



**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS OF
SASKEN INC.,**

Report on the Audit of Financial Statements

I have audited the accompanying financial statements of **SASKEN INC.**, ("the Company"), which comprise the Balance Sheet as at 31st March, 2024, the Statement of Profit and Loss and the Cash Flow Statement for the year then ended and notes thereon, including a summary of the significant accounting policies and other explanatory information.

In my opinion and to the best of my information and according to the explanations given to me, the aforesaid Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2024, and profit for the year and other comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

I conducted my audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. My responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of my report. I am 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 my audit of the Financial Statements under the provisions of the Act and the Rules thereunder, and I have fulfilled my other ethical responsibilities in accordance with these requirements and the Code of Ethics. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

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

Other Information

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the financial statements and my auditor's report thereon.

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My opinion on the Financial Statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the Financial Statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

Management's Responsibility for the Financial Statements

The Company's Management is responsible for the matters stated in Section 134(5) of the Companies Act 2013 (the "Act") with respect to preparation of these financial statements that give a true and fair view of the state of affairs, profit/loss and cash flows 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Company's management is also responsible for overseeing the Company's financial reporting process.

Auditors' Responsibility for the Audit of Financial Statements

My objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

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

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

I 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 I identify during my audit.

I also provide those charged with governance with a statement that I 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 my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the Financial Statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse

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consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

(A) As required by Section 143(3) of the Act, I report that:

- I have sought and obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of my audit.
- In my opinion, proper books of account as required by law have been kept by the Company so far as it appears from my examination of those books.
- The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
- In my opinion, the aforesaid Financial Statements comply with the Ind AS specified under Section 133 of the Act.

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

- The Company has disclosed the impact of pending litigations as at 31st March 24 on its financial position in its Financial Statements.
- The Company did not have any material long-term contracts including derivative contracts for which there were any material foreseeable losses during the year ended 31st March 2024.

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Bangalore

Date: May 7, 2024

Signature:

Name: S.S. Swamy

Membership No. 019990

UDIN: 24019990BKCKWY7037



S.S. SWAMY
CHARTERED ACCOUNTANT
16, 1st Stage, Railway Colony
Lottegollahalli, New BEL Road,
Bangalore- 560 094
Membership No. 019990

Sasken Inc.

Balance Sheet



Amount in INR

	Notes	As at March 31, 2024	As at March 31, 2023
ASSETS			
Non current assets			
Property, plant & equipment	4	-	-
Financial Assets			
Investments	5	-	-
Other tax assets	6	4,215,453	546,740
		4,215,453	546,740
Current assets			
Financial Assets			
Trade receivables	7	24,186,533	14,069,047
Cash and bank balances	8	18,701,719	17,761,439
Unbilled revenue	9	24,099,738	5,459,643
		66,987,990	37,290,129
Total		71,203,443	37,836,869
EQUITY AND LIABILITIES			
Equity			
Equity Share capital	10	39,553,757	39,553,757
Other Equity	11	(21,084,457)	(15,745,814)
		18,469,300	23,807,943
Current liabilities			
Financial Liabilities			
Trade payables	12	51,204,247	13,725,891
Deferred revenue		908,057	-
Provisions	13	373,307	142,386
Current tax liabilities	14	248,532	160,649
		52,734,143	14,028,926
Total		71,203,443	37,836,869

The accompanying notes form an integral part of the financial statements

As per my report attached

For and on behalf of Board of Directors of



S.S. Swamy
Chartered Accountant
Membership No.019990



Rajiv C Mody
Chairman
DIN: 00092037

Place : Bengaluru
Date : May 7, 2024

Place : Bengaluru
Date : May 7, 2024

Sasken Inc.

