of Corporate Affairs ("MCA") General Circular No. 02/2021 dated 13th January, 2021 and MCA General Circular No. 20/2020 dated 5thMay 2020 read together with MCA General Circulars Nos. 14/2020 dated 8th April 2020 and 17/2020 dated 13thApril 2020; and Securities and Exchange Board of India ("SEBI") Circular No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated 15th January, 2021 and SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020, the 24th AGM of the Company is being held through VC / OAVM and the Members can attend and participate in ensuing AGM through VC / OAVM.
2. Pursuant to Section 108 of the Act, the Rules made thereunder, Regulation 44 of SEBI LODR Regulations, and the Secretarial Standards on General Meetings, each as amended, the Company is pleased to provide the Members with facility to cast their votes on all the resolutions set forth in AGM Notice using electronic voting system (e-voting) and has engaged the services of National Securities Depository Limited ('NSDL') to facilitate the same. The detailed instructions of e-voting are provided in the Annual Report.
3. Pursuant to the above-mentioned MCA Circulars, physical attendance of the Members is not required at AGM, and attendance of the Members through VC/OAVM will be counted for the purpose of reckoning the quorum required under Section 103 of the Companies Act, 2013 ("the Act").
4. The Members can join AGM in VC / OAVM mode 15 minutes before and 15 minutes after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The Members will be able to view the proceedings on the National Securities Depository Limited ('NSDL') e-voting website at www.evoting.nsdl.com. The facility of participation at AGM through VC / OAVM will be made available to at least 1,000 Members on first come first serve basis as per MCA Circulars. The detailed instructions for joining the Meeting through VC / OAVM is provided in the Annual Report.
5. A proxy is allowed to be appointed under Section 105 of the Act to attend and vote at AGM on behalf of a member who is not able to attend personally. Since AGM will be conducted through VC / OAVM, there is no requirement of appointment of proxies. Hence, proxy form and attendance slip including route map are not annexed to this Notice.
6. Pursuant to Section 113 of the Act, Corporate/ Institutional Members are entitled to appoint authorized representatives to attend AGM through VC/OAVM on their behalf and cast their votes through e-voting. Corporate/ Institutional Members intending to authorize their representatives to participate and vote at the Meeting are requested to send a certified copy of board resolution / authorization letter to the Company at comp.officer@sankhya.net, authorizing its representative(s) to attend and vote through VC/OAVM on their behalf at AGM.

7. Members of the Company under the category of Institutional Shareholders are encouraged to attend and participate in AGM through VC/OAVM and vote thereat.

8. The proceedings of AGM shall be deemed to be conducted at the Registered Office of the Company which shall be deemed venue of AGM.

9. The Register of Directors and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act and the Register of Contracts or Arrangements in which the Directors are interested maintained under Section 189 and relevant documents referred to in this Notice of AGM, will be available electronically for inspection by the Members during AGM. All documents referred to in the Notice will also be available for electronic inspection without any fee by the Members from the date of circulation of this Notice upto the date of AGM. Members seeking to inspect such documents can send an email to comp.officer@ sankhya.net.

10. The Company's Registrar &Transfer Agents for the Share Registry Work (Physical and Electronic) are KFin Technologies Private Limited having their office at Selenium, Tower-B, Plot No. 31 & 32, Gachibowli, Financial District, Nanakramguda, Serilingampally, Hyderabad – 500032, Telangana, Phone: 18003454001, Email: einward.ris@kfintech.com.

11. The Register of Members and Transfer Books of the Company will be closed from Wednesday, 24th November 2021 to Tuesday, 30th November 2021 (both days inclusive) for the purpose of AGM.

12. Non-Resident Indian Shareholders are requested to inform the Registrars, KFin Technologies Private Limited immediately about:

    a. the change in residential status on return to India for permanent settlement.

    b. the particulars of bank account maintained in India with complete name, branch, account type, account number and branch address, if not furnished earlier.

13. ELECTRONIC DISPATCH OF NOTICE AND ANNUAL REPORT: In accordance with MCA General Circular No. 20/2020 dated 5th May 2020 & MCA General Circular No. 02/2021 dated 13th January, 2021 and SEBI Circular No.SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12thMay 2020 & Circular No. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated 15th January, 2021, and in view of the prevailing situation and owing to the difficulties involved in dispatching physical copies of the Financial Statements (including Resolution Professional's Report, Auditors' Report or other documents required to be attached therewith) for the Financial Year ended 31stMarch 2021, pursuant to Section 136 of the Act, and Notice calling AGM, pursuant to Section 101 of the Act, read with the Rules framed thereunder, are being sent only in electronic mode to those Members whose email ids are registered with the Company/ the Registrar or the Depository Participant(s).

14. In case of the Members who have not registered their email ids with the Company / the Depositories, please follow below instructions to register email ids for obtaining the Annual Report and login details.

    a. Demat Shareholders: Contact respective Depository Participant.

    b. Physical Shareholders: Contact the Company's Registrar & Transfer Agents, KFin Technologies Private Limited by sending an email request at einward.ris@kfintech.com along with signed scanned copy of the request letter providing email id, mobile number, self-attested copy of PAN card and copy of the Share Certificate.

15. A copy of the Notice of AGM alongwith Annual Report for the Financial Year 2020-21 is available on the Company's website www.sankhya.net and on the website of the Stock Exchange where the Shares of the Company are listed, i.e., https://www.bseindia.com and also on the website of nsdl i.e., https://www.evoting.nsdl.com.

16. SEBI has mandated the submission of PAN by every participant in the securities market. The Members holding shares in electronic form are, therefore, requested to submit their PAN to the Depository Participants with whom they maintain their demat accounts and the Members holding shares in physical form should submit their PAN to the Company.

17. SUBMISSION OF QUESTIONS / QUERIES PRIOR TO AGM:For ease of conduct of AGM, the Members who wish to ask questions or express their views on the items of the businesses to be transacted at the meeting are requested to write to the Company's investor email id at comp.officer@ sankhya.net, at least 48 hours before the time fixed for AGM, i.e., by 3.00 p.m on 28th November 2021, mentioning their name, demat account number /folio number, email id and mobile number. The queries may be raised precisely and in brief to enable the Company to answer them suitably depending on the availability of time at AGM.

18. Alternatively, the Members holding shares as on the cut-off date, i.e.,24th November 2021, may also visit www.evoting.nsdl.com and follow the procedure given there, to post their queries/views/questions in the window provided, by mentioning their name, demat account number/folio number, email id and mobile number. The window shall be closed 48 hours before the time fixed for AGM, i.e., by 3.00 p.m on 28th November 2021.

19. The Members can also post their questions during AGM through 'Ask A Question' tab, which is available in VC/ OAVM Facility.

20. The Company, at AGM, will address the queries received till 3.00 p.m. of 28th November 2021 from those Members who have sent queries from their registered email ids. Please note that questions will be answered only if they continue to hold shares as on the cut-off date.

21. SPEAKER REGISTRATION BEFORE AGM: The Members of the Company, holding shares as on the cut-off date, i.e., 24th November 2021 and who would like to speak or express their views or ask questions during AGM may register themselves as speakers by visiting www.evoting.nsdl.com and following due procedure. Those Members who have registered themselves as speakers will only be allowed to speak/express their views/ask questions during AGM. The Company reserves the right to restrict number of speakers depending on the availability of time at AGM.

22. The detailed procedure with respect to e-voting at AGM is given below

    1) In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 and all other relevant circulars issued from time to time, physical attendance of the Members to the AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/ OAVM.

    2) Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.

    3) The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/ OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

    4) The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

    5) Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the AGM will be provided by NSDL.

    6) In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.sankhya.net. The Notice can also be accessed from the website of the Stock Exchange i.e. BSE Limited at www.bseindia.com and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.

    7) AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020 and MCA Circular No. 2/2021 dated January 13, 2021.

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-

The remote e-voting period begins on Friday, 26th November, 2021 at 09:00 A.M. and ends on Monday, 29th November, 2021 at 05:00 P.M. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. 24th November 2021, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 24th November 2021.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders

holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	1. Existing **IDeAS** user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the "**Beneficial Owner"** icon under **"Login"** which is available under **'IDeAS'** section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on **"Access to e-Voting"** under e-Voting services and you will be able to see e-Voting page. Click on company name or **e-Voting service provider i.e. NSDL** and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2. If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select **"Register Online for IDeAS Portal"** or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or **e-Voting service provider i.e. NSDL** and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 4. Shareholders/Members can also download NSDL Mobile App "**NSDL Speede**" facility by scanning the QR code mentioned below for seamless voting experience. **NSDL Mobile App is available on** App Store Google Play
Individual Shareholders holding securities in demat mode with CDSL	1. Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. 2. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of **e-Voting service provider i.e. NSDL.** Click on **NSDL** to cast your vote. 3. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. **NSDL** where the e-Voting is in progress.

Type of shareholders	Login Method
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 or 022-23058542-43

B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/ Member' section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

   Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at https://eservices.nsdl.com/ with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12****** then your user ID is IN300***12******.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12********** then your user ID is 12**********
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:
   a) If you are already registered for e-Voting, then you can user your existing password to login and cast your vote.
   b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
   c) How to retrieve your 'initial password'?
      (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the

attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

(ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**

6. If you are unable to retrieve or have not received the " Initial password" or have forgotten your password:
   a) Click on "**Forgot User Details/Password**?"(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
   b) **Physical User Reset Password**?" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
   c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
   d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join General Meeting".
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
5. Upon confirmation, the message "Vote cast successfully" will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to cspoojaojha18@gmail with a copy marked to evoting@nsdl.co.in.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to Swapneel Puppala at evoting@nsdl.co.in

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to comp.officer@ sankhya.net

2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to comp.officer@ sankhya.net. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A**) i.e. **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode**.
3. Alternatively shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH

VC/OAVM ARE AS UNDER:

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM link" placed under **"Join General meeting"** menu against company name. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
5. Shareholders who would like to express their views/ have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at comp.officer@ sankhya.net. The same will be replied by the company suitably.

For **SANKHYA INFOTECH LIMITED**

Sd/-
Jagadees Kumar Morri
Resolution Professional
IP Registration No.IBBI/IPA-001/
IP-P00398/2017-18/10716

Place: Hyderabad
Date: 03.11.2021

RESOLUTION PROFESSIONAL REPORT

To the Members,
SANKHYA INFOTECH LIMITED

The Resolution Professional takes pleasure in presenting the 24th Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2021.

FINANCIAL RESULTS:

The financial performance during the period ended 31st March, 2021 is as under:

(Rs.In Lakhs)

Particulars	**2020-21**	**2019-20**
Revenue From Operations	-	159.97
Other Income	-	28.42
Total Revenue	**-**	**188.39**
Employee Benefit Expenses	0.01	3255.49
Other Operating Expenses	5.71	319.83
Finance Cost	5.60	51.09
Depreciation and Amortization Expense	767.87	910.38
Other Expenses	19.53	2742.05
Total Expenses	**798.72**	**7278.84**
Profit Before Exceptional and Extrodinary Items and Tax	(798.72)	(7095.45)
Extraordinary Items	-	-
Profit BeforeTax	(798.72)	(7095.45)
Current Tax	-	-
Deferred Tax	(40.09)	30.58
Profit/(Loss) for the period	**(750.63)**	**(7121.03)**
Basic and Diluted Earnings per Share (Rs.)	(5.14)	(48.78)

REVIEW OF OPERATIONS:

For the Financial year ended 31st March, 2021 as follows:- Financial Performance

- Total Revenue for the current year is Nil
- Profit/(Loss) before Exceptional and Extraordinary Items and Tax is Rs. (798.72) Lakhs
- Net Profit/(Loss) is Rs. (750.63) Lakhs
- Basic and diluted EPS is Rs. (5.14) for the year

The Company's current year financial summary and highlights are mentioned in the Management Discussion and Analysis Report annexed to this report.

STATUS OF CORPORATE INSOLVENCY RESOLUTION PROCESS (CIRP):

The present situation is summarized as follows:

Corporate Insolvency Resolution Process ('CIRP') has been initiated for the Company under the provisions of Section 7 of the Insolvency and Bankruptcy Code, 2016 ('IBC') by the National Company Law Tribunal, Hyderabad Bench ('Adjudicating Authority') vide Order dated 28th July 2021, in CP(IB)No. 235/7/HDB/2020 ('order').

Mr. Jagadees Kumar Morri (IP Registration No.IBBI/IPA-001/IP-P00398/2017- 2018/10716) was appointed as Interim Resolution Professional. His appointment was subsequently confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP') in the first COC meeting held on 26th August 2021.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There are material changes and commitments affecting the financial position of the Company during the financial year.

As per the financial statements for FY20-21, which indicates that the company incurred a net loss of Rs. (750.63) lakhs during the year ended March 31st, 2021 and, as of that date the Company's current liabilities exceeded its current assets by Rs. 3,725.46 lakhs.

The events and conditions as set below, indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern.

1. Substantial increase in losses.
2. Continuous cancellation of orders and no new orders to execute.
3. As there are no contracts to execute there are no employees continuing in the company at the end of financial year.
4. Negative working capital.
5. Overdue working capital loans from IDBI Bank Ltd.

INFORMATION ABOUT FINANCIAL PERFORMANCE/ FINANICIAL POSITION OF THE SUBSIDIARIES/ BRANCHES/ASSOCIATES/JOINTVENTURES

There are no Subsidiaries/Branches/Associates/Joint Ventures.

DIVIDEND

As the Company has reported losses for the last two financial years your Directors have not recommended payment of Dividend for the Financial Year 2020-21.

TRANSFER TO RESERVE

During the year under review company has not transferred any amount to reserves.

AUTHORISED SHARE CAPITAL

The Authorized Share Capital of the Company stands at Rs.20,00,00,000/-(Rupees Twenty Crores Only) divided into 2,00,00,000 (Two Crores Only) Equity Shares of Rs.10/-(Rupees Ten Only) each.

PAIDUP SHARE CAPITAL

The Paid Up share Capital of the Company stands at Rs.14,59,70,570/-(Rupees Fourteen Crores Fifty Nine Lakhs Seventy Thousand and Five Hundred and Seventy Only) divided into 1,45,97,057(One Crore Forty Five Lakhs Ninety

Seven Thousand Fifty Seven Only) Equity Shares of Rs.10/- (Rupees Ten Only) each.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Loans, Guarantees and Investments covered under Section 186 of the Companies Act, 2013 form part of the notes to the financial statements provided in this Annual Report. The Company has complied with the applicable provisions of Companies Act, 2013 and rules framed there under in respect of section 186 of the Companies Act, 2013.

DEPOSITS

The Company has neither accepted nor renewed any deposits from public within the meaning of Section 76 of the Companies Act, 2013, read with the Companies (Acceptance of Deposits) Rules, 2014 during the year under review.

INTERNAL CONTROLS SYSTEMS AND ADEQUACY

The company has in place adequate internal financial controls with reference to financial statements. During the year, such controls were tested and no reportable material weaknesses in the design or operation were observed. Details of the internal controls system are given in the Management Discussion and Analysis Report, which forms part of the Resolution Professional's Report.

DETAILS OF DIRECTORS/KEY MANAGERIAL PERSONNEL UPTO COMMENCEMENT OF CIRP

None of the directors of the company are disqualified under the provisions of the Companies Act, 2013('Act') or under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. All Independent Directors have provided confirmations as contemplated under section 149(7) of the Act up to commencement of CIRP. After initiation of CIRP the powers of the board stood suspended.

Mr. Sridhar Krishna has been appointed as Chief Financial Officer w.e.f. 15.09.2020; Mr. Pratik Jain has been appointed as the Company Secretary and Compliance Officer of the Company w.e.f. 05.10.2020 and Pratik Jain resigned as Company Secretary and Compliance Officer w.e.f. 05.04.2021; and Mr. Partha Saradhi Pudhota (Vacation of office u/s 167 on 30.06.2021). Mrs. Dipti S Pacholi has been appointed as Company Secretary and Compliance Officer w.e.f. 01.11.2021

Except above, there was no change in the Composition of the Board and in the Key Managerial Personnel.

GOVERNANCE GUIDELINES

The Company has adopted Governance Guidelines or code of conduct on Board, Independent Director, Key Managerial Personnel or senior managerial personnel. The Governance Guidelines or code of conduct cover aspects related to role of the Board diversity, definition of independence and duties of independent Directors, Code of Conduct, Moral, ethics and principles to be followed.

COMMITTEES OF THE BOARD UPTO COMMENCEMENT OF CIRP

Pursuant to requirement under Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015, the Board of Directors has constituted various committees such as Audit Committee, Nomination and Remuneration Committee, Stakeholders Relationship Committees and Corporate Social Responsibility Committee. The details of Composition and terms of reference of these committees that were up to commencement of CIRP are mentioned in the Corporate Governance Report.

NOMINATION, REMUNERATION AND PERFORMANCE EVALUATION POLICY

The requisite details as required by Section 134(3), Section 178(3) & (4) of the Companies Act, 2013 and Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is provided in the Corporate Governance Report.

Up to initiation of CIRP, the board of directors has carried out an annual evaluation of its own performance, board committees, Independent Directors, Chairperson and Managing Director and Non-Executive and Non-independent Directors pursuant to the provisions of the schedule IV of the Companies Act, 2013 and the corporate governance requirements as prescribed by Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations 2015.

Up to initiation of CIRP, the Board has carried out the annual performance evaluation of its own performance, the Directors individually as well as evaluation of the working of its Board Committees. A structured questionnaire was prepared covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board Culture, execution and performance of specific duties, obligations and governance.

Up to initiation of CIRP, A meeting of the Independent Directors was also held which reviewed performance of non-independent directors, performance of the board as a whole and performance of the chairman after taking in to account the views of executive directors and non-executive directors.

Up to initiation of CIRP, The same was discussed in the board meeting at which the performance of the board, its committees and individual directors was also discussed. Performance evaluation of independent directors was done by the entire board, excluding the independent director being evaluated.

FAMILARISATION PROGRAMME FOR INDEPENDENT DIRECTORS:

Independent Directors are familiarised about the Company's operations and businesses. Interaction with the Business heads and key executives of the Company is also facilitated. Detailed presentations on important policies of the Company is also made to the directors. The details of familiarisation programme held in FY 2020-2021, are also disclosed on the Company's website at www.sankhya.net/investors.

STATEMENT ON DECLARATION GIVEN BY INDEPENDENT DIRECTORS UNDER 149 (6) OF THE COMPANIES ACT, 2013

All the Independent Directors of the Company have given declaration stating that they meet the criteria of independence as provided under Companies Act, 2013 and Regulation 16 (1) (b) of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT:

The Management Discussion and Analysis Report as required under Regulation 34(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, forms part of the Annual Report and give detail of the overview, industry structure and developments, operational performance of its various business segments and is attached as Annexure – III.

CORPORATE GOVERNANCE AND SHAREHOLDERS INFORMATION:

The Company has taken adequate steps to adhere to all the stipulations laid down in Regulation 34 of SEBI LODR Regulations, till commencement of CIRP.A report on the Corporate Governance is included as a part of this Annual Report and is attached as Annexure – I.

A declaration of Code of Conduct from Mr. Jagadees Kumar Morri, Resolution Professional forms part of the Corporate Governance Report.

A Certificate from the Statutory Auditors of the Company, M/s. Ravi Rajan & Co., Chartered Accountants, confirming compliance with the conditions of the Corporate Governance as stipulated under above regulation is included as a part of this Report and is attached as Annexure – V.

TRANSACTIONS WITH RELATED PARTIES

The requisite details as required by Section 134 & 188 of the Companies Act, 2013 and Regulation 23 & 34(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is provided in the Corporate Governance Report. The policy for related party transactions is available on the website of the Company at www.sankhya.net/policies.

There were no related party transactions entered into by the Company during the financial year. There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large.

Your Directors draw attention of the members to Notes 25(4) to the financial statement which sets out related party disclosures.

BOARD AND COMMITTEE MEETINGS

During the financial year 2020-21, Six Board Meetings were held. The details of the composition of the Board and its Committees and of the Meetings held and attendance of the Directors at such Meetings, are provided in the Corporate Governance Report. The intervening gap between the Meetings was within the period prescribed under the Section 173(1) of the Companies Act, 2013 and Regulation 17(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

RESOLUTION PROFESSIONAL'S RESPONSIBILITY STATEMENT:

Pursuant to Section 134(5) of the Companies Act 2013, I hereby state and confirm that the Company:

a. in the preparation of the annual accounts for the year ended 31stMarch 2021, has followed the applicable accounting standards along with proper explanation relating to material departures;

b. has 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 / Loss of the Company for the same period;

c. has taken proper and sufficient care for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

d. has prepared the annual accounts on a going concern basis;

e. has laid down internal financial controls and these are adequate and are operating effectively.

f. has devised proper systems to ensure compliance with the provisions of all applicable laws and these are adequate and are operating effectively.

CHANGE IN NATURE OF BUSINESS

There has been no change in the nature of business of the Company during the financial year under review.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

The provisions of section 135 is not applicable to the Company. However, the Company has constituted the CSR Committee with Mr. Sridhar Krishna as the Chairman, Mr. Ramamohan Reddy Yarragudi as the Member and Ms. Putcha Sarada as the Member of the Committee.

