

## INDEPENDENT AUDITOR'S REPORT

### To The Members of Matrix Business Services India Private Limited

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the accompanying financial statements of **Matrix Business Services India Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2022, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended, and 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 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("IND AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

#### Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the Auditor's Responsibility 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 (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

#### Information Other than the Financial Statements and Auditor's Report Thereon

- The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report, but does not include the financial statements and our auditor's report thereon.
- Our opinion on the financial statements does not cover the other information and will not express any form of assurance conclusion thereon.
- In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.
- If, based on the work we have performed on the other information, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



### **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is 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 including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial 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.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibility for the Audit of the Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, 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 the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit



- evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Cash Flows and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act.
  - e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164(2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
  - g) With respect to 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 our opinion and to the best of our information and according to the explanations given to us, the Company being a private company, section 197 of the Act related to the managerial remuneration not applicable.
  - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the



best of our information and according to the explanations given to us:

- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv.
    - (a) The Management has represented that, to the best of its knowledge and belief, as disclosed in the notes to accounts, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries").
    - (b) The Management has represented, that, to the best of its knowledge and belief, as disclosed in the notes to accounts, no funds (which are material either individually or in the aggregate) have been received by the Company from any person(s) or entity(ies), including foreign entities.
    - (c) Based on the audit procedures that has been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
  - v. The Company has not declared or paid any dividend during the year and has not proposed final dividend for the year.
2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

Place: Hyderabad  
Date: September 01, 2022  
MM/JM/2022/46

**For Deloitte Haskins & Sells LLP**  
Chartered Accountants  
(Firm's Registration No.117366W/W-100018)

**C Manish Muralidhar**  
Partner  
Membership No. 213649  
UDIN: 22213649AQSFOB3927



**ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 1 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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

We have audited the internal financial controls over financial reporting of **Matrix Business Services India Private Limited** ("the Company") as of March 31, 2022 in conjunction with our audit of the Ind AS financial Statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

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

**Auditor's Responsibility**

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.



### **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, to the best of our information and according to the explanations given to us the Company has, in all material respects, an adequate internal financial controls system over financial reporting, and such internal financial controls over financial reporting were operating effectively as of March 31, 2022, based on the criteria for internal financial control over financial reporting established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For Deloitte Haskins & Sells LLP**  
Chartered Accountants  
(Firm's Registration No.117366W/W-100018)

*Manish*

**C Manish Muralidhar**  
Partner  
Membership No. 213649  
UDIN: 22213649AQSF0B3927

Place: Hyderabad  
Date: September 01, 2022  
MM/JM/2022/46



**ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- (i) (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment
- (B) The Company has maintained proper records showing full particulars of Intangible Assets.
- (b) Some of the Property, Plant and Equipment were physically verified during the year by the Management in accordance with a programme of verification which, in our opinion, provides for physical verification all the Property, Plant and Equipment, at reasonable intervals having regard to the size of the Company and the nature of its activities. According to the information and explanation given to us, the reconciliation with the books is in progress and no material discrepancies were noticed on such verification.
- (c) In respect of immovable properties that have been taken on lease and disclosed in the financial statements as right-of-use assets as at the balance sheet date, the lease agreements are duly executed and are in favour of the Company.
- (d) The Company has not revalued any of its Property, Plant and Equipment (including Right of Use assets) and Intangible Assets during the year.
- (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) (a) The Company does not have any inventory and hence reporting under clause 3(ii)(a) of the Order is not applicable.
- (b) According to the information and explanations given to us, at any point of time of the year, the Company has not been sanctioned any working capital facility from banks or financial institutions and hence reporting under clause 3(ii)(b) of the Order is not applicable.
- (iii) The Company has not made any investments in, provided any guarantee or security, and granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year, and hence reporting under clause 3(iii) (a), (b), (c), (d), (e) & (f) of the Order is not applicable.
- (iv) The Company has not granted any loans, made investments or provided guarantees or securities that are covered under the provisions of Section 185 and 186 of Companies Act, 2013, and hence reporting under clause 3(iv) of the Order is not applicable
- (v) The Company has not accepted any deposit or amounts which are deemed to be deposits during the year and does not have any unclaimed deposit as at March 31, 2022. Hence, reporting under clause 3(v) of the Order is not applicable.
- (vi) Having regard to the nature of the Company's business / activities, reporting under clause 3(vi) of the Order is not applicable.



- (vii) According to the information and explanations given to us, in respect of statutory dues:
- (a) The Company has been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Goods and Services Tax, Cess and other material statutory dues applicable to it to the appropriate authorities.
  - (b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Goods and Service Tax, cess and other material statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.
  - (c) There are no dues of Income-tax, Goods and Service Tax, and Value Added Tax which have not been deposited as on March 31, 2022 on account of disputes.
- (viii) There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- (ix) (a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under clause 3(ix)(a) of the Order is not applicable to the Company.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has not taken any term loan during the year and there are no unutilised term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) As informed to us, the Company has not raised any short-term loan during the year and there are no unutilised short term loans at the beginning of the year and hence, reporting under clause 3(ix)(d) of the Order is not applicable.
- (e) The Company did not have any subsidiary or associate or joint venture during the year and hence, reporting under clause 3(ix)(e) of the Order is not applicable.
- (f) The Company has not raised any loans during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- (x) (a) The Company has not issued any of its securities (including debt Instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
- (b) During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable to the Company.
- (xi) (a) To the best of our knowledge, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year.
- (xii) The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.





