



To  
The Members of Mouri Tech LLC, United States of America.

We have verified the translated version of the financial statements of Mouri Tech LLC, United States of America ("United States of America"/ "the entity") as at the end of and for the year ended March 31, 2024, March 31, 2023 and March 31, 2022 ("Translated Financial Statements"). The financial statements have been translated by the management of the entity in Indian Rupee in accordance with Indian Accounting Standard (Ind AS) 21, "The Effect of Changes in Foreign Exchange Rates" as notified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended ("Ind AS 21"). The work is carried out by us in accordance with the Standard on Related Services (SRS) 4400, "Engagements to Perform Agreed upon Procedures regarding Financial Information" issued by The Institute of Chartered Accountants of India.

These Translated Financial Statements have been prepared by the management of the entity in connection with the proposed Initial Public Offer of equity shares of the MOURI Tech Limited (formerly MOURI Tech Private Limited). We have verified the translated financial information contained in the Annexures attached to this certificate.

We did not audit or review the financial statements of Mouri Tech LLC ("financial statements"). The financial statements of Mouri Tech LLC as at the end of and for the year ended March 31, 2024, March 31, 2023 and March 31, 2022 prepared by the management of Mouri Tech LLC in reporting currency US\$, as per accounting principles generally accepted in United States of America (US GAAS) and other applicable authoritative pronouncements applicable in Texas, United States of America, have been audited by Grant Thornton Bharat LLP ("Independent Certified Public Accountants"). We do not express any assurance on these financial statements of Mouri Tech LLC prepared in reporting currency US\$.

The Independent Certified Public Accountants have issued an unmodified audit opinion vide their report dated July 24, 2024 on the financial statements of Mouri Tech LLC as at the end of and for the year ended March 31, 2024, March 31, 2023 and March 31, 2022.

The audit report issued by the Independent Certified Public Accountants has been furnished to us by the management of the Mouri Tech LLC, which has been relied upon by us for the purpose of issue of certificate on Translated Financial Statements.

These translated financial statements should not in any way be constructed as a reissuance or re-dating of any of the previous audit report(s), nor should these be constructed as a new opinion on any of the audited financial statements referred to herein.

These Translated Financial Statements are intended solely for the use of the management of MOURI Tech Limited in connection with the proposed Initial Public Offer of equity shares. The Certificate should not be used, referred to or distributed for any other purpose except with our prior consent in writing.

*P. Padmasudhi*

This Certificate is based on the information and explanations provided by the management of Mouri Tech Limited and its subsidiary Mouri Tech LLC without having any financial obligation on our part in any respect whatsoever.

For and on behalf of  
K S Rao & Co.,  
Chartered Accountant  
ICAI Firms' Registration No. 003109S

*P. Pardhasaradhi*

Pardhasaradhi Rao P  
Partner  
Membership No: 224777  
UDIN: 24224777BKGVOS3267



Place: Hyderabad  
Date: 17<sup>th</sup> August 2024

**MOURI TECH LLC**  
Translated Version of Audited Balance Sheet as at  
March 31, 2024, March 31, 2023 and March 31, 2022

All amounts in ₹ millions unless otherwise stated

Particulars	Note	As at March 31, 2024	As at March 31, 2023	As at March 31, 2022
<b>Assets</b>				
<b>Current assets:</b>				
Cash and cash equivalents	3	470.46	326.67	206.71
Account receivable, net	4	2,346.42	2,378.69	1,798.05
Other current assets	5	62.20	49.03	35.04
<b>Total current assets</b>		<b>2,879.08</b>	<b>2,754.39</b>	<b>2,039.80</b>
<b>Non current assets</b>				
Investment in securities	6	180.73	139.90	135.11
Property and equipment, net	7	434.59	139.26	131.34
Intangible assets, net	8	98.25	87.52	0.52
Intangible assets under development		-	28.74	59.98
Deferred tax assets, net	17	75.90	63.99	34.00
Income tax assets		21.81	-	38.21
Other non current assets	5	-	82.22	-
<b>Total Non current assets</b>		<b>811.28</b>	<b>541.63</b>	<b>399.16</b>
<b>Total assets</b>		<b>3,690.36</b>	<b>3,296.02</b>	<b>2,438.96</b>
<b>Liabilities and Stockholders' equity</b>				
<b>Current liabilities:</b>				
Accounts payable		2,812.13	2,672.72	1,741.19
Note payable to shareholders	9	-	-	158.44
Short term borrowings	10	8.46	105.46	96.76
Income tax payable		-	25.70	11.19
Dividend payable		-	153.75	-
Accrued expenses and other current liabilities	11	159.15	117.19	72.14
<b>Total current liabilities</b>		<b>2,979.74</b>	<b>3,074.82</b>	<b>2,079.72</b>
<b>Non current liabilities</b>				
Long term borrowings	10	349.58	123.60	134.67
		<b>349.58</b>	<b>123.60</b>	<b>134.67</b>
<b>Total liabilities</b>		<b>3,329.32</b>	<b>3,198.42</b>	<b>2,214.39</b>
<b>Stockholders' equity</b>				
Common stock, \$1 par value				
1000 stock authorized				
1000 stock issued and outstanding		0.08	0.08	0.08
Retained earnings	11	360.96	97.52	224.49
<b>Total Stockholders' equity</b>		<b>361.04</b>	<b>97.60</b>	<b>224.57</b>
<b>Total liabilities and stockholders' equity</b>		<b>3,690.36</b>	<b>3,296.02</b>	<b>2,438.96</b>

The accompanying notes referred to above form an integral part of these financial statements.

