

INDEPENDENT AUDITORS' REPORT

To

The Members of **M/S. TADHA TECHNO SERVICES PRIVATE LIMITED**

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of **M/S. TADHA TECHNO SERVICES PRIVATE LIMITED** ("the Company"), which comprise the balance sheet as at March 31, 2024 and the Statement of Profit and Loss and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, its profit and cash flows for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143 (10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

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

Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

Management's responsibility for the financial statements

The Company's board of directors are responsible for the matters stated in section 134 (5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in



**Krishna Reddy & Co.,
Chartered Accountants**

accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The board of directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty



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exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

The provisions of the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 is not applicable to the Company since

- (a) It is not a subsidiary or holding company of a public company.
- (b) Its paid-up capital and reserves and surplus are not more than Rs.1 Crores as at the balance sheet date.
- (c) Its total borrowings from banks and financial institutions are not more than Rs.1 Crores at any time during the year; and
- (d) Its turnover for the year is not more than Rs.10 Crores during the year.


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



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- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- (c) The balance sheet, the statement of profit and loss, and the cash flow statement dealt with by this report are in agreement with the books of account;
- (d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014, as amended from time to time;
- (e) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the board of directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) Since the Company's turnover as per last audited financial statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017;
- (g) The Company being a private limited company, the other matters to be included in the Auditor's Report in accordance with the requirements of section 197 (16) of the Act, as amended, in respect of whether the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act is not applicable; and
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us;
 - a. The Company does not have any pending litigations which would impact its financial position;
 - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
 - c. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

For Krishna Reddy & Co
Chartered Accountants
Firm Registration No. 053885


R. Sreenivasulu
Partner

Membership No. 210611
UDIN : 24210611BKGDPG4410
Place : Hyderabad
Date : 01/08/2024



TADHA TECHNO SERVICES PRIVATE LIMITED

BALANCE SHEET AS AT 31.03.2024

| | Notes | As at | |
|--|-------|--------------------|--------------------|
| | | 31 March 2024 | 31 March 2023 |
| I. EQUITY AND LIABILITIES | | | |
| (1) Shareholder's Funds | | | |
| (a) Share Capital | 3 | 1,00,000 | 1,00,000 |
| (b) Reserves and Surplus | 4 | 1,62,23,938 | 1,61,48,608 |
| (2) Share application money pending allotment | | - | - |
| | | 1,63,23,938 | 1,62,48,608 |
| (3) Non-Current Liabilities | | | |
| (a) Long term borrowings | 5 | 25,02,066 | 28,15,566 |
| (b) Deferred tax liabilities (Net) | | - | - |
| | | 25,02,066 | 28,15,566 |
| (4) Current Liabilities | | | |
| (a) Short-term borrowings | 6 | - | 10,69,308 |
| (b) Trade Payables | | | |
| Dues to micro and small enterprises | | - | - |
| Dues to other than micro and small enterprises | 7 | 49,49,640 | 72,08,903 |
| (c) Other current liabilities | 8 | 8,97,185 | 22,75,686 |
| (d) Short-term provisions | 9 | 5,87,101 | 18,519 |
| | | 64,33,926 | 1,05,72,416 |
| TOTAL : I | | 2,52,59,930 | 2,96,36,590 |
| II ASSESTS | | | |
| (1) Non-current assests | | | |
| (a) Fixed assests | | | |
| (i) Tangible assests | 10 | 52,89,558 | 86,65,072 |
| (ii) Intangible assests | 10 | - | - |
| | | 52,89,558 | 86,65,072 |
| (b) Non-current investments | | - | - |
| (c) Deferred tax Assets (Net) | | 9,52,536 | 4,03,954 |
| (d) Long-term loans and advances: | | - | - |
| | | 9,52,536 | 4,03,954 |
| (2) Current assests | | | |
| (a) Trade receivables | 11 | 42,04,463 | 88,80,577 |
| (b) Cash and cash equivalents | 12 | 81,17,961 | 65,44,319 |
| (c) Short-term loans and advances | 13 | 16,23,106 | 14,23,106 |
| (d) Other Current Assets | 14 | 50,72,307 | 37,19,562 |
| | | 1,90,17,837 | 2,05,67,564 |
| TOTAL:II | | 2,52,59,930 | 2,96,36,590 |

Summary of significant accounting policies

2

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

As per our report of even date
For Krishna Reddy & Co.,
 Chartered Accountants

R. Sreenivasulu
 Partner
 Place : Hyderabad
 Date : 01-08-2024
 UDIN:



for and on behalf of the Board of Directors of
 Tadha Techno Services Private Limited