Statement of Profit and Loss

Amount in INR

	Notes	For the year ended March 31, 2024	For the year ended March 31, 2023
Revenue from Operations	15	184,736,877	62,391,231
Other Income	16	4,163	3,561,742
Total Revenue		184,741,040	65,952,973
Expenses:			
Employee benefit expenses	17	22,028,487	11,995,033
Other expenses	18	134,955,158	34,344,644
Depreciation and amortization expense	4	-	217
Total Expenses		156,983,645	46,339,894
Profit before tax		27,757,395	19,613,079
Tax expense:			
Current tax		247,426	159,134
Profit for the year		27,509,969	19,453,945
Other comprehensive income			
A) Items that will not be reclassified to statement of the profit and loss		-	-
B) Items that will be reclassified to statement of the profit and loss - Exchange differences in translating financial statements of foreign operations		368,671	(834,181)
Total other comprehensive income		368,671	(834,181)
Total comprehensive income for the year		27,878,640	18,619,764
Earnings per equity share (EPS)			
Basic and diluted		0.44	0.31
Weighted average number of Equity Shares used in computation of Basic and diluted EPS		61,887,680	61,887,680

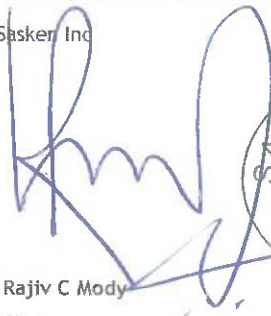
The accompanying notes form an integral part of the financial statements.


As per my report attached


S.S. Swamy
Chartered Accountant
Membership No.019990



For and on behalf of Board of Directors of
Sasken Inc


Rajiv C Mody
Chairman
DIN: 00092037



Place : Bengaluru
Date : May 7, 2024

Sasken Inc.

Statement of changes in equity

A. Equity share capital

Amount in INR

Balance as at April 01, 2022	Changes in equity share capital during the year	Balance as at March 31, 2023
39,553,757	-	39,553,757

Balance as at April 01, 2023	Changes in equity share capital during the year	Balance as at March 31, 2024
39,553,757	-	39,553,757

B. Other equity

Amount in INR

Particulars	Attributable to the owners of the Company				Total
	Reserves and surplus		Items of OCI		
	Securities premium	Retained earnings	Fair valuation through OCI	Foreign exchange translation reserve	
Balance as at April 01, 2022	648,839,507	(473,731,593)	(216,866,667)	21,105,213	(20,653,540)
Movement during the year	-	-	-	(834,181)	(834,181)
Profit for the year	-	19,453,945	-	-	19,453,945
Dividends paid	-	(13,712,038)	-	-	(13,712,038)
Balance as at March 31, 2023	648,839,507	(467,989,686)	(216,866,667)	20,271,032	(15,745,814)

Particulars	Attributable to the owners of the Company				Total
	Reserves and surplus		Items of OCI		
	Securities premium	Retained earnings	Fair valuation through OCI	Foreign exchange translation reserve	
Balance as at April 01, 2023	648,839,507	(467,989,686)	(216,866,667)	20,271,032	(15,745,814)
Movement during the year	-	-	-	368,671	368,671
Profit for the year	-	27,509,969	-	-	27,509,969
Dividends paid	-	(33,217,283)	-	-	(33,217,283)
Balance as at March 31, 2024	648,839,507	(473,697,000)	(216,866,667)	20,639,703	(21,084,457)

The accompanying notes form an integral part of the financial statements.

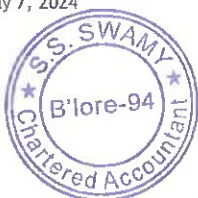
As per my report attached



S.S. Swamy
Chartered Accountant
Membership No.019990

Place : Bengaluru

Date : May 7, 2024



For and on behalf of Board of Directors of
Sasken Inc.


Rajiv C. Mody
Chairman
DIN: 00092037

Place : Bengaluru

Date : May 7, 2024



Sasken Inc.