These are Translated Financial Statements as referred  
in our certificate

For K.S Rao & Co.

Chartered Accountants

Firm Registration No: 003109S

P. Pardhasaradhi

Pardhasaradhi Rao P  
Partner  
Membership No: 224777

Place: Hyderabad  
Date: 17-08-2024



For and on behalf of MOURI TECH LLC

Anil Reddy Yerramreddy

Director

Place: Hyderabad  
Date: 17-08-2024

Sujai Paturu

Director

Place: Texas, USA  
Date: 17-08-2024

**MOURI TECH LLC**  
**Translated Version of Statement of Income for the year ended**  
**March 31, 2024, March 31, 2023 and March 31, 2022**

*All amounts in ₹ millions unless otherwise stated*

Particulars	Note	Year ended March 31, 2024	Year ended March 31, 2023	Year ended March 31, 2022
Revenue	13	9,473.36	9,089.75	6,610.11
Other income	14	69.42	6.02	93.60
<b>Total revenue</b>		<b>9,542.78</b>	<b>9,095.77</b>	<b>6,703.71</b>
Service expenses		6,211.72	6,526.53	4,563.42
Purchase of software and hardware		3.36	1.69	9.20
Employees benefit expenses	15	2,210.27	1,853.70	1,379.69
Depreciation and amortization		65.61	22.09	9.70
Other expenses	16	521.98	400.02	544.88
Interest expense		24.99	11.23	7.43
<b>Total expenses</b>		<b>9,037.93</b>	<b>8,815.26</b>	<b>6,514.32</b>
<b>Profit before income tax</b>		<b>504.85</b>	<b>280.51</b>	<b>189.39</b>
<b>Income tax expense</b>				
Current taxes	17	133.83	96.81	72.54
Deferred taxes		(10.94)	(26.05)	(22.62)
<b>Total tax expense</b>		<b>122.89</b>	<b>70.76</b>	<b>49.92</b>
<b>Foreign Currency Translation Reserve</b>		<b>3.64</b>	<b>27.49</b>	<b>4.67</b>
<b>Net income</b>		<b>385.60</b>	<b>237.24</b>	<b>144.14</b>

The accompanying notes referred to above form an integral part of these financial statements.

These are Translated Financial Statements as referred in our certificate

**For K.S Rao & Co.**  
Chartered Accountants  
Firm Registration No: 003109S

*P. Pardhasaradhi*

**Pardhasaradhi Rao P**  
Partner  
Membership No: 224777

Place: Hyderabad  
Date: 17-08-2024



For and on behalf of MOURI TECH LLC

*Anil Reddy Yerramreddy*

**Anil Reddy Yerramreddy**  
Director

Place: Hyderabad  
Date: 17-08-2024

*Sujai Paturu*

**Sujai Paturu**  
Director

Place: Texas, USA  
Date: 17-08-2024

**MOURI TECH LLC**Translated Version of Statement of cash flows for the year ended  
March 31, 2024, March 31, 2023 and March 31, 2022

All amounts in ₹ millions unless otherwise stated

Particulars	Year ended March 31, 2024	Year ended March 31, 2023	Year ended March 31, 2022
<b>Cash flow from operating activities</b>			
Net income for the year	385.60	237.24	144.14
<b>Adjustment to reconcile net income to net cash provided by/(used in) operating activities</b>			
Depreciation and amortization	65.61	22.09	9.70
Bad debts	-	34.68	-
Deferred taxes	(11.91)	(29.99)	(22.62)
Changes in fair value of investment	(58.04)	6.77	(81.48)
Provision for doubtful debts	33.20	-	-
Provision for doubtful loans	14.60	-	-
Foreign exchange translation adjustment	5.12	9.08	0.69
<b>Changes in operating assets and liabilities:</b>			
Changes in account receivables	32.15	(446.59)	(682.74)
Changes in other current assets	(27.77)	(13.99)	(17.14)
Changes in accounts payable	101.19	753.73	893.60
Changes in accrued expenses and other current liabilities	41.96	45.05	11.55
Changes in income taxes payable	(47.51)	52.72	(34.98)
<b>Net cash generated from operating activities</b>	<b>534.20</b>	<b>670.79</b>	<b>220.72</b>
<b>Cash flow from investing activities:</b>			
Purchase of property and equipment including capital advances	(260.71)	(167.99)	(98.85)
Investment in related entities	(2.27)	(11.56)	-
Proceeds from sale of investments	19.48	-	-
<b>Net cash used in investing activities</b>	<b>(243.50)</b>	<b>(179.55)</b>	<b>(98.85)</b>
<b>Cash flow from financing activities</b>			
Repayment of borrowings	(136.77)	(2.37)	(28.30)
Proceeds from borrowings	265.75	-	100.79
Notes issued to shareholders	-	-	212.77
Repayment of notes to shareholders	-	(158.44)	(56.74)
Dividend paid	(275.89)	(210.47)	(284.82)
<b>Net cash used in financing activities</b>	<b>(146.91)</b>	<b>(371.28)</b>	<b>(56.30)</b>
<b>Net change in cash and cash equivalents during the year</b>	<b>143.79</b>	<b>119.96</b>	<b>65.57</b>
Cash and cash equivalents at the beginning of the year	326.67	206.71	141.14
Cash and cash equivalents at the end of the year	<b>470.46</b>	<b>326.67</b>	<b>206.71</b>

The accompanying notes referred to above form an integral part of these financial statements.