DISCLOSURE PERTAINING TO SEXUAL HARASSMENT OF WOMEN AT WORKPLACE

Your Company has always believed in providing a safe and harassment free workplace for every individual working in premises through various interventions and practices. The Company always endeavours to create and provide an environment that is free from discrimination and harassment including sexual harassment.

During the Financial year ended 31st March,2021 the Company has neither received any complaints nor there are any pending complaints pertaining to sexual harassment.

VIGIL MECHANISM:

The Board of Directors of the Company has adopted Whistle Blower Policy. This policy is formulated to provide an opportunity to employees and an avenue to raise concerns and to access in good faith the Audit Committee, to the highest possible standards of ethical, moral and legal business conduct and its commitment to open communication, in case they observe unethical and improper practices or any other wrongful conduct in the Company, to provide necessary safeguards for protection of employees from reprisals or victimization and to prohibit managerial personnel from taking any adverse personnel action against those employees. During the year, the Whistleblower policy was amended inline with SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018, enabling the employees to report any violations under the insider trading regulations and leak of Unpublished Price-Sensitive Information (UPSI) and the policy is available on the website of the Company at www.sankhya.net/Policies.aspx.

The requisite details as required by Section 177 of the Companies Act, 2013 and Regulation 22 & 34(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is provided in the Corporate Governance Report.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

Corporate Insolvency Resolution Process ('CIRP') has been initiated for the Company under the provisions of Section 7 of the Insolvency and Bankruptcy Code, 2016 ('IBC') by the National Company Law Tribunal, Hyderabad Bench ('Adjudicating Authority') vide Order dated 28th July 2021, in CP(IB)No. 235/7/HDB/2020 ('order').

Mr. Jagadees Kumar Morri (IP Registration No.IBBI/IPA-001/IP-P00398/2017- 2018/10716) was appointed as Interim Resolution Professional. His appointment was subsequently confirmed by the Committee of Creditors ('COC') as the Resolution Professional (the 'RP') in the first COC meeting held on 26th August 2021.

AUDIT OBSERVATIONS:

The observations given by the Auditors are suitably explained in the Notes to Accounts and are self-explanatory.

AUDITORS:

Statutory Auditors:

The members of the Company at their Annual General Meeting (AGM) held on 28th November, 2017 have appointed M/s. Ravi Rajan & Co., Chartered Accountants (ICAI Firm Registration Number 009073N), as statutory auditors of the Company to hold office until the conclusion of 25th Annual General Meeting of the Company to be held in the year 2022 which was subject to ratification as per the provisions of Companies Act, 2013.

However, pursuant to notification from the MCA dated 07.05.2018, ratification of appointment of statutory auditors at every Annual General Meeting has been dispensed with.

Internal Auditors:

Pursuant to the provisions of Section 138 of the Companies read with rules made there under, the Board has appointed M/s. RRCO Consulting Private Limited, New Delhi as Internal Auditors of the Company for the financial year 2020-2021.

Cost Audit:

Cost Audit is not applicable to your Company.

Secretarial Auditors:

M/s. Pooja Ojha, Practicing Company Secretaries, Nagpur, have been appointed as the Secretarial Auditors to conduct the Secretarial Audit of the Company for the Financial Year 2020-21. The Secretarial Audit Report for the year ended 31stMarch 2021 (in Form MR-3) submitted by them is enclosed to this Report as Annexure-VII.

THE SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31.03.2021 CONTAINS THE FOLLOWING QUALIFICATIONS:

a. As mandated under Regulation 17(4), SEBI LODR Regulations, 2015 for Senior Management, the Company did not have a Chief Financial officer for the period starting from 01/04/2020 till 14/09/2020.

b. As mandated under Regulation 6(1) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR Regulations) 2015, a listed entity shall appoint a qualified company secretary as the compliance officer, the Company was not having a Qualified Company Secretary as Compliance Officer for the period starting from 01/04/2020 till 04/10/2020.

c. The company also failed to comply with Regulation 23(9) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for September 2020 for disclosure of Related Party Transactions and file with Bombay Stock Exchange (BSE) on time for which the company was imposed fine of Rs. 3 Lakhs.

d. As mandated under Secretarial Standards and various provisions of the Companies Act, 2013, the Company has failed to provide sufficient information as regards to circulation of minutes of the various Board Meetings/ Committee meetings held during the year under review.

MANAGEMENT EXPLANATION TO THE ABOVE SECRETARIAL AUDITORS' QUALIFICATIONS:

a. The Company has appointed Mr. Sridhar Krishna as Chief Financial Officer on 15/09/2020.

b. The Company has appointed a Qualified Company Secretary on 05/10/2020.

c. The Company made application to BSE for waiving the fine and also rectified the defect by filing the disclosure with BSE.

d. The company didn't have a full time Company Secretary for the continuous period under review and neither there were any employee (except the office of Company Secretary for limited period), owing to which, the company was tardy in maintaining and at some instances in retrieving the circulation of minutes sent to the Directors whereas the company has adhered to the other compliances in reporting the same duly to BSE/ROC/making newspaper advertisements where ever mandated and as may be applicable. Although, no Directors has raised any objection for the same and were continuously attending the meetings and has taken or record the minutes circulated, except for the director Mr. Partha Saradhi Pudhota, who continuously abstained himself from attending the meetings for the FY 2020-21.

DETAILS IN RESPECT OF FRAUDS QUALIFICATIONS MADE, IF ANY REPORTED BY AUDITORS UNDER SUB SECTION (12) OF SECTION 143 OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT:

There have been no frauds reported by the auditors u/s 143(12).

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

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 are as follows:

A. Conservation of energy

Your Company is not engaged in any manufacturing activity and thus its operations are not energy intensive. However, adequate measures are always taken to ensure optimum utilization and maximum possibility of saving of energy.

B. Technology absorption

Your Company has not undertaken any research and development activity for any manufacturing activity nor was any specific technology obtained from any external sources which needs to be absorbed and adopted.

Research and Development (R & D):

1. Specific areas in which R & D carried out by the Company:

   The Company continues to focus and invest in R & D activities for developing and improving the quality and enhancing the benefits of its software products. The Company is a product oriented Company and the continuous development of new products and the existing products is an ongoing exercise.

2. Benefits derived as a result of the R & D:

   Research and development of new products & processes will continue to be of importance to your Company. Products although have a longer gestation, are of higher benefit to the Company and its profitability in the long run.

3. Future plan of Action:

The Company continues to strive for development and innovation of new products and improving the existing ones in order to meet the changing requirements and to cater to customer needs.

C. Foreign exchange earnings and outgo

The foreign exchange earned in terms of actual inflows during the year and the foreign exchange outgo during the year in terms of actual outflows:

(Rs. in Lakhs)

Particulars	2020-2021	2019-2020
Foreign exchange Earnings	Nil	130.79
Foreign exchange Outgo	Nil	5,465.93

PARTICULARS OF REMUNERATION:

The information relating to remuneration of Directors and details of the ratio of the remuneration of each Director to the median employee's remuneration and other details as required pursuant to section 197(12) of the Act read along with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is attached as Annexure – VI.

In accordance with Section 136 of the Companies Act, 2013 the same can be checked by making a request through e-mail at comp.officer@sankhya.net between 14.11.2021 to 18.11.2021.

Pursuant to Rule 5(2) of the Companies (Appointment and Remuneration Managerial Personnel) Rule, 2014, there are no employees who are in receipt of remuneration of Rs. 102 Lakhs per annum or Rs. 8.5 Lakhs or more per month if employed for a part of the year.

BOARD POLICIES:

The SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 mandated the formulation of certain policies for all listed companies. All the policies are available on our website (www.sankhya.net/policies.aspx). The policies are reviewed periodically by the Board and updated based on need and new compliance requirement.

EXTRACT OF ANNUAL RETURN:

The details forming part of the extract of the Annual Return in Form MGT-9 is annexed hereto as Annexure - II.

CEO/CFO CERTIFICATION:

Mr. Jagadees Kumar Morri, Resolution Professional of the Company have given a certificate to the Board as contemplated in Regulation 17(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and is attached as Annexure-IV.

RISK MANAGEMENT POLICY:

All assets of the Company and other potential risks have been adequately insured.

The Company has policy for identifying risk and established controls to effectively manage the risk. Further the company has laid down various steps to mitigate the identified risk. The audit committee has additional oversight in the area of financial risks and controls. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis.

EMPLOYEE RELATIONS:

The relationship with the workmen and staff remained cordial and harmonious during the year and the management received full co-operation from the employees.

DECLARATION WITH THE COMPLIANCE WITH THE CODE OF CONDUCT BY MEMBERS OF THE BOARD AND SENIOR MANAGEMENT PERSONNEL

The Company has complied with the requirements about code of conduct for Board members and Senior Management Personnel.

APPRECIATION:

The Board of Directors places on record its gratitude to Financial Institutions, Banks, various State and Central Government Agencies and governments of various countries where we had our operations. The Board also acknowledges the support of the shareholders of the Company. The Board also places on record their deep sense of appreciation for the committed services of all the employees of the Company.

For **SANKHYA INFOTECH LIMITED**

Sd/-
Jagadees Kumar Morri
Resolution Professional
IP Registration No.IBBI/IPA-001/
IP-P00398/2017-18/10716

Place: Hyderabad
Date: 03.11.2021

ANNEXURE - I

REPORT ON CORPORATE GOVERNANCE

The information provided in the Report on Corporate Governance for the purpose of unanimity is as on 31st March, 2021. The Report is updated as on the date of the report wherever applicable.

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

The Company has always adhered to good corporate governance practices and maintained the highest levels of fairness, transparency, accountability, ethics and values in all facets of its operations. The Company believes that high standards of Corporate Governance are the critical to ensure the business success. We feel proud that we have laid a strong foundation stone for good governance long back. The Company has always believed in conducting its affairs in a fair and transparent manner and in maintaining the highest ethical standards in its dealings with all its constituents. Sankhya mission is to constantly review its systems and procedures to achieve the highest level of Corporate Governance in the overall interest of all the stakeholders.

The Company's philosophy on Corporate Governance aims at facilitating effective management of the Company in the conduct of business and in meeting the objectives of enhancing value of the Company to its stakeholders and to provide good management.

The Company endeavors to achieve optimum performance at all levels of management by adhering to good corporate governance practices, namely, the following:

1. Fair and transparent business practices.
2. Effective management control by Board.
3. Adequate representation of promoter, executive and Independent Directors on the Board.
4. Monitoring of executive performance by the Board.
5. Compliance of Laws.
6. Transparent and timely disclosure of financial and management information.

2. BOARD OF DIRECTORS

The Company is managed and controlled through a professional body of Board of Directors which comprises of an optimum combination of Executive and Independent Directors headed by the Chairman & Managing Director. As on31stMarch, 2021, the Company has Four Directors with vast experience and knowledge.

None of the Directors on the Board holds Directorships in more than ten public companies. Further, none of them isa member of more than ten committees or chairman of more than five committees across all the public companies in which he is a Director. Necessary disclosures regarding committee positions in other public companies as on31stMarch, 2021 have been made by the Directors.

None of the Independent Directors are serving as Independent Directors in more than seven listed companies.

During the year, the meeting of Independent Directors of the Company was held on 12th February, 2021. The Independent Directors, inter-alia, reviewed the performance of non-independent directors, Chairman of the Company and the Board as a whole and assessed the quality, quantity and timelines of flow of Information between management and the Board. All the Independent Directors of the Company were present at the meeting.

During the financial year 2020-21, the Board met Six times and the gap between any two meetings has been less than one hundred and twenty days. The Directors who were present in the Board Meeting are marked as "√" and the directors who were granted leave of absence was marked as "' χ".

Sl. No.	Board Meeting	Sridhar Krishna	Partha Saradhi Pudhota*	Rammohan Reddy Yarragudi	Putcha Sarada
1	29.06.2020	√	χ	√	√
2	15.09.2020	√	χ	√	√
3	05.10.2020	√	χ	√	√
4	13.11.2020	√	χ	√	√
5	09.12.2020	√	χ	√	√
6	12.02.2021	√	χ	√	√

*(Vacation of office u/s 167 on 30/06/2021)

The names and categories of the Directors on the Board, their attendance at Board meetings held during the year and the number of Directorships and committee chairmanships / memberships held by them in other listed public companies as on 31st March, 2021 are given herein below

Directors	Category*	Attendance Particulars		Other Directorships in Listed Entities & Category#	Committee#	
		Board Meeting	Last AGM 31.12.2020		Membership in Other Listed Entities	Chairmanship in Other Listed Entities
Sridhar Krishna	P,CMD	6	Yes	NIL	NIL	NIL
Parthasaradhi Pudhota	NED	Nil	No	NIL	NIL	NIL
Rammohan Reddy Yarragudi	ID, NED	6	Yes	NIL	NIL	NIL
Putcha Sarada	ID, NED	6	No	NIL	NIL	NIL

*P, CMD: Promoter, Chairman & Managing Director

*P, NED: Promoter, Non-Executive Director

*NED: Non-Executive Director

*ID, NED: Independent Director, Non-Executive Director

As on the date of the report there are three Board of Directors of the Company i.e. (however board stood suspended with initiation on CIRP)

Mr. Sridhar Krishna, Chairman, Managing Director, Executive Director

Mr. Ramamohan Reddy Yarragudi, Non-Executive - Independent Director and

Ms. Putcha Sarada, Non-Executive, Independent Director

Chairmanships/memberships of board committees include only in Audit and Stakeholders Relationship committeesas required under regulation 26(1)(b) of SEBI (LODR) Regulations, 2015.

Details of skills/expertise/competence of the Board of Directors:

Sl. No.	Skills/Expertise/Competence identified for the Company's business	Existing Skills/Expertise/Competence
1	Mr. Sridhar Krishna	Entrepreneurship, IT & Business Strategy
2	Mr. P. Partha Saradhi*	Technology, Market Research
3	Mr. Ramamohan Reddy Yarragudi	Accounts & Administration
4	Ms. Putcha Saradha	Corporate & Legal

* Mr. Parthasaradhi (Vacation of office u/s 167 on 30/06/2021)

Number of shares and convertible instruments held by non-executive directors:

Mr. P. Partha Saradhi, Non-Executive – Non Independent Director is holding 19,00,000 shares.

No other Non-Executive Director is holding any shares and convertible instruments as on 31st March, 2021

Independent Directors are Non-Executive Directors as defined under Regulation 16(1)(b) of SEBI (LODR) Regulations,2015. The maximum tenure of the Independent Directors is in compliance with the Companies Act, 2013 ("Act"). All the Independent Directors have confirmed that they meet the criteria as mentioned under SEBI (LODR) Regulations,2015 and Section 149 of the Companies Act, 2013. The terms and conditions of appointment of the Independent Directors are disclosed on the website of the Company. Details of familiarization programme of Independent Directors are available on the website of the Company at the link www.sankhya.net/Policies.aspx.

The Board has carried out the Evaluation of each Independent Director and are of the view that the independent directors fulfill the conditions specified in these regulations and are independent of the management.

There are no instances of the resignation of an independent director during the Financial Year.

3. AUDIT COMMITTEE***

a. Composition, Name of Members and Chairman

The composition of the Audit Committee meets the requirements of section 177 of the Companies Act, 2013 and Regulation 18 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The composition of Audit Committee is given below:

Name	Designation	Category	Number of Meetings during the financial year 2020-2021	
			Entitled to Attend	Attended
Ramamohan Reddy Yarragudi	Chairman	Non-Executive – Independent	4	4
Putcha Sarada	Member	Non-Executive – Independent	4	4
Sridhar Krishna	Member	Executive	4	4

Meetings

The Audit Committee met four times during the year 29th June 2020, 15th September 2020, 13th November 2020 and 12th February 2021. The gap between two meetings did not exceed 120 days and the necessary quorum was present for all the meetings. The Company Secretary acted as the secretary to the Audit Committee.

b. Brief description of terms of reference

1. Oversight of the company's financial reporting process and disclosure of financial information.
2. Review of quarterly, half yearly and annual financial statements.
3. Recommending the appointment and removal of external Auditors and fixing of their remuneration.
4. Review the adequacy of internal control systems and internal audit functions.
5. Review of Company's financial and risk management policies.

The Audit Committee shall carry out role and review of information as stipulated in Regulation 18 and Part C of Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. The scope of activity of the Committee is also in consonance with the provisions of Section 177 of the Companies Act, 2013.

4. NOMINATION AND REMUNERATION COMMITTEE

a. Composition, Name of Members and Chairman

The composition of the Nomination and Remuneration Committee and the details of meetings attended by its members are given below:

Name	Designation	Category	Number of Meetings during the financial year 2020-2021	
			Entitled to Attend	Attended
Pudhota Partha Saradhi*	Member	Non-Executive Non Independent	2	0
Ramamohan Reddy Yarragudi	Chairman	Non-Executive – Independent	2	2
Putcha Sarada	Member	Non-Executive – Independent	2	2

*Pudhota Partha Saradhi (Vacation of office u/s 167 on 30/06/2021)

Meetings:

The Nomination and Remuneration Committee met two times during the year on 15th September 2020 and 5th October 2020. Necessary quorum was present for all the meetings. The Company Secretary acted as thesecretary to the Committee.

b. Brief description of terms of reference

The Nomination and Remuneration Committee has been empowered with the role and functions as per the provisions specified under Regulation 19 and Part D of Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended and Section 178 of the Companies Act, 2013 including the appointment and finalizing the remuneration of senior level employees of our Company. The purpose of the Committee is to monitor the Company's nomination process of the senior level management and to identity and review the individuals capable of serving in the Board level or senior management team of the company.

Nomination, Remuneration and Board Evaluation Policy

The Company has formulated a Nomination, Remuneration and Board Evaluation Policy as per the provisions of section 178of Companies Act, 2013 and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended which, inter-alia, lays down the criteria for identifying the persons who are qualified to be appointed as Directors and such persons who may be appointed as senior management personnel of the Company and lays down the criteria for determining the remuneration and evaluation of the directors, key managerial personnel (KMP) and other employees.

Preamble

The Company has formulated a Nomination, Remuneration and Board Evaluation Policy as per the provisions of section 178 of Companies Act, 2013 and Regulation 19 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 which, inter-alia, lays down the criteria for identifying the persons who are qualified to be appointed as Directors and such persons who may be appointed as senior management personnel of the Company and lays down the criteria for determining the remuneration of the directors, key managerial personnel (KMP), Senior Management and other employees.

Definition

- "Board" means Board of Directors of the company.
- "Company" means Sankhya Infotech Limited.
- "Companies Act, 2013" means the Companies Act, 2013 read with the Rules framed there under (including any modification(s)/ amendment(s) / re-enactment(s) thereof) (the "Act").
- "Committee" means Nomination and Remuneration Committee of Board of Directors of the Company.
- "Directors" means Directors of the Company.
- "Independent Director" means a director referred to in Section 149(6) of the Companies Act, 2013 and Regulation 16 of the Listing Regulations.
- "Key Managerial Personnel or KMP" means key managerial personnel as defined in subsection (51) of section 2 of the Companies Act, 2013.
- "Senior Management" shall mean officers/personnel of the listed entity who are members of its core management team excluding board of directors and normally this shall comprise all members of management one level below the chief executive officer/managing director/whole time director/ manager (including chief executive officer/manager, in case they are not part of the board) and shall specifically include Company Secretary and Chief Financial Officer.

Role of Nomination and Remuneration Committee

a) Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel and other employees.

b) Formulation of criteria for evaluation of performance of independent directors and the board of directors.

c) Devising a policy on diversity of board of directors.

d) Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board of Director their appointment and removal and shall specify the manner for effective evaluation of performance of Board, its committees and individual directors to be carried out either by the Board, by the Nomination and Remuneration Committee or by an independent external agency and review its implementation and compliance.

e) Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.

f) Recommend to the board, all remuneration, in whatever form, payable to senior management.

g) While formulating the policy under sub-section (3) of 178 of the Companies Act, 2013 ensure that: -

  - the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully.
  - relationship of remuneration to performance is clear and meets appropriate performance benchmarks.
  - remuneration to directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals.

Appointment criteria and qualification

- The Committee shall identify and ascertain the integrity, qualification, expertise and experience of the person for appointment as Director, Key Managerial Personnel or at Senior Management level and recommend to the Board his/her appointment.
- For the appointment of KMP (other than managing/ whole-time director) or senior management, a person should possess adequate qualification, expertise and experience for the position he/ she is considered for the appointment. Further, for administrative convenience, as regards the appointment of KMP (other than managing/whole time director) or senior management, the managing director is authorized to identify and appoint a suitable person for such position. However, if the

need be, the managing director may consult the committee/board for further directions/guidance.

- The Company should ensure that the person so appointed as Director/Independent Director/ KMP/Senior Management Personnel shall not be disqualified under the Companies Act, 2013, rules made thereunder, Listing Regulations or any other enactment for the time being in force.

Term

- The term of the directors including managing/ whole-time director/independent director shall be governed as per the provisions of the Companies Act, 2013 and Rules made there under and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time; whereas, the term of the KMP (other than the managing/whole-time director) and senior management shall be governed by the prevailing HR policies of the Company.

Evaluation

- The Committee shall carry out evaluation of performance of every Director.
- The Committee shall identify evaluation criteria which will evaluate Directors based on knowledge to perform the role, time and level of participation, performance of duties, level of oversight, professional conduct and independence. The appointment/re-appointment/continuation of directors on the board shall be subject to the outcome of the yearly evaluation process.