- (xiii) In our opinion, the Company is in compliance with Section 188 of the Companies Act for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards. The Company is a private company and hence provisions of Section 177 of the Companies Act, 2013 are not applicable to the Company.
- (xiv) (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered, the internal audit reports issued to the Company during the year and covering period up to 31 March 2022 for the period under audit.
- (xv) In our opinion, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and(c) of the Order is not applicable. The Group doesn't have any CIC as part of the group and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- (xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) The Company has fully spent the required amount towards Corporate Social Responsibility (CSR) and there are no unspent CSR amount for the year requiring a transfer to a Fund specified in Schedule VII to the Companies Act or special account in compliance with the provision of sub-section (6) of section 135 of the said Act. Accordingly, reporting under clause 3(xx) (a) and 3(xx) (b) of the Order is not applicable for the year.

**For Deloitte Haskins & Sells LLP**  
Chartered Accountants  
(Firm's Registration No.117366W/W-100018)

*Manish*

**C Manish Muralidhar**  
Partner  
Membership No. 213649  
UDIN: 22213649AQSFOB3927

Place: Hyderabad  
Date: September 01, 2022  
MM/JM/2022/46



**Matrix Business Services India Private Limited**  
**Balance sheet for year ended 31 March, 2022**  
*(All amounts are in Lakhs)*

Particulars	Notes	As at 31 March 2022	As at 31 March 2021
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property Plant and Equipment	3	386.56	200.99
Capital Work In Progress	3A	16.00	-
Other intangible assets	4	171.89	193.82
Right to Use Asset (ROUA)	3	651.93	171.04
<b>Financial assets</b>			
(i) Other financial assets	5	128.38	50.19
Income tax assets (net)	6	299.55	425.27
Deferred tax asset (Net)	7	98.57	93.64
Other non-current assets	8	33.34	0.35
		<b>1,786.22</b>	<b>1,135.30</b>
<b>Current assets</b>			
<b>Financial assets</b>			
(i) Trade receivables	9	2,741.80	1,484.60
(ii) Cash and cash equivalents	10	2,007.18	1,597.05
(iii) Bank balances other than (ii) above	10	396.73	238.01
(iv) Other financial assets	5	916.00	587.96
Other current assets	8	132.83	77.88
		<b>6,194.54</b>	<b>3,985.50</b>
<b>Total Assets</b>		<b>7,980.76</b>	<b>5,120.80</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	11	41.82	41.82
Other equity	12	5,482.19	3,590.61
<b>Total equity</b>		<b>5,524.01</b>	<b>3,632.43</b>
<b>Non-current liabilities</b>			
Lease Liabilities	15	471.12	112.17
Provisions	13	48.68	38.22
		<b>519.80</b>	<b>150.39</b>
<b>Current Liabilities</b>			
<b>Financial liabilities</b>			
(i) Trade payables	14		
- Total outstanding dues of micro, small and medium enterprises		22.69	1.59
- Total outstanding dues other than micro, small and medium enterprises		1,202.83	1,021.64
(ii) Other financial liabilities	15	168.65	34.15
Lease Liabilities	15	208.82	66.77
Other current liabilities	16	282.08	182.72
Provisions	13	51.88	31.11
		<b>1,936.95</b>	<b>1,337.98</b>
<b>Total Liabilities</b>		<b>2,456.75</b>	<b>1,488.37</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>7,980.76</b>	<b>5,120.80</b>

Summary of significant accounting policies 1 - 2

The accompanying notes form an integral part of the Financial Statements 3 - 50

As per our report of even date  
For Deloitte Haskins & Sells LLP  
Chartered Accountants

*Manish*

**C. Manish Muralidhar**  
Partner

Place: Hyderabad  
Date: 01st September 2022

For and on behalf of Board of Directors

*P.C. Balasubramanian*

**P.C. Balasubramanian**  
Director

Place: Chennai  
Date: 01st September 2022

*Jayaree*

**Jayaree Srinivasan**  
Managing Director

Place: Chennai  
Date: 01st September 2022



**Matrix Business Services India Private Limited**  
**Statement of Profit and Loss for year ended 31 March, 2022**  
*(All amounts are in Lakhs)*