These are Translated Financial Statements as referred in our Certificate

For K.S Rao & Co.  
Chartered Accountants  
Firm Registration No: 003109S

P. Pardhasaradhi

Pardhasaradhi Rao P  
Partner  
Membership No: 224777

Place: Hyderabad

Date: 17-08-2024

For and on behalf of MOURI TECH LLC

Anil Kumar Reddy

Anil Reddy Yerramreddy  
Director

Sujai Paturu

Sujai Paturu  
DirectorPlace: Hyderabad  
Date: 17-08-2024Place: Texas, USA  
Date: 17-08-2024

**MOURI TECH LLC**

Translated version of Statement of changes in stock holder's equity  
March 31, 2024, March 31 2023 and March 31, 2022

All amounts in ₹ millions unless otherwise stated

Particulars	No. of shares	Common stock	Retained earnings	Total stock holder's equity
<b>Balance as of March 31, 2021</b>	<b>1,000.00</b>	<b>0.07</b>	<b>80.35</b>	<b>80.43</b>
Net income	-	-	139.47	139.47
Dividend declared	-	-	-	-
Foreign exchange translation adjustment	-	0.01	4.67	4.68
<b>Balance as of March 31, 2022</b>	<b>1,000.00</b>	<b>0.08</b>	<b>224.49</b>	<b>224.57</b>
Net income	-	-	209.75	209.75
Dividend declared	-	-	(364.21)	(364.21)
Foreign exchange translation adjustment	-	-	27.49	27.49
<b>Balance as of March 31, 2023</b>	<b>1,000.00</b>	<b>0.08</b>	<b>97.52</b>	<b>97.60</b>
Net income	-	-	381.96	381.96
Dividend declared	-	-	(122.16)	(122.16)
Foreign exchange translation adjustment	-	-	3.64	3.64
<b>Balance as of March 31, 2024</b>	<b>1,000.00</b>	<b>0.08</b>	<b>360.96</b>	<b>361.04</b>

The accompanying notes referred to above form an integral part of these financial statements.

These are Translated Financial Statements as referred in our Certificate

For K.S Rao & Co.

Chartered Accountants

Firm Registration No: 003109S

*P. Pardhasaradhi*

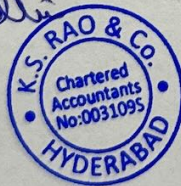
Pardhasaradhi Rao P

Partner

Membership No: 224777

Place: Hyderabad

Date: 17-08-2024



For and on behalf of MOURI TECH LLC

*Anil Kumar Reddy*

Anil Reddy Yerramreddy  
Director

Place: Hyderabad  
Date: 17-08-2024

*Sujai Paturu*

Sujai Paturu  
Director

Place: Texas, USA  
Date: 17-08-2024

**MOURI TECH LLC****Summary of the significant accounting policies and other explanatory information***All amounts in ₹ millions unless otherwise stated***1 Overview****Description of business**

MOURI Tech LLC (the "Company") is privately held, headquartered in Coppell, Texas and was organized as a limited liability Company under the laws of the state of Texas on March 14, 2005. The Company provides enterprise software solutions, consulting services, custom software products, and software/hardware sales to a global customer base with key verticals including ERPs (SAP, Microsoft, Oracle), digital transformation, data engineering, data science, cloud and infrastructure.

**2 Significant accounting policies****(a) Basis of preparation of financial statements**

The accompanying financial statements have been prepared in conformity with U.S generally accepted accounting principles to reflect the financial position and the results of operations of the Company.

These financial statements are translated into Indian Rupees in accordance with Ind AS 21, "The Effects of Changes in Foreign Exchange Rates" as notified under section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015 .All amounts have been rounded-off to the nearest million, unless otherwise indicated.

These Translated Financial Statements have been prepared in connection with the proposed Initial Public Offer of equity shares of the MOURI Tech Limited (formerly MOURI Tech Private Limited) ("Acquirer Company").

**(b) Use of estimates**

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Significant items subject to such estimates and assumptions include the useful lives of fixed assets, allowances for doubtful accounts, deferred tax assets and income tax uncertainties.

**(c) Cash and cash equivalents**

The Company considers all highly liquid investments with a original maturity of three months or less to be cash equivalents. Cash & Cash Equivalents for the company include only cash held in bank accounts.

**(d) Investments in Securities**

Equity securities with readily determinable fair values are measured at fair value and changes in fair value are reported in the statement of income. In addition, the Company records equity securities without readily determinable fair values at cost, less impairment, plus or minus subsequent adjustments for observable price changes in orderly transactions for the identical or a similar investment of the same issuer. Equity securities without readily determinable fair values are written down to their fair value if a qualitative assessment indicates that the investment is impaired and the fair value of the investment is less than its carrying amount.