Removal

- Due to reasons for any disqualification mentioned in the Companies Act, 2013 or under any other applicable act, rulesand regulations there under and/ or for any disciplinary reasons and subject to such applicable acts, rules and regulations and the Company's prevailing HR policies, the committee may recommend, to the board, with reasons recorded in writing, removal of a director, KMP or senior management.

Retirement

- The Director, KMP and Senior Management Personnel shall retire as per the applicable provisions of the Companies Act,2013 and the prevailing policy of the Company. The Board will have the discretion to retain the Director, KMP, Senior Management Personnel in the same position/ remuneration or otherwise even after attaining the retirement age, for the benefit of the Company.

Remuneration of managing/whole-time director, KMP and senior management

- The remuneration/compensation/commission, etc. as the case may be, to the managing/whole-time director will be determined by the committee and recommended to the board for approval. The remuneration/ compensation/commission, etc. as the case may be, shall be subject to the prior/post approval of the shareholders of the Company and central government, wherever required and shall be in accordance with the provisions of the Act and Rules made there under.

  Further, the managing director of the Company is authorized to decide the remuneration of KMP (other than managing/whole-time director) and senior management, and which shall be decided by the managing director based on the standard market practice and prevailing HR policies of the Company.

Remuneration to non-executive/independent director

- The remuneration/commission/sitting fees, as the case may be, to the non-executive/independent director, shall be in accordance with the provisions of the Companies Act, 2013 and the Rules made there under for the time being in force or as may be decided by the committee/board/shareholders.
- An independent director shall not be entitled to any stock option of the company unless otherwise permitted in terms of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.

Composition of the Committee

a) The board of directors shall constitute the nomination and remuneration committee as follows:
   - the committee shall comprise of at least three directors;
   - all directors of the committee shall be non-executive directors; and
   - at least fifty percent of the directors shall be independent directors.

b) The Chairperson of the nomination and remuneration committee shall be an independent director: Provided that the chairperson of the Company, whether executive or non-executive, may be appointed as a member of the Nomination and Remuneration Committee and shall not chair such Committee.

c) The quorum for a meeting of the nomination and remuneration committee shall be either two members or one third of the members of the committee, whichever is greater, including at least one independent director in attendance.

d) The Chairperson of the nomination and remuneration committee may be present at the annual general meeting, to answer the shareholders' queries; however, it shall be up to the chairperson to decide who shall answer the queries. If the Chairperson of the nomination and remuneration committee may not able to present at the annual general meeting. In this case, he may authorize any other Committee member to present at the annual general meeting.

e) The nomination and remuneration committee shall meet at least once in a year.

Details of the evaluation process

- In terms of the Nomination, Remuneration and Board Evaluation Policy and the applicable provisions of the Companies Act,2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Nomination and Remuneration Committee laid down the criteria for evaluation/assessment of the Directors (including the independent directors) of the Company and the Board as a whole. The Committee also carried out the evaluation of the performance of each Director of the Company.
- The Board conducted formal annual evaluation of its own performance, its Committees and the individual directors (without the presence of the director being evaluated). Basis the said evaluation, the Nomination and Remuneration Committee has evaluated the Directors and Senior Management Personnel and made recommendations for the appointment/ reappointment/increase in remuneration of the Directors and Senior Management.

Criteria for evaluation of Board (Including Independent Directors) and its Committees

- The evaluation of the Board (including independent directors) and its committee were based on knowledge to perform the role, attendance, time and level of participation, performance of duties, adequate discharge of responsibilities, level of oversight, understanding of the Company professional conduct, independence, structure and composition, frequency and duration of meetings, its process and procedures, effectiveness of Board/ Committees, its financial reporting process, including internal controls, review of compliance under various regulations etc.

Amendments to the Policy

- The Board of Directors, on its own and / or as per the recommendations of Nomination Remuneration Committee can amend this Policy as and when deemed fit. Any or all provisions of this Policy would be subject to revision/amendment in accordance with the Rules, Regulations, Notifications etc. on the subject as may be issued by relevant statutory authorities, from time to time.
- In case of any amendment(s), clarification(s), circular(s) etc. issued by the relevant authorities, not being consistent with the provisions laid down under this Policy, then such amendment(s), clarification(s), circular(s) etc. shall prevail upon the provisions hereunder and this Policy shall stand amended accordingly from the effective date as laid down under such amendment(s), clarification(s), circular(s) etc.

5. Meeting of Independent Directors

A separate meeting of Independent Directors of the Company, without the attendance of Non-Independent Directors and members of management, was held on 12th February, 2021, required under Schedule IV to the Companies Act, 2013 (Code for Independent Directors) and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations,2015. At the meeting, the Independent Directors:

- Reviewed the performance of Non-Independent Directors and the Board as a whole;
- Reviewed the performance of the Chairman of the Company, taking into account the views of Executive Director and Non-Executive Directors; and
- Assessed the quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

6. Internal committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition andRedressal) Act, 2013

There was no meeting held in the financial year, as no complaints were received from any employee.

7. Details of Remuneration to Directors:

The details of remuneration paid to the Board of Directors forms part of the Annexure II (Extract of Annual Return i.e.MGT-9)

(i) The criteria for making payment to Non-executive Directors are contained in Nomination & Remuneration policy of the Company, which is available on the website of the Company.

(ii) The details of the salary paid/Payable to the executive/non-executive Directors of the Company are as follows:

(a) Remuneration to Executive Directors of the Company:

(Amount in Rs)

Name	Salary	Perquisites	Performance Bonus/Commission	Earned Leave and Gratuity	Other Leave-Encashment	Total
Sridhar Krishna	NIL	NIL	NIL	NIL	NIL	NIL

(b) Remuneration paid to non-executive Directors of the Company:

(Amount in Rs)

Name	Sitting Fee	Professional Fee	Total
Ramamohan Reddy Yarragudi	40000	0	40000
Ms. PutchaSarada	84000	0	84000
Total	124000	0	124000

(iii) No stock options were granted to the Directors during the financial year 2020-21.

8. Stakeholders Relationship Committee:

The Committee is entrusted with the responsibility to resolve the grievances of stakeholders and strengthening of Investor relations and was constituted to specifically look into the shareholders' and investors' complaints on matters relating to transfer of shares, non-receipt of annual report, non-receipt of dividend. The Committee comprises:

Name	Designation	Category	Number of Meetings during the financial year 2020-2021	
			Entitled to Attend	Attended
Sridhar Krishna	Chairman	Executive Director	4	4
Ramamohan Reddy Yarragudi	Member	Non-Executive – Independent	4	4
Putcha Sarada	Member	Non-Executive – Independent	4	4
Parthasaradhi*	Member	Non-Executive, Non-Independent	4	0

*Parthasaradhi (Vacation of office u/s 167 on 30/06/2021)

Meetings:

During the financial year the Stakeholder's Relationship Committee met Four times i.e. on 29th June 2020, 15th September 2020, 13th November 2020 and 12th February 2021. Necessary quorum was present for all the meetings. The Company Secretary acted as the secretary to the Committee.

Name and designation of Compliance Officer:

Mr. Pratik Jain was appointed as Company Secretary and Compliance Officer of the Company w.e.f. 05/10/2020.However, due to personal reasons, he resigned from the Company w.e.f. 05/04/2021.The Company has appointed Mrs. Dipti S Pacholi as a Company Secretary and Compliance Officer w.e.f. 01.11.2021.

Email id for investor grievances is comp.officer@sankhya.net

Details of investor complaints received and resolved from 1st April, 2020 to 31st March, 2021

Opening Balance	Received during the year	Resolved during the year	Closing Balance
0	2	2	0

The Company ensures that the investor's correspondence is attended expeditiously and Endeavour is made to send a satisfactory reply within three days of receipt, except in cases that are constrained by disputes or legal impediments. There are no pending share transfer complaints as on March 31, 2021.

Scores

The Securities Exchange Board of India has initiated a platform for redressing the investor grievances through SCORES, a web-based complaints redressal system. The system processes complaints in a centralized web-based mechanism. Thecompany is in compliance with this system.

9. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The CSR committee of the Board was constituted with the following members:

Name	Designation	Category
Sridhar Krishna	Chairman	Executive Director
Ramamohan Reddy Yarragudi	Member	Non-Executive – Independent
Putcha Sarada	Member	Non-Executive – Independent

10. GENERAL BODY MEETINGS

a. Location and time, about last three Annual General Meetings held:

Financial Year	Date	Time	Venue	Special Resolution(s) passed
2017-18	28.11.2018	12:00 Noon	Plaza Hotel, Opposite Greenland's Beside CM Camp Office, Begumpet, Hyderabad – 500016, Telangana	NIL
2018-19	30.09.2019	11:00 A.M.	Hotel Halcyon suites, Plot No. 169, Street Number 9, Ayyappa Society, Mega Hills, Madhapur, Hyderabad – 500081,Telangana	1. Re-appointment of Mr. Sridhar Krishna DIN:00089548), as Chairman and Managing Directorof the Company. 2. To appoint Mr. Ramamohan Reddy Yarragudi (DIN: 08517059) as Independent Director of theCompany. 3. To appoint Ms. Putcha Sarada (DIN: 08534921)as Independent Director of the Company. 4. Alteration of Articles of Association as per theprovisions of the Companies Act, 2013.
2019-20	31.12.2020	11:00 A.M.	AGM Mode: VC/OAVM So, Deemed Venue is Registered Office H.No 1-112/63, 2nd Floor, W.S.Colony, Near Kims Hospital, Kondapur, Hyderabad, Telangana-500049	NIL

b. Postal Ballot Resolution:

No resolution was passed through postal ballot during the year. No resolution is proposed to be conducted through postal ballot at the ensuing Annual General Meeting.

c. Extraordinary General Meeting

No Extra-ordinary General Meetings were held during the year 2020-2021.

11. MANAGEMENT DISCUSSION AND ANALYSIS:

The management discussion and analysis forms an integral part of the Annual report and annexed separately.(Annexure III)

12. MEANS OF COMMUNICATION

As per Regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company is maintaining a functional website – www.sankhya.net containing the information about the Company viz. details of business, financial information, shareholding pattern, annual reports, Company's policies, results and contact information of the designated officials of the Company for handling investor grievances. The website is updated from time to time.

- Quarterly/half-yearly/annual financial results are generally published in any of the following newspapers: Financial Express and Nav Telangana. The results are also posted on the Company's website www.sankhya.net and on the website of stock exchange www.bseindia.com.
- The annual report of the Company is available on the Company's website in a user-friendly and downloadable form.
- The Company has designated an E-mail ID exclusively for investor servicing i.e.comp.officer@sankhya.net.Investors may raise any queries, complaints or provide suggestions through the said e-mail id.

Official News Releases

The Company's official news releases and media releases are made available to the shareholders by way of displaying on the web site of the Company at www.sankhya.net. All the information about the Company is promptly sent through email and also posted to the Stock Exchange where the shares of the Company are listed and are released to press, where ever required, for information of public at large.

13. GENERAL SHAREHOLDER INFORMATION

a. 24th Annual General Meeting

Day &Date : Tuesday, 30th November, 2021
Time :03.00 p.m
Venue : Through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM")
The financial year of the Company is from 1st April 2020 to 31st March 2021 of the following year.

b. Dividend Payment Date: Not Applicable

c. Listing on Stock Exchanges: The BSE Limited (BSE)

Name and Address of Stock Exchange at which the listed entity's securities are listed	BSE Limited (BSE), Phiroze Jeejebhoy Towers, Dalal Street, Fort, Mumbai-400001

Listing Fees: The annual listing fees to BSE for the financial year 2021-2022is payable.

d. Stock Code

Security ID / Symbol : SANKHYAIN
ISIN : INE877A01013
Scrip Code : 532972
CIN : L72200TG1997PLC045396

e. Financial Calendar: For the FY 2021-2022 (Tentative Schedule)

Financial Results	Cut-off Date
Unaudited first quarter financial results	On or before August 14, 2021
Unaudited second quarter financial results	On or before November 14, 2021
Unaudited third quarter financial results	On or before February 14, 2022
Approval of audited annual results for year ending 31st March, 2022	On or before May 30, 2022

f. Date of Book Closure : 24thNovember, 2021 to 30th November, 2021 (both days inclusive)

g. Market Price Data

The monthly high and low quotations and volume of shares traded on BSE.

Month	High	Low	No.of Shares Traded
April, 2020	2.92	1.73	2,65,130
May, 2020	3.71	2.40	3,87,403
June, 2020	4.31	3.15	3,53,572
July, 2020	5.51	3.49	3,19,015
August, 2020	5.10	3.71	2,98,907
September, 2020	4.62	3.38	99,279
October, 2020	3.54	2.67	78,828
November, 2020	3.41	2.45	76,779
December, 2020	4.58	2.89	3,08,744
January, 2021	6.17	3.99	4,35,708
February, 2021	5.17	3.56	2,45,461
March, 2021	4.62	3.04	3,13,231

h. Equity Shares in the Suspense Account

In terms of Regulation 39 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Companyreports that none of the shares are in the demat suspense account or unclaimed suspense account.

i. Registrars to an issue and Share Transfer Agents

KFin Technologies Private Limited,
Selenium Tower-B, Plot No. 31 & 32,
Gachibowli, Financial District,
Nanakramguda, Serilingampally ,
Hyderabad-500032, Telangana.
Tel: 18003454001
Email: einward.ris@karvyfintech.com
URL: www.karvyfintech.com

j. Share Transfer System:

The Board of Directors of the Company has delegated the powers of share transfers, splitting, consolidation of share certificates and issue of duplicate shares, dematerialisation and rematerialisation of shares etc. to Stakeholders' Relationship Committee. The Committee attends the share transfer formalities atleast once in a fortnight. The Registrar and Share Transfer Agents register the shares received for transfer in physical mode, within 15 days from the date of lodgment, if documents are complete in all respects.

k. Shareholding Pattern of the Company & Distribution of shareholding as on 31st March 2021:

Category Code	Category of Shareholder	No. of Shareholders	Total No. of Shares	As a Percentage of (A+B+C)
(A)	**Promoter And Promoter Group**			
(1)	Indian	8	3230371	22.13
(2)	Foreign	0	0	0
	Total shareholding of promoter and promoter group	8	3230371	22.13
(B)	**Public Shareholding**			
(1)	Institutions	3	556768	3.81
(2)	Foreign Portfolio Investors	1	291496	2.00
(3)	Non-Institutions	8864	10518422	72.06
(4)	Central Government/State Government (s)/President of India		0	0
	Total public shareholding	8868	11366686	77.87
(C)	Shares held by custodians, against which Depository Receipts have been issued	0	0	0
(1)	Promoter and Promoter Group	0	0	0
(2)	Public	0	0	0
	GRAND TOTAL (A+B+C)	**8876**	**14597057**	**100**

Distribution of shareholding as on 31st March, 2021:

Sl.No.	Slab of Share Holding	No. of Shareholders	% to Total Holding	Amount in (Rs.)	% to Total
1	1-5000	8790	96.98	3494111	23.94
2	5001-10000	146	1.61	1062875	7.28
3	10001-20000	64	0.71	877703	6.01
4	20001-30000	20	0.22	493265	3.38
5	30001-40000	12	0.13	418267	2.87
6	40001-50000	6	0.07	263200	1.80
7	50001-100000	11	0.12	850721	5.83
8	100001 & Above	15	0.16	7136915	48.89
	Total	**9064**	**100.00**	**14597057**	**100.00**

l. Dematerialization of shares and liquidity

As on 31st March 2021, 1,41,49,461 Equity Shares of Rs. 10/- each aggregating to 96.93% are being held with NSDL & CSDL in demat form of the paid up capital & the rest 4,47,596 aggregating to 3.07% are in physical form. The Company's shares are compulsorily traded in dematerialized form and are available for trading on both the depositories in India viz. National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

Under the Depository System, the International Securities Identification Number (ISIN) allotted to the Company's shares is INE877A01013.

The particulars of Shares held in demat form and physical form follows are as follows:

Sl. No.	Category	Total No. of Shares	% of Equity
1	PHYSICAL	4,47,596	3.07
2	NSDL	1,01,21, 093	69.34
3	CDSL	40,28,368	27.59
	Total	**1,45,97,057**	**100.00**

m. Outstanding ADRs/GDRs/Warrants or any convertible instruments, conversion date and likely impacton equity:

As on 31stMarch, 2021, the Company did not have any outstanding GDRs /ADRs or any Convertible instruments.

n. Commodity price risk or foreign exchange risk and hedging activities: NIL

o. Address for correspondence

Sankhya Infotech Limited
L72200TG1997PLC045396
H.No 1-112/63, 2nd Floor,
W.S.Colony, Near Kims Hospital,
Kondapur, Hyderabad
Telangana-500049
Email Id: comp.officer@sankhya.net

p. List of Credit Ratings – Not Applicable

14. OTHER DISCLOSURE

a. Disclosures on materially significant related party that may have potential conflict with the interests of the company at large

There were no Related Party Transactions entered during the financial year as per provisions of the Companies Act, 2013 ('the Act') and Listing Agreement and the SEBI (Listing Obligations and Disclosure Requirements) Regulations,2015.

There were no materially significant Related Party Transactions made by the Company during the year that would have required Shareholder approval and Regulation 23 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company has adopted a Related Party Transactions Policy. The policy is available on website of the company atwww.sankhya.net/Policies.aspx.

Details of the transactions if any with Related Parties are provided in the accompanying financial statements.

b. Details of non-compliance by the Company, penalties, and strictures imposed on the company by Stock Exchange or SEBI or any statutory authority, on any matter related to capital markets, during the last three years.

No non-compliance by the Company was observed during the last three years nor any penalties, strictures imposed on the Company by stock exchange or SEBI or any statutory authority, on any matter related to capital markets.

c. Whistle Blower policy, Vigil Mechanism and affirmation that no personnel has been denied access to the Audit Committee

The Company has adopted the Whistle blower Policy and established a mechanism for employees to report concerns about unethical behaviour, actual or suspected fraud, or violation of Code of Conduct. It also provides adequate safeguards against the victimization of employees who avail of the mechanism, and allows direct access to the Chairperson of the audit committee in exceptional cases. We further affirm that no employee has been denied access to the audit committee during the year. The policy is available on website of the company at www.sankhya.net/Policies.aspx.

d. Details of compliance with mandatory requirements and adoption of non-mandatory requirements of this Regulation.

The Company has complied with all the mandatory requirements of corporate governance and are being reviewed from time to time.

e. Website Disclosure

The company is maintaining a functional website www.sankhya.net. All the information as specified under Regulation46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are uploaded under Investor column of the website. For more information, kindly visit www.sankhya.net.

f. Material Subsidiaries- NIL

g. Details of utilization of funds raised through preferential allotment

The funds raised through preferential allotment have been used for operations and to meet the working capital needs of the Company and general corporate purpose and there was no deviation/ variation in the utilization of the funds.

h. Auditors' Fees

The total fees paid to the Statutory Auditors by the Company and all entities in the network firm/ network entity of which the statutory auditor is a part on a consolidated basis is Rs. 6.50 Lakhs.

15. Compliance:

The Company has complied with all requirements of Corporate Governance Report mentioned in the sub Para (2) to (10)of Part C of Schedule V of SEBI (Listing Obligations and Disclosure requirements) Regulations, 2015.

16. Additional Disclosures

a) Reconciliation of share capital audit

As stipulated by SEBI, a qualified Company Secretary-in-Practice & Qualified Chartered Accountant carries out are conciliation of share capital audit, to reconcile the total admitted capital with National Securities Depository Limited and Central Depository Services (India) Limited ('Depositories') and the total issued and listed capital with the stock exchanges. The audit confirms that the total issued/paid-up capital is in agreement with the aggregate of the total number of shares in physical form and the total number of shares in dematerialized form (held with depositories). The audit report is being submitted on quarterly basis to the stock exchanges.

b) Risk Management Policy

The Company has adopted the Risk Management Policy to identify risks inherent in any business operations of the Company and provides guidelines to define, measure, report, control and mitigate the identified risks. The said policy is available on the website of the Company at www.sankhya.net/Policies.aspx.

c) Policy on Board Diversity

The Company has adopted Policy on Board Diversity to increase diversity at the Board level as an essential element in supporting the attainment of its strategic objectives and its sustainable development. The said policy is available on the website of the Company at www.sankhya.net/Policies.aspx.

d) Code of Conduct for Regulating, Monitoring and Reporting of Trading by Designated Persons and immediate relatives of Designated Persons.

Pursuant to the requirements of the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations,2015, the Company has adopted a Code of Conduct for Regulating, Monitoring and Reporting of Trading by Insiders and the Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information. The Company Secretary acts as the Compliance Officer. This Code of Conduct is applicable to the Designated Person(s), Employees and the Immediate Relative(s) of such Designated Persons and Employees of the Company who can have access to Unpublished Price Sensitive Information relating to the Company. It is also informed to the shareholders that the Code of Conduct has been updated/amended in line with SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018and other amendments, if any.

e) CEO/CFO certification

Mr. Jagadees Kumar Morri, Resolution professional of the Company have issued necessary certificate pursuant to the provisions of Regulation 17(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 which forms part of Annual Report.