Cash Flow Statement

Amount in INR

	For the year ended March 31, 2024	For the year ended March 31, 2023
A. Cash flow from operating activities:		
Net Profit/(Loss) before tax	27,757,395	19,613,079
Adjustments for:		
Depreciation	-	-
Interest Income	(4,163)	-
Operating profit before working capital changes	27,753,232	19,613,079
Adjustments for (Increase)/ decrease in operating assets:		
(Increase)/decrease in Trade Receivables	(9,911,456)	(6,013,810)
(Increase)/decrease in other current assets	-	2,630
(Increase)/decrease in unbilled revenue & contract assets	(18,560,144)	(4,264,838)
Adjustments for increase/ (decrease) in operating liabilities:		
Increase/(decrease) in trade payables	37,277,344	10,465,993
Increase/(decrease) in current Liabilities and provisions	1,134,540	(1,176,891)
Cash generated from operations	37,693,516	18,626,163
Direct taxes (paid)/ refund received	(3,820,249)	308,620
Net cash inflow/ (out flow) from operating activities	33,873,265	18,934,783
B. Cash flow from investing activities:		
Interest Income	4,163	-
	4,163	-
C. Cash flow from financing activities:		
Dividend paid	(33,217,283)	(13,712,038)
Net cash used in financing activities	(33,217,283)	(13,712,038)
Net increase/(Decrease) in Cash and Bank balances (A+B+C)	660,146	5,222,745
Impact on Cash Flow on account of Bank translation	280,133	(1,269,599)
Cash and bank balances at the beginning of the year	17,761,439	13,808,293
Cash and Bank Balances at the end of the year	18,701,719	17,761,439
Balances with banks		
-in Current account	18,701,719	17,761,439
Cash and Bank Balances at the end of the year	18,701,719	17,761,439

The accompanying notes form an integral part of the financial statements

As per my report attached


S.S. Swamy
Chartered Accountant
Membership No.019990



Place : Bengaluru
Date : May 7, 2024

For and on behalf of the Board of Directors of Sasken Inc.


Rajiv C. Mody
Chairman
DIN: 00092037



Place : Bengaluru
Date : May 7, 2024

Sasken Inc.

Notes to financial statements for the year ended March 31, 2024

4. Property, plant and equipment		Amount in INR
Particulars	Computers	Total
Gross Block		
As at April 01, 2022	330,496	330,496
Additions during the year	-	-
Deletions during the year	-	-
Adjustments	28,256	28,256
As at March 31, 2023	358,752	358,752
Additions during the year	-	-
Deletions during the year	-	-
Adjustments	5,255	5,255
As at March 31, 2024	364,006	364,006
Depreciation / Amortization		
As at April 01, 2022	330,292	330,292
Charge for the year	-	-
Adjustments	28,460	28,460
As at March 31, 2023	358,752	358,752
Charge for the year	-	-
Deletions during the year	-	-
Adjustments	5,255	5,255
As at March 31, 2024	364,006	364,006
Net Block		
As at March 31, 2023	-	-
As at March 31, 2024	-	-



Sasken Inc.

Notes to financial statements for the year ended March 31, 2024

	As at March 31, 2024	As at March 31, 2023
5. Investments		
A. Investments in Jana Care, Inc.- Series -A preferred stock	248,381,653	225,516,841
Less: Fair valuation loss recognised in Other Comprehensive Income	(248,381,653)	(225,516,841)
	-	-
Aggregate provision for diminution in value of investments	248,381,653	225,516,841
6. Other tax assets		
Advance income tax (net)	4,215,453	546,740
Total	4,215,453	546,740
7. Trade receivables		
Unsecured considered good*	24,186,533	14,069,047
Total	24,186,533	14,069,047
* Trade Receivables are outstanding for 6 months or less		
8. Cash and bank balances		
Balances with banks	17,867,719	16,939,476
Other bank balances_margin money	834,000	821,963
Total	18,701,719	17,761,439
9. Unbilled revenue		
Unbilled Revenue	24,099,738	5,459,643
Total	24,099,738	5,459,643



Sasken Inc.