**(e) Accounts receivable**

Accounts receivable are recorded at the invoiced amount and do not bear interest. Amounts collected on accounts receivable are included in net cash provided by operating activities in the statements of cash flows. The Company maintains an allowance for doubtful accounts for estimated losses inherent in its accounts receivable portfolio. In establishing the required allowance, management considers historical losses adjusted to take into account current market conditions and customers' financial condition, the amount of receivables in dispute, and the current receivables aging and current payment patterns. The Company reviews its allowance for doubtful accounts monthly. Past due balances over 90 days and over a specified amount are reviewed individually for collectability. Account balances are charged off against the allowance after all means of collection have been exhausted and the potential for recovery is considered remote. As of March 31,2024, 2023 and 2022, the Company considered accounts receivable to be fully collectible; accordingly, no allowance for doubtful accounts was required except for \$ 400,561 for the year ended 31 March 2024.

**(f) Revenue recognition**

Revenue is recognized when services are provided to the Company's customers, in an amount that reflects the consideration which the Company expect to be entitled to in exchange for the services provided. Revenue is measured based on consideration specified in a contract with a customer and excludes discounts and rebates. The Company recognizes revenue when it satisfies a performance obligation by providing services to a customer. Taxes assessed by a governmental authority that are both imposed on and concurrent with a specific revenue-producing transaction, that are collected by the Company from a customer, are excluded from revenue.

The Company determines revenue recognition through the following steps:

- a) Identification of the contract, or contracts, with a customer;
- b) Identification of the performance obligations in the contract;
- c) Determination of the transaction price;
- d) Allocation of the transaction price to the performance obligations; and
- e) Recognition of revenue when, or as, performance obligation is satisfied.

*P. Padmaevathi*



**(f) Revenue recognition (continued)****Nature of products and services:**

The Company derives revenues primarily from professional services

**Revenue from professional services**

Professional services comprised of implementation, managed services or other consulting services. The obligation to provide professional services is generally satisfied over time, with the customer simultaneously receiving and consuming the benefits as the Company satisfies its performance obligations. The Company recognizes revenue for time-and-materials arrangements as the services are performed. In fixed fee arrangements, revenue is recognized as services are performed as measured by costs incurred to date, compared to total estimated costs to complete the services project. Management applies judgment when estimating project status and the costs necessary to complete the services. Contract asset or liabilities arising out of outstanding fixed fee arrangements as on the reporting period is determined to be immaterial.

Revenue from the sale or resale of hardware and software licenses are recognized at a point time when the products are delivered. Revenue is recognised on Gross basis if the entity determines that it is a principal to the contract, alternatively if the entity determines that it is an agent to the contract it recognizes revenue on a net basis. However the Revenue from the sale or resale of hardware and software licenses is not material.

**Unbilled receivables**

It represents revenue, for which performance obligation are rendered before reporting period and the Company has a unconditional right to receive cash, and only passage of time is required, as per contractual terms. Unbilled receivables are shown as a part of the Accounts receivables.

**Significant financing component**

The term between invoicing and when payment is due is not significant. As a practical expedient, the Company does not assess the existence of a significant financing component when the difference between payment and transfer of deliverables is one year or less.

**(g) Property and equipment**

Property and equipment are stated at cost less accumulated depreciation. The Company depreciates all property and equipment over the estimated useful lives of the assets on straight line method. The estimated useful lives of the assets are as follows:

Category	Years
Computers	3 years
Furniture & Fixtures	7 years
Office Equipment	5 years
Office Buildings	39 years
Office Vehicles	5 years

**(h) Intangible assets**

The Company capitalizes qualifying internal-use software development costs. The costs consist of personnel costs (including related benefits) that are incurred during the application development stage. Capitalization of costs begins when two criteria are met: (1) the preliminary project stage is completed, and (2) it is probable that the software will be completed and used for its intended function. Capitalization ceases when the software is substantially complete and ready for its intended use, including the completion of all significant testing. Costs related to preliminary project activities and post-implementation operating activities are expensed as incurred. Capitalized costs are included in Intangible assets, net on the balance sheets. These costs are amortized over the estimated useful life of the software, which is three years, on a straight-line basis. Cost and accumulated amortization of fully amortized capitalized internal-use software development costs are removed from the balance sheets when the related software is no longer in use. Intangible assets not ready for the intended use on the date of the Balance Sheet are disclosed as "intangible assets under development"

**(i) Impairment of long-lived assets**

The Company reviews long-lived assets, including the property and equipment, for impairment whenever event or changes in business circumstances indicate that the carrying amount of the asset may not be fully recoverable. An impairment loss is recognized when estimated undiscounted future cash flows expected to result from use of the asset and its eventual disposition are less than the carrying amount. Impairment, if any, is assessed using discounted cash flows. No impairment was recorded for the year ended March 31, 2024 March 31, 2023 and March 31, 2022.

P. Padmasaradhi





**MOURI TECH LLC**

**Summary of the significant accounting policies and other explanatory information**

*All amounts in ₹ millions unless otherwise stated*

**(j) Income taxes**

Income taxes are accounted for under the asset and liability method. Deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases and operating loss and tax credit carry forwards. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the enactment date. The measurement of deferred tax assets is reduced, if necessary, by a valuation allowance for any tax benefits of which future realization is not more likely than not. Changes in valuation allowance from period to period are reflected in the statement of income in the period of change.

The Company recognizes the effect of income tax positions only if those positions are more likely than not of being sustained. Recognized income tax positions are measured at the largest amount that is greater than 50% likely of being realized. Changes in recognition or measurement are reflected in the period in which the change in judgment occurs.

**(k) Commitments and contingencies**

Liabilities for loss contingencies arising from claims, assessments, litigation, fines, and penalties and other sources are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated. Legal costs incurred in connection with loss contingencies are expensed as incurred.