Sateesh Kumar
 Yallanti
 Director
 DIN: 0779525



f. Manusha
 Manusha
 Keerthipati
 Director
 DIN: 07803698

TADHA TECHNO SERVICES PRIVATE LIMITED
PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH 2024

| | Notes | For the year ended | |
|--|-------|--------------------|--------------------|
| | | 31 March 2024 | 31 March 2023 |
| I. Revenue From Operations | 15 | 5,13,65,191 | 3,22,18,144 |
| II. Other income | 16 | 92,996 | 13,74,127 |
| TOTAL(I + II) | | 5,14,58,187 | 3,35,92,271 |
| <u>IV:EXPENDITURE</u> | | | |
| Employee Benefit Expenses | 17 | 4,57,55,288 | 2,80,27,978 |
| Financial Costs | 18 | 4,73,532 | 1,43,454 |
| Depreciation and Amortisation expenditure | 10 | 36,61,718 | 17,95,572 |
| Other Expenses | 19 | 14,53,800 | 27,30,029 |
| TOTAL | | 5,13,44,338 | 3,26,97,033 |
| Profit/(Loss) during the Year (A-B) | | 1,13,849 | 8,95,238 |
| Tax Expense: | | | |
| Current Tax | | 5,87,101 | 18,519 |
| Deferred Tax | | (5,48,582) | (98,606) |
| Net Profit after Provision for Taxation | | 75,330 | 9,75,325 |
| Profit /(loss) of Previous years | | 1,61,48,608 | 1,51,73,283 |
| Profit C/d to Balance Sheet | | 1,62,23,938 | 1,61,48,608 |
| Earning/(loss) per equity share (EPES): | | | |
| Basic | 20 | 7.53 | 97.53 |
| Diluted | 20 | 7.53 | 97.53 |

Summary of significant accounting policies 2

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

As per our report of even date
For Krishna Reddy & Co.,
Chartered Accountants



R. Sreenivasulu
Partner



for and on behalf of the Board of Directors of
Tadha Techno Services Private Limited


Sateesh Kumar Reddy Vallanti
Director



DIN: 07795257


Manusha Keerthipati
Director

DIN: 10501624

Place : Hyderabad
Date : 01-08-2024
UDIN:

TADHA TECHNO SERVICES PRIVATE LIMITED
Cash Flow Statement for the year ended 31 March 2024
(All amounts in ₹, unless otherwise stated)

| | For the year ended | |
|---|---------------------------|----------------------|
| | 31 March 2024 | 31 March 2023 |
| Cash flows from operating activities | | |
| Profit before tax | 1,13,849 | 8,95,238 |
| Adjustments for: | | |
| Depreciation and amortization expense | 36,61,718 | 17,95,572 |
| Interest expense | 4,73,532 | 81,287 |
| Loss on sale of assets | - | (12,24,497) |
| Interest income | (92,996) | (1,49,630) |
| Operating profit before working capital changes | 41,56,103 | 13,97,970 |
| (Increase)/decrease in inventories | - | - |
| (Increase)/decrease in trade receivables | 46,76,114 | (77,50,922) |
| (Increase)/decrease in loans and advances | (2,00,000) | 5,86,894 |
| (Increase)/decrease in other current assets | (13,52,745) | 65,99,921 |
| (Increase)/decrease in other non-current assets | - | - |
| Increase/(Decrease) in trade payables | (22,59,263) | 60,79,123 |
| Increase/(Decrease) in long-term provisions | - | - |
| Increase/(decrease) in other liabilities and provisions | (13,78,502) | 7,97,460 |
| Cash used in operations | 36,41,708 | 77,10,447 |
| Income tax paid, net | (18,519) | (2,18,274) |
| Net cash used in operating activities | 36,23,189 | 74,92,173 |
| Cash flows from investing activities | | |
| Purchase of fixed assets | (2,86,204) | (89,22,296) |
| Proceeds from sale of tangible assets | - | 25,26,185 |
| Purchase of non-current investments | - | - |
| Net investment in/(maturity of) in bank deposits (having original maturity of more than three months) | - | - |
| Long term loans to subsidiaries | - | - |
| Interest paid | (4,73,532) | (81,287) |
| Interest received | 92,996 | 1,49,630 |
| Net cash provided by/ (used in) investing activities | (6,66,740) | (63,27,769) |
| Cash flows from financing activities | | |
| Proceeds from issue of share capital, net of share issue expenses | - | - |
| Proceeds from short-term borrowings, net | (10,69,308) | (12,51,437) |
| Proceeds from to long-term borrowings, net | (3,13,499) | 22,63,334 |
| Net cash provided by financing activities | (13,82,807) | 10,11,897 |
| Net increase / (decrease) in cash and cash equivalents | 15,73,642 | 21,76,301 |
| Cash and cash equivalents at beginning of the year | 65,44,319 | 43,68,018 |
| Cash and cash equivalents at end of the year (refer note 11) | 81,17,961 | 65,44,319 |



| | As at | |
|---|------------------|------------------|
| | 31 March 2024 | 31 March 2023 |
| Cash and cash equivalents includes: | | |
| Cash on hand | 7,98,438 | 1,03,679 |
| Balances with banks in current accounts | 73,19,523 | 64,40,640 |
| Cash and cash equivalents at the end of the year (refer note 11) | 81,17,961 | 65,44,319 |