DECLARATION UNDER CODE OF CONDUCT

As required under Part D of Schedule V of SEBI (LODR) Regulations, 2015, it is hereby declared that the Company has obtained confirmation from all the Board Members and Senior Management Personnel of the Company for the compliance of the Code of Conduct of the Company for the year ended on 31st March, 2021.

For **SANKHYA INFOTECH LIMITED**

Sd/-
Jagadees Kumar Morri
Resolution Professional
IP Registration No.IBBI/IPA-001/
IP-P00398/2017-18/10716

Place: Hyderabad
Date: 03.11.2021

CERTIFICATE ON DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To
The Members
Sankhya Infotech Limited
H.No 1-112/63, 2nd Floor,
W.S. Colony, Near Kims Hospital,
Kondapur, Hyderabad,
Telangana-500049.

Sub: Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

I Pooja Jeetendra Ojha, Practicing Company Secretary, have examined the relevant data base of the entity, Sankhya Infotech Limited having CIN: L72200TG1997PLC045396 (hereinafter referred toas 'the Company'), for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications, including verification of the Directors Identification Number (DIN) status at the portal www.mca.gov.in and the verification of the list of entities and individuals debarred by Securities and Exchange Board of India (SEBI) and duly uploaded at the websites, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2021 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

Ensuring the eligibility for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

List of Directors of the Company as on 31stMarch, 2021:

Sl. No.	Name of Director	DIN	Designation
1	Mr. Sridhar Krishna	00089548	Chairman & Managing Director
2	Mr. Ramamohan Reddy Yarragudi	08517059	Independent Director
3	Ms. Putcha Sarada	08534921	Independent Director
4	Mr. Pratha S. Pudhotha (Vacation of office u/s 167 on 30/06/2021)	07516057	Non-Executive Director

UDIN: A041693C001368480

Place: Nagpur
Date: 05.11.2021

Ms. Pooja Jeetendra Ojha
Company Secretary in Practice
Membership No.: 41693
CP No.: 22300

Annexure - II

FORM NO.MGT-9

EXTRACT OF ANNUAL RETURN

as on the financial year ended on March 31, 2021

[Pursuant to Section 92(3) of the Companies Act, 2013, and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	L72200TG1997PLC045396
ii.	Registration Date	July 21, 1997
iii.	Name of the Company	Sankhya Infotech Limited
iv.	Category / Sub-Category of the Company	Company limited by shares / Non-government company
v.	Address of the Registered office and contact details	H.No 1-112/63 2nd Floor, W.S.Colony, Near Kims Hospital, Kondapur, Hyderabad TG 500049
vi.	Whether listed company : Yes/No	Yes (Listed in BSE)
vii.	Name, address and contact details of RTA, if any	KFintech Private Limited 3, Sagar Society, Road 2, Banjara Hills, Hyderabad 500034 Selenium, Tower-B, Plot No. 31 & 32 Financial District, Nanakramguda, Serilingampally, Hyderabad-500032, Telangana. Telephone Number : 18003454001 Email ID : einward.ris@karvyfintech.com Website : www.karvyfintech.com

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

S. No	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Information Service Activities	63	100%

III. PARTICULARS OF HOLDING, SUBSIDARY AND ASSOCIATE COMPANIES: NIL

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i. Category-wise Share Holding:

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% of Change during the Year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(A) Promoters									
1. Indian									
(a) Individual/HUF	3064518	201553	3266071	22.37	2964518	201553	3166071	21.69	-0.69
(b) Central Govt	0	0	0	0.00	0	0	0	0.00	0.00
(c) State Govt (s)	0	0	0	0.00	0	0	0	0.00	0.00
(d) Bodies Corp.	64300	0	64300	0.44	64300	0	64300	0.44	0.00
(e) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
(f) Any Other	0	0	0	0.00	0	0	0	0.00	0.00
Sub-Total (A) (1)	**3128818**	**201553**	**3330371**	**22.82**	**3028818**	**201553**	**3230371**	**22.13**	-0.69
2. Foreign									
(a) NRIs - Individuals	0	0	0	0.00	0	0	0	0.00	0.00
(b) Other - Individuals	0	0	0	0.00	0	0	0	0.00	0.00
(c) Bodies Corp.	0	0	0	0.00	0	0	0	0.00	0.00

Contd.

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% of Change during the Year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
(d) Banks / FI	0	0	0	0.00	0	0	0	0.00	0.00
(e) Any Other		0		0.00	0	0	0	0.00	0.00
Sub-Total (A) (2)	**0**	0	**0**	0.00	0	0	0	0.00	0.00
Total Shareholding of Promoter (A) = (A) (1) + (A) (2)	**3128818**	**201553**	**3330371**	**22.82**	**3028818**	**201553**	**3230371**	**22.13**	-0.69
(B) Public Shareholding									
1. **Institutions**									
(a) Mutual Funds	0	0	0	0.00	0	0	0	0.00	0.00
(b) Banks/FI	556968	0	556968	3.82	556768	0	556768	3.81	0.00
(c) Central Govt/State Govt.	0	0	0	0.00	0	0	0	0.00	0.00
(d) Foreign Portfolio Investors	291496	0	291496	2.00	291496	0	291496	2.00	0.00
(e) Insurance Companies	0	0	0	0.00	0	0	0	0.00	0.00
(f) FIIs	0	0	0	0.00	0	0	0	0.00	0.00
(g) Foreign Venture Capital Funds	0	0	0	0.00	0	0	0	0.00	0.00
(h) Others (Specify)	0	0	0	0.00	0	0	0	0.00	0.00
Sub-Total (B)(1)	**848464**	**0**	**848464**	**5.813**	**848264**	**0**	**848264**	**5.811**	**0.00**
2. **Non- Institutions**									
(a) Bodies Corp	354269	11100	365369	2.503	248780	11100	259880	1.78	-0.72
(b) individuals									
i. Individual shareholders holding nominal share capital up to Rs. 1 lakh	4234781	183143	4417924	30.27	4924253	194943	5119196	35.07	4.80
ii. Individual shareholders holding nominal share capital in excess of Rs 1 lakh	5364803	52000	5416803	37.11	4897912	40000	4937912	33.83	-3.28
Others (Specify)									
(c) NRI (Repatriation)	109301	0	109301	0.75	76388	0	76388	0.52	-0.23
(d) NRI (Non-Repatriation)	107203	0	107203	0.73	93267	0	93267	0.64	-0.10
(e) Clearing members	1622	0	1622	0.01	31779	0	31779	0.22	0.21
(f) NBFC	0	0	0	0.00	0	0	0	0.00	0.00
Sub-Total (B)(2)	**10171979**	**246243**	**10418222**	**71.37**	**10272379**	**246043**	**10518422**	**72.06**	**0.69**
Total Shareholding of Public (B) = (B)(1)+(B)(2)	11020443	246243	11266686	77.18	11120643	246043	11366686	77.87	0.69
C. Shares held by custodian for GDRs & ADRs	0	0	0	0.00	0	0	0	0.00	0.00
Grand Total (A+B+C)	**14149261**	**447796**	**14597057**	**100**	**14149461**	**447596**	**14597057**	**100**	**0.00**

(ii) Shareholding of Promoters:

S. No.	Shareholders' Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% of Change during the Year
		No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	N Srinivas	308373	2.11	1.71	308373	2.11	1.71	0.00
2	N Gayatri	202662	1.39	0.00	202662	1.39	0.00	0.00
3	Sankhya Management Services Limited	64300	0.44	0.00	64300	0.44	0.00	0.00
4	N Nalini	62671	0.43	0.00	62671	0.43	0.00	0.00
5	N Indira Ramani	1304591	8.94	0.00	1304591	8.94	0.00	0.00
6	N Parvathavardhani	763922	5.23	0.00	763922	5.23	0.00	0.00
7	Sridhar Krishna	356852	2.44	0.69	256852	1.76	0.69	-0.28
8	N Ramakrishna Rao	267000	1.83	0.00	267000	1.83	0.00	0.00
Total		**3330371**	**22.81**	**2.40**	**3230371**	**22.13**	**2.40**	**-0.28**

(iii) Change in Promoters' Shareholding (please specify, if there is no change):

S. No.	Name of the Promoter	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
	Sridhar Krishna	No of Shares	% of total shares of the company	No of Shares	% of total shares of the company
	At the Beginning of the Year	356852	2.44	356852	2.44
1	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc)	-100000	0.68	256852	1.76
	At the End of the Year	**256852**	**1.76**	**256852**	**1.76**

(iv) Shareholding Pattern of top 10 Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs): Not Applicable

S. No	For each of top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No of Shares	% of total shares of the company	No of Shares	% of total shares of the company
At the Beginning of the Year					
1	Partha Saradhi Pudhota	1900000	13.02	1900000	13.02
2	N Indira Ramani	1304591	8.94	1304591	8.94
3	N Parvatavardhani	763922	5.23	763922	5.23
4	Krsna Suraj Kalra	590000	4.04	590000	4.04
5	Manish Lakhi	517377	3.54	517377	3.54
6	IDBI Bank Ltd.	553268	3.79	553268	3.79
7	Passage to India Master Fund Limited	291496	2.00	291496	2.00
8	Ramkrishna Rao Nadupalli	267000	1.83	267000	1.83
9	Srinivas Nadupalli	308373	2.11	308373	2.11
10	Sridhar Nadupalli	356852	2.45	356852	2.45

S. No	For each of top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No of Shares	% of total shares of the company	No of Shares	% of total shares of the company
Date wise Increase / Decrease in Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus / sweat equity etc)					
1	Partha Saradhi Pudhota	0	0	1900000	13.02
2	N Indira Ramani	0	0	1304591	8.94
3	N Parvatavardhani	0	0	763922	5.23
4	Krsna Suraj Kalra	0	0	590000	4.04
5	Manish Lakhi	0	0	517377	3.54
6	IDBI Bank Ltd.	0	0	553268	3.79
7	Passage to India Master Fund Limited	0	0	291496	2.00
8	Ramkrishna Rao Nadupalli	0	0	267000	1.83
9	Srinivas Nadupalli	0	0	308373	2.11
10	Sridhar Nadupalli	-100000	(0.69)	256852	1.76
At the end of year (or on date of separation, if separated during year)					
1	Partha Saradhi Pudhota			1900000	13.02
2	N Indira Ramani			1304591	8.94
3	N Parvatavardhani			763922	5.23
4	Krsna Suraj Kalra			590000	4.04
5	Manish Lakhi			517377	3.54
6	IDBI Bank Ltd.			553268	3.79
7	Passage to India Master Fund Limited			291496	2.00
8	Ramkrishna Rao Nadupalli			267000	1.83
9	Srinivas Nadupalli			308373	2.11
10	Sridhar Nadupalli			256852	1.76

(v) Shareholding of Directors and Key Managerial Personnel:

S. No	For each of the Directors and KMP	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No of Shares	% of total shares of the company	No of Shares	% of total shares of the company
	At the beginning of the year				
1	Sridhar Krishna	356852	2.440	356852	2.440
2	Pudhota Partha Saradhi	1900000	13.016	1900000	13.016
	Increase / Decrease in Shareholding during the year				
1	Sridhar Krishna	-100000	0.68	256852	1.76
2	Pudhota Partha Saradhi	0	0	1900000	13.016
	At the end of the year				
1	Sridhar Krishna			256852	1.76
2	Pudhota Partha Saradhi			1900000	13.016

V. INDEBTEDNESS:

Indebtedness of the Company (including interest outstanding/accrued but not due for payment) (Rs. in Lakhs)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	2387.62	590.94	0.00	2978.56
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	**2387.62**	**590.94**	**0.00**	**2978.56**
Change in Indebtedness during the financial year				
Addition				
Reduction				
Net Change				
Indebtedness at the end of the financial year				
i) Principal Amount	2387.62	590.94	0.00	2978.56
ii) Interest due but not paid				
iii) Interest accrued but not due				
Total (i+ii+iii)	**2387.62**	**590.94**	**0.00**	**2978.56**

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A. Remuneration to Managing Director, Whole-time Directors and/or Manager: Amt in Rs.

S. No	Particulars of Remuneration	Name of Managing Director/Whole Time Director		Total Amount
		Mr. Sridhar Krishna		
1	Gross salary			
(a)	Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	**-**		**-**
(b)	Value of perquisites u/s 17(2) Income-tax Act, 1961	-		-
(c)	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-		-
2	Stock Option	-		-
3	Sweat Equity	-		-
4	Commission - as % of profit - others, specify	-		-
5	Others, please specify Leave Encashment	-		-
Total (A)		**-**		**-**
Ceiling as per the Act				

B. Remuneration to other Directors: Amount in Rs

S. No	Particulars of Remuneration	Name of Directors		Total Amount
		Ms. Putcha Sarada	Mr. Rammohan Reddy Yarragudi	
	Independent Directors			
1	Fee for attending board / committee meetings	84000.00	40000.00	124000.00
2	Commission	0.00	0.00	0.00
3	Others, please specify	0.00	0.00	0.00
	Total (1)	**84000.00**	**40000.00**	**124000.00**

S. No	Particulars of Remuneration	Name of Directors		Total Amount
		Ms. Putcha Sarada	Mr. Rammohan Reddy Yarragudi	
	Other Non-Executive Directors			
1	Fee for attending board / committee meetings	0.00	0.00	0.00
2	Commission	0.00	0.00	0.00
3	Others, please specify	0.00	0.00	0.00
	Total (2)	**0.00**	**0.00**	**0.00**
	Total (B) = (1) + (2)	**84000.00**	**40000.00**	**124000.00**
	Total Managerial Remuneration	**84000.00**	**40000.00**	**124000.00**
	Overall Ceiling as per the Act			

C. Remuneration to Key Managerial Personnel other than MD / Manager / WTD: Amount in Rs

S. No.	Particulars of Remuneration	Key Managerial Personnel		Total Amount
1	Gross salary	**CFO**	**Company Secretary**	
	a. Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	**0.00**	**90000.00**	**90000.00**
	b. Value of perquisites u/s 17(2) Income-tax Act, 1961	0.00	0.00	0.00
	c. Profits in lieu of salary under section 17(3) Income-tax Act, 1961	0.00	0.00	0.00
2	Stock Option	0.00	0.00	0.00
3	Sweat Equity	0.00	0.00	0.00
4	Commission - as % of profit - others, specify	0.00	0.00	0.00
5	Others, please specify Leave Encashment	0.00	0.00	0.00
Total		**0.00**	90000.00	**90000.00**

VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES (NOT APPLICABLE)

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A. COMPANY					
Penalty	None				
Punishment	None				
Compounding	None				
B. DIRECTORS					
Penalty					
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT:					
Penalty	None				
Punishment	None				
Compounding	None				

ANNEXURE -III

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The following Management's Discussion and Analysis ("MD&A") is intended to help the Sankhya's shareholders to understand the results of operations and financial condition of your company. MD&A is provided as a supplement to and should be read in conjunction with the financial statements and the accompanying Notes to Financial Statements.

Overview:

In the past year, status of the company remained the same in its legal situation and worsened in terms of the prospect due to COVID19. NCLT has not taken up to decide on admitting the case in Financial Year 2020-2021 but it admitted the case and passed the Order vide CP(IB)No. 235/7/HDB/2020 dated 28th July 2021. However, due to COVID19 the industry that the company used service was hit very badly.

We urge the shareholders to read the management discussion of the previous year as there is no significant update further to this that the management wishes to add.

Segment–wise consolidated performance: (Rs. In Lakhs)

- Defense : Nil
- Non-Defense : Nil

Outlook:

Highlights of FY21 vs. FY20

- Revenue from operations at Rs. Nil v/s Rs. 1.60 cr
- EBITDA before exceptional items of (0.25) cr v/s Rs. (61.29) cr
- PAT at Rs. (7.51) cr v/s Rs. (71.21) cr
- EPS of Rs. (5.14) v/s EPS of Rs. (48.78)

Internal control systems and their adequacy:

Your Company has a proper and adequate system of internal control in all spheres of its activities. Moreover, the Company's Internal Audit & Control team defines and reviews the scope, coordinates and conducts Risk Based Internal Audits. Statutory and Standard Auditing Practices employed include, among other compliances to adhere to accounting and auditing standards, consideration of Laws and Regulations in an audit of financial statements, Governance and Compliance to ensure compliances, risk assessment etc. and reporting them to the Audit Committee, etc. continuously upgrades these systems in line with the best available practices.

Key Financial Ratios

[Pursuant to Schedule V(B) to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015] Following are ratios for the current financial year and their comparison with preceding financial year.

Sl. No.	Ratio Description	March 31st 2021	March 31st 2020
1	Debtors Turnover Ratio (in days)	0	20
2	Inventory Turnover (in days)	NA	NA
3	Interest Coverage Ratio	4.51	(137.54)
4	Current Ratio	0.22	0.22
5	Debt Equity Ratio	1.60	1.30
6	Operating Profit Margin (%)	*	(43.93)
7	Net Profit Margin (%)	*	(44.46)
8	Return on Net Worth (%)	0	(1.77)

*Sales is Nil for this year and hence ratio cannot be computed

Cautionary Statement:

The Board of Directors has reviewed the Management Discussion and Analysis prepared by the Management, and the Independent Auditors have noted its contents. Statement in this report of the Company's objective, projections, estimates, exceptions, and predictions are forward looking statements subject to the applicable laws and regulations. The statements may be subjected to certain risks and uncertainties. Company's operations are affected by many external and internal factors which are beyond the control of the management. Thus, the actual situation may differ from those expressed or implied. The Company assumes no responsibility in respect of forward looking statements that may be amended or modified in future on the basis of subsequent developments, information or events.

ANNEXURE IV

CERTIFICATION BY RESOLUTION PROFESSIONAL OF THE COMPANY

(Pursuant to Regulation 17(8) of SEBI (LODR) Regulations, 2015 read with PART B of Schedule II)

To
The Board of Directors
Sankhya Infotech Limited

Dear Sir(s),

I, the undersigned, in my respective capacity as Resolution Professional of SANKHYA INFOTECH LIMITED ("the Company"), to the best of my knowledge and belief certify that:

A. I have reviewed financial statements and the cash flow statement of the Company for the financial year ended 31st March, 2021 and to the best of my knowledge and belief that:

   (1) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

   (2) these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

B. There are, to the best of my knowledge and belief, no transactions entered into by the listed entity during the year which are fraudulent, illegal or in violation of the Company's code of conduct.

C. I accept responsibility for establishing and maintaining internal controls for financial reporting and that I have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and I have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which I am aware and the steps we have taken or propose to take to rectify these deficiencies.

D. I have indicated to the Auditors and the Audit Committee:

   (1) significant changes in internal control over financial reporting during the year;

   (2) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and

   (3) instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the listed entity's internal control system over financial reporting.

For **SANKHYA INFOTECH LIMITED**

Sd/-
Jagadees Kumar Morri
Resolution Professional
IP Registration No.IBBI/IPA-001/
IP-P00398/2017-18/10716

Place: Hyderabad
Date: 03.11.2021

Annexure V

AUDITORS CERTIFICATE ON COMPLIANCE OF CORPORATE GOVERNANCE

(Pursuant to Regulation 34(3) read with Part E of Schedule V of SEBI (LODR), 2015)

To,
The Members of
Sankhya Infotech Limited

We have examined the compliance of conditions of Corporate Governance by Sankhya Infotech Limited ('the Company'), for the year ended 31st March 2021, as stipulated in Regulation 34(3) read with Part E of Schedule V of SEBI (LODR) Regulations, 2015 of the Company with the stock exchange.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned SEBI Regulations.

We state that in respect of investor grievances received during the year ended 31st March, 2021, no investor grievances are pending against the Company, as per the records maintained by the Company and presented to the Stakeholders' Relationship Committee.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **M/s Ravi Rajan & Co,**
Chartered Accountants
Firm's Registration No.: 009073N/N9500320

Sd/-
(Jayanth A)
Partner
Membership No.: 231549

Date : 03.11.2021
Place: Hyderabad

Annexure VI

Disclosures required with respect to Section 197(12) of the Companies Act, 2013

[Pursuant to Section 197(12), read with Rule 5 of Companies (Appointment and Remuneration of Managerial Personnel), Rules, 2014]

a) Managerial Remuneration:

(i) The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year, 2021.

Sl. No.	Name of the Director	Ratio of the remuneration to the median remuneration of the employees
1	Mr. Sridhar Krishna	Nil

(ii) The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year; NA

(iii) The percentage decrease in the median remuneration of employees in the financial year 2020-21: NA

(iv) The number of permanent employees on the rolls of company as on March 31, 2021: NIL

(v) There is no average percentile increase in the salaries of the employees and there has been no change in the Managerial Remuneration compared to last year.

(vi) Affirmation that the remuneration is as per the remuneration policy of the company – Yes.

b) There are no Employees drawing remuneration more than Rs. 1,02,00,000 per annum if employed throughout the financial year and Rs. 8,50,000 per month, if employed for the part of the financial year during the year.

ANNEXURE VII

SECRETARIAL AUDIT REPORT

To,
Members
Sankhya Infotech Limited
H.No 1-112/63, 2nd Floor,
W.S. Colony, Near Kims Hospital,
Kondapur, Hyderabad,
Telangana-500049.