**(l) Fair value of financial instruments**

ASC 825-10 requires certain disclosures regarding the fair value of financial instruments.

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A three-level fair value hierarchy prioritizes the inputs used to measure fair value. The hierarchy requires entities to maximize the use of observable inputs and minimize the use of unobservable inputs.

The three levels of inputs used to measure fair value are as follows:

- Level 1- Quoted prices in active markets for identical assets and liabilities.
- Level 2- Quoted prices in active markets for similar assets and liabilities, or other inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.
- Level 3- Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets and liabilities. This includes certain pricing models, discounted cash flow methodologies and similar techniques that use significant unobservable inputs.

Fair value measurements are classified according to the lowest level input or value-driver that is significant to the valuation. When available, the Company uses quoted market prices to determine fair value and classifies such instruments within the Level 1 category. In cases where market prices are not available, the Company estimates fair value using observable market inputs, in which case the measurements are classified within Level 2. If quoted or observable market prices are not available, fair value estimates are based upon valuation techniques in which one or more significant inputs are unobservable, including internally developed models. These measurements are classified within the Level 3 category.

The Company's investment in equity securities (except for investment in related entities) are measured using Level 1 inputs i.e. quoted market prices.

The Company considers the recorded value of its financial assets and liabilities, which consist primarily of cash and cash equivalents, accounts receivable, accounts payable, borrowings, and other accrued expenses to approximate the fair value of the respective assets and liabilities as at March 31, 2024 2023 and 2022 and upon the short-term nature of the assets and liabilities.

*P. Padmeshadli*



**MOURI TECH LLC**
**Summary of the significant accounting policies and other explanatory information**
*All amounts in ₹ millions unless otherwise stated*

	March 31, 2024	March 31, 2023	March 31, 2022
<b>3 Cash and cash equivalents</b>			
Cash and cash equivalents as at :			
Balances with banks	470.46	326.67	206.71
In current accounts	<b>470.46</b>	<b>326.67</b>	<b>206.71</b>

**4 Account Receivable**

The accounts receivable net of allowances, amounted to ₹ 2,346.42 as of March 31, 2024, March 31, 2023: ₹ 2,378.69 and March 31, 2022: ₹ 1,798.04

The activity in the allowance for credit loss is given below

	March 31, 2024	March 31, 2023	March 31, 2022
Balance at the beginning of the year	-	-	-
Add: Allowance for credit loss for the year	33.20	34.68	-
Less: Written off as bad debts	-	(34.68)	-
Balance at the end of the year	<b>33.20</b>	<b>-</b>	<b>-</b>

**5 Other assets**
**Current**

	March 31, 2024	March 31, 2023	March 31, 2022
Interest receivable	-	2.78	1.92
Loan to others, net	45.92	36.51	20.39
Advance to vendors	8.34	1.35	-
Prepaid expense	6.65	8.39	12.73
Other assets	1.29	-	-
	<b>62.20</b>	<b>49.03</b>	<b>35.04</b>

**Non-Current**

Capital advances	-	82.22	-
	<b>-</b>	<b>82.22</b>	<b>-</b>

**6 Investment in Securities**

The company holds 1.07% (31 March 2023 and 31 March 2022: 1.18%) ownership interest in Moschip Semiconductor Technology Limited ("Moschip"). No distributions were received from the investment for the years ended 31 March 2024, 31 March 2023 and 31 March 2022. The fair value of the investment is as follows as of 31 March 2024, 31 March 2023 and 31 March 2022 :

	March 31, 2024	March 31, 2023	March 31, 2022
<b>31 March 2022. The fair value of the investment is as follows as</b>			
Moschip ( 2,009,561 equity share (2,222,222 equity shares)	178.04	139.49	135.11
<b>Investment in related entities, Carried at cost</b>			
Mouri Tech Inc, Canada (10 ordinary shares with no par value)	0.25	0.25	-
Mouri Tech Pty Ltd, South Africa (100 ordinary shares with no par value)	0.17	0.16	-
Mouri Tech FZ LLC, UAE (100 ordinary shares with no par value)	2.27	-	-
	<b>180.73</b>	<b>139.90</b>	<b>135.11</b>

The following schedule summarizes the net investment return on the accompanying statements of income and changes in members' equity for the years ended 31 March 2024, 31 March 2023 and 31 March 2022:

	March 31, 2024	March 31, 2023	March 31, 2022
Net unrealized investment (loss)/gain	58.04	-6.77	81.48
<b>Total</b>	<b>58.04</b>	<b>-6.77</b>	<b>81.48</b>

**7 Property and equipment, net**

Property and equipment consist of the following :

	March 31, 2024	March 31, 2023	March 31, 2022
Computers	22.46	21.46	19.58
Furniture & fixtures	14.19	11.44	10.06
Office equipment	50.59	49.64	35.30
Land	8.34	8.22	7.58
Office buildings	403.37	89.46	82.49
Office vehicles	3.21	3.17	2.92
	<b>502.16</b>	<b>183.39</b>	<b>157.93</b>
Less: Accumulated depreciation including translation adjustment	(67.57)	(44.13)	(26.59)
	<b>434.59</b>	<b>139.26</b>	<b>131.34</b>