Particulars	Notes	Year ended 31 March 2022	Year ended 31 March 2021
<b>Income</b>			
Revenue from contracts with customers	17	10,327.64	6,001.47
Other income	18	203.74	118.02
<b>Total Income</b>		<b>10,531.38</b>	<b>6,119.49</b>
<b>Expenses</b>			
Employee benefits expense	19	3,989.88	3,342.56
Finance costs	20	37.85	19.22
Depreciation and amortization expense	21	341.14	303.76
Other expenses	22	3,513.35	2,089.88
<b>Total Expense</b>		<b>7,882.22</b>	<b>5,755.42</b>
<b>Profit before Tax</b>		<b>2,649.16</b>	<b>364.07</b>
<b>Tax Expense :</b>	23		
Current tax		655.00	83.00
Tax related to earlier years		-	-20.30
<b>Deferred Tax :</b>			
Deferred tax (Net)		-4.93	1.78
<b>Income tax expense</b>		<b>650.07</b>	<b>64.48</b>
<b>Profit for the year</b>		<b>1,999.09</b>	<b>299.59</b>
<b>Other Comprehensive Income:</b>			
<b>Items that will not to be reclassified to profit or loss in subsequent periods:</b>			
Re-measurement (income)/loss on defined benefit obligations (net)	24	107.51	-6.95
Income tax effect	23.1	-	1.75
		<b>107.51</b>	<b>-5.20</b>
<b>Other comprehensive Loss/(Income) for the year, net of tax</b>		<b>107.51</b>	<b>-5.20</b>
<b>Total comprehensive Income for the year net of tax</b>		<b>1,891.58</b>	<b>304.79</b>
<b>Earnings per equity share</b>			
Basic and diluted ( Amount in ₹ )	25	478.01	71.64

The accompanying notes form an integral part of the Financial Statements 3-50

As per report of even date

For Deloitte Haskins & Sells LLP  
Chartered Accountants



C. Manish Muralidhar  
Partner

Place: Hyderabad  
Date: 01st September 2022

For and on behalf of Board of Directors



P.C. Balasubramanian  
Director

Place: Chennai  
Date: 01st September 2022



Jayasree Srinivasan  
Managing Director

Place: Chennai  
Date: 01st September 2022



**Matrix Business Services India Private Limited**  
**Cash flow statement for the year ended 31 March, 2022**  
*(All amounts are in Lakhs)*

Particulars	Year Ended 31 March 2022	Year Ended 31 March 2021
<b>Profit After Tax</b>	<b>1,999.09</b>	<b>299.59</b>
<b>Adjustment to reconcile profit before tax to net cash flows</b>		
Depreciation and amortization expense	172.26	157.84
Income tax expense	650.07	64.48
Depreciation to ROU Assets	168.88	145.92
Loss on sale / write off of assets (net)	-	-
Finance costs	37.85	19.22
Interest Income	-201.00	-105.27
Provision no longer written back	118.78	-
Provision for doubtful debts	37.15	33.93
Interest on Fairvalue of deposits	4.52	5.44
Loss on disposal of assets	0.54	-
Bad Debts Write off	-11.70	-
Dividend income	-	-
<b>Operating profit before working capital changes</b>	<b>2,976.45</b>	<b>621.15</b>
<b>Adjustments for (increase) / decrease in operating assets:</b>		
Trade receivables	-1,282.66	169.87
Other Non current Financial assets	-78.19	52.92
Other Non current assets	-33.00	5.51
Other current assets	-54.95	-64.93
Other financial assets	-328.04	-61.06
<b>Adjustments for increase / (decrease) in operating liabilities:</b>		
Trade payables	202.30	240.91
Non Current Provisions	-97.05	-64.48
Other current financial liabilities	134.50	64.83
Other current liabilities	99.35	16.80
Current Provisions	20.77	-2.65
	<b>-1,416.95</b>	<b>357.81</b>
Net income tax (paid) / refunds	-535.40	380.57
<b>Net cash flow from operating activities (A)</b>	<b>1,024.10</b>	<b>1,359.54</b>
<b>B. Cash flow from investing activities</b>		
Capital expenditure on Property Plant and Equipment, including capital advances	-352.45	-55.53
Interest received	77.70	39.03
(Placement) / Redemption of Fixed Deposits (net) with original maturity more than 3 months	-158.72	37.97
<b>Net cash from investing activities (B)</b>	<b>-433.47</b>	<b>21.53</b>
<b>C. Cash flow from financing activities</b>		
Payment of Lease Liabilities	-180.50	-193.14
<b>Net cash used in financing activities (C)</b>	<b>-180.50</b>	<b>-193.14</b>
<b>Net increase in Cash and cash equivalents (A+B+C)</b>	<b>410.13</b>	<b>1,187.93</b>
Cash and cash equivalents at the beginning of the year	1,597.05	409.12
<b>Cash and cash equivalents at the end of the year</b>	<b>2,007.18</b>	<b>1,597.05</b>



Matrix Business Services India Private Limited  
Cash flow statement for the year ended 31 March, 2022  
(All amounts are in Lakhs)