My report of even date is to be read along with this letter

1. Maintenance of Secretarial records is the responsibility of the management of **Sankhya Infotech Limited** ("the Company"). My responsibility is to express an opinion on these secretarial records based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and books of accounts of the company.
4. Wherever required, I have obtained the Management Representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance with the provisions of corporate and other applicable laws, rules, regulations, standards is responsibility of Management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit Report is neither an assurance as to the further viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Pooja Jeetendra Ojha
Company Secretary in Practice
Place: Nagpur ACS: 41693
Date : 03.11.2021 CP No: 22300

Form No. MR-3

SECRETARIAL AUDIT REPORT

For the financial year ended 31st March, 2021

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
Members
Sankhya Infotech Limited
H.No 1-112/63, 2nd Floor,
W.S. Colony, Near Kims Hospital,
Kondapur, Hyderabad,
Telangana-500049.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Sankhya Infotech Limited (CIN: L72200TG1997PLC045396)** (hereinafter called the **"Company")**. Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2021 **("Audit Period"**) complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2021 according to the provisions of:

(i) The Companies Act, 2013 ("the Act") and the rules made thereunder.

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder.

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings. (Not Applicable as the company did not issue or deal with foreign exchange)

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):

a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 and 2018;

(Not applicable as the Company has not issued any capital during the year under review)

d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The

Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014:

(Not applicable as the Company has not issued any Employee Stock Option Scheme and Employee Stock Purchase Scheme during the year under review)

e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

(Not applicable as the Company has not issued any debt securities during the year under review)

f) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;

(Not applicable as the Company has not delisted/proposed to delist its equity shares from any stock exchange during the Audit Period)

g) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

(Not applicable as the Company has not brought back/proposed to buy-back any of its securities during the Audit Period.)

h) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015:

(vi) The industry specific acts and other applicable laws as provided by the management of the Company.

I have also examined compliance with the applicable clauses of the following:

i. Secretarial Standards issued by The Institute of Company Secretaries of India with respect to board and general meetings.

I have relied on representation made by the Company and its Officer for due adherence of the applicable Secretarial Standards. Observations on the same are mentioned here below.

ii. The Listing Agreements entered into by the Company with BSE Limited;

I have relied on the representation made by the Company and its officer for systems and mechanism framed by the Company for compliance under the applicable Acts, Laws and Regulation to the Company.

During the period under review the Company has complied with the provisions of the Act, Rules, Guidelines, Standards etc. mentioned above except as mentioned herein below:

a. As mandated under Regulation 17(4), SEBI LODR Regulations, 2015 for Senior Management, the Company did not have a Chief Financial officer for the period starting from 01/04/2020 till 14/09/2020.

However, the Company has then appointed Mr. Sridhar Krishna as Chief Financial Officer on 15/09/2020.

b. As manded under Regulation 6(1) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR Regulations) 2015, a listed entity shall appoint a qualified company secretary as the compliance officer, the Company was not having a Qualified Company Secretary as Compliance Officer for the period starting from 01/04/2020 till 04/10/2020.

However, the Company has then appointed a Qualified Company Secretary on 05/10/2020.

c. The company also failed to comply with Regulation 23(9) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for September 2020 for disclosure of Related Party Transactions and file with Bombay Stock Exchange (BSE) on time for which the company was imposed fine of Rs. 3 Lakhs.

The Company made application to BSE for waiving the fine and also rectified the defect by filing the disclosure with BSE.

d. As mandated under Secretarial Standards and various provisions of the Companies Act, 2013, the Company has failed to provide sufficient information as regards to circulation of minutes of the various Board Meetings/ Committee meetings held during the year under review.

Reply by management: The company didn't have a full time Company Secretary for the continuous period under review and neither there were any employee (except the office of Company Secretary for limited period), owing to which, the company was tardy in maintaining and at some instances in retrieving the circulation of minutes sent to the Directors whereas the company has adhered to the other compliances in reporting the same duly to BSE/ROC/making newspaper advertisements where ever mandated and as may be applicable.

Although, no Directors has raised any objection for the same and were continuously attending the meetings and has taken or record the minutes circulated, except for the director Mr. Partha Saradhi Pudhota, who continuously abstained himself from attending the meetings for the FY 2020-21.

I further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. However, the Non-Executive Director has not attended any of the board meetings held during the period under review. There were no changes in the composition of the Board of Directors during the period under review.

All decisions at Board Meetings and Committee Meetings are carried out as per the prescribed provisions and are duly recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance

with applicable laws, rules, regulations and guidelines, except to the contents stated above.

I further report that IDBI had initiated proceedings under section 7 of the Insolvency and Bankruptcy Code, 2016, (the Code) with the Hon'ble National Company Law Tribunal (NCLT) which may have a major bearing on the Company's state of affairs in pursuance of the above referred laws, regulations, guidelines, standards, etc, referred as above upon admission of such application.

Further an application by Mr. Pudhota Mahendra Kumar Choudhary was also filed under section 7 of the Code with the Hon'ble National Company Law Tribunal (NCLT), wherein the Hon'ble NCLT has allowed the application by Mr. Pudhota Mahendra Kumar Choudhary and initiated Corporate Insolvency Resolution Process (CIRP) against the company being the Corporate Debtor vide Order dated 28/07/2021. As such, the powers of the Board of Directors stands suspended and are being exercised by the Interim Resolution Professional/ Resolution Professional appointed by the Hon'ble NCLT pursuant to the order by Hon'ble NCLT dated 28/07/2021 as on the date of this report.

Further, for this report, I relied on the information and data as provided by the Company via email and as per the explanations provided by the Company, if any, via virtual mode.

UDIN: A041693C001364256 **Pooja Jeetendra Ojha**
Company Secretary in Practice
Place: Nagpur ACS: 41693
Date : 03.11.2021 CP No: 22300

Notice to all Shareholders Holding Shares in Physical Form

Re: **Restriction on transfer of shares in physical form**

In terms of regulation 40 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, amended, which with effect from 5th December, 2018 requests for effecting transfer of shares of listed companies shall not be processed unless the shares are held in dematerialized form.

In the view of above, shareholders are advised that to facilitate transfer of shares of the company, the same require to be dematerialized. The key steps involved in dematerialized shares are:

1. Open a demat account with a Deposit Participant (DP)
2. Submit physical share certificates(s) to the DP along with a Demat Request Form (DRF)
3. DP would inform the Depository (NSDL or CDSL) regarding the demat request
4. The DP would thereafter submit the share certificates(s) along with DRF to the Registrar of the company
5. The Registrar would validate the documents and convey Acceptance/Rejection of the demat request to the concerned Depository
6. Upon successful dematerialized of the share(s), the Registrar would update the Registrar of Members.
7. The concerned Depository would also update its record and inform the DP
8. The DP would then credit the share(s) into the demat account of the investor.

For any assistance in the matter, you may please communicate with Company's Registrar at:

Mr. Mohd Mohsin Uddin, Senior Manager
Karvy Fintech Private Limited,
Karvy Selenium, Tower-B, Plot No. 31 & 32, Gachibowli, Financial District,
Nanakramguda, Serilingampally,
Hyderabad - 500 032, Telangana
Tel: 18003454001

INDEPENDENT AUDITOR'S REPORT

To the Members of
Sankhya Infotech Limited

Report on the Audit of the Ind AS Financial Statements

Opinion

We have audited the accompanying Ind AS Financial Statements of Sankhya Infotech Limited (hereinafter referred as "the Company"), which comprises the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss, including the Statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of changes in Equity for the year then ended, and notes to the Ind AS 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 Ind AS Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, its profit/loss including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the Ind AS Financial Statements in accordance with the Standards on Auditing (SAs), specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Ind AS 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 Ind AS Financial Statements under the provisions of the Companies Act 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 audit opinion on the Ind AS Financial Statements.

Material Uncertainty Related to Going Concern

The company continues to incur losses and has no contracts/orders to execute. We draw attention to the Ind AS Financial Statements for FY 2020-21, which indicates that the Company incurred a Net Loss of Rs.750.63 lakhs during the year ended March 31, 2021. The Overdraft of Rs. 23.88 crores from the Bank continues to be Non-Performing Asset.

Further, the events or conditions as set out in Note No. 14 and the fact that the Company had NIL Revenue from Operations for the FY 2020-21 and has no order to execute, indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as a going concern.

Emphasis of Matter

IDBI bank had filed an application with NCLT for Corporate Insolvency Resolution Process against the company under Section 7 of Insolvency and Bankruptcy code 2016. As per the information and explanation given to us, as on date of the report, the application has not been admitted by NCLT against the company.

Our conclusion on the Statement is not modified in respect of the above matters.

Information Other than the Ind AS Financial Statements and Auditor's Report thereon

The Company's Board of Directors is responsible for the Other Information. The Other Information comprises the information included in the Directors' Report, but does not include the Ind AS Financial Statements and our auditor's report thereon.

Our opinion on the Ind AS Financial Statements does not cover the Other Information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Ind AS Financial Statements, our responsibility is to read the Other Information and, in doing so, consider whether such Other Information is materially inconsistent with the Ind AS Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is any material misstatement in this Other information, we are required to report that fact. We have not come across any such findings and hence there is nothing to report in this regard.

Responsibility of Management for the Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS Financial Statements that give a true and fair view of the financial position, financial performance including Other Comprehensive Income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act read with the companies (Indian Accounting Standards) Rules,2015, as amended. 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 accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 Ind AS Financial Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS 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 Responsibilities for the Audit of the Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the Ind AS 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 Ind AS Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

a. Identify and assess the risk of material misstatement of the Ind AS Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risk, 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.

b. 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 control system in place and the operating effectiveness of such controls.

c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

d. 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 Ind AS 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.

e. Evaluate the overall presentation, structure and content of the Ind AS Financial Statements, including the disclosures, and whether the Ind AS Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in

(i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **"Annexure A",** a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As required by Section 143(3) of the Act, based on our audit 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 it appears from our examination of those books;

   c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;

   d) In our opinion, the aforesaid Ind AS Financial Statements comply with the Accounting Standards specified under section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;

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

   f) With respect to the adequacy of the Internal Financial Controls over Financial Reporting of the Company with reference to these Ind AS Financial Statements and the operating effectiveness of such controls, refer to our separate Report in **"Annexure B"** to this report.

   g) Based on the information and examination of records of the Company, no managerial remuneration was paid for the year ended March 31, 2021 and thus the provisions of section 197 read with Schedule V to the Act are in compliance;

   h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

      i. The Company has not disclosed the impact of pending litigations on its financial position in its Ind AS Financial Statements. Refer point (viii) of Annexure A of the Report.

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

      iii. There has been no delay in transferring amounts, if any, required to be transferred, to the Investor Education and Protection Fund by the Company, if any.

For **Ravi Rajan & Co. LLP**
Chartered Accountants
(Firm's Registration No. 009073N/N500320)

Jayanth. A
Partner
(Membership No. 231549)

Place : Bangalore
Date : 30th June, 2021

Annexure "A" referred to in paragraph 1 under the heading "Report on Other Legal and Regulatory Requirements" of our report on even date on the Ind AS Financial Statements to the Members of Sankhya Infotech Limited

(i) **(a)** The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.

(b) According to the explanations given to us, all the fixed assets have been physically verified by the management at reasonable intervals having regard to the size of the Company and the nature of its assets and no material discrepancy was noticed on such verification as compared to book records.

(c) According to information and explanations given to us and based on the audit procedures conducted by us, the company does not have any immovable properties. Hence clause 'c' of the order is not applicable.

(ii) The Company's business does not involve inventories and, accordingly, the requirements under paragraph 4(ii) of the Order are not applicable to the Company and hence not been commented upon.

(iii) According to the information and explanations given to us, the Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of paragraph 3 (iii) (a) to (c) of the Order are 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 provisions of Sections 185 and 186 of the Act in respect of grant of loans, making investments and providing guarantees and securities, as applicable.

(v) The Company has not accepted deposits within the meaning of Section 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). During the year and does not have any unclaimed deposits as at March 31, 2021 and therefore, reporting under clause (v) of CARO 2016 is not applicable to the Company.

(vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/services of the Company.

(vii) According to the information and explanations given to us, 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, amount deducted/accrued in the books of Account in respect of undisputed statutory dues including provident fund, ESI, income tax, and other material statutory dues have not been regularly deposited during the year by the Company with the appropriate authorities. According to the information and explanations given to us, undisputed amount payable in respect of Provident Fund, Tax deducted at source (TDS) and other material statutory dues were in arrears as at 31st March, 2021 for a period of more than six months from the date they become payable.

Nature of Dues	Amount (Rs.)
Provident Fund	46,86,648
Employee State Insurance	5,14,077
TDS payable (Other than Salary)	43,85,632
TDS payable on Salary	44,91,736

(b) Details of dues of Income Tax and Goods and Services Tax which have not been deposited as at March 31, 2021 on account of dispute are given below:

Nature of the statute	Nature of Dues	Forum Where the dispute is pending	Period to which the amount relates	Amount Rs.
Income Tax	Income Tax	Principal Commissioner of Income Tax - 3, Hyderabad (appeals)	Assessment Year 2018-19	Rs. 3,20,89,040
Income Tax	Income Tax	Principal Commissioner of Income Tax - 3, Hyderabad (appeals)	Assessment Year 2017-18	Rs. 2,67,54,340
Income Tax	Income Tax	Principal Commissioner of Income Tax - 3, Hyderabad (appeals)	Assessment Year 2016-17	Rs. 9,76,67,850
Income Tax	Income Tax	CIT(A), Hyderabad – 3 (appeals)	Assessment Year 2015-16	Rs. 1,23,53,110
GST	Goods & Service Tax	Commissioner of Central Excise (appeals)	1 Jan, 2013 to 30-09-2016	Rs. 32,53,155

(viii) On the basis of the information received from the management, the Company has defaulted in repayment of Cash Credit since August 2014 and the total outstanding amount as per the books of accounts is Rs. 25.89 Crore.

(ix) According to information and explanation given by the management, the Company has not raised any money by way of initial public offer/further public offer/debt instruments and term loans, hence reporting under clause (ix) is not applicable to the Company,

(x) To the best of our knowledge and according to the information and explanations given to us, we report that no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year

(xi) In our opinion and according to the information and explanations given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.

(xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.

(xiii) Based on our audit procedures performed for the purpose of reporting the true and fair view of the Ind AS Financial Statements and according to the information and explanations given bythe management, transactions with the related parties, if any, are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notesto the Ind AS Financial Statements, as required by the applicable accounting standards.

(xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review and hence, reporting requirements under clause 3(xiv) are not applicable to the Company and, not commented upon.

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

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

For **Ravi Rajan & Co. LLP**
Chartered Accountants
(Firm's Registration No. 009073N/N500320)

Jayanth. A
Partner
(Membership No. 231549)

Place : Bangalore
Date : 30th June, 2021

Annexure "B" referred in paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements" of our report on even date on the Ind AS Financial Statements to the Members of Sankhya Infotech Limited

Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub- section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the Internal Financial Controls over Financial Reporting of Sankhya Infotech Limited ("the Company") as of March 31, 2021 in conjunction with our audit of the Ind AS Financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company is responsible for establishing and maintaining Internal Financial Controls based on the Internal Control over Financial Reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate Internal Financial Controls that were operating effectively for ensuring the orderly and efficient conduct of its business, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's Internal Financial Controls over Financial Reporting with reference to these Ind AS Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of Internal Financial Controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate Internal Financial Controls over Financial Reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the Internal Financial Controls over Financial Reporting and their operating effectiveness. Our audit of Internal Financial Controls over Financial Reporting included obtaining an understanding of Internal Financial Controls over Financial Reporting with reference to these Ind AS Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the Company's Internal Financial Controls system over Financial Reporting with reference to these Ind AS Financial Statements.

Meaning of Internal Financial Controls Over Financial Reporting with Reference to these Ind AS Financial Statements

A Company's Internal Financial Controls over Financial Reporting with reference to these Ind AS Financial Statements is a process designed to provide reasonable assurance regarding the reliability of Financial Reporting and the preparation of Ind AS Financial Statements for external purposes in accordance with generally accepted accounting principles. A Company's Internal Financial Controls over Financial Reporting with reference to these Ind AS Financial Statements includes those policies and procedures that (1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the Ind AS Financial Statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting with Reference to these Ind AS Financial Statements

Because of the inherent limitations of Internal Financial Controls over Financial Reporting with reference to these Ind AS Financial Statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the Internal Financial Controls over Financial Reporting with reference to these Ind AS Financial Statements to future periods are subject to the risk that

the Internal Financial Controls over Financial Reporting with reference to these Ind AS Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, adequate Internal Financial Controls System over financial reporting with reference to these Ind AS Financial Statements and such Internal Financial Controls over Financial Reporting with reference to these Ind AS Financial Statements were operating effectively as at March 31, 2021, based on the Internal Control over Financial Reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **Ravi Rajan & Co. LLP**
Chartered Accountants
(Firm's Registration No. 009073N/N500320)

Jayanth. A
Partner
(Membership No. 231549)

Place : Bangalore
Date : 30th June, 2021

SANKHYA INFOTECH LIMITED

Plot No 1-112/63, WS Colony, Near Kims Hospital, Kondapur, Hyderabad - 500049

IND AS Balance Sheet as at 31st March, 2021

Particulars	Note No.	As at March 31st, 2021 Rs in Lakhs	As at March 31st, 2020 Rs in Lakhs
I. ASSETS			
(1) Non-Current Assets			
(a) Property, Plant and Equipment	3	**32.34**	50.21
(b) Capital work-in-progress	3	**671.05**	671.05
(c) Other Intangible assets	3	**6,750.15**	7,500.14
(d) Financial Assets			
(ii) Trade receivables	-	**-**	-
(i) Loans and advances	4	**3.42**	3.42
		7,456.95	8,224.82
(2) Current assets			
(a) Inventory	-		
(a) Financial Assets			
(i) Trade receivables	5	**6.81**	6.81
(ii) Cash and cash equivalents	6	**1.36**	1.39
(b) Other current assets	7	**1,024.72**	1,037.02
		1,032.89	1,045.22
TOTAL		**8,489.84**	9,270.04
II. EQUITY AND LIABILITIES			
(1) EQUITY			
(a) Equity Share Capital	8	**1,459.71**	1,459.71
(b) Other Equity	9	**1,815.89**	2,566.52
Total Equity		**3,275.60**	4,026.23
(2) LIABILITIES			
Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings	10	**-**	-
(ii) Trade payables	-	**-**	-
(iii) Other financial liabilities	-	**-**	-
(b) Provisions	11	**21.00**	21.00
(c) Deferred tax liabilities (Net)	12	**434.89**	482.97
(d) Other non-current liabilities	13	**-**	-
		455.89	503.97
Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	14	**3,006.19**	3,006.19
(ii) Trade payables	15	**591.61**	582.76
(iii) Other financial liabilities (other than those specified in item (c)	16	**245.93**	238.73
(b) Provisions	17	**287.39**	287.17
(c) Other current liabilities	18	**627.23**	625.00
		4,758.35	4,739.85
Total Liablities		**5,214.24**	5,243.82
TOTAL		**8,489.84**	9,270.04
Company Information	1		
Summary of Significant Accounting Policies	2		
Additional Notes Forming Part of Financial Statements	25		

Notes referred to above form an integral part of the statement of the Balance Sheet and should be read in conjunction therewith.

As per our report of even date

For **M/s. Ravi Rajan & Co,**
Chartered Accountants
Firm Registration No: 009073N/N500320

For and on behalf of Board

Jayanth. A
Partner
M.No. 231549

Place : Hyderabad
Date : 30.06.2021

Sridhar Krishna
Chairman & Managing Director
DIN No. 00089548

Putcha Sarada
Director
DIN: 08534921

Place : Hyderabad
Date : 30.06.2021

SANKHYA INFOTECH LIMITED

Plot No 1-112/63, WS Colony, Near Kims Hospital, Kondapur, Hyderabad - 500049

IND AS Profit and Loss statement for the year ended 31st March, 2021

(Rs.In Lakhs)

Particulars	Note No	**For the year ending March 31st, 2021**	For the year ending March 31st, 2020
I. Revenue From Operations	19	**-**	159.97
II. Other Income	20	**-**	28.42
III. Total Income (I +II)		**-**	188.39
IV. Expenses:			
(a) Employee Benefit Expenses	21	**0.01**	3,255.49
(b) Operating Expenses	22	**5.71**	319.83
(c) Finance Costs	23	**5.60**	51.09
(d) Depreciation and Amortization Expense	3	**767.87**	910.38
(e) Other Expenses	24	**19.53**	2,742.05
V. Total Expenses		**798.72**	7,278.84
VI. Profit Before Exceptional Items and Tax (III -V)		**(798.72)**	(7,090.45)
VII. Exceptional Items		**-**	-
VIII. Profit before tax (VI-VII)		**(798.72)**	(7,090.45)
IX. Tax expense:			
(1) Minimum Alternate Tax		**-**	-
Less Mat Tax Credit Entitlement		**-**	-
(2) Deferred tax		**(48.09)**	30.58
X. Profit/(Loss) for the period (VIII-IX)		**(750.63)**	(7,121.03)
XI. Other Comprehensive Income			
A. (i) Items that will not be reclassified to Profit & Loss Account			
- Remeasurement of defined benefit plans		**-**	12.62
- Less: Tax on remeasurement of defined benefit plans		**-**	(3.28)
B. (i) Items that will be reclassified to Profit & Loss Account			
Tax related to items that will be reclassified to Profit & Loss Account		**-**	-
XII. Total Comprehensive Income for the period (X+ XI)		**(750.63)**	(7,111.69)
XIII. Earning per equity share:			
Basic and Diluted Earnings per Share (Rs.)		**(5.14)**	(48.78)

Notes referred to above form an integral part of the statement of the Profit and Loss Account and should be read in conjunction therewith.