P. Padma Rao



**MOURI TECH LLC**

**Summary of the significant accounting policies and other explanatory information**

All amounts in ₹ millions unless otherwise stated

	March 31, 2024	March 31, 2023	March 31, 2022
<b>8 Intangible assets</b>			
Internally developed software's	148.68	95.21	0.52
Less: Accumulated depreciation including translation adjustment	(50.43)	(7.69)	-
<b>Total</b>	<b>98.25</b>	<b>87.52</b>	<b>0.52</b>

Expected amortization expense over the remaining intangible asset lives is as follows:

Particulars	March 31, 2024	March 31, 2023	March 31, 2022
For the year ended March 31, 2023	-	-	0.52
For the year ended March 31, 2024	-	31.74	-
For the year ended March 31, 2025	49.56	31.74	-
For the year ended March 31, 2026	41.67	24.04	-
For the year ended March 31, 2027	7.02	-	-
<b>Total</b>	<b>98.25</b>	<b>87.52</b>	<b>0.52</b>

	March 31, 2024	March 31, 2023	March 31, 2022
<b>9 Intangible assets under development</b>			
Intangible asset under development	-	28.74	59.98
<b>Total</b>	<b>-</b>	<b>28.74</b>	<b>59.98</b>

	March 31, 2024	March 31, 2023	March 31, 2022
<b>9 Notes payable to shareholders (Unsecured)</b>			
Notes payable to shareholders	-	-	158.44
<b>Total</b>	<b>-</b>	<b>-</b>	<b>158.44</b>

The Company has issued notes to Shareholders totaling ₹ 216.05 in December 2021, bearing no interest, maturing on demand and no later than December 2022. ₹ 57.61 had been repaid by the Company in March 2022 and balance had been repaid during the year ended March 2023.

	March 31, 2024	March 31, 2023	March 31, 2022
<b>10 Borrowings (secured)</b>			
Instalment note payable to Comerica Bank	-	46.22	56.68
Mortgage loan payable to Comerica Bank	-	100.62	98.94
Note payable to Comerica Bank due on demand	358.04	82.22	75.81
<b>Total</b>	<b>358.04</b>	<b>229.06</b>	<b>231.43</b>
Less: Current portion of borrowings	8.46	105.46	96.76
<b>Total Long term borrowings</b>	<b>349.58</b>	<b>123.60</b>	<b>134.67</b>

**Terms of borrowings**

- Instalment note payable to Comerica Bank totaling ₹166.75 principal and interest payments of ₹1.53 due monthly, bearing interest at Prime plus 3.00 percent, maturing on November 1, 2025, secured by all assets of the Company. This loan has been prepaid during the current year and previous year.
- Mortgage loan payable to Comerica totaling ₹ 115.51, with principal and interest payments due monthly, bearing interest at Prime plus 0.50 percent, maturing on August 8 ,2026, secured by all assets of the Company relating to the identified property.
- Mortgage loan payable to Comerica totaling ₹265.75, with principal and interest payments due monthly, bearing interest at 5.75 percent, maturing on August 8 ,2048, secured by all assets of the Company relating to the identified property.
- Note payable to Comerica Bank totaling ₹ 83.37, interest payments due monthly, bearing interest at Prime plus 0.50 percent, due on demand, secured by substantially all assets of the Company.
- Debt issuance costs are not material to the financial statements.

The Company will be required to repay the following principal amounts in connection with its debt obligations

	March 31, 2024	March 31, 2023	March 31, 2022
First year	8.46	105.46	96.76
Second year	8.85	6.67	21.43
Third year	93.46	6.67	21.93
Fourth year and thereafter	247.27	110.26	91.31
<b>Total</b>	<b>358.04</b>	<b>229.06</b>	<b>231.43</b>

P. Padmasastry



**MOURI TECH LLC****Summary of the significant accounting policies and other explanatory information***All amounts in ₹ millions unless otherwise stated***11 Accrued expenses and other current liabilities**

	<b>March 31, 2024</b>	<b>March 31, 2023</b>	<b>March 31, 2022</b>
Statutory dues	0.03	0.33	0.20
Advance from customers	67.98	8.56	5.88
Salaries payable	86.48	95.21	55.27
Other payables	4.66	13.09	10.79
	<b>159.15</b>	<b>117.19</b>	<b>72.14</b>

**12 Stockholders' equity**

Effective January 1, 2021, the Company had changed its legal entity status from a limited liability corporation to a C-corporation. The Company is authorized to issue 100 shares of common stock, US \$1 per share par value. All equity shares rank equally with regard to dividends and share in the company's residual assets. The voting rights of an equity shareholder on poll (not on show of hands) are in proportion to its share of the paid-up equity capital of the Company. Failure to pay any amount called up on share may lead to forfeiture of shares. On winding up of Mouri Tech LLC, the holders of equity shares will be entitled to receive the residual assets of the company, remaining after distribution of all preferential amounts in proportions to the number of equity shares held. Post change in legal status, the shares of the Company are held by group of individuals until June 2023. Pursuant to reorganisation of corporate structure, MOURI Tech Limited (formerly known as MOURI Tech Private limited) has purchased 100% equity of the Company under a common control business combination transaction in July 2023.

The company has declared ₹122.16 and ₹364.21 as dividend during the year ended March, 31 2024 and 2023 respectively.

The company has paid ₹275.89, ₹210.47, and ₹284.82 as dividend during the year ended March, 31 2024, 2023 and 2022 respectively.