As per our report of even date
For Krishna Reddy & Co.,
Chartered Accountants




R. Sreenivasulu
Partner
Place : Hyderabad
Date :
UDIN:

for and on behalf of the Board of Directors of
Tadha Techno Services Private Limited




Sateesh Kumar
Reddy Yallanti
Director
DIN: 07795257



Manusha
Keerthipati
Director
DIN: 10501624

TADHA TECHNO SERVICES PRIVATE LIMITED

STATEMENT OF DEPRECIATION AND NET BLOCK FOR THE YEAR ENDED 31.03.2024

10 Tangible assets

| S.No. | Description of Asset | GROSS BLOCK | | | | | | DEPRECIATION | | | | | | NET BLOCK | | | |
|----------------------|---------------------------------|------------------------|-----------|------------|------------------------|-----------|------------|------------------------|------------------|--------------|------------|------------------------|--------------|------------|------------------------|------------------|------------------|
| | | Total As on 31.03.2022 | Additions | Deductions | Total As on 31.03.2023 | Additions | Deductions | Total As on 31.03.2024 | up to 31.03.2022 | current year | Deductions | Total up to 31.03.2023 | current year | Deductions | Total up to 31.03.2024 | As on 31.03.2023 | As on 31.03.2024 |
| 1 | MARUTI WAGON R.VXI | 5,94,975 | - | - | 5,94,975 | 0 | - | 5,94,975 | 4,54,118 | 43,990 | - | 4,98,108 | 8,348 | - | 5,06,456 | 96,867 | 48,519 |
| 2 | Computers | 1,50,740 | 30,46,174 | - | 31,96,914 | 1,32,204 | - | 33,29,119 | 1,36,775 | 1,90,631 | - | 3,27,406 | 18,34,459 | - | 21,61,865 | 28,69,809 | 11,67,254 |
| 3 | Office Interiors And Partitions | 11,69,531 | - | - | 11,69,531 | - | - | 11,69,531 | 5,05,625 | 7,00,564 | - | 5,05,989 | 1,48,490 | - | 7,44,479 | 5,75,542 | 4,25,052 |
| 4 | Home Theatre | 4,12,750 | - | - | 4,12,750 | - | - | 4,12,750 | 2,28,853 | 84,333 | - | 3,12,186 | 45,725 | - | 3,57,961 | 1,01,564 | 55,789 |
| 5 | Dishon AC's | 3,16,100 | - | - | 3,16,100 | - | - | 3,16,100 | 1,74,811 | 63,665 | - | 2,38,506 | 34,972 | - | 2,73,478 | 77,594 | 43,622 |
| 6 | INNOVA CRYSTA 2.4 | 29,54,720 | - | 29,54,720 | - | - | - | 13,69,578 | 2,83,463 | - | - | - | - | - | - | - | - |
| 7 | Fortuner Car | - | 58,76,122 | - | 58,76,122 | - | - | 58,76,122 | - | 9,30,126 | - | 9,30,126 | 15,44,635 | - | 24,74,761 | 49,45,996 | 34,01,361 |
| 8 | O General AC | - | - | - | - | 1,51,000 | - | 1,54,000 | - | - | - | - | 45,039 | - | 45,039 | - | 1,08,961 |
| | Total Tangible Assets | 55,95,825 | 89,22,296 | 29,54,720 | 1,15,67,393 | 2,86,204 | - | 1,18,51,597 | 27,59,790 | 17,95,572 | 16,53,041 | 29,02,321 | 36,61,718 | - | 65,64,039 | 86,65,072 | 52,89,558 |
| 10 Intangible assets | | | | | | | | | | | | | | | | | |
| | SOFTWARE | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| | Total Intangible Assets | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 0 |
| | Total Assets | 55,95,825 | 89,22,296 | 29,54,720 | 1,15,67,393 | 2,86,204 | - | 1,18,51,597 | 27,59,790 | 17,95,572 | 16,53,041 | 29,02,321 | 36,61,718 | - | 65,64,039 | 86,65,072 | 52,89,558 |