Notes to financial statements for the year ended March 31, 2024

Amount in INR

	As at March 31, 2024	As at March 31, 2023
10. Share capital		
Authorised capital		
110,000,000 Equity shares of \$ 0.01 each	1,100,000	1,100,000
(At March 31, 2023: 110,000,000 Equity shares of \$0.01 each)		
Issued, subscribed and paid up capital		
61,887,680 Equity shares of \$ 0.01 each fully paid up	39,553,757	39,553,757
(At March 31, 2023: 61,887,680 Equity shares of \$0.01 each)		
	<u>39,553,757</u>	<u>39,553,757</u>
Shareholders holding more than 5 percent shares in the Company:	No. of shares	No. of shares
Sasken Technologies Limited (100% holding)(Promoter)	61,887,680	61,887,680
Reconciliation of the number of shares outstanding at the beginning and end of the reporting period:	No. of shares	No. of shares
Outstanding at the beginning of the year	61,887,680	61,887,680
Outstanding at the end of the year	<u>61,887,680</u>	<u>61,887,680</u>
	As at March 31, 2024	As at March 31, 2023
11. Other equity		
11 (i) Retained earnings		
Securities premium		
Opening balance	648,839,507	648,839,507
Add: Issued during the year	-	-
Total	<u>648,839,507</u>	<u>648,839,507</u>
Profit and loss account balance		
Opening balance	(467,989,686)	(473,731,593)
Add: Profit for the year	27,509,969	19,453,945
Less: Dividend	(33,217,283)	(13,712,038)
Total	<u>(473,697,000)</u>	<u>(467,989,686)</u>
11(ii) Other reserves		
Fair value OCI		
Opening balance	(216,866,667)	(216,866,667)
Movement during year	-	-
Closing balance	<u>(216,866,667)</u>	<u>(216,866,667)</u>
Foreign exchange translation reserve		
Opening balance	20,271,032	21,105,213
Add: Movement during the year	368,671	(834,181)
Total	<u>20,639,703</u>	<u>20,271,032</u>
Grand Total	<u>(21,084,457)</u>	<u>(15,745,814)</u>
12. Trade payables		
Outstanding dues of creditors other than micro enterprises and small enterprises*	51,204,247	13,725,891
Total	<u>51,204,247</u>	<u>13,725,891</u>
* Trade Payables are outstanding for 1 year or less.		
13. Provisions		
Provision for Employee compensated absences	373,307	142,386
Total	<u>373,307</u>	<u>142,386</u>
14. Current tax liabilities		
Provision for Income Tax (net)	248,532	160,649
Total	<u>248,532</u>	<u>160,649</u>



Sasken Inc.

Notes to financial statements for the year ended March 31, 2024

Amount in INR

	For the year ended March 31, 2024	For the year ended March 31, 2023
15. Revenue from operations		
Sale of software services	184,736,877	62,391,231
Total	184,736,877	62,391,231
16. Other Income		
Miscellaneous income(Government Grant)*	-	3,561,742
Other interest income	4,163	-
Total	4,163	3,561,742

*represents Employee Retention Credit received from US Governments under CARES Act



Sasken Inc.

Notes to financial statements for the year ended March 31, 2024

Amount in INR

	For the year ended March 31, 2024	For the year ended March 31, 2023
17. Employee benefit expenses		
Salaries & Bonus	18,554,629	10,210,229
Contribution to provident and other funds	1,302,680	848,587
Staff welfare	2,020,967	936,217
Recruitment and relocation	150,211	-
Total	22,028,487	11,995,033
18. Other expenses		
Printing and stationery	-	3,061
Travel expenses	1,624,817	9,598
Professional, legal and consultancy charges	51,962,828	7,719,388
Contract staff cost	79,851,777	26,506,024
Selling expenses - others	1,379,852	-
Rates and taxes	129,568	100,590
Miscellaneous expenses	6,316	5,983
Total	134,955,158	34,344,644



1. Company overview

Sasken Inc was incorporated on September 25, 2007 in the State of Delaware, U.S a wholly owned subsidiary of Sasken Technologies Limited. Sasken Inc will derive its revenues by licencing the multimedia software to its customers so they in turn could embed Sasken's software into their products. Once the finished product is manufactured by its customers, Sasken receives licencing fees and/or royalty fee depending upon the contractual relationship, Sasken Inc also provides services to its customers in multimedia software segment.