Particulars	As at 31 March 2022	As at 31 March 2021
<b>Reconciliation of Cash and cash equivalents with the Balance Sheet:</b>		
Cash and cash equivalents as per Balance Sheet (Refer Note 10)	2,403.91	1,835.06
Less: Bank balances not considered as Cash and cash equivalents as defined in IND AS 7 Cash Flow Statements	-396.73	-238.01
Net Cash and cash equivalents (as defined in IND AS 7 Cash Flow Statements) included in Note 10	<b>2,007.18</b>	<b>1,597.05</b>

The accompanying notes form an integral part of the Financial Statements

3 - 50

As per our report of even date

For Deloitte Haskins & Sells LLP  
Chartered Accountants

C. Manish Muralidhar  
Partner

For and on behalf of Board of Directors

P.C. Balasubramanian  
Director

Jayasree Srinivasan  
Managing Director

Place: Hyderabad  
Date: 01st September 2022

Place: Chennai  
Date: 01st September 2022

Place: Chennai  
Date: 01st September 2022



**Matrix Business Services India Private Limited**  
**Notes forming part of the financial statements for the year ended 31 March 2022**

(All amounts are in Lakhs)

**(a) Equity share capital**

	No. of shares	Amount
Equity shares of Rs 10 each issued, subscribed and fully paid		
Balance as on 1 April 2020	4,18,211	41,82,110
Add: Changes in Share Capital due to prior period errors	-	-
Add: Restated balance at the beginning of the current reporting period	-	-
Add: Changes in share capital during the current period	-	-
<b>Balance as on 31 March 2021</b>	<b>4,18,211</b>	<b>41,82,110</b>
Add: Changes in Share Capital due to prior period errors	-	-
Add: Restated balance at the beginning of the current reporting period	-	-
Add: Changes in share capital during the current period	-	-
<b>Balance as on 31 March 2022</b>	<b>4,18,211</b>	<b>41,82,110</b>

**(b) Other equity**

Particulars	Retained Earnings	Capital redemption reserve	Securities Premium	Total
As at 1 April 2020	3,275.41	10.41	-	3,285.82
Add: Impact of adoption of INDAS 116	-	-	-	-
Add: Profit for the year	299.59	-	-	299.59
Other Comprehensive Loss for the year (net of Income tax)	5.20	-	-	5.20
<b>As at 31 March 2021</b>	<b>3,580.20</b>	<b>10.41</b>	<b>-</b>	<b>3,590.61</b>
Add: Impact of adoption of INDAS 116	-	-	-	-
Add: Profit for the year	1,999.09	-	-	1,999.09
Other Comprehensive income for the year (net of Income tax)	-107.51	-	-	-107.51
<b>As at 31 March 2022</b>	<b>5,471.78</b>	<b>10.41</b>	<b>-</b>	<b>5,482.19</b>

The accompanying notes form an integral part of the Financial Statements

3-50

As per our report of even date

For Deloitte Haskins & Sells LLP  
Chartered Accountants



**C. Manish Muralidhar**  
Partner

Place: Hyderabad  
Date: 01st September 2022

For and on behalf of Board of Directors



**P.C. Balasubramanian**  
Director

Place: Chennai  
Date: 01st September 2022



**Jayasree Srinivasan**  
Managing Director

Place: Chennai  
Date: 01st September 2022



**Matrix Business Services India Private Limited**  
**Notes forming part of the financial statements for the year ended 31 March 2022**  
*(All amounts are in Lakhs)*

**3 Property, Plant and Equipment**

Particulars	Furniture and fixtures	Office equipments	Vehicles	Computer and accessories	Leasehold Improvements	Right to Use Asset	Total
<b>Cost</b>							
At 1st April 2020	20.10	45.18	25.69	264.05	104.23	402.52	861.77
Additions	3.14	5.29	-	14.80	-	79.80	103.03
Disposals	-	-	-	-	-	-25.34	-25.34
Other adjustments	-	-	-	-	-	-	-
At March 31, 2021	23.24	50.47	25.69	278.85	104.23	456.98	939.46
Additions	42.94	48.05	-	143.68	68.30	672.24	975.22
Disposals	-0.54	-10.86	-0.02	-0.00	-0.99	-22.47	-34.88
Other adjustments	3.22	19.17	0.23	0.00	8.37	-	31.00
At March 31, 2022	68.86	106.84	25.90	422.53	179.92	1,106.75	1,910.80
<b>Depreciation &amp; amortisation</b>							
At 1st April 2020	8.59	13.17	7.04	109.89	39.46	140.02	318.18
Charge for the year	1.85	14.34	5.23	58.03	23.88	145.92	249.26
Disposals	-	-	-	-	-	-	-
Other adjustments	-	-	-	-	-	-	-
At March 31, 2021	10.45	27.51	12.27	167.92	63.34	285.94	567.43
Charge for the year	16.31	17.06	5.19	64.20	14.10	168.88	265.74
Disposals	-0.33	-10.53	-0.02	-0.00	-0.99	-	-11.87
Other adjustments	3.22	19.17	0.23	-	8.37	-	31.00
At March 31, 2022	29.64	53.22	17.67	232.12	84.83	454.82	872.30
At March 31, 2022	39.22	53.62	8.23	190.41	95.09	651.93	1,038.56
At March 31, 2021	12.79	22.96	13.42	110.93	40.89	171.04	372.03

**3A Capital Work In progress**

	Non-current As at 31 March 2022	Current As at 31 March 2022	Non-current As at 31 March 2021	Current As at 31 March 2021
Capital Work in progress	16.00	-	-	-
	16.00	-	-	-

**Ageing of Capital Work In Progress**

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Project in Progress	16.00	-	-	-	16.00
Project temporarily suspended	-	-	-	-	-
	16.00	-	-	-	16.00

There are no projects which are under suspension. With regard to the above ongoing projects there are no projects where completion is overdue or has exceeded the cost as compared to its original plan, and consequent amendments approved by the Board thereon.