TADHA TECHNO SERVICES PRIVATE LIMITED
STATEMENT OF DEPRECIATION AS PER INCOME TAX RULES FOR THE YEAR ENDED : 31-03-2024

| S.No. | Assets | WDV as on 01-04-2023 | ADDITIONS | | Deletion in the year | Total as on 31-03-2024 | Rate of Dep. % | Depreciation | WDV as on 31-03-2024 |
|-------|------------------------------------|-------------------------|------------------|-----------------|-------------------------|---------------------------|-------------------|------------------|-------------------------|
| | | | Before 30th Sep. | After 30 th Sep | | | | | |
| 1 | Vehicles | 49,26,014 | - | - | - | 49,26,014 | 15 | 7,38,902 | 41,87,112 |
| 2 | Computers | 13,55,242 | 58,051 | 74,153 | - | 14,87,446 | 40 | 5,80,148 | 9,07,298 |
| 3 | Office Interiors and Partitions | 8,99,954 | - | - | - | 8,99,954 | 10 | 89,995 | 8,09,959 |
| 4 | Home Theatre | 2,76,514 | - | - | - | 2,76,514 | 15 | 41,477 | 2,35,037 |
| 5 | Daliken AC's | 2,11,253 | - | - | - | 2,11,253 | 15 | 31,688 | 1,79,565 |
| 6 | O General AC | - | 77,000 | 77,000 | - | - | - | - | - |
| | TOTAL | 76,68,977 | 1,35,051 | 1,51,153 | - | 78,01,181 | | 14,82,210 | 63,18,971 |



TADHA TECHNO SERVICES PRIVATE LIMITED
NOTES TO BALANCE SHEET

As at

31 March 2024 31 March 2023

3 Share Capital :

Authorised Share Capital (10,000 Equity Shares of Rs.10/- each, March 31, 2023: 10,000 Equity Shares of Rs.10/- each)

1,00,000 1,00,000

Issued, Subscribed & Paid up :

(10,000 Equity Shares of Rs.10/- each, March 31, 2023:
10,000 Equity Shares of Rs.10/- each)

1,00,000 1,00,000

1,00,000 1,00,000

Note:

During the period of five years immediately preceding the date as at which the Balance Sheet is prepared, the company has not

- (i) allotted any fully paidup equity shares by way of bonus shares;
- (ii) allotted any equity shares pursuant to any contract without payment being received in cash;
- (iii) bought back any equity shares

a) Reconciliation of the Shares outstanding at the beginning and at the end of the reporting year

Equity Shares

| | 31 March 2024 | | 31 March 2023 | |
|------------------------------------|---------------|----------|---------------|----------|
| | No | Amount | No | Amount |
| At the beginning of the year | - | - | - | - |
| Issued during the year | 10,000 | 1,00,000 | 10,000 | 1,00,000 |
| Outstanding at the end of the Year | 10,000 | 1,00,000 | 10,000 | 1,00,000 |

b) Terms/right attached to equity shares

The Company has only one class of equity shares having par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

c) Details of shareholders holding more than 5% shares in the Company

| Name of the shareholder | 31 March 2024 | | 31 March 2023 | |
|--|---------------|-----------|---------------|-----------|
| | No. | % holding | No. | % holding |
| Equity shares of Rs. 10 each fully paid | | | | |
| Sateesh Kumar Reddy Yallanti | 7,000 | 70.00% | 7,000 | 70.00% |
| Srinivasreddy Bhimavarapu | 1,500 | 15.00% | 1,500 | 15.00% |
| Veerapareddy Jyotsna | 1,500 | 15.00% | 1,500 | 15.00% |

As at

31 March 2024 31 March 2023

4 Reserves and Surplus

Profit & Loss A/c:

Opening Balance

1,61,48,608 1,51,73,283

Add: Profit during the year

75,330 9,75,325

1,62,23,938 1,61,48,608



5 **Long term borrowings**

| | As at | |
|--|------------------|------------------|
| | 31 March 2024 | 31 March 2023 |
| Secured Term Loans from banks (refer note a) | 25,02,066 | 28,15,566 |
| | 25,02,066 | 28,15,566 |

a) **Details of security**

1. Term loan from Toyota Financial Services India Limited outstanding to the tune of Rs. 33,77,534 (31 March 2023: Rs. 40,15,034) is secured by way of first charge on Fortuner Car. This loan is repayable in equated monthly installments beginning from the month subsequent to the loan availment date along with an annual interest rate of 7.90% (31 March 2023: 7.90%). Monthly EMI payable is Rs.92,586 and last EMI date is 20/09/2027. Repayment is made in 60 EMIs.

Current Liabilities

| | As at | |
|--------------------------------------|---------------|------------------|
| | 31 March 2024 | 31 March 2023 |
| 6 Short Term Borrowings: | | |
| Loan from related parties, unsecured | - | 5,000 |
| Loan from others, unsecured | - | 10,64,308 |
| | - | 10,69,308 |

| | As at | |
|-------------------------------------|------------------|------------------|
| | 31 March 2024 | 31 March 2023 |
| 7 Trade Payables: | | |
| Sundry Creditors & Expenses Payable | 48,44,640 | 70,98,903 |
| Audit Fees Payable | 1,05,000 | 1,10,000 |
| | 49,49,640 | 72,08,903 |

| | As at | |
|---|-----------------|------------------|
| | 31 March 2024 | 31 March 2023 |
| 8 Other Current Liabilities: | | |
| Current maturities of long-term borrowings (refer note a) | 8,75,468 | 11,99,468 |
| Statutory dues | 21,717 | 10,76,218 |
| | 8,97,185 | 22,75,686 |

| | As at | |
|---------------------------------|-----------------|---------------|
| | 31 March 2024 | 31 March 2023 |
| 9 Short-term Provisions: | | |
| Provision for Income Tax | 5,87,101 | 18,519 |
| | 5,87,101 | 18,519 |