2. Basis of preparation

These financial statements have been prepared for the purpose of consolidation with the financials statements of Sasken Technologies Limited, the Holding company.

a) Statement of compliance

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of the Companies Act, 2013, (the 'Act') and other relevant provisions of the Act. The financial statements correspond to the classification provisions contained in Ind AS 1, "Presentation of Financial Statements". For clarity, various items are aggregated in the statements of profit and loss and balance sheet. These items are disaggregated separately in the notes to the financial statements, where applicable.

b) Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is the Parent company's reporting currency, functional currency being the USD. All amount included in the financial statements are reported in INR, except the share and per share data, unless otherwise stated.

c) Use of estimates & judgements

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

d) Revenue Recognition

The Company uses the percentage of completion method using the input (cost expended) method to measure progress towards completion in respect of fixed price contracts. Percentage of completion method accounting relies on estimates of total expected contract revenue and costs. This method is followed when reasonably dependable estimates of the revenues and costs applicable to various elements of the contract can be made. Key factors that are reviewed in estimating the future costs to complete include estimates of future labour costs and productivity efficiencies. Because the financial reporting of these contracts depends on estimates that are assessed continually during the term of these contracts, recognized revenue and profit are subject to revisions as the contract progresses to completion. When estimates indicate that a loss will be incurred, the loss is provided for in the period in which the loss becomes probable.

3. Material accounting policies

a) Property, Plant & Equipment (including intangible assets)

i) Recognition & measurement

Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses, if any. Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located. If significant parts of an item of property, plant



and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment. The cost of property, plant and equipment not available for use as at each reporting date is disclosed under capital work-in-progress. Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.

ii) Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

iii) Depreciation & amortization

Based on an independent assessment, the management has estimated the useful lives of the following classes of assets, which are lower than or equal to those indicated in Schedule II. Management believes this best represents the period over which they expect to use these assets. Depreciation is provided using the straight line method (SLM), over the estimated useful life of the asset, as follows:

Type of asset	Estimated life (SLM)	Schedule II Estimated life (SLM)
Computers	3	3
Electrical Fittings	5	10
Furniture & Fixtures	10	10
Office Equipment	5	5
Test and Control Equipments	4	15

Leasehold improvements are amortized over the shorter of estimated useful life of the assets or the related lease term.

Intangible assets are amortized over the estimated useful life, on a straight line basis, as follows:

- Computer Software
 - Computer Software used for development of software/rendering software services - over the life of the project/product - 1 year to 5 years.
 - Generic Computer Software - over 1 year.
 - Product Software for administration purposes - 3 years.
- Technical know-how - over a period of 3 years.

b) Leases

The determination of whether an arrangement is, or contains, a lease is based on the substance of the arrangement at the inception date. The arrangement is, or contains a lease if, fulfilment of the arrangement is dependent on the use of a specific asset or assets or the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement. Leases of property, plant and equipment, where the Company assumes substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalized at lower of the fair value of the leased property and the present value of the minimum lease payments. Lease payments are apportioned between the finance charge and the outstanding liability. The finance charge is allocated to periods during the lease term at a constant periodic rate of interest on the remaining balance of the liability. Leases where the lessor retains substantially all the risks and rewards of ownership are classified as operating leases. Payments made under operating leases are generally recognised in profit or loss on a straight-line basis over the term of the lease unless such payments are structured to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases. Lease incentives received are recognised as an integral part of the total lease expense over the term of the lease.

c) Foreign Currency

Foreign currency transactions:

Transactions in foreign currency are translated into the reporting currency by applying to the foreign currency amount the exchange rate prevailing on the date of the transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and from translation at the exchange rates prevailing at the reporting date of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of profit and loss and reported within foreign exchange gains/(losses), net within results of operating activities except when deferred in other comprehensive income as qualifying cash flow hedges. Monetary assets and liabilities denominated in foreign currencies are translated into the reporting currency at the exchange rate at the reporting date. Non-monetary assets and liabilities that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Exchange differences are recognised in profit or loss, except exchange differences arising from the translation of the following items which are recognised in OCI-qualifying cash flow hedges to the extent that the hedges are effective.