4 Other Intangible assets

Particulars	Computer software	Total
<u>Cost</u>		
At 1 April 31, 2020	299.48	299.48
Additions	32.30	32.30
Disposals	-	-
Other adjustments	-	-
At March 31, 2021	331.78	331.78
Additions	33.47	33.47
Disposals	-	-
Other adjustments	-	-
At March 31, 2022	365.25	365.25
<u>Depreciation &amp; amortisation</u>		
At 1 April, 2020	83.46	83.46
Charge for the year	54.50	54.50
Disposals	-	-
At March 31, 2021	137.96	137.96
Charge for the year	55.40	55.40
Disposals	-	-
At March 31, 2022	193.36	193.36
<u>Net Block</u>		
At March 31, 2022	171.89	171.89
At March 31, 2021	193.82	193.82





**Matrix Business Services India Private Limited**

**Notes forming part of the financial statements for the year ended 31 March 2022**

(All amounts are in Lakhs)

**11 Equity share capital**

	As at 31 March 2022	As at 31 March 2021
Authorised 600,000 equity shares of Rs 10 each (March 31, 2021: 600,000)	60,00,000	60,00,000
Issued, subscribed and paid up 418,211 equity shares of Rs 10 each (March 31, 2021: 418,211)	41.82	41.82
	41.82	41.82

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

	As at 31 March 2022		As at 31 March 2021	
	No. of shares	Amount	No. of shares	Amount
<b>Equity shares</b>				
At the beginning of theyear	4,18,211	41.82	4,18,211	41.82
Add: Shares issued during the year	-	-	-	-
Outstanding at the end of the year	<b>4,18,211</b>	<b>41.82</b>	<b>4,18,211</b>	<b>41.82</b>

**b) Shareholding Pattern as at end of the reporting year :**

	As at 31 March 2022			As at 31 March 2021		
	No of Shares	% Shareholding	Change in Shareholding	No of Shares	% Shareholding	Change in Shareholding
Updater Services Limited (formerly known as Updater Services Private Limited)	3,65,936	87.50%	12.50%	3,13,660	75.00%	0.00%
P C.Balasubramanian	16,875	4.03%	-4.03%	33,749	8.07%	0.00%
G Viswanathan	14,260	3.41%	-3.41%	28,520	6.82%	0.00%
P Sankararaman	9,983	2.39%	-2.39%	19,966	4.77%	0.00%
Jayasree Srinivasan	8,556	2.05%	-2.05%	17,112	4.09%	0.00%
G Mukund	2,082	0.50%	-0.50%	4,163	1.00%	0.00%
P P Viswanathan	521	0.12%	-0.12%	1,041	0.25%	0.00%

As per the Agreement dated 25th April 2019, the existing shareholder have transferred the 12.5% of shares to Holding Company - Updater Service Limited.(Formerly known as Updater Services Private Limited)

**c) Terms / rights attached to equity shares**

The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. The Company declares dividend in Indian Rupees. The final 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, equity share holders 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.

**d) Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date:**

	31 March 2022	31 March 2021	31 March 2020	31 March 2019	31 March 2018
Equity shares with voting rights bought back by the company	-	-	-	-	1,04,100



**Matrix Business Services India Private Limited**

**Notes forming part of the financial statements for the year ended 31 March 2022**

(All amounts are in Lakhs)

**e) Details of shareholders holding more than 5% shares in the company**

Name of shareholder	As at 31 March 2022		As at 31 March 2021	
	No. of shares	Amount	No. of shares	Amount
<b>Equity shares of Rs. 10 each fully paid</b>				
Updater Services Limited (formerly known as Updater Services Private Limited)	3,65,936	87.50%	3,13,660	75.00%
P.C.Balasubramanian	-	-	33,749	8.07%
G.Viswanathan	-	-	28,520	6.82%
	<b>3,65,936</b>	<b>87.50%</b>	<b>3,75,929</b>	<b>89.89%</b>