Current Assets

| | As at | |
|--|------------------|------------------|
| | 31 March 2024 | 31 March 2023 |
| 11 Trade Receivables | | |
| Outstanding for a period exceeding six months from the date they are due for payment | - | - |
| Other receivables, unsecured considered good | 42,04,463 | 88,80,577 |
| | 42,04,463 | 88,80,577 |

Sathish



The amounts dues by:

| | | |
|--|---|---|
| Directors | - | - |
| Other officers of the company or any of them either severally or jointly with any other person | - | - |
| Firms or private companies respectively in which any director is a partner or a director or a member | - | - |

| | As at | |
|---|------------------|------------------|
| | 31 March 2024 | 31 March 2023 |
| 12 Cash and Cash Equivalents | | |
| Balances with banks in current accounts | 73,19,523 | 64,40,640 |
| Cash in Hand | 7,98,438 | 1,03,679 |
| | 81,17,961 | 65,44,319 |

13 Short Term Loans and Advances

| | As at | |
|--|------------------|------------------|
| | 31 March 2024 | 31 March 2023 |
| Advances given to employees, unsecured considered good | - | - |
| Loans & advances to others, unsecured considered good | 12,60,000 | 11,60,000 |
| Loans & advances to related parties, unsecured considered good | 2,00,000 | 2,00,000 |
| Security Deposits, secured considered good | 1,63,106 | 63,106 |
| TOTAL | 16,23,106 | 14,23,106 |

| | As at | |
|--------------------------------|------------------|------------------|
| | 31 March 2024 | 31 March 2023 |
| 14 Other Current Assets | | |
| TDS and TCS receivable | 51,41,517 | 31,63,003 |
| GST Input | (69,210) | 5,56,559 |
| Unbilled Revenue | - | - |
| | 50,72,307 | 37,19,562 |



TADHA TECHNO SERVICES PRIVATE LIMITED

Notes to Financial Statements for the year ended 31 March 2024 (continued)

21 Contingent Liabilities not acknowledged as debt

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|------------------------|------------------------|------------------------|
| Contingent Liabilities | NIL | NIL |

22 Capital commitments and contingent liabilities*(to the extent not provided for)*

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|--|------------------------|------------------------|
| Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advances) | - | - |

23 CIF value of imports

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---------------|------------------------|------------------------|
| Capital goods | - | - |

24 Expenditure in foreign currency

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---------------|------------------------|------------------------|
| Expenses | - | - |
| Capital goods | - | - |

25 Earnings in foreign currency

| Particulars | As at 31 March 2024 | As at 31 March 2023 |
|---|------------------------|------------------------|
| Income from export of: - - Software Consultancy Services & IT related Services | - | - |
| Total | - | - |

26 Dues to Micro, Small and Medium Enterprise

The identification of micro, small and medium enterprise supplier as defined under the provisions of "Micro, Small and Medium Enterprises Development Act, 2006" is based on Management's knowledge of their status. There are no dues to micro, small and medium enterprises as on 31st March 2024.



TADHA TECHNO SERVICES PRIVATE LIMITED

Notes to Financial Statements for the year ended 31 March 2024 (continued)

Dues to Micro, Small and Medium Enterprise (continued)

| Particulars | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|--|----------------------------------|----------------------------------|
| The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year. | - | - |
| The amount of interest paid by the Company along with the amounts of the payment made to the supplier beyond the appointed day during the year. | - | - |
| The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under this Act. | - | - |
| The amount of interest accrued and remaining unpaid at the end of the year. | - | - |
| The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise. | - | - |

27 Related Party Transactions

a) Related parties

Key Managerial Personnel:

| | | |
|------------------------------|---|----------|
| Sateesh Kumar Reddy Yallanti | - | Director |
| Manusha Keerthipati | - | Director |

b) Other related parties

| | | |
|--|---|---------------------|
| MOURI Tech Private Limited | - | Director's Relative |
| Loukya Media Solutions Private Limited | - | Director's Relative |
| SPSIN Infra Projects LLP | - | Director's Relative |
| Prime Web Services Private Limited | - | Director's Relative |
| Varalakshmi Yallanti | - | Director's Relative |