As per our report of even date

For **M/s. Ravi Rajan & Co,**
Chartered Accountants
Firm Registration No: 009073N/N500320

For and on behalf of Board

Jayanth. A
Partner
M.No. 231549

Place : Hyderabad
Date : 30.06.2021

Sridhar Krishna
Chairman & Managing Director
DIN No. 00089548

Putcha Sarada
Director
DIN: 08534921

Place : Hyderabad
Date : 30.06.2021

SANKHYA INFOTECH LIMITED

Plot No 1-112/63, WS Colony, Near Kims Hospital, Kondapur, Hyderabad - 500049

Cash Flow Statement as at 31st March, 2021

(Rs.In Lakhs)

	Particulars		As at March 31st, 2021	As at March 31st, 2020
A.	**CASH FROM OPERATING ACTIVITIES**			
	Net Profit/(Loss) Before Tax		**(798.72)**	(7,090.45)
	Adjustment for:			
	Depreciation & Amortization Expense		**767.87**	910.38
	Interest Expenses		**5.60**	51.09
	Interest Income		**-**	-
	Employee Benefits Exp. (Acturial Gain/Loss on Gratuity)		**-**	(12.62)
	Change in operating assets and liabilities		**(25.25)**	(6,141.60)
	Adjustment for:			
	Decrease/(Increase) in Trade Receivables		**-**	5,822.26
	Increase/(Decrease) in Short term Borrowings		**-**	118.57
	Increase/(Decrease) in Trade Payables		**8.85**	(40.74)
	Increase/(Decrease) in Other Current Liabilities		**2.23**	6.34
	Increase/decrease in short term provisions		**0.23**	(23.76)
	Increase/(Decrease) in Other Current Assets		**12.30**	35.94
	Increase/(Decrease) in Other Current Financial Liability		**7.20**	20.93
	Increase/(Decrease) in Deferred Tax		**-**	24.60
	Cash Generated from operations		**5.56**	(177.46)
	Net of taxes		**-**	2.55
	Net Cash from /(Used) in Operating Activities	**A**	**5.56**	(180.01)
B.	**CASH FLOW FROM INVESTING ACTIVITIES**			
	Consideration on Sale of Fixed Assets		**-**	0.21
	Decrease/(Increase) in Long Term Loans & Advances		**-**	15.35
	Interest Received		**-**	-
	Net Cash from/(Used) in Investing Activities	**B**	**-**	15.56
C.	**CASH FLOW FROM FINANCING ACTIVITIES**			
	Increase/(Decrease) in Long term borrowings		**-**	(172.42)
	Increase/(Decrease) in Other Long term Liabilities		**-**	(27.63)
	Interest Paid		**(5.60)**	(51.09)
	Issue of Equity Share Capital and diff of OCI		**-**	194.91
	Security Premium on issue of Equity share Capital		**-**	567.27
	Share Warrant application		**-**	(425.55)
	Net Cash from/(Used) in Financing Activities	**C**	**(5.60)**	85.49
	Net increase in Cash and Cash Equivalents	**(A+B+C)**	**(0.04)**	(78.96)
	Opening Cash and Cash Equivalents		**(2,386.23)**	(2,307.27)
	Closing Cash and Cash Equivalents		**(2,386.26)**	(2,386.23)

Note: As per IND AS 7 - Cash flow statement, the CC limits (demand liability) is considered as essential cash management and hence the same is classified as Cash & Cash equivalents.

As per our report of even date

For **M/s. Ravi Rajan & Co,**
Chartered Accountants
Firm Registration No: 009073N/N500320

For and on behalf of Board

Jayanth. A
Partner
M.No. 231549

Place : Hyderabad
Date : 30.06.2021

Sridhar Krishna
Chairman & Managing Director
DIN No. 00089548

Putcha Sarada
Director
DIN: 08534921

Place : Hyderabad
Date : 30.06.2021

SANKHYA INFOTECH LIMITED

Statement of Change in Equity as on 31st March, 2021

(Rs.In Lakhs)

Particulars	Equity	Other Equity						Total Equity
	Equity Share Capital	Capital reserve	Securities Premium Reserve	Share Warrants Money	General Reserves	Retained Earnings	Other Comprehensive Income	
Balance as on 31/03/2020 (As Per IND AS)	**1,459.71**	**133.10**	**2,964.48**	**-**	**37.40**	**(549.46)**	**(19.00)**	**4,026.23**
Additions in Share Capital	-	-	-		-			-
Profit for the year						(750.63)		(750.63)
Acturial Gain/(Loss) net of tax							-	-
Additions in Share warants Money				-		-		-
Balance as on 31/03/2021 (As per IND AS)	**1,459.71**	**133.10**	**2,964.48**	**-**	**37.40**	**(1,300.09)**	**(19.00)**	**3,275.59**

As per our report of even date

For **M/s. Ravi Rajan & Co,**
Chartered Accountants
Firm Registration No: 009073N/N500320

Jayanth. A
Partner
M.No. 231549

Place : Hyderabad
Date : 30.06.2021

For and on behalf of Board

Sridhar Krishna
Chairman & Managing Director
DIN No. 00089548

Putcha Sarada
Director
DIN: 08534921

Place: Hyderabad
Date : 30.06.2021

Note No 1 – Company Information

Sankhya is a leading software products and services company serving the rapidly growing niche markets of Training, Education, Modeling and Simulation. The company has developed several Software products targeted in the area of Education, Training and Learning and owns 100% of the "Intellectual Property" in them. The company's services include software services around the products, development of Simulation software for specific customer needs, courseware, besides providing consulting support to customers and is a well-established name in the field of Education, Training & Simulation.

Sankhya's vision is to ensure the success of global organizations by providing them with intelligent learning platforms and content to enable them to continuously re-skill and enhance the effectiveness of their employees, adapting to the changing world.

Our mission is to enhance the organizational effectiveness of mission critical enterprises by providing continuous experiential training and enriching the competency of people in core functions!!

Note No 2 – Significant Accounting Policies

1. Basis of preparation of financial statements

The Company has adopted accounting policies that comply with Indian Accounting standards (IND AS or Ind AS) notified by Ministry of Corporate Affairs vide notification dated 16 February 2015 under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, the provisions of the Act (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI).

a) Fair value measurement

The Company measures financial instruments, such as, derivatives at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an agreed transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

In the principal market for the asset or liability, or

In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1— Quoted (unadjusted) market prices in active markets for identical assets or liabilities;

Level 2— Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable;

Level 3— Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

b) Financial Instrument

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial asset is any assets that is Cash;

An equity instrument of another entity;

A contractual right:

(i) To receive cash or another financial asset from another entity; or

(ii) To exchange financial assets or financial liabilities with another entity under conditions that are potentially favorable to the entity; or

A contract that will or may be settled in the entity's own equity instruments and is:

(i) A non-derivative for which the entity is or may be obliged to receive a variable number of the entity's own equity instruments; or

(ii) A derivative that will or may be settled other than by the exchange of a fixed amount of cash or another financial asset for a fixed number of the entity's own equity instruments.

Financial assets include current and non-current investments, loan to employees and body corporate, security deposits, trade receivables and other eligible current and non-current assets

Financial Liability is any liabilities that is

A contractual obligation :

(i) To deliver cash or another financial asset to another entity; or

(ii) To exchange financial assets or financial liabilities with another entity under conditions that are potentially unfavorable to the entity; or

A contract that will or may be settled in the entity's own equity instruments and is:

(i) A non-derivative for which the entity is or may be obliged to deliver a variable number of the entity's own equity instruments; or

(ii) A derivative that will or may be settled other than by the exchange of a fixed amount of cash or another financial asset for a fixed number of the entity's own equity instruments. For this purpose, rights, options or warrants to acquire a fixed number of the entity's own equity instruments for a fixed amount of any currency are equity instruments if the entity offers the rights, options or warrants pro-rata to all of its existing owners of the same class of its own non-derivative equity instruments.

Financial liabilities include Loans, trade payable and eligible current and non-current liabilities.

Transitional provisions in opening balance sheet as per Ind AS 101

The Company designates a previously recognized financial asset/financial liability as a financial asset/ financial liability measured at fair value through profit or loss on the basis of the facts and circumstances that exist at the date of transition to Ind ASs.

The Company has assessed whether a financial asset meets the conditions w.r.t. classification criteria on the basis of the facts and circumstances that exist at the date of transition to Ind ASs, practically feasible.

Classification

The Company classifies financial assets as subsequently measured at amortized cost, fair value through other comprehensive income or fair value through profit or loss on the basis of both:

(i) The entity's business model for managing the financial assets and

(ii) The contractual cash flow characteristics of the financial asset.

A financial asset is measured at amortized cost if both of the following conditions are met:

(i) The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and

(ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A financial asset is measured at fair value through other comprehensive income if both of the following conditions are met:

(i) The financial asset is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and

(ii) The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

A financial asset is measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through other comprehensive income.

All financial liabilities are subsequently measured at amortized cost using the effective interest method or fair value through profit or loss.

Recognition

Financial assets and financial liabilities are recognized when and only when the Company becomes party to the contractual provisions of the instrument.

Initial Measurement

Financial assets and financial liabilities are initially measured at fair value plus or minus transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss). Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

Subsequent measurement of financial assets

Financial assets are subsequently measured at amortized cost, fair value through other comprehensive income (FVOCI) or fair value through profit or loss (FVTPL) as the case may be.

Financial liabilities are subsequently measured at amortized cost or fair value through profit or loss.

Effective interest method

The effective interest method is a method of calculating the amortized cost of a debt instrument and allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognized on an effective interest basis for debt instruments other than those financial assets which are classified as at FVTPL. Interest income is recognized in profit or loss and is included in the "Other income" line item.

c) Employee benefits :

Both under Indian GAAP and Ind-AS, the company recognised costs related to its post-employment defined benefit plan on an actuarial basis. Under Indian GAAP, the entire cost, including actuarial gains and losses, are charged to the statement of profit or loss. However,

Under Ind-AS, remeasurements [comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets excluding amounts included in net interest on the net defined benefit liability] are recognised in Other Comprehensive Income.

d) Trade receivables :

As per Ind AS 109, the Company is required to apply expected credit loss model for recognising the allowance for doubtful debts. Impairment is made on the expected credit losses, which are the present value of the cash shortfalls over the expected life of financial assets. The impairment methodology applied depends on whether there has been a significant increase in credit risk. The estimated impairment losses are recognised in a separate provision for impairment and the impairment losses are recognised in the Statement of Profit and Loss within other expenses.

e) Deferred taxes

The above changes increased (decreased) the deferred tax asset as follows based on a tax rate of 26 per cent:

Indian GAAP requires deferred tax accounting using the income statement approach, which focuses on differences between taxable profits and accounting profits for the period. Ind-AS 12 "Income Taxes" requires entities to account for deferred taxes using the balance sheet approach, which focuses on temporary differences between the carrying amount of an asset or liability in the balance sheet and its tax base. The application of Ind-AS 12 approach has resulted in recognition of deferred tax on new temporary differences which was not required under Indian GAAP.

f) Retained earnings:

Retained earnings as at 1st April, 2016 has been adjusted consequent to the above Ind AS transition adjustments.

g) Other comprehensive income:

Other comprehensive income Under Indian GAAP, the Company has not presented other comprehensive income (OCI) separately. Items that have been reclassified from statement of profit and loss to other comprehensive income includes remeasurement of defined benefit plans (net of tax). Hence, Indian GAAP profit or loss is reconciled to total comprehensive income as per Ind AS.

h) Statement of cash flows:

The transition from Indian GAAP to Ind AS has not had a material impact on the statement of cash flows.

2. Use of estimates

The preparation of financial statements in conformity with Ind ASs requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

3. Revenue recognition

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

Revenue from Services:

- Time and material contracts– Revenues are recognized on the basis of time spent duly approved by the respective customers.
- Fixed price contracts – Revenues are recognized on the basis of approval received from the respective customers in accordance with the "Percentage of Completion" method.
- Internal timesheets or timesheets submitted by vendors for time and material contracts and for fixed price contracts based upon assessment of work done.

Other Income – In other income such as income from interest is recognized using the time proportion method, based on rates implicit in the transaction.

Criteria for recognition of revenue as per IND AS 115

1. **Identifying the contract**

   "An entity shall account for a contract with a client that is within the scope of IND AS 115 only when all of the following criteria are met:

   a. the parties to the contract have approved the contract (in writing, orally or in accordance with other customary business practices) and are committed to perform their respective obligations;

   b. the entity can identify each party's rights regarding the goods or services to be transferred;

   c. the entity can identify the payment terms for the goods or services to be transferred;

   d. the contract has commercial substance (i.e. the risk, timing or amount of the entity's future cash flows is expected to change as a result of the contract);

   e. it is probable that the entity will collect the consideration to which it will be entitled in exchange for the goods or services that will be transferred to the client. "

2. **Identifying performance obligations**

   "At contract inception, an entity shall assess the

goods or services promised in a contract with a client and shall identify as a performance obligation each promise to transfer to the client either:

(a) a good or service (or a bundle of goods or services) that is distinct; or

(b) a series of distinct goods or services that are substantially the same and that have the same pattern of transfer to the client"

3. **Satisfaction of performance obligations (Paras referred to IND AS 115)**

Para 31"An entity shall recognize revenue when (or as) the entity satisfies a performance obligation by transferring a promised good or service (i.e. an asset) to a client. An asset is transferred when (or as) the client obtains control of that asset."

Para 32 "For each performance obligation identified, an entity shall determine at contract inception whether it satisfies the performance obligation over time or satisfies the performance obligation at a point in time (in accordance with paragraph 38). If an entity does not satisfy a performance obligation over time, the performance obligation is satisfied at a point in time."

Para 33 "Goods and services are assets, even if only momentarily, when they are received and used (as in the case of many services). Control of an asset refers to the ability to direct the use of, and obtain substantially all of the remaining benefits from, the asset. Control includes the ability to prevent other entities from directing the use of, and obtaining the benefits from, an asset. The benefits of an asset are the potential cash flows (inflows or savings in outflows) that can be obtained directly or indirectly in many ways, such as by:

a. using the asset to produce goods or provide services (including public services);

b. using the asset to enhance the value of other assets;

c. using the asset to settle liabilities or reduce expenses;

d. selling or exchanging the asset;

e. pledging the asset to secure a loan; and

f. holding the asset."

Para 38 "If a performance obligation is not satisfied over time in accordance with paragraphs 35–37 an entity satisfies the performance obligation at a point in time. To determine the point in time at which a client obtains control of a promised asset and the entity satisfies a performance obligation, the entity shall consider the requirements for control in paragraphs 31–33. In addition, an entity shall consider indicators of the transfer of control, which include, but are not limited to, the following:

a. The entity has a present right to payment for the asset: if a client is presently obliged to pay for an asset, then that may indicate that the has obtained the ability to direct the use of, and obtain substantially all of the remaining benefits from, the asset in exchange. **b. The customer has legal title to the asset:** legal title may indicate which party to a contract has the ability to direct the use of, and obtain substantially all of the remaining benefits from, an asset or to restrict the access of other entities to those benefits. Therefore, the transfer of legal title of an asset may indicate that the customer has obtained control of the asset. If an entity retains legal title solely as protection against the customer's failure to pay, those rights of the entity would not preclude the customer from obtaining control of an asset.

c. The entity has transferred physical possession of the asset: the customer's physical possession of an asset may indicate that the customer has the ability to direct the use of, and obtain substantially all of the remaining benefits from, the asset or to restrict the access of other entities to those benefits. However, physical possession may not coincide with control of an asset. For example, in some repurchase agreements and in some consignment arrangements, a customer or consignee may have physical possession of an asset that the entity controls.

d. Conversely, in some bill-and-hold arrangements, the entity may have physical possession of an asset that the customer controls. Paragraphs B64–B76, B77–B78 and B79–B82 provide guidance on accounting for repurchase agreements, consignment arrangements and bill-and-hold arrangements, respectively.

e. The customer has the significant risks and rewards of ownership of the asset: the transfer of the significant risks and rewards of ownership of an asset to the customer may indicate that the customer has obtained the ability to direct the use of, and obtain substantially all of the remaining benefits from, the asset. However, when evaluating the risks and rewards of ownership of a promised asset, an entity shall exclude any risks that give rise to a separate performance obligation in addition to the performance obligation to transfer the asset. For example, an entity may have transferred control of an asset to a customer but not yet satisfied an additional performance obligation to provide maintenance services related to the transferred asset.

f. The customer has accepted the asset: the customer's acceptance of an asset may indicate that it has obtained the ability to direct the use of, and obtain substantially all of the remaining benefits from, the asset.

4. Expenditure

All software development and services purchased are charged to cost of revenue in at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expenses in the year in which they arise the year of acquisition. Provisions are made for all known losses and liabilities. Where ever applicable leave encashment liability is provided on the basis of actuarial valuation.

5. Property, Plant and Equipment (PPE)

Property, plant and equipment are stated at cost less accumulated depreciation. Direct costs are capitalized until fixed assets are ready for use. "Cost means" cost of bringing the asset to its working condition for its intended use. Property, plant and equipment are capitalized as per IND AS 16 as notified by the Chartered Accountants of India. Capital work in progress comprises of the expenditure incurred in the process of developing the intangible assets for the time being and the assets are not yet ready for their intended use as at the date of Balance sheet.

Depreciation is required to be provided on the basis of the useful lives of the assets as estimated by management in the manner prescribed under Section 123 read with Schedule II of the Companies Act, 2013. Accordingly, the company has adopted the Depreciation Policy for Tangible Assets in line with Schedule II of the Companies Act, 2013.

The Company has availed the exemption provided in IND AS 101- "First Time Adoption of IND AS" and has stated the PPE at existing cost as deemed cost.

6. Intangible Fixed Assets and amortization

Intangible assets other than goodwill are valued at cost less amortization. These generally comprise of costs incurred to acquire computer software licenses and implement the software for internal use (including software coding, installation, testing and certain data conversion) as well as costs paid to acquire studies for obtaining approvals from registration authorities of products having proven technical feasibility. Research costs are charged to earnings as they arise. Costs incurred for applying research results or other knowledge to develop new products, are capitalized to the extent that these products or registrations are expected to generate future financial benefits. Other development costs are expensed as and when they arise. Intangible assets are reported at acquisition value with deductions for accumulated amortization and any Impairment losses. Amortization is provided on a written down value basis over the asset's anticipated useful life.

The useful lives of intangible assets are assessed as either finite or indefinite.

Intangible assets with finite lives are amortized over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. Amortisation is recognized on a straight line basis over their estimated useful life. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates being accounted for on a prospective basis. The amortisation expense on intangible assets with finite lives is recognized in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Intangible assets with indefinite useful lives are not amortized, but are tested for impairment annually, either individually or at the cash-generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

An intangible asset is derecognized on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from de-recognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit or loss when the asset is derecognized.

The useful life is determined based on the period of the underlying contract and the period of time over which the intangible asset is expected to be used and generally does not exceed 10 years. An impairment test of intangible assets is conducted annually or more often if there is an indication of a decrease in value. The impairment loss, if any, is reported in the Statement of Profit and Loss.

7. Impairment of tangible and intangible assets

At the end of each reporting period, the Company reviews the carrying amounts of its tangible and intangible assets to determine whether there is any indication based on internal/ external factors that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

Intangible assets with indefinite useful lives and intangible assets not yet available for use are tested for

impairment at least annually, and whenever there is an indication that the asset may be impaired.

Recoverable amount is the higher of fair value less costs of disposal 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 the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

8. Retirement and other employee benefits

i) Retirement benefit costs

Payments to retirement benefit plans such as provident fund are recognized as an expense.

For retirement benefit plans, the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period.

Defined benefit costs are categorized as follows:

- Service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- Net interest expense or income; and
- Re-measurement

The Company presents the first two components of defined benefit costs in profit or loss in the line item 'Employee Benefits Expense'. Curtailment gains and losses are accounted for as past service costs.

Re-measurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognized in other comprehensive income in the period in which they occur. Re-measurement recognized in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss.

Past service cost is recognized in profit or loss in the period of a plan amendment.

Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset.

The retirement benefit obligation recognized in the balance sheet represents the actual deficit or surplus in the Company's defined benefit plans. Any surplus resulting from this calculation is limited to the present value of any economic benefits available in the form of refunds from the plans or reductions in future contributions to the plans.

ii) Short-term and other long-term employee benefits

A liability is recognized for benefits accruing to employees in respect of wages and salaries, annual leave and sick leave in the period the related service is rendered at the undiscounted amount of the benefits expected to be paid in exchange for that service. These benefits include bonus/incentives and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

Liabilities recognized in respect of short-term employee benefits are measured at the undiscounted amount of the benefits expected to be paid in exchange for the related service.

Liabilities recognized in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

Short term employee benefits are recognized as an expense at the undiscounted amount expected to be paid over the period of services rendered by the employees to the Company.