P. Padmasastry



**MOURI TECH LLC****Summary of the significant accounting policies and other explanatory information***All amounts in ₹ millions unless otherwise stated*

	March 31, 2024	March 31, 2023	March 31, 2022
<b>13 Revenue from contract with customers</b>			
Software services*	9,353.90	9,084.60	6,578.84
Resale of products**	36.93	5.15	31.27
Others	82.53	-	-
<b>Total</b>	<b>9,473.36</b>	<b>9,089.75</b>	<b>6,610.11</b>

\*Performance obligations satisfied over a period of time

\*\*Performance obligations satisfied at a point of time

	March 31, 2024	March 31, 2023	March 31, 2022
<b>14 Other income</b>			
Changes in fair value of investments	58.04	-	81.48
Miscellaneous income	11.38	6.02	12.12
<b>Total</b>	<b>69.42</b>	<b>6.02</b>	<b>93.60</b>

	March 31, 2024	March 31, 2023	March 31, 2022
<b>15 Employee benefits expense</b>			
Salaries and wages, including bonus	2,059.23	1,740.88	1,296.55
Staff welfare expenses	151.04	112.82	83.14
<b>Total</b>	<b>2,210.27</b>	<b>1,853.70</b>	<b>1,379.69</b>

**a) Social security**

Employees of the Company receive benefits under social security schemes, which is a defined contribution plan based on a specified percentage of employee's salary. The Company has contributed ₹147.80 , ₹94.29 and ₹70.47 to various social security schemes that have been recognized as an expense in the statements of comprehensive income for the years ended March 31, 2024 , 2023 and 2022 respectively.

**b) Compensated absences**

The employees are not entitled to carry forward or encashment of leave balances.

**c) Retirement benefits**

The company does not have any pension or post retirement plans.

	March 31, 2024	March 31, 2023	March 31, 2022
<b>16 Other expenses</b>			
Legal and professional fees	93.67	79.08	61.79
Consultancy charges	220.29	151.33	422.39
Rates and taxes	8.60	12.36	2.66
Business development expenses	43.82	36.66	6.83
Dues and subscriptions	31.88	21.75	12.44
Office expenses	22.53	14.25	5.56
Rent	1.55	5.88	7.79
Travelling and conveyance	27.61	17.68	9.50
Bad debts	-	34.68	-
Provision for doubtful debts	33.20	-	-
Provision for doubtful loans	14.60	-	-
Changes in fair value of investment	-	6.77	-
Miscellaneous expenditure	24.23	19.58	15.92
<b>Total</b>	<b>521.98</b>	<b>400.02</b>	<b>544.88</b>

P. Padharasalu



**MOURI TECH LLC****Summary of the significant accounting policies and other explanatory information***All amounts in ₹ millions unless otherwise stated***17 Taxes**

The income tax expense consists of the following:

	March 31, 2024	March 31, 2023	March 31, 2022
<i>Current taxes</i>			
Federal	116.75	84.96	61.05
State	17.08	11.85	11.49
	<b>133.83</b>	<b>96.81</b>	<b>72.54</b>
<i>Deferred taxes</i>			
Federal	(10.94)	(26.05)	(22.62)
	<b>(10.94)</b>	<b>(26.05)</b>	<b>(22.62)</b>
<b>Income tax expense, net</b>	<b>122.89</b>	<b>70.76</b>	<b>49.92</b>

The Company recognizes interest and penalties related to unrecognized tax benefits within the income tax expense line in the statements of income. Accrued interest and penalties are included within the related tax liability line in the balance sheets. No accrued interest and penalties have been recorded as of March 31, 2024, 2023 and 2022.

**Reconciliation of effective tax rate**

The significant reconciling items from the expected income tax expense to the actual income tax expense includes state and local income taxes and change in tax rates in the US.

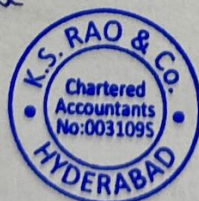
	March 31, 2024		March 31, 2023		March 31, 2022	
	%	Amount	%	Amount	%	Amount
Profit before tax		504.84		280.48		189.40
Tax using the Company's domestic tax rate	21.00%	106.02	21.00%	58.90	21.00%	39.77
<b>Effect of:</b>						
State tax	3.38%	17.08	4.23%	11.85	6.07%	11.50
Others	(0.04%)	(0.21)	0.00%	0.01	(0.71%)	(1.35)
<b>Income tax expense, net</b>		<b>122.89</b>		<b>70.76</b>		<b>49.92</b>

The tax effects of significant temporary differences that resulted in deferred tax assets/liabilities and description of items that create such differences is as follows.

**Deferred tax assets/ (liabilities)**

	March 31, 2024	March 31, 2023	March 31, 2022
Changes in fair value of investment	(18.30)	(4.73)	(5.73)
Expenses capitalized for tax purposes	84.10	68.72	39.73
Others	5.19	(3.94)	-
	<b>70.99</b>	<b>60.05</b>	<b>34.00</b>
Foreign exchange translation adjustment	4.91	3.94	
	<b>75.90</b>	<b>63.99</b>	<b>34.00</b>

*P. Padmalakshmi*



**MOURI TECH LLC****Summary of the significant accounting policies and other explanatory information***All amounts in ₹ millions unless otherwise stated***18 Related party transactions****a) Names of the related parties and nature of relationship**