Transactions with related parties

| Name of the related party | Nature of Transaction | For the year ended 31 March 2024 | For the year ended 31 March 2023 |
|--------------------------------|-----------------------|----------------------------------|----------------------------------|
| Sateesh Kumar Reddy Yallanti | Remuneration | 40,00,000 | 30,00,000 |
| Sateesh Kumar Reddy Yallanti | Loan repaid | 5,000 | - |
| Sateesh Kumar Reddy Yallanti | Loan taken | - | 5,000 |
| MOURI Tech Private Limited | Manpower Supply | 3,91,04,721 | 1,96,58,517 |
| Loukya Media Solutions Private | Manpower Supply | 1,12,75,000 | 1,15,13,807 |



TADHA TECHNO SERVICES PRIVATE LIMITED

Notes to Financial Statements for the year ended 31 March 2024 (continued)

| | | | |
|------------------------------------|-----------------|-----------|-----------|
| Limited | | | |
| SPSIN Infra Projects LLP | Loan taken | 25,00,000 | 8,50,000 |
| SPSIN Infra Projects LLP | Loan repaid | 25,00,000 | 8,50,000 |
| Prime Web Services Private Limited | Loan taken | - | 10,64,308 |
| Prime Web Services Private Limited | Manpower Supply | 9,85,470 | - |

Balances receivable/(payable)

| Name of the related party | Nature | As at 31 March 2024 | As at 31 March 2023 |
|--|-------------------|------------------------|------------------------|
| Sateesh Kumar Reddy Yallanti | Loan Payable | - | (5,000) |
| Sateesh Kumar Reddy Yallanti | Salary Payable | 2,58,664 | 2,00,250 |
| MOURI Tech Private Limited | Trade Receivables | 22,17,263 | 22,17,263 |
| Loukya Media Solutions Private Limited | Trade Receivables | 19,87,200 | 66,63,314 |
| Prime Web Services Private Limited | Loan Payable | - | 10,64,308 |
| Varalakshmi Yallanti | Loan Receivable | 2,00,000 | 2,00,000 |

28 Figures are rounded off to the nearest rupee.

As per our report of even date
For Krishna Reddy & Co.,
 Chartered Accountants

R. Sreenivasulu
 Partner

Place : Hyderabad
 Date : 01/08/2024
 UDIN:

for and on behalf of the Board of Directors of
Tadha Techno Services Private Limited.,

Sateesh Kumar Reddy
 Yallanti
 Director
 DIN: 07795257

K. Manusha
 Manusha
 Keerthipati
 Director
 DIN: 10501624

TADHA TECHNO SERVICES PRIVATE LIMITED

Notes to financial statements for the year ended 31 March 2024

1. Corporate Overview

TADHA TECHNO SERVICES PRIVATE LIMITED ("the Company") was incorporated on 7th July 2017 as a private limited company. Company is a solutions provider committed to designing and delivering solutions that enable international companies to thrive in today's complex business environment in the areas of Information Technology and Information Technology Enabled Services.

2. Significant accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared and presented under the historical cost convention on the accrual basis of accounting and comply with the Accounting Standards specified under Section 133 of the Companies Act 2013 (the Act) read with Rule 7 of the Companies (Accounts) Rules 2014, other pronouncements of the Institute of Chartered Accountants of India, the relevant provisions of the Companies Act 2013 and other accounting principles generally accepted in India (GAAP) to the extent applicable. The financial statements are presented in Indian Rupees.

Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of the financial statements and reported amounts of revenue and expense for the year. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognised prospectively in current and future periods.

2.2 Current-non-current classification

All assets and liabilities are classified into current and non-current.

Assets

An asset is classified as current when it satisfies any of the following criteria:

- it is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle;
- it is held primarily for the purpose of being traded;
- it is expected to be realized within 12 months after the reporting date; or
- it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets.

All other assets are classified as non-current.

Liabilities

A liability is classified as current when it satisfies any of the following criteria:

- it is expected to be settled in the company's normal operating cycle;
- it is held primarily for the purpose of being traded;
- it is due to be settled within 12 months after the reporting date; or
- the company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.



TADHA TECHNO SERVICES PRIVATE LIMITED
Notes to financial statements for the year ended 31 March 2024 (continued)

2. Significant accounting policies (continued)

All other liabilities are classified as non-current.

Operating Cycle

Operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents.

2.3 Fixed assets and depreciation

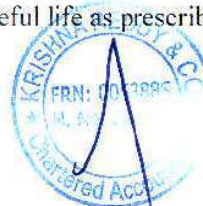
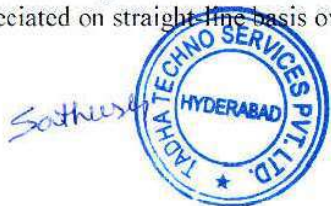
Tangible fixed assets

Tangible fixed assets are carried at cost of acquisition less accumulated depreciation. The cost of fixed assets comprises the purchase price, taxes, duties, freight (net of rebates and discounts) and any other directly attributable costs of bringing the assets to their working condition for their intended use. Borrowing costs directly attributable to acquisition of those fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalised.