Foreign operations:

The assets and liabilities of foreign operations are translated into INR, the functional currency of the Company, at the exchange rates at the reporting date. The income and expenses of foreign operations are translated into INR at the exchange rates at the dates of the transactions or an average rate if the average rate approximates the actual rate at the date of the transaction.

d) Financial instruments**Recognition and initial measurement:**

Trade receivables and debt securities issued are initially recognised when they are originated. All other financial assets and financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument. A financial asset or financial liability is initially measured at fair value plus, for an item not at fair value through profit and loss (FVTPL), transaction costs that are directly attributable to its acquisition or issue.

Classification and subsequent measurement of Financial assets :

On initial recognition, a financial asset is classified as measured at (i) Amortised Cost (ii) FVTPL (iii) FVOCI. Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets. A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL: (i) the asset is held within a business model whose objective is to hold assets 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. Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding and selling financial assets. All financial assets not classified as measured at amortised cost or FVOCI are measured at FVTPL.

Financial liabilities :

Financial liabilities are classified as measured at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for-trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in profit or loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit or loss. Any gain or loss on derecognition is also recognised in profit or loss.

Derecognition :

Financial assets - The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

Financial Liabilities - The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire. The Company also derecognises a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and the new financial liability with modified terms is recognised in profit or loss.

Derivative financial instruments and hedge accounting :

The Company is exposed to foreign exchange risk from monetary assets, liabilities and forecasted cash flows denominated in foreign currency. The Company limits the effect of foreign exchange rate fluctuations by following established risk management policies including the use of derivatives. The Company enters into derivative financial instruments where the counterparty is a bank. Derivatives are initially measured at fair value. Attributable transaction costs are recognized in statement of profit and loss as cost. Subsequent to initial recognition, derivative financial instruments are measured as described below :

Cash flow hedges - When a derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognised in OCI and accumulated in the other equity under cash flow hedging reserve. The effective portion of changes in the fair value of the derivative that is recognised in OCI is limited to the cumulative change in fair value of the hedged item, determined on a present value basis, from inception of the hedge. Any ineffective portion of changes in the fair value of the derivative is recognised



immediately in profit or loss. If a hedge no longer meets the criteria for hedge accounting or the hedging instrument is sold, expires, is terminated or is exercised, then hedge accounting is discontinued prospectively. When hedge accounting for cash flow hedges is discontinued, the amount that has been accumulated in other equity remains there until, for a hedge of a transaction resulting in recognition of a non-financial item, it is included in the non-financial item's cost on its initial recognition or, for other cash flow hedges, it is reclassified to profit or loss in the same period or periods as the hedged expected future cash flows affect profit or loss. If the hedged future cash flows are no longer expected to occur, then the amounts that have been accumulated in other equity are immediately reclassified to profit or loss.

e) Impairment

Impairment of financial instruments :

The Company recognises loss allowances for expected credit losses on financial assets measured at amortised cost. At each reporting date, the Company assesses whether financial assets carried at amortised cost are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. Evidence that a financial asset is credit-impaired includes the following observable data: significant financial difficulty of the borrower or issuer; a breach of contract such as a default or being past due for 180 days or more; the restructuring of a loan or advance by the Company on terms that the Company would not consider otherwise it is probable that the borrower will enter bankruptcy or other financial reorganisation; or the disappearance of an active market for a security because of financial difficulties. Loss allowances for trade receivables are always measured at an amount equal to lifetime expected credit losses. Lifetime expected credit losses are the expected credit losses that result from all possible defaults over the expected life of a financial instrument.

Impairment of non-financial assets :

The Company's non-financial assets, other than inventories and deferred tax assets, are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. For impairment testing, assets that do not generate independent cash inflows are grouped together into cash-generating units (CGUs). Each CGU represents the smallest group of assets that generates cash inflows that are largely independent of the cash inflows of other assets or CGUs. An impairment loss is recognised if the carrying amount of an asset or CGU exceeds its estimated recoverable amount. The recoverable amount of an asset or cash generating unit is the higher of its fair value less cost of disposal (FVLCD) and its value-in-use (VIU). The VIU of long-lived assets is calculated using projected future cash flows. FVLCD of a cash generating unit is computed using turnover and earnings multiples. Impairment losses are recognised in the statement of profit and loss. Impairment loss recognised in respect of a CGU is allocated first to reduce the carrying amount of any goodwill allocated to the CGU, and then to reduce the carrying amounts of the other assets of the CGU (or group of CGUs) on a pro rata basis. If at the reporting date, there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the impairment losses previously recognized are reversed such that the asset is recognized at its recoverable amount but not exceeding written down value which would have been reported if the impairment losses had not been recognized initially.