**12 Other equity**

	As at 31 March 2022	As at 31 March 2021
<b>Capital redemption reserve</b>		
Opening balance	10.41	10.41
Add: Additions during the year	-	-
Closing balance	<b>10.41</b>	<b>10.41</b>
<b>Retained earnings</b>		
Opening Balance	3,635.05	3,335.46
Add: Profit for the year	1,999.09	299.59
Closing Balance	<b>5,634.14</b>	<b>3,635.05</b>
<b>Other Comprehensive Income</b>		
Opening Balance	(54.85)	(60.05)
Add : Re-measurement gains/(losses) on defined benefit obligations (net of Income tax effect) during the year	(107.51)	5.20
Closing Balance	<b>(162.36)</b>	<b>(54.85)</b>
	<b>5,482.19</b>	<b>3,590.61</b>



**Matrix Business Services India Private Limited**

**Notes forming part of the financial statements for the year ended 31 March 2022**

(All amounts are in Lakhs)

5	Other Financial Asset (At Amortised Cost)	Non-current		Current		Non-current		Current	
		As at		As at		As at		As at	
		31 March 2022	31 March 2022	31 March 2022	31 March 2022	31 March 2021	31 March 2021	31 March 2021	31 March 2021
	(Considered good, Unsecured unless stated otherwise)								
	<b>Deposits</b>								
	- considered good	128.38		27.71		50.19		86.13	
		128.38		27.71		50.19		86.13	
	Less: Provision for doubtful deposits	-		4.92		-		-	
	Unbilled revenue	-		893.21		-		501.83	
		<b>128.38</b>		<b>916.00</b>		<b>50.19</b>		<b>587.96</b>	

**As at 31 March 2022**

Particulars	Less than 6 months	6 months to 1 years	1-2 years	2-3 years	More than 3 years	Total
Unbilled Revenue	893.21	-	-	-	-	893.21

**As at 31 March 2021**

Particulars	Less than 6 months	6 months to 1 years	1-2 years	2-3 years	More than 3 years	Total
Unbilled Revenue	501.83	-	-	-	-	501.83

6	Income tax assets (net)	Non-current		Current		Non-current		Current	
		As at		As at		As at		As at	
		31 March 2022	31 March 2022	31 March 2022	31 March 2022	31 March 2021	31 March 2021	31 March 2021	31 March 2021
	Advance income taxes (Net of Provision for tax As at 31 March 2022- Rs.1,004.65 lakhs As at 31 March 2021 - Rs. 369.96 lakhs)	299.55		-		425.27		-	
		<b>299.55</b>		<b>-</b>		<b>425.27</b>		<b>-</b>	



**Matrix Business Services India Private Limited**

**Notes forming part of the financial statements for the year ended 31 March 2022**

(All amounts are in Lakhs)

7	Deferred tax asset (Net)	Non-current		Current		Non-current		Current	
		As at		As at		As at		As at	
		31 March 2022	31 March 2022	31 March 2022	31 March 2022	31 March 2021	31 March 2021	31 March 2021	31 March 2021
	<b>Deferred tax assets</b>								
	Difference between depreciation as per books of accounts and the Income Tax Act, 1961	17.67	-	-	-	29.69	-	-	-
	Provision for CSR	-	-	-	-	1.33	-	-	-
	Provision for doubtful debts	37.31	-	-	-	30.84	-	-	-
	Provision for gratuity	-	-	-	-	5.68	-	-	-
	Provision for compensated absences	25.31	-	-	-	17.41	-	-	-
	Expenses allowable on payment basis/Others	18.28	-	-	-	8.69	-	-	-
		<b>98.57</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>93.64</b>	<b>-</b>	<b>-</b>	<b>-</b>
8	Other assets (At Amortised Cost)	Non-current		Current		Non-current		Current	
		As at		As at		As at		As at	
		31 March 2022	31 March 2022	31 March 2022	31 March 2022	31 March 2021	31 March 2021	31 March 2021	31 March 2021
	<b>(Considered good, Unsecured unless stated otherwise)</b>								
	Prepaid expenses	-	111.38	-	-	-	75.18	-	-
	Contract Asset	19.39	10.55	-	-	-	-	-	-
	Prepaid Rent	13.95	7.99	-	-	0.35	2.70	-	-
	Advances to employees	-	2.91	-	-	-	-	-	-
		<b>33.34</b>	<b>132.83</b>	<b>-</b>	<b>-</b>	<b>0.35</b>	<b>77.88</b>	<b>-</b>	<b>-</b>



**Matrix Business Services India Private Limited**

**Notes forming part of the financial statements for the year ended 31 March 2022**

(All amounts are in Lakhs)

9	Trade Receivables	Non-current		Current	
		As at 31 March 2022	As at 31 March 2022	As at 31 March 2021	As at 31 March 2021
	<b>(At Amortised Cost)</b>				
	Trade receivables	-	2,740.79	-	1,484.58
	Trade receivable from related parties (Refer Note 27)	-	1.01	-	0.02
		-	<b>2,741.80</b>	-	<b>1,484.60</b>
	Unsecured - Considered good	-	2,873.27	-	1,578.92
	Unsecured - significant increase in credit risk	-	16.75	-	28.44
		-	2,890.02	-	1,607.36
	<b>Impairment allowance (allowance for bad and doubtful debts)</b>				
	Unsecured - Considered good	-	-131.47	-	-94.32
	Unsecured - significant increase in credit risk	-	-16.75	-	-28.44
		-	-148.22	-	-122.76
	<b>Total Trade receivables</b>	-	<b>2,741.80</b>	-	<b>1,484.60</b>