Depreciation and amortization on fixed assets is provided using the written down value method over the useful lives of assets estimated by the management. The rates of depreciation and amortization prescribed in Schedule II to the Companies Act, 2013 are considered as minimum rates. If the management's estimate of the useful life of a tangible fixed asset at the time of acquisition of the asset or of the remaining useful life on a subsequent review, is shorter than that envisaged in the aforesaid Schedule, depreciation is provided at a higher rate based on the management's estimate of the useful life/remaining useful life. Pursuant to this policy, depreciation on tangible fixed assets has been provided at the rates based on the following useful lives of fixed assets as estimated by management

| | <u>Years</u> |
|-----------------------------|--------------|
| Computer equipment | 3 |
| Servers and Networks | 6 |
| Mobiles | 3 |
| Furniture and fixtures | 10 |
| Electrical fittings | 10 |
| Office equipment | 5 |
| Office Building | 30 |
| Motor Vehicles - 2 Wheelers | 10 |
| Motor Vehicles - 4 Wheelers | 8 |
| Plant & Machinery | 15 |

Depreciation is calculated on a pro-rata basis from / up to the month the assets are purchased / sold. Individual assets costing less than Rs. 5,000 are depreciated in full in the year of purchase. Losses arising from retirement or gains or losses arising from disposal of fixed assets which are carried at cost are recognised in the Statement of Profit and Loss. Fixed Assets at Leased Premises is depreciated on straight line basis over the period of the lease or over the useful life as prescribed by



TADHA TECHNO SERVICES PRIVATE LIMITED

Notes to financial statements for the year ended 31 March 2024 (continued)

2. Significant accounting policies (continued)

Schedule II to the Companies Act, 2013 whichever is lower.

Intangible fixed assets

Intangible assets that are acquired by the Company are measured initially at cost. After initial recognition, an intangible asset is carried at cost less accumulated depreciation and any accumulated impairment loss.

Subsequent expenditure is capitalized only when it increases the future economic benefits from the specific assets to which it relates.

Intangible assets are amortized in profit or loss over their estimated useful lives, from the date that they are available for use based on the expected pattern of consumption of economic benefits of the asset. Accordingly, at present, these are being amortised on straight line basis. In accordance with the applicable Accounting Standard, the Company follows a rebuttable presumption that the useful life of an intangible asset will not exceed ten years from the date when the asset is available for use. However, if there is persuasive evidence that the useful life of an intangible asset is longer than ten years, it is amortised over the best estimate of its useful life. The useful life of the intangibles (Computer software) has been estimated at 3 years.

Amortisation method and useful lives are reviewed at each reporting date. If the useful life of an asset is estimated to be significantly different from previous estimates, the amortisation period is changed accordingly. If there has been a significant change in the expected pattern of economic benefits from the asset, the amortisation method is changed to reflect the changed pattern. An intangible asset is derecognised on disposal or when no future economic benefits are expected from its use and disposal. Losses arising from retirement and gains or losses arising from disposal of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss.

2.4 Impairment of assets

The Company assesses at each balance sheet date whether there is any indication that any assets forming part of its cash generating units may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs to is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is recognized in the Statement of profit and loss. If at the balance sheet date, there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the reassessed recoverable amount subject to a maximum of depreciated historical cost.

2.5 Revenue recognition

Revenue from software development and Professional services is recognized when the amount of revenue and related cost can be reliably measured and it is probable that the collectability of the related receivables is reasonably assured.

Interest Income: Income is recognized on a time proportion basis taking into account the amount of fixed deposits with banks and the rate applicable.

2.6 Employee benefits



TADHA TECHNO SERVICES PRIVATE LIMITED

Notes to financial statements for the year ended 31 March 2024 (continued)

2. Significant accounting policies (continued)

The Company contributes to the recognized provident fund which is a defined contribution scheme. The contributions are charged to the statement of profit and loss in the year when the contributions to the fund are due.

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 recognized as an expense as the related service is rendered by employees.

Defined contribution plans

A defined contribution plan is a post-employment benefit plan under which an entity pays specified contributions to a separate entity and has no obligation to pay any further amounts. The Company makes specified monthly contributions towards employee provident fund to Government administered provident fund scheme which is a defined contribution plan. The Company's contribution is recognized as an expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

Defined benefit plans

The company's gratuity benefit scheme is a defined benefit plan. The Company's net obligation in respect of a defined benefit plan is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; the benefit is discounted to determine its present value. Any unrecognized past service costs and the fair value of any plan assets are deducted. The calculation of Company's obligation under the plan is performed annually by a qualified actuary using the projected unit credit method.

The Company recognizes all actuarial gains and losses arising from defined benefit plans immediately in the Statement of Profit and Loss. All expenses related to defined benefit plans are recognized in employee benefit expense in the Statement of Profit and Loss. When the benefits of a plan are improved, the portion of the increased benefit related to past service by employees is recognized in profit or loss on a straight-line basis over the average period until the benefits become vested. The Company recognises gains and losses on the curtailment or settlement of a defined benefit plan when the curtailment or settlement occurs.