f) Employee benefits :

Post-employment and pension plans :

The Company participates in various employee benefit plans as per the applicable laws. These are defined Contribution plans, where the Company's only obligation is to pay a fixed amount with no obligation to pay further contributions.

Social security :

The company contributes towards Social Security, Medicare Taxes, State and Federal Unemployment Taxes at the prescribed rates, and to the pension fund. The Company has no other additional obligation.

Short-term employee benefits :

Employee benefits payable wholly within twelve months of receiving employee services are classified as short term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short term employee benefits to be paid in exchange for employee services is recognised as an expense as the related service is rendered by employees.



Compensated absences :

The Company's employees are entitled to compensated absences. The employees can carry forward a portion of the unutilized accumulating compensated absences and utilize it in future periods or receive cash at retirement or termination of employment. The Company records an obligation for compensated absences in the period in which the employee renders the services that increases this entitlement. The Company measures the expected cost of compensated absences as the additional amount that the Company expects to pay as a result of the unused entitlement that has accumulated at the end of the reporting period. The Company recognizes accumulated compensated absences based on actuarial valuation using the projected unit credit method. Accumulated leaves, which is expected to be utilised within the next twelve months and not eligible to be carried forward to future years, is treated as short term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date. These amounts are charged to the statement of profit and loss.

g) Income taxes :

Income tax comprises current and deferred tax. It is recognised in profit or loss except to the extent that it relates to a business combination or to an item recognised directly in equity or in other comprehensive income.

Current tax:

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date and applicable for the period. Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or to realize the asset and settle the liability simultaneously.

Deferred tax :

Deferred tax is recognised using the balance sheet approach. In respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes. Deferred tax is also recognised in respect of carried forward tax losses and tax credits. Deferred tax is not recognised for :

- temporary differences arising on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss at the time of the transaction;
- temporary differences related to investments in subsidiaries, associates and joint arrangements to the extent that the Company is able to control the timing of the reversal of the temporary differences and it is probable that they will not reverse in the foreseeable future; and
- taxable temporary differences arising on the initial recognition of goodwill.

Deferred tax assets are recognised to the extent that it is probable that future taxable profits will be available against which they can be used. Deferred tax assets - unrecognised or recognised, are reviewed at each reporting date and are recognised/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realised. Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date. The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

h) Earnings per share :

Basic earnings per share is computed by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of ordinary shares outstanding during the period is the number of ordinary shares outstanding at the beginning of the period, adjusted by the number of ordinary shares bought back or issued during the period multiplied by a time-weighting factor. The weighted average numbers of equity shares outstanding during the year is adjusted for events of bonus issue; bonus element in a rights issue to existing shareholders; share split; and reverse share split (consolidation of shares) and buy back of shares.



For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year is adjusted for the effects of all dilutive potential equity shares, except where the results are anti-dilutive.

i) **Provisions and contingencies :**

A provision is recognized when the Company has a present obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Provisions for onerous contracts, i.e. contracts where the expected unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under it, are recognised when it is probable that an outflow of resources embodying economic benefits will be required to settle a present obligation as a result of an obligating event, based on a best estimate of such obligation. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. A contingent asset is neither recognised or disclosed in the financial statement.

j) **Cash and cash equivalents :**

Cash and cash equivalents in the cash flow statement comprise of cash at bank and in hand. The cash flow statement is prepared under the indirect method.

19. **Other Notes:**

a. **Investments :**

During the year ending March 31, 2024, the Company has evaluated its investment in Jana Care Inc. which is fair valued through Other Comprehensive Income decided to continue 100% provision of USD 2,978,197.28 made in previous years.

b. **Segment Reporting**

The Company provides software services and software products, which in the opinion of the management represents a single business segment and hence no separate disclosure has been made. The geographical segment information is disclosed based on location of the customers.