**(i) Movement in the Provision for doubtful allowance:**

Opening as at	122.76	88.83
Add: Addition during the year	37.16	35.83
Less: Utilised during the year	-11.70	-1.90
<b>Closing as at</b>	<b>148.22</b>	<b>122.76</b>

**As at 31 March 2022**

Particulars	Less than 6 months(from date of invoice)	6 months to 1 years	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	2,869.14	4.13	-	-	-	2,873.27
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	16.75	-	-	-	16.75
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit	-	-	-	-	-	-
Impairment allowance (allowance for bad and doubtful debts)	-127.34	-20.88	-	-	-	-148.22



**Matrix Business Services India Private Limited**

**Notes forming part of the financial statements for the year ended 31 March 2022**

(All amounts are in Lakhs)

As at 31st March 2021

Particulars	Less than 6 months (from the date of invoice)	6 months to 1 years	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	1,515.36	60.35	3.21	-	-	1,578.92
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	13.63	14.82	-	-	28.44
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-
Impairment allowance (allowance for bad and doubtful debts)	-30.75	-73.98	-18.03	-	-	-122.76

10 Cash and cash equivalents	Non-current		Current	
	As at 31 March 2022	As at 31 March 2022	As at 31 March 2021	As at 31 March 2021
(i) Balances with banks:				
- On current accounts	-	701.22	-	618.41
- deposits with original maturity of less than three months	-	1,305.96	-	977.50
(ii) Cash in hand	-	-	-	1.14
	-	<b>2,007.18</b>	-	<b>1,597.05</b>

For the purpose of statement of cashflows, cash and cash equivalents comprise the following:

On current accounts	-	701.22	-	618.41
Deposits	-	1,305.96	-	977.50
Cash on hand	-	-	-	1.14
<b>Total Cash and cash equivalents</b>	-	<b>2,007.18</b>	-	<b>1,597.05</b>
(ii) Bank Balances other than cash and cash equivalents as above				
Original deposits with maturity more than 3 months but less than 12 months	-	396.73	-	238.01
<b>Total Bank balance other than cash and cash equivalents</b>	-	<b>396.73</b>	-	<b>238.01</b>



**Matrix Business Services India Private Limited**

**Notes forming part of the financial statements for the year ended 31 March 2022**

(All amounts are in Lakhs)

13 Provisions	Non-current	Current	Non-current	Current
	As at 31 March 2022	As at 31 March 2022	As at 31 March 2021	As at 31 March 2021
Provision for employee benefits				
Provision for Compensated absences (Also Refer Note 26.3)	48.68	51.88	38.22	31.11
	<b>48.68</b>	<b>51.88</b>	<b>38.22</b>	<b>31.11</b>
	<b>48.68</b>	<b>51.88</b>	<b>38.22</b>	<b>31.11</b>

14 Trade Payables (At Amortised Cost)	Non-current	Current	Non-current	Current
	As at 31 March 2022	As at 31 March 2022	As at 31 March 2021	As at 31 March 2021
Dues to Micro, Small & Medium Enterprises (Refer Note 33)	-	22.69	-	1.59
Dues to Related Party (Refer Note 27)	-	0.05	-	0.11
Dues to other than Micro, Small & Medium Enterprises	-	1,202.78	-	1,021.53
	<b>-</b>	<b>1,225.52</b>	<b>-</b>	<b>1,023.23</b>

**As at 31st March 2022**

Particulars	< 1 year	1-2 years	2-3 years	More than 3years	Total
MSME	22.69	-	-	-	22.69
Others	1,157.50	2.03	1.67	41.62	1,202.83
Disputed dues - MSME	-	-	-	-	-
Disputed due - Others	-	-	-	-	-

**As at 31st March 2021**

Particulars	< 1 year	1-2 years	2-3 years	More than 3years	Total
MSME	1.59	-	-	-	1.59
Others	962.33	8.21	5.31	45.79	1,021.64
Disputed dues - MSME	-	-	-	-	-
Disputed due - Others	-	-	-	-	-

15 Other current financial liabilities (At Amortised Cost)	Non-current	Current	Non-current	Current
	As at 31 March 2022	As at 31 March 2022	As at 31 March 2021	As at 31 March 2021
Capital creditors	-	26.63	-	4.57
Gratuity Payable (Also Refer Note 26.2)	-	142.02	-	29.58
Lease Liability	471.12	208.82	112.17	66.77
	<b>471.12</b>	<b>377.47</b>	<b>112.17</b>	<b>100.92</b>

16 Other current liabilities	Non-current	Current	Non-current	Current
	As at 31 March 2022	As at 31 March 2022	As at 31 March 2021	As at 31 March 2021
Statutory dues and related liabilities	-	282.08	-	182.72
	<b>-</b>	<b>282.08</b>	<b>-</b>	<b>182.72</b>