Compensated absences

The employees can carry-forward a portion of the unutilized accrued compensated absences and utilize it in future service periods or receive cash compensation on termination of employment. The Company records an obligation for such compensated absences in the period in which the employee renders the services that increase this entitlement. The obligation is measured on the basis of independent actuarial valuation using the projected until credit method.

2.7 Foreign currency transactions

Foreign currency transactions are recorded using the exchange rates prevailing on the dates of the respective transactions or average rate. Exchange differences arising on foreign currency transactions settled during the year are recognized in the Statement of Profit and Loss.

Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the year-end rates. The resultant exchange differences are recognised in the Statement of Profit and Loss.

2.8 Income taxes



TADHA TECHNO SERVICES PRIVATE LIMITED

Notes to financial statements for the year ended 31 March 2024 (continued)

2. Significant accounting policies (continued)

Income tax expense comprises current tax and deferred tax.

Current tax

The current charge for income taxes is calculated in accordance with the relevant tax regulations applicable to the Company.

Deferred tax

Deferred tax charge or benefit reflects the tax effects of timing differences between accounting income and taxable income, which originate during the year but reverse after the tax holiday period. The deferred tax charge or benefit and the corresponding deferred tax liabilities or assets are recognised using the tax rates that have been enacted or substantially enacted by the balance sheet date. Deferred tax assets are recognised only to the extent there is reasonable certainty that the assets can be realised in future; however, where there is unabsorbed depreciation or carry forward of losses, deferred tax assets are recognised only if there is a virtual certainty of realisation of such assets. Deferred tax assets are reviewed at each balance sheet date and written-down or written-up to reflect the amount that is reasonably / virtually certain to be realised.

The break-up of the deferred tax assets and liabilities as at the balance sheet date has been arrived at after setting-off deferred tax assets and liabilities where the Company has a legally enforceable right and an intention to set-off assets against liabilities and where such assets and liabilities relate to taxes on income levied by the same governing taxation laws.

Minimum Alternate Tax (MAT) Credit entitlement

Minimum Alternate Tax (MAT) credit entitlement represents amounts paid in a year under Section 115 JAA of the Income Tax Act 1961 ('IT Act'), in excess of the tax payable, computed on the basis of normal provisions of the IT Act. Such excess amount can be carried forward for set off against future tax payments for ten succeeding years in accordance with the relevant provisions of the IT Act. Since such credit represents a resource controlled by the Company as a result of past events and there is evidence as at the reporting date that the Company will pay normal income tax during the specified period, when such credit would be adjusted, the same has been disclosed as "MAT Credit Receivable", under "Long term loan and advances" in balance sheet with a corresponding credit to the Statement of Profit and Loss, as a separate line item. Such assets are reviewed as at each balance sheet date and written down to reflect the amount that will not be available as a credit to be set off in future, based on the applicable taxation law then in force.

2.9 Earnings per share

The basic earnings per share ('EPS') is computed by dividing the net profit after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year and dilutive common equivalent shares outstanding during the period, except where the results would be anti-dilutive.

2.10 Provisions

The Company recognizes a provision when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation that the likelihood of outflow of resources is remote, no provision or disclosure is made.



TADHA TECHNO SERVICES PRIVATE LIMITED

Notes to financial statements for the year ended 31 March 2024 (continued)

2. Significant accounting policies (continued)

Onerous contracts

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 a past event, based on a reliable estimate of such obligation.

Contingencies

Provision in respect of loss contingencies relating to claims, litigation, assessment, fines penalties, etc are recognized when it is probable that a liability has been incurred and the amount can be estimated reliably.

2.11 Contingent liabilities and contingent assets

A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions, but are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognized nor disclosed in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.

2.12 Leases

Assets taken on lease where the company acquires substantially the entire risks and rewards incidental to ownership are classified as finance leases. The amount recorded is the lesser of the present value of minimum lease rental and other incidental expenses during the lease term or the fair value of the assets taken on lease.

For operating leases, lease payments (excluding cost for services and maintenance) are recognised as an expense in the statement of profit and loss on a straight line basis over the lease term. The lease term is the non- cancellable period for which the lessee has agreed to take on lease the asset together with any further periods for which the lessee has the option to continue the lease of the asset, with or without further payment, which option at the inception of the lease it is reasonably certain that the lessee will exercise.

2.13 Cash and cash equivalents

Cash and cash equivalents are short-term, highly liquid investments that are readily convertible into cash with original maturities of three months or less. Cash and cash equivalents consist principally of cash and deposits with banks.

2.14 Investments

Securities acquired with the intention of holding them as investments are classified as Investments. Long term investments are shown at cost. However, provision for diminution in the value of investment is made, if such diminution is of permanent nature in the opinion of the management.