The Company has both defined-contribution and defined-benefit plans, of which some have assets in special funds or securities. The plans are financed by the Company and in the case of some defined contribution plans by the Company along with its employees. The contributions as specified under the law are paid to the Provident Fund set up as irrevocable trust by the Company or to the Regional Provident Fund Commissioner. The Company is generally liable for annual contribution and any shortfall in the fund assets based on the government specified minimum rates of return. Such contributions and shortfall, if any, are recognized in the Statement of Profit and Loss as an expense in the year incurred.

Expenses for gratuity and supplemental payment plans are calculated as at the balance sheet date by independent actuaries in a manner that distributes expenses over the employee's working life. These commitments are valued at the present value of the expected future payments, with consideration for calculated future salary increases, using a discount rate corresponding to the interest rate estimated by the actuary having regard to the interest rate on government bonds with a remaining term that is almost equivalent to the average balance working period of employees

The contributions to Gratuity are made to fund administered by the Life Insurance Corporation of India (LIC).

The employees of the Company are entitled to compensate absence. The employees can carry-

forward a portion of the unutilized accrued compensated absence and utilize it in future periods or receive cash compensation at retirement or termination of employment for the unutilized accrued compensated absence. The Company records an obligation for compensated absences in the period in which the employee renders the services that increase this entitlement. The Company measures the expected cost of compensated absence as the additional amount that the Company expects to pay as a result of the unused entitlement that has accumulated at the balance sheet date. Long term compensated absences is accrued based on actuarial valuation at the balance sheet date carried out by an independent actuary.

9. Earnings per share

Basic earnings per equity share are computed by dividing net profit after tax by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share is computed by dividing adjusted net profit after tax by the aggregate of weighted average number of equity shares and dilutive potential equity shares during the year.

Potential equity shares are deemed to be dilutive only if their conversion to equity shares would decrease earning per share from continuing operations. Potential dilutive equity shares are deemed to be converted as at the beginning of the period, unless they have been issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

10. Income Taxes

Income tax expense represents the sum of the tax currently payable and deferred tax.

i) Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income expense that are taxable or deductible in other years and items that are never taxable or deductible. The current tax is calculated using applicable tax rates and tax laws that have been enacted or substantively enacted upto the end of the reporting period.

Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India and tax laws prevailing in the respective tax jurisdictions where the Company operates.

ii) Deferred tax

Deferred income tax is recognized using the balance sheet approach. Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in computation of taxable profit.

Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

Deferred tax liabilities are recognized for taxable temporary differences associated with investments subsidiaries and associates, and interests in joint ventures, except where the Company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future. Deferred tax assets arising from deductible temporary differences associated with such investments and interests are only recognized to the extent that it is probable that there be sufficient taxable profits against which to utilize the benefits of the temporary differences and are expected to reverse in the foreseeable future.

Deferred income tax assets are recognized to the extent it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilized.

In the case of unused tax losses probability is evaluated considering factors like existence of sufficient taxable temporary differences, convincing other evidence that sufficient taxable profit will be available. At the end of each reporting period, the Company reassesses unrecognized deferred tax assets and, the Company recognizes a previously unrecognized Deferred Tax Asset to the extent that it has become probable that future taxable profit will allow the Deferred Tax Asset to be recovered.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to

recover or settle the carrying amount of its assets and liabilities.

Minimum Alternate Tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The Company recognises MAT credit available as an asset only to the extent that there is convincing evidence that the Company will pay normal income tax during the specified period, i.e. the period for which MAT credit is allowed to be carried forward. In the year in which the Company recognises MAT credit as an asset in the said asset is created by way of credit to the statement of profit and loss as disclosed as 'MAT Credit Entitlement'. The Company reviews the 'MAT Credit Entitlement' asset at each reporting date and writes down the asset to the extent the Company does not have convincing evidence that it will pay normal tax during the specified period.

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 taxes relate to the same taxable Company and the same taxation authority.

iii) Current and deferred tax for the year

Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity respectively.

11. Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Present obligations arising under onerous contracts are recognized and measured as provisions. An onerous contract is considered to exist where the Company has a contract under which the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received from the contract.

12. Contingent liabilities

A contingent liability is a possible obligation that arises from past events existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that arises from past events but is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

13. Operating Cycle

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current

14. Borrowings

Borrowings are initially recognized at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortized cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognized in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognized as transaction costs of the loan.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the Company does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

15. Trade payables

Trade payables represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. Trade payables are presented as current liabilities unless payment is not due within 12 months after the reporting period or not paid/payable within operating cycle. They are recognized initially at their fair value and subsequently measured at amortized cost using the effective interest method.

16. Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of Company after deducting

all of its liabilities. Equity instruments are recognized at the proceeds received, net of direct issue costs.

17. Compound financial instruments

The component parts of compound financial instruments (convertible instrument) issued by the Company are classified separately as financial liabilities and equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument. A conversion option that will be settled by the exchange of a fixed amount of cash or another financial asset for a fixed number of the Company's own equity instruments is an equity instrument.

At the date of issue, the fair value of the liability component is estimated using the prevailing market interest rate for similar non-convertible instruments. This amount is recognized as a liability on an amortized cost basis using the effective interest method until extinguished upon conversion or at the instrument's maturity date.

The conversion option classified as equity is determined by deducting the amount of the liability component from the fair value of the compound financial instrument as a whole. This is recognized and included in equity, net of income tax effects, and is not subsequently remeasured. In addition, the conversion option classified as equity will remain in equity until the conversion option is exercised, in which case, the balance recognized in equity will be transferred to other component of equity. When the conversion option remains unexercised at the maturity date of the convertible note, the balance recognized in equity will be transferred to retained earnings. No gain or loss is recognized in profit or loss upon conversion or expiration of the conversion option.

Transaction costs that relate to the issue of the convertible instrument are allocated to the liability and equity components in proportion to the allocation of the gross proceeds. Transaction costs relating to the equity component are recognized directly in equity. Transaction costs relating to the liability component are included in the carrying amount of the liability component and are amortized over the lives of the convertible instrument using the effective interest method.

De-recognition of financial liabilities

The Company derecognizes financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments substantially different terms is accounted for as an extinguishment of the original financial liability the recognition of a new financial liability. Similarly, a substantial modification of the terms of existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a financial liability. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognized in profit or loss.

18. Unbilled Revenue

The work in progress is the unbilled amount for the contracts that are in execution stage and the client deliverables are either in testing phase or certification/ acceptance stage, Therefore revenue is not recognized. The same is accounted for at Cost.

19. Investments

Long Term Investments in wholly owned subsidiary are at cost less impairment. Current Investment are valued at the lower of cost and fair value.

20. Research and development

Capital Expenditure incurred on research and development is depreciated over the estimated life of related assets and the revenue expenditure is expensed as incurred.

21. Foreign currency transactions Initial Recognition

In preparing the financial statements, transactions in currencies other than the Company's functional currency (foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions.

At the end of each reporting period-

i. Monetary items denominated in foreign currencies are retranslated at the rates prevailing at that date.

ii. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing at the date when the fair value was determined.

iii. Non-monetary items that are measured at historical cost in a foreign currency are not retranslated

Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements are recognized in profit or loss in the period in which they arise.

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

Conversion

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

Exchange Differences

Exchange differences arising on the settlement of monetary items at rates difference from those at which they were initially recorded during the year, or reported in previous financial expenses in the year in which they arise.

Exchange Contracts not intended for trading or speculation purposes

The premium or discount arising at the inception of forward exchange contracts is amortized as expense or income over the life of the contract. Exchange differences on such contracts are recognized in the statement of profit and loss in the year in which the exchange rates change. Any profit or loss arising on cancellation or renewal of forward exchange contract is recognized as income or as expense for the year.

Translation of foreign branch

The financial statements of an integral foreign operation at France are translated as if the transactions of the foreign operation have been those of the company itself.

22. Earnings per share

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

23. Cash and cash equivalents (for the purpose of Cash Flow Statement)

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short term investments with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

Cash flows are reported taking the indirect method, wherein net profit before tax is adjusted for the transactions of non-cash nature and others or other accruals of past or future receipts and / or payments. The cash flows from regular revenue generating, investing and financing activities of the company are segregated.

24. Segment Reporting

The accounting policies adopted for segment reporting are in line with the accounting policies of the Company. Segment Revenue, Segment Expenses, Segment Assets and Segment Liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment. Revenue, expenses, assets and liabilities which relate to the Company as a whole and are not allocable to segments on reasonable basis, have been included under "Unallocated Revenue / Expenses / Assets / Liabilities".

25. Trade receivables

Trade receivables are recognized initially at fair value and all are considered as current subsequently measured at amortized cost using the effective interest method, less provision for impairment.

26. Impairment of financial assets

The Company applies the expected credit loss model for recognising impairment loss on financial assets measured at amortized cost, trade receivables, other contractual rights to receive cash or other financial asset, and financial guarantees not designated as at FVTPL.

Expected credit losses are the weighted average of credit losses with the respective risks of default occurring as the weights. Credit loss is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate (or credit-adjusted effective interest rate for purchased or originated credit-impaired financial assets). The Company estimates cash flows by considering all contractual terms of the financial instrument through the expected life of that financial instrument.

The Company measures the loss allowance for a financial instrument at an amount equal to the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the Company measures the loss allowance for that financial instrument at an amount equal to 12-month expected credit losses. 12-month expected credit losses are portion of the life-time expected credit losses and represent the lifetime cash shortfalls that will result if default occurs within the 12 months after the reporting date and thus, are not cash shortfalls that are predicted over the next 12 months.

If the Company measured loss allowance for a financial instrument at lifetime expected credit loss model in the previous period, but determines at the end of a reporting period that the credit risk has not increased significantly since initial recognition due to improvement in credit quality as compared to the previous period, the Company again measures the loss allowance based on 12-month expected credit losses.

When making the assessment of whether there has been a significant increase in credit risk since initial recognition, the Company uses the change in the risk of a default occurring over the expected life of the financial instrument instead of the change in the amount of expected credit losses. To make that assessment, the Company compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and considers reasonable and supportable information, that is available without cost or effort, that is indicative of significant increases in credit risk since initial recognition.

For trade receivables or any contractual right to receive cash or another financial asset and that transactions

are within the scope of Ind AS 18, the Company always measures the loss allowance at an amount equal to lifetime expected credit losses.

Further, for the purpose of measuring lifetime expected credit loss allowance for trade receivables, the Company has used a practical expedient as permitted under Ind AS 109. This expected allowance is computed based on a provision matrix which takes into account historical experience and adjusted for forward-looking information

De-recognition of financial assets

The Company de-recognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks rewards of ownership and continues to control the transferred asset, the Company recognizes its interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognize the financial asset and also recognizes a collateralized borrowing for proceeds received.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying and the sum of the consideration received and receivable and the cumulative gain or loss that had recognized in other comprehensive income and accumulated in equity is recognized in profit or loss, such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset. On de-recognition of a financial asset, other than in its entirety (e.g. when the Company retains an option to repurchase part of a transferred asset), the Company allocates the previous carrying amount of financial asset between the part it continues to recognize under continuing involvement, and the part that is no longer recognized on the basis of the relative fair values of those parts on the date of the transfer. The difference between the carrying amount allocated to the part that is no longer recognized and sum of the consideration received for the part no longer recognized and any cumulative gain or allocated to it that had been recognized in other comprehensive income is recognized in the statement of profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset. A cumulative gain or loss that had been recognized in other comprehensive income is allocated between the part that continues to be recognized and the part that is no longer recognized on the basis of the relative fair values of those parts.

27. New and amended standards

New Amended standards and Interpretation:

a) Ind AS 1 Presentation of Financial lakhs, except share and per share data, unless otherwise stated) 129 Strategic Review Strategic Review FINANCIAL REVIEW Statements - Substitution of the definition of term 'Material'. The amendments provide a new definition of material clarify that materiality will depend on the nature or magnitude of information, either individually or in combination with other information, in the context of the financial statements. A misstatement of information is material if it could reasonably be expected to influence decisions made by the primary users.

b) Ind AS 8 Accounting Policies, Changes in Accounting Estimates and Errors - In order to maintain consistency with Ind AS 1, respective changes have been made to Ind AS 8 also.

c) Ind AS 10 Events after the Reporting Period - Clarification on the disclosures requirements to be made in case of a material non adjusting event.

d) Ind AS 34 Interim Financial Reporting - In order to maintain consistency with the amendments made in other Ind AS, respective changes have been made to Ind AS 34.

e) Ind AS 37 Provisions, Contingent Liabilities and Contingent Assets - Clarification on the accounting treatment for restructuring plans.

f) Ind AS 103 Business Combination - Detailed guidance on term 'Business' and 'Business Combination' along with providing an Optional test to identify concentration of Fair Value. The amendment to Ind AS 103 Business Combinations clarifies that to be considered a business, an integrated set of activities and assets must include, at a minimum, an input and a substantive process that, together, significantly contribute to the ability to create output. Furthermore, it clarifies that a business can exist without including all of the inputs and processes needed to create outputs.

g) Ind AS 107 Financial Instruments: Disclosures - Clarification on certain disclosures to be made in respect of uncertainty arising from interest rate benchmark reforms.

h) Ind AS 109 Financial Instruments - Clarification on temporary exceptions from applying specific hedge accounting.

i) Ind AS 116 Leases - Clarification on whether rent concessions as a direct consequence of COVID- 19 pandemic can be accounted as lease modification or not

These amendments had no impact on the standalone financial statements of, nor is there expected to be any future impact to the company. These amendments are applicable prospectively for annual periods beginning on or after the 1 April 2021.

Notes forming part of Financial Statement

Note Number : 3

FIXED ASSETS AS ON 31/03/2021

(Rs. In Lakhs)

Sl. No.	Particulars	%	Gross Block				Depreciation/Amortization			Net Block	
			As on 01.04.2020	Total Additions during the quarter	Sale / Deletions during the year	Gross block as on 31.03.2021	Accumulated Depreciation as on 01.04.2020	Depreciation for the year 2020-21	Accumulated Depreciation as on 31.03.2021	As on 31.03.2021	As on 31.03.2020
I	**TANGIBE FIXED ASSETS**										
a	Plant & Machinery	0.15	96.25	-	-	96.25	59.32	9.68	69.00	27.25	36.93
b	Computers	0.40	358.48	-	-	358.48	345.20	8.18	353.37	5.10	13.28
	Total of Tangible Assets (A)		**454.73**	**-**	**-**	**454.73**	**404.56**	**17.86**	**422.42**	**32.34**	**50.21**
II	**INTANGIBE FIXED ASSETS**										
a	Learning Management Products	0.10	3,560.98	-	-	3,560.98	1,778.76	178.22	1,956.97	1,604.01	1,782.21
b	Training Management Products	0.10	3,364.93	-	-	3,364.93	1,337.39	202.75	1,540.15	1,824.78	2,027.53
c	Advanced simulation lab	0.10	533.45	-	-	533.45	278.09	25.54	303.63	229.82	255.36
d	Simulator Products	0.10	1,759.74	-	-	1,759.74	759.38	100.04	859.42	900.32	1,000.36
e	Knowledge Based Content	0.10	3,445.92	-	-	3,445.92	1,705.14	174.08	1,879.22	1,566.70	1,740.78
f	Optimization Products	0.10	623.98	-	-	623.98	307.18	31.68	338.86	285.11	316.79
g	Sage CRM Server 200	0.10	4.21	-	-	4.21	4.02	0.02	4.04	0.16	0.18
h	Vstudio Team Ed(5 Users)	0.10	6.48	-	-	6.48	5.17	0.13	5.30	1.18	1.31
i	Unity lisence	0.10	0.76	-	-	0.76	0.39	0.04	0.43	0.32	0.36
j	Online Examination System	0.10	600.99	-	-	600.99	225.72	37.53	263.25	337.74	375.27
	Total of InTangible Assets (B)		**13,901.44**	**-**	**-**	**13,901.44**	**6,401.25**	**750.02**	**7,151.26**	**6,750.15**	**7,500.14**
	CAPITAL WORK IN PROGRESS		**671.05**	**-**	**-**	**671.05**	**-**		**-**	**671.05**	**671.05**
	GRAND TOTAL (A+B)		**15,027.21**	**-**	**-**	**15,027.21**	**6,805.81**	**767.87**	**7,573.68**	**7,453.53**	**8,221.40**

NON CURRENT ASSETS

NOTE NO. 4 : FINANCIAL ASSETS - LOANS AND ADVANCES			
S. No.	Particulars	**As at March 31st, 2021**	As at March 31st, 2020
		Rs in Lakhs	Rs in Lakhs
I	**Long - Term Loans and Advances**		
	a) Security Deposit		
	Unsecured & Considered good Refer Note 4	**3.42**	3.42
	Note No.4 : EMD is provided for the various projects and Central Excise. As these security deposits does not carry any interest , the carrying amount is shown at fair value as per IND AS		
	Total Loans and Advances	**3.42**	3.42

CURRENT ASSETS

NOTE NO. 5 : FINANCIAL ASSETS - TRADE RECEIVABLES			
S. No.	Particulars	**As at March 31st, 2021**	As at March 31st, 2020
		Rs in Lakhs	Rs in Lakhs
I	**Unsecured - Considered Good**		
	Trade Receivables	**6.81**	6.81
	Total Trade Receivables	**6.81**	6.81

NOTE NO. 6 : FINANCIAL ASSETS - CASH AND CASH EQUIVALENTS			
S. No.	Particulars	**As at March 31st, 2021**	As at March 31st, 2020
		Rs in Lakhs	Rs in Lakhs
I	a) Cash and Cash Equivalents :		
	1) Balances with Banks in Current Accounts in India	**1.31**	1.34
	2) Cash on Hand	**0.05**	0.05
	Total Cash and Cash Equivalents	**1.36**	1.39

NOTE NO. 7 : OTHER CURRENT ASSETS			
S. No.	Particulars	**As at March 31st, 2021**	As at March 31st, 2020
		Rs in Lakhs	Rs in Lakhs
1	Advance for Expenditure	**48.10**	61.00
2	TDS Receivable	**3.36**	3.36
3	Input Credit-GST	**4.33**	3.73
4	Mat tax credit Entitlement	**968.93**	968.93
	Total Other Current Assets	**1,024.72**	1,037.02

NOTE NO. 8 : SHARE CAPITAL					
S. No.	Particulars	As at March 31st , 2021		As at March 31st , 2020	
		No. of Shares	**Rs in Lakhs**	No. of Shares	Rs in Lakhs
a	**Share Capital (For each class of capital)**				
	Authorised 20,000,000 Equity Shares of Rs. 10/- each	**200.00**	**2,000.00**	200.00	2,000.00
	Issued, Subscribed and Paid up				
	1,45,970,570 Equity Shares of Rs.10/- each, fully paid up	**145.97**	**1,459.71**	145.97	1,459.71
	Total Equity Share capital		**1,459.71**		1,459.71
b	**A Reconciliation of the Number of Shares Outstanding at the Beginning and at the end of the Reporting Period:**	**No. of Shares**		No. of Shares	
	Equity Shares of Rs.10 Each, Fully paid up :				
	At the Beginning		**145.97**		131.45
	Issued During the year		**-**		18.52
	Forfeited / Bought Back During the Year		**-**		4.00
	At the End		**145.97**		145.97
c	**Details of Shareholder Holding more than 5% Shares of the Company:**	**% of Share Holding**		% of Share Holding	
	Equity Shares of Rs. 10 each Held By	**No of Shares**	**Percentage**	No of Shares	Percentage
	Paratha Saradhi Pudhota	**1,900,000.00**	**13.02**	1,900,000.00	13.02
	N Indira Ramani	**1,304,591.00**	**8.94**	1,304,591.00	8.94
	N Parvatavardhani	**763,922.00**	**5.23**	763,922 .00	5.23

NOTE NO. 9 : OTHER EQUITY			
S. No.	Particulars	**As at March 31st, 2021**	As at March 31st, 2020
		Rs in Lakhs	Rs in Lakhs
I	**RESERVES AND SURPLUS**		
	a) Capital reserve		
	As at the commencement of the year	**133.10**	84.03
	Add: Additions during the year (forfeiture of share application money)	**-**	49.07
	Total Capital Reserve	**133.10**	133.10
	b) Securities Premium		
	As at the commencement of the year	**2,964.48**	2,397.21
	Add: Additions during the year	**-**	567.27
	Total Securities Premium	**2,964.48**	2,964.48
	c) General Reserves		
	As at the commencement of the year	**37.40**	37.40
	Total General Reserve	**37.40**	37.40
	d) Share warrants Money	**-**	-
	e) Surplus		
	Opening Balance - Profit and Loss Account	**(549.46)**	6,562.89
	Add: difference of OCI balances adjusted	**-**	0.66
	Add: Transfer from Profit & Loss Account	**(750.63)**	(7,111.69)
	Total	**(1,300.09)**	(549.46)
	f) Add: Other comprehensive income arising from remeasurement of defined benefit obligation)	**(19.00)**	(19.00)
	Closing Balance	**(1,319.09)**	(568.46)
	Total Other Equity	**1,815.89**	2,566.52

NON- CURRENT LIABILITIES

NOTE NO. 10 : FINANCIAL LIABILITY- BORROWINGS			
S. No.	Particulars	**As at March 31st, 2021**	As at March 31st, 2020
		Rs in Lakhs	Rs in Lakhs
I	**Unsecured**		
	- From Related Parties	**-**	-
	- From Others	**-**	-
	Total Borrowings	**-**	-