**Matrix Business Services India Private Limited**  
**Notes forming part of the financial statements for the year ended 31 March 2022**  
*(All amounts are in Lakhs)*

17 Revenue from contracts with customers	Year ended 31 March 2022	Year ended 31 March 2021
Sale of services	10,327.64	6,001.47
	<b>10,327.64</b>	<b>6,001.47</b>
<b>Other disclosures</b>		
<b>Timing of revenue recognition</b>		
Services transferred over time	10,327.64	6,001.47
	<b>10,327.64</b>	<b>6,001.47</b>

**Disaggregation of the revenue Information**

The table below presents disaggregated revenues from contracts with customers which is recognised based on goods transferred at a point of time by geography and offerings of the Company.

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
<b>Revenue by Geography</b>		
India	9,493.81	5,410.87
Outside India	833.83	590.60
<b>Total revenue from contracts with customers</b>	<b>10,327.64</b>	<b>6,001.47</b>
<b>Revenue by offerings</b>		
Employee background verification business (EBGV)	6,514.48	2,888.76
Audit and Assurance business (A&A)	3,813.16	3,112.71
<b>Total revenue from contracts with customers</b>	<b>10,327.64</b>	<b>6,001.47</b>

**Trade Receivables and Contract Balances**

The Company classifies the right to consideration in exchange for deliverables as either a receivable or as unbilled revenue.

A receivable is a right to consideration that is unconditional upon passage of time. Revenue is recognized as and when the related services are delivered to the customer.

Trade receivable and unbilled revenue are presented net of impairment in the Balance Sheet.

The contract assets primarily relate to the company's rights to consideration for work completed but not billed at the reporting date. The contract assets are transferred to receivables when the rights become unconditional.

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
<b>Contract Assets</b>		
Trade receivables	2,741.80	1,484.60
Unbilled revenue	893.21	501.83
Other Assets	29.94	-

The following table discloses the movement in unbilled revenue (contract assets) balances for the year ended 31 March 2022 and 31 March 2021

Unbilled Revenue	Year ended 31 March 2022	Year ended 31 March 2021
Balance at the beginning of the year	501.83	495.37
Less: Invoiced during theyear (Net)	-501.83	-498.25
Add: Revenue recognized during the year	893.21	504.71
<b>Balance at the end of the year</b>	<b>893.21</b>	<b>501.83</b>

**Transaction price allocated to the remaining performance obligations (unsatisfied or partially unsatisfied) as at March 31, 2022 are, as follows:**

The Company has applied practical expedient and has not disclosed information about remaining performance obligations in contracts where the original contract duration is one year or less or where the entity has the right to consideration that corresponds directly with the value of entity's performance completed to date.

**Information about major customers**

Included in revenues arising from EBCG and Audit and Assurances services of the above, two customer of the company has contributed more than 10% of the Company's revenue amounting to Rs.2,687.07 lakhs for year ended 31 March 2022 and one customer has contribute more than 10% for the year ended 31 March 2021 Rs.1,424.03 lakhs





**Matrix Business Services India Private Limited**  
**Notes forming part of the financial statements for the year ended 31 March 2022**  
*(All amounts are in Lakhs)*

18	Other income	Year ended 31 March 2022	Year ended 31 March 2021
	Interest on Deposit FV	4.52	5.44
	Interest on Income Tax refund	-	60.74
	Other non-operating income (MSMED Act 2006)	0.24	1.29
	Interest income - Bank deposits	77.70	37.79
	Provision no longer required written back (Refer Note 19.1)	118.78	-
	Other Income	0.81	-
	Other income from lease accounting on IND AS 116 (Refer Note 31(f))	1.69	12.76
		<b>203.74</b>	<b>118.02</b>

  

19	Employee benefits expense	Year ended 31 March 2022	Year ended 31 March 2021
	Salaries and wages (Refer Note below 19.1)	3,605.89	3,065.63
	Contribution to provident and other fund (Refer Note 26.1)	272.26	196.44
	Gratuity expense (Refer Note 26.2)	34.54	36.57
	Staff welfare expenses	77.19	43.92
		<b>3,989.88</b>	<b>3,342.56</b>

**19.1** The Company and its erstwhile shareholders had entered into an investment agreement with Updater Services Private Limited (UDS) dated 25 April 2019 for acquisition of up to 100% of equity shares held by the Company and its erstwhile promoters/ selling shareholders in three tranches. The first tranche was completed in FY 19-20 and balance two tranches are due for completion in June 2021 and June 2022 respectively. As per Clause 6 of the said agreement, on receipt of Income Tax refunds for the financial year FY 18-19 and FY 17-18 the same shall be paid to the selling shareholders in the proportion/percentage as specified in the clause 6 of the aforesaid investment agreement.

During the year ended 31 March 2021, the Company has received the Income tax refunds for the FY 18-19 and 17-18 aggregating to Rs. 680 Lakhs including