Geographic Segment Information:

Revenues:

Region	Amount in Rs.	
	For the year ended	
	31-March-24	31-March-23
North America (including Canada)	180,124,102	58,481,320
Asia Pacific (other than India)	4,612,775	3,909,911
Total	184,736,877	62,391,231

Assets:

Sundry Debtors & Unbilled Revenue:

Region	Amount in Rs.	
	As at March 31, 2024	As at March 31, 2023
North America (including Canada)	48,286,271	19,528,690
Total	48,286,271	19,528,690



c. Related Party Disclosures:

Name of the related parties and description of relationship:

Holding Company : Sasken Technologies Limited, India

Transactions and balances due to/(from) Holding company/Other Subsidiaries of the holding Co are as shown below:

i) Transactions during the year:

Name of the party	Nature of Transactions	Amount in Rs.	
		For the year ended	
		31-March-24	31-March-23
Sasken Technologies Limited	(i) Software development services procured	49,502,345	7,303,022
	ii) Software development services rendered	3,489,468	1,023,730
	iii) Dividend	33,217,283	13,712,038

ii) Balances:

Name of the party	Nature of Balances	Amount in Rs.	
		As at 31-March-24	As at 31-Mar-23
Sasken Technologies Limited	Payable balances (incl. provisions)	13,247,091	3,425,526

20.Earnings per Share (EPS)

Earnings Per Share has been determined as follows:

Particulars		Amount in INR	
		For the year ended March 31, 2024	For the year ended March 31, 2023
Profit after tax as per the Statement of Profit and Loss	A	27,509,969	19,453,945
Weighted Average number of Shares for Basic and Diluted EPS	B	61,887,680	61,887,680
Earnings Per Share			
Basic and Diluted	A/B	0.44	0.31

21.Financial Ratios

	Ratio	Methodology	For the year ended	
			31-Mar-24	31-Mar-23
a	Current Ratio	Current Assets / Current Liabilities	1.27	2.66
b	Debt Equity Ratio*	Debt/ (Equity + Reserves)	-	-
c	Debt Service coverage ratio*	EBDITA/(Interest+Principal)	-	-
d	Return on Equity Ratio %	(PAT/Average Net Worth)(%)	130.14%	91.10%
e	Inventory turn-over ratio**	NA	-	-
f	Trade receivable to turn over ratio	Revenue from operations/ Average Trade Receivables	9.66	5.81
g	Trade payable to turn over ratio	Adjusted Expenses/ Average Trade Payables	4.16	4.11
h	Net Capital Turnover ratio	Revenue from Operations/ Average Working Capital	9.85	3.30
i	Net profit ratio%	PAT/ Revenue from operation(%)	14.89%	31.18%
j	Return on Capital Employed%	PBIT/ Average Capital Employed(%)	131.31%	91.85%
k	Return on Investment % ***	Investment income/ Average Investments(%)	-	-

* Debt free company, hence these ratios are not applicable.

**Inventory turn-over ratio is not applicable, since the company does not hold any inventories

*** No investments, hence this ratio is not applicable



EBITDA - Earnings before interest, taxes, depreciation and amortisation.

PAT - Profit after taxes.

Adjusted expenses refer to other expenses net of non-cash expenses and donations.

PBIT - Profit before interest and taxes including other income.

Explanation for variance exceeding 25%

All the ratios improved during the year due to increase in revenues along with margins

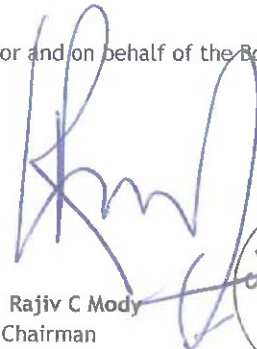
As per my report attached



S.S. Swamy
Chartered accountant
Membership Number :019990



For and on behalf of the Board of Directors of Sasken Inc.



Rajiv C Mody
Chairman
DIN: 00092037



Place: Bengaluru
Date : May 7, 2024