NOTE NO. 11 : LONG TERM PROVISIONS			
S. No.	Particulars	**As at March 31st, 2021**	As at March 31st, 2020
		Rs in Lakhs	Rs in Lakhs
I	Gratuity payable (Non Current Liability)	**19.54**	19.54
II	Leave Encahment(Non Current Liability)	**1.46**	1.46
	Total Long Term Provisions	**21.00**	21.00

NOTE NO. 12 : DEFERRED TAX LIABILITIES (NET)			
S. No.	Particulars	**As at March 31st, 2021**	As at March 31st, 2020
		Rs in Lakhs	Rs in Lakhs
I	**Opening Deferred Tax Liability**	**482.97**	449.11
	Add:Deferred Tax Liability for the Year	**(48.08)**	30.58
	Other OCI accounted for the year	**-**	(3.28)
	Deferred Tax Liabilities (Asset) - Net	**434.89**	482.97

NOTE NO. 13 : OTHER LONG TERM LIABILITIES			
S. No.	Particulars	**As at March 31st, 2021**	As at March 31st, 2020
		Rs in Lakhs	Rs in Lakhs
I	**Security Deposit**	**-**	-
	Total Other Long Term Liabilities	**-**	-

CURRENT LIABILITIES

NOTE NO. 14: FINANCIAL LIABILITIES - BORROWINGS			
S. No.	Particulars	**As at March 31st, 2021**	As at March 31st, 2020
		Rs in Lakhs	Rs in Lakhs
I	**Short Term Borrowings**		
	a) Loans Repayable on Demand:		
	From Banks	**2,387.62**	2,387.62
	Secured Refer Note No. 14(i)		
II	**Term Loans:**		
	Unsecured		
	- From Related Parties Refer Note No.14(ii)	**19.77**	19.77
	- From Others Refer Note No. 14(ii)	**571.17**	571.17
III	**Security Deposit**	**27.63**	27.63
	Secured Note No.14(i): The Working capital loan was taken from IDBI Bank Ltd which was secured by first charge on all current assets of the Company and Second charge on all fixed Assets of the Company, Mortgage of land belongs to Mrs. N. Parvata Vardhani which is situated at Yadaram Village, Medchal and pledge of shares belonging to promoter Director in favour of IDBI Bank Ltd, Branch Hyderabad and it is further secured by personal guarantee of Promoter Director.IDBI Bank has sanctioned the Cash credit limits of Rs.22.00 Crores and Working Capital Term Loan of Rs.2.47 Crores on 1.4.2017.		
	The IDBI Bank has withdrawn the restructuring package based on 12.2.2018 RBI circular which has now been struck down by supreme court of India, the bank has recalled the entire Cash Credit (CC) limits, and issued notice under section 13(2) of SARFAESI ACT 2002, filled suit for recovery of Rs. 25,55,47,379.94 with Debt Recovery Tribunal (DRT).Apart from DRT, IDBI bank has initiated Proceedings under NCLT. However, as on date application has not been admitted by NCLT against the Company.		
	Note No.14(ii) : The unsecured loan and advances for 2020 are taken from related parties and others. As the loans does not carry any interest, the carrying amount is shown at fair value based on ERR .		
	Total Short Term Borrowings	**3,006.19**	3,006.19

NOTE NO. 15 : FINANCIAL LIABILITIES - TRADE PAYABLES			
S. No.	Particulars	**As at March 31st, 2021**	As at March 31st, 2020
		Rs in Lakhs	Rs in Lakhs
I	**a) Trade Payables**		
	Total outstanding dues of creditors other than micro enterprises and small enterprises	**591.61**	582.76
	Note No. 15: Based on the Information available with the Company there are no suppliers who are registered as Micro, Small & Medium Enterprises under the Micro Small Medium Enterprises Development Act 2006, as at 31st March, 2020 or as at the end of previous year. Therefore the question of liablity towards interest in terms of section 16 of Micro, Small & Medium Enterprise development act 2006 does not arise.		
	Total Trade Payables	**591.61**	582.76

NOTE NO. 16 : FINANCIAL LIABILITIES -OTHER CURRENT			
S. No.	Particulars	**As at March 31st, 2021**	As at March 31st, 2020
		Rs in Lakhs	Rs in Lakhs
I	Interest Payable & Interest Accrued	**226.42**	226.42
II	provision for expenditure	**19.51**	12.31
	Total Other Current Liabilities	**245.93**	238.73

NOTE NO.17 : FINANCIAL LIABILITIES - PROVISIONS			
S. No.	Particulars	**As at March 31st, 2021**	As at March 31st, 2020
		Rs in Lakhs	Rs in Lakhs
I	MAT Payable	**287.17**	287.17
II	Other Provisions	**0.22**	-
	Total Short Term Provisions	**287.39**	287.17

NOTE NO.18: OTHER CURRENT LIABILITIES			
S. No.	Particulars	**As at March 31st, 2021**	As at March 31st, 2020
		Rs in Lakhs	Rs in Lakhs
I	Provision for Income Tax	**365.86**	365.86
II	TDS Payable	**45.67**	43.43
III	Salaries payable	**163.57**	163.57
IV	ESI Payable	**5.14**	5.14
V	PF Payable	**46.87**	46.88
VI	PT Payable	**0.12**	0.12
	Total Other Current Liablities	**627.23**	625.00

NOTE NUMBERS TO STATEMENT OF PROFIT & LOSS

NOTE NO. 19 : REVENUE FROM OPERATIONS			
S. No.	Particulars	**For the Year Ended 31st March, 2021**	For the Year Ended 31st March, 2020
		Rs in Lakhs	Rs in Lakhs
I	**Revenue from operations**		
	(a) Income from Operations		
	Domestic Income	**-**	29.18
	Overseas Income	**-**	130.79
	Total Revenue From Operations	**-**	159.97

NOTE NO. 20 : OTHER INCOME			
S. No.	Particulars	**For the Year Ended 31st March, 2021**	For the Year Ended 31st March, 2020
		Rs in Lakhs	Rs in Lakhs
I	(a) Interest Income		
	Interest on financial assets not at Fair value through profit and loss -	**-**	-
	Deposit EMD and others	**-**	-
	(b) Net Foreign Exchange Gain	**-**	28.42
	Total Other Income	**-**	28.42

NOTE NO. 21 : EMLOYEE BENEFIT EXPENSES			
S. No.	Particulars	**For the Year Ended 31st March, 2021**	For the Year Ended 31st March, 2020
		Rs in Lakhs	Rs in Lakhs
I	(a) Salaries & Wages	**-**	3,247.03
	(b) Contribution to Provident & Other Funds	**0.01**	6.80
	(c) Staff Welfare Expenses	**-**	1.66
	Total Employee Benefit Expenses	**0.01**	3,255.49

NOTE NO. 22 : OTHER OPERATING EXPENSES			
S. No.	Particulars	**For the Year Ended 31st March, 2021**	For the Year Ended 31st March, 2020
		Rs in Lakhs	Rs in Lakhs
I	**Operating Expenses**		
	(a) Computer Hardware & Accessories	**-**	0.47
	(b) Technical Assistance	**-**	32.10
	(c) Power & Fuel	**-**	9.71
	(d) Rent	**1.40**	47.54
	(e) Repairs & Maintenance - Computers	**-**	101.50
	(f) Insurance	**-**	19.03
	(g) Legal fee	**-**	97.40
	(h) Rates & Taxes	**4.31**	10.40
	(i) Miscellaneous Expenditure	**-**	1.68
	Total Operating Expenses	**5.71**	319.83

NOTE NO. 23 : Finance Cost			
S. No.	Particulars	**For the Year Ended 31st March, 2021**	For the Year Ended 31st March, 2020
		Rs in Lakhs	Rs in Lakhs
I	(a) Interest Expenses :		
	- Interest on Cash Credit	**-**	33.56
	- Interest on Unsecured Loan	**5.55**	11.79
	- Bank charges	**0.05**	5.74
	Total Finance Cost	**5.60**	51.09

NOTE NO.24 : Other Expenses			
S. No.	Particulars	**For the Year Ended 31st March, 2021**	For the Year Ended 31st March, 2020
		Rs in Lakhs	Rs in Lakhs
I	**Administrative Expenses**		
	(a) Telephone, Postage and Others	**-**	29.55
	(b) Business Promotion Expenses	**-**	0.08
	(c) Conveyance	**-**	136.87
	(d) Office Maintenance	**-**	26.85
	(e) Printing & Stationery Expenses	**0.14**	8.56
	(f) Managerial Remuneration	**-**	18.00
	(g) Professional Charges	**9.30**	1,716.21
	(h) Director Sitting Fee	**1.24**	0.86
	(i) Payment to Auditors:		
	(i) Audit Fee	**5.00**	5.00
	(ii) Tax Audit Fee	**1.50**	2.77
	(iii) Audit Reimbursement of Expenses	**-**	1.60
	(iv) Internal Audit Fee	**1.50**	1.40
	(iv) Branch Audit Fee	**-**	3.96
II	**Other Expenses**		
	(a) Staff Recruitment & Training Expenditure	**-**	15.66
	(b) Advertisement	**0.30**	1.80
	(c) Communication charges	**-**	26.12
	(d) Books & Periodicals	**-**	0.78
	(e) Membership & Subscriptions	**-**	1.21
	(f) Annual maintenance & Other expenses	**-**	8.16
	(g) Travel Expenditure	**0.55**	95.44
	(h) Research & Development Expenses	**-**	402.18
	(i) AGM Expenses	**-**	0.34
	(j) Provision for Ineligible Gst input credit written off	**-**	14.77
	(k) Loss on Revocation of Loan	**-**	223.88
	Total Other Expenses	**19.53**	2,742.05

NOTE NO. 25 – OTHER NOTES

1. (Rs. In lakhs)

	As at 31st March, 2021	As at 31st March, 2020
Contingent liability not provided for in respect of: (Performance bank guarantees given to clients)	NIL	Nil

2. Research and Development - The Company has In – House Research & Development Centre involved in developmental activities for new products in thefields of Simulation and Training. Details of Capital & Revenue Expenditure incurred are as detailed below.

(Rs.in lakhs)

Expenditure	**2020-21**	**2019-20**
Employee Cost	-	396.91
Rent	-	4.28
Electricity	-	0.99
Total	**-**	**402.18**

3. Segment Information as per Accounting Standard (AS)-108

The Company has identified two types of reporting segments at standalone level viz., Business Segment and GeographicalSegments. Business Segments identified as Defense&Non-Defense and Geographical segments identifiedas Domestic and Overseas. Segments have been identified and reported taking into account nature of products andservices the differing risks, returns and the internal business reporting systems. Accounting policies adopted for segmentreporting are in line with Accounting Policy of the company and are in accordance with the IND AS-108.

BUSINESS SEGMENT

Sl. No.	Particulars	Defense		Non-Defense		Total	
		2020-21	2019-20	2020-21	2019-20	2020-21	2019-20
1	**REVENUE**						
	External Turnover	NIL	3.62	NIL	156.35	NIL	159.97
	Inter Segment Turnover	NIL	NIL	NIL	NIL	NIL	NIL
	TOTAL REVENUE	NIL	**3.62**	NIL	**156.35**	NIL	**159.97**
2	**RESULTS**						
	Operating profit	NIL	**(1907.80)**	**(793.12)**	**(5131.46)**	**(793.12)**	**(7039.36)**
	Less Interest Expenses	-	-	-	-	5.60	51.09
3	**Profit Before Tax**	-	-	-	-	**(798.72)**	**(7090.45)**
	Current Tax	-	-	-	-	-	-
	Less mat tax credit	-	-	-	-	-	-
	Deferred Tax	-	-	-	-	(48.09)	30.58
	other provision	-	-	-	-		
	Profit After Tax	-	-	-	-	**(750.63)**	**(7121.03)**
4	Segment Assets	NIL	NIL	NIL	NIL	NIL	NIL
	Unallocated Corporate Assets	-	-	-	-	6,782.48	7,550.35
	Total Assets	**NIL**	**NIL**	**NIL**	**NIL**	**6,782.48**	**7,550.35**
5	Segment Liabilities	NIL	NIL	NIL	NIL	NIL	NIL
	Unallocated Corporate Liabilities	-	-	-	-	5,214,24	5,243,82
	Total Liabilities	**NIL**	**NIL**	**NIL**	-	**5,214.24**	**5,243.82**
6	**Capital Employed**	-	-	-	-	**3,731.49**	**4,530.20**
7	Capital Expenditure-Net	-	-	-	-	7,453.53	8,221.40
8	Depreciation	-	-	-	-	767.87	910.38
9	Non Cash Exp Other than Depreciation	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**	**NIL**

Capital employed as also assets and liabilities of the company are not capable of being statedseparately segment-wise since all the assets and liabilities are held under composite undertaking for both the geographic segments.

GEOGRAPHICAL SEGMENT

Segment Revenue	Export				Domestic		Total	
	France		UAE		Indian			
	2020-21	2019-20	2020-21	2019-20	2020-21	2019-20	2020-21	2019-20
	NIL	Nil	Nil	130.79	Nil	29.18	Nil	159.97

4. Related Party Disclosure as per Accounting Standard (AS-24):

Name of the related parties and description of relationships:

Key Management Personnel

i) Mr. Sridhar Krishna - Chairman & Managing Director (CMD)

ii) Mr.Sridhar Krishna – Chief Financial Officer (Appointment w.e.f. 15th Sep, 2020)

iii) Mr.Pratik Jain - Company Secretary (Appointment w.e.f. 5th October, 2020)

Relatives of Key Management Personnel

i) Mr. N. Ramakrishna Rao - Father of CMD

ii) Mrs. N. Gayatri - Wife of CMD

iii) Ms.N.Nalini - Daughter of CMD

iv) Mrs. N. ParvataVardhani - Mother of CMD

v) Mr. N.Srinivas - Brother of CMD

Nature of transaction	Period	Key Management Personnel	Relatives to Key Management Personnel	Total
Remuneration payable	**2020-21**	**0.90**	**-**	**0.90**
	2019-20	29.23	-	29.33
Unsecured Loans taken	**2020-21**	-	**-**	**-**
	2019-20	-	262.31	262.31
Share warrant Money Received	**2020-21**		**-**	**-**
	2019-20		335.98	335.98
Unsecured Loans Repaid	**2020-21**	**-**	**-**	**-**
	2019-20		11.59	11.59
Year End Balances- liabilities	**31.03.2021**	**-**	**561.19**	**561.19**
	31.03.2020	-	561.19	561.19

***Remuneration paid to company secretary Rs.0.90 lakhs**

5. Earnings per Share (EPS) As per Accounting Standard (AS)-33:

Particulars	For the year ended 31.03.2021	For the year ended 31.03.2020
Profit available for equity shareholders (A)	(750.63)	(7121.03)
Weighted average number of equity shares (B)	145.97	145.97
Nominal value of equity share	10	10
Earnings per share – Basic / Diluted (A/B)	(5.14)	(48.78)

6. Corporate Social Responsibility (CSR) as per Companies Act, 2013

The provisions of Section 135 of the Companies Act, 2013 relating to CSR is not applicable to the company as the net average of the company during the last two years and current year amounts to Rs.(2677.41) Lakhs. Accordingly, there is no CSR provision in the books of accounts.

7. Regrouping & Rounding off

The previous year's figures have been reclassified and regrouped, wherever necessary to confirm the Current Year classification and to confirm to the relevant laws. Paisa has been rounded off to the nearest rupee.

1. Financial Instrument

(i) Capital Management

The gearing ratios at the end of reporting year are as under:

(Rs. in Lakhs)

Particulars	As at 31st March, 2021	As at 31st March, 2020
Debt*	2,978.56	2,978.56
Cash and Bank Balances (including cash and bank balances in a disposal group held for sale)	1.36	1.39
Net Debt	**2,979.92**	**2,979.95**
Equity	**3,275.60**	**4,026.23**
Total Debt + Equity	**6,255.52**	**7,006.18**
Net Debt to Equity Ratio	90.97%	74.01%

*Debt is defined as Non-Current and Current borrowings.

(ii) Fair Value Measurment

Financial Instruments by category	Fair Value on ERR of 12% as at	
Particulars	**As at 31st March, 2020**	**As at 31st March, 2020**
Financial Assets measured at Amortised Cost	Level 3	Level 3
a) Cash and Cash Equivalent including Bank Balances	1.36	1.39
b) Security Deposit	3.42	3.42
c) Trade Receivables	6.81	6.81
Total	**11.59**	**11.62**
Financial Liabilities measured at Amortised Cost		
a) Long Term Borrowing	-	-
b) Short Term Borrowing	2,978.56	2,978.56
c) Trade Payables	591.61	582.75
d) Other Financial Liability	245.93	238.73
Total	**3,816.10**	**3,800.04**

(Rs. in akhs)

Particulars	Fair Value on ERR of 12% as at		Fair Value Hierarchy
	As at March 31, 2021	As at March 31, 2020	
Financial Liabilities			
Borrowing	2,978.56	2,978.56	Level 2
Security Deposit	27.63	27.63	Level 2

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

Level 1: Level 1 hierarchy includes financial instruments measured using quoted prices. This includes investments in quoted equity instruments. Quoted equity instruments are valued using quoted prices at stock exchanges.

Level 2: The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2. This level includes mutual funds which are valued using the closing NAV.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unquoted equity instruments included in level

(iv) Financial Risk Management

(a) Interest Rate Risk Management

The company is exposed to interest rate risk because company borrows funds at both fixed and floating interest rates. The risk is managed by the company by maintaining an appropriate mix between fixed and floating rate borrowings.

The company's exposures to interest rates on financial assets and financial liabilities are detailed in the liquidity risk management section of this note.

(b) Liquidity Risk Management

Ultimate responsibility for liquidity risk management rests with the board of directors, which has established an appropriate liquidity risk management framework for the management of the company's short-term, medium-term and long-term funding and liquidity management requirements. The company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

Liquidity and Interest Risk Tables

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the company can be required to pay.

The tables include both interest and principal cash flows. To the extent that interest flows are floating rate, the undiscounted amount is derived from interest rate curves at the end of the reporting period.

The contractual maturity is based on the earliest date on which the company may be required to pay.

(Rs. in Lakhs)

Contractual Maturities of Non current financial liabilities	Weighted Average Effective Interest Rate (%)	Within 1 Year	1-3 yrs	Total
As at 31st March , 2021				
Borrowing	12	2,978.56	0	2,978.56
Trade Payables	12	591.61	0	591.61
Total		**3,570.17**	**0.00**	**3,570.17**
As at 31st March, 2020				
Borrowings	12	2,978.56	0	2978.56
Trade Payables	12	582.75	0	582.75
Total		**3,561.31**	**0.00**	**3,561.31**

(Rs. in Lakhs)

Particulars	Carrying Value as at	
	As at 31st March, 2021	As at 31st March, 2020
i) Financial Assets - Current		
Trade Receivables	6.81	6.81
Cash and Cash Equivalents	1.36	1.39
Loans	3.42	3.42
Other Financial Assets	-	-
ii) Financial Liabilities - Current		
Borrowings	2,978.56	2,978.56
Trade Payables	591.61	582.75
Other Financial Liabilities	245.93	238.73

As per our report of even date

For **M/s. Ravi Rajan & Co,**
Chartered Accountants
Firm Registration No: 009073N/N500320

For and on behalf of Board

Jayanth. A
Partner
M.No. 231549

Place : Hyderabad
Date : 30.06.2021

Sridhar Krishna
Chairman & Managing Director
DIN No. 00089548

Putcha Sarada
Director
DIN: 08534921

Place : Hyderabad
Date : 30.06.2021

BALANCE SHEET ABSTRACT AND COMPANY'S GENERAL BUSINESS PROFILE

I	**Registration Details**	
	Registration No:	045396
	State Code	01
	Balance Sheet Date:	31st March, 2021
II	**Capital Raised During the Year**	[Amount in Rs]
	Public Issue	NIL
	Preferential Issue	NIL
	Rights Issue	NIL
	Bonus Issue	NIL
	Private Placement	NIL
III	**Position of Modification and deployment of Funds**	
	Total Assets	8489.84
	Total Liabilities	8489.84
	Sources of Funds	
	Paid Up Capital	1459.71
	Share Application Money	NIL
	Secured Loans	2387.62
	Reserves & Surplus	1815.89
	Application of Funds	
	Net Fixed Assets	7453.53
	Miscellaneous Expenditure	NIL
IV	**Performance of the Company Turnover**	NIL
	Profit / Loss Before Tax	-798.72
	Earnings per share in Rs (Annualized)	-5.14
	Dividend	NIL

The accompanying Notes are an integral part of the Financial Statements

As per our report of even date

For **M/s. Ravi Rajan & Co,**
Chartered Accountants
Firm Registration No: 009073N/N500320

For and on behalf of Board

Jayanth. A
Partner
M.No. 231549

Place : Hyderabad
Date : 30.06.2021

Sridhar Krishna
Chairman & Managing Director
DIN No. 00089548

Putcha Sarada
Director
DIN: 08534921

Place : Hyderabad
Date : 30.06.2021

By Book-Post / Courier

If undelivered please return to:

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