Names of related parties	Nature of relationship
Anil Reddy Yerramreddy Sujai Paturu Srinivasu Rao Sandaka	Key Managerial Personnel ("KMP")
Mouri Tech PTY Limited, South Africa* Mouri Tech PTY Limited, Australia* Mouri Tech GmbH, Germany* Mouri Tech Limited, United Kingdom* Mouri Tech Inc, Canada* Mouri Tech FZ LLC, UAE* MOURI Tech Limited** Loukya Media Solutions Private Limited Aptlore Technologies Private Limited Prime Web Services Private Limited	Entities in which KMP's exercises control / has significant influence
Loukya S Yerramreddy Mourya Sai Yerramreddy Kishore Yerramreddy	Relative of KMP

*\*\* Holding Company with effect from June 2023. Formerly known as MOURI Tech Private Limited**\* Fellow Subsidiary Companies with effect from June 2023***b) Transaction with related parties**

Particulars	March 31, 2024	March 31, 2023	March 31, 2022
<b>Consultation charges</b>			
MOURI Tech Limited*	4,075.83	3,952.92	3,163.84
Aptlore Technologies Private Limited	13.03	21.98	12.79
Loukya Media Solutions Private Limited	49.18	28.59	19.17
MOURI Tech FZ LLC	1.29	-	7.60
Mouri Tech GmbH	10.55	5.47	2.41
MOURI Tech Inc.	2.17	5.40	41.26
MOURI Tech Ltd (UK)	36.73	17.72	15.31
Prime Web Services Private Limited	18.51	21.13	7.79
MOURI TECH PTY LTD(AU)	-	-	10.98
<b>Note payable to shareholders</b>	-	-	-
Anil Reddy Yerramreddy	-	-	74.66
Sujai Paturu	-	-	111.98
Srinivasu Rao Sandaka	-	-	26.13
	-	-	-
<b>Repayment of note to shareholders</b>	-	(165.14)	(56.74)

*P. Padhaseadhi*

**MOURI TECH LLC****Summary of the significant accounting policies and other explanatory information**

All amounts in ₹ millions unless otherwise stated

<b>Balances with related parties</b>			
Particulars	March 31, 2024	March 31, 2023	March 31, 2022
<b>Trade payables</b>			
MOURI Tech Limited*	2,166.77	1,997.38	1,086.16
Aptlore Technologies Private Limited	4.04	18.83	13.32
Mouri Tech Fz LLC	1.30	-	7.89
Mouri Tech Pty Ltd (Au)	12.26	12.09	19.72
Loukya Media Solutions Private Limited	3.34	3.29	16.37
Mouri Tech Inc.	37.70	38.30	33.51
Mouri Tech Gmbh	2.17	3.08	3.46
Prime Web Services Private Limited	3.10	9.16	9.89
MOURI Tech Ltd (UK)	7.96	26.56	7.48
	-	-	-
<b>Note payable to shareholders</b>			
Anil Reddy Yerramreddy	-	-	44.73
Sujai Paturu	-	-	113.71

\*Formerly known as MOURI Tech Private Limited

**19 Commitments and contingencies****a) Commitments**

Particulars	March 31, 2024	March 31, 2023	March 31, 2022
Capital commitments, net of capital advances	-	184.99	-

**(b) Contingencies**

The Company is not involved in any disputes, lawsuits and claims, including commercial matters. The Company believes that there are no such pending matters that are expected to have any material adverse effect on its financial statements.

**20 Concentrations of credit risk**

For the years ended March 31, 2024, 2023 and 2022, one customer accounted for 14%, 23% and 12% of the Company's total revenue respectively. Accounts receivable from this customer is approximately 13%, 23% and 18% of accounts receivables as at March 31, 2024, 2023 and 2022, respectively.

**21 Risks and Uncertainties**

The Company is subject to a number of risks similar to those of other companies of similar size in its industry, including, but not limited to, the need for successful development of products, competition from substitute products and services from larger companies, dependence on key individuals and risks associated with changes in information technology.

**22 Subsequent events**

In accordance with ASC 855 – Subsequent Events, the Company evaluated subsequent events through March 31, 2024 and the date these financial statements were made available for issuance. The Company is not aware of any additional subsequent events that would require recognition or additional disclosure in these financial statements other than below.

In the month of April 2024, the Company has entered into stock purchase agreements to acquire equity shares in four companies as detailed below. To discharge the purchase consideration, the Company has availed term loan amounting to \$ 20 million from a bank. The loans carries an interest rate of three months SOFR + 275 basis points.

Company name (Acquiree)	Date of acquisition	% of interest acquired	Consideration
Vertisystem Inc	12-Apr-24	75%	US \$ 22,948,933
Versant Systems Pte Ltd	04-Apr-24	70%	SGD 7,452,276
Tek Gigz LLC	08-Apr-24	100%	US \$ 5,500,000
V3 Tech Solutions Inc	08-Apr-24	51%	US \$ 4,600,000

SGD- Singapore Dollar

These are Translated Financial Statements as referred in our Certificate

For K.S Rao &amp; Co.

Chartered Accountants

Firm Registration No: 003109S

P. Pardhasaradhi

Pardhasaradhi Rao P

Partner

Membership No: 224777

Place: Hyderabad

Date: 17-08-2024



For and on behalf of MOURI TECH LLC

Anil Reddy Yerramreddy

Anil Reddy Yerramreddy  
DirectorPlace: Hyderabad  
Date: 17-08-2024

Sujai Paturu

Sujai Paturu  
DirectorPlace: Texas, USA  
Date: 17-08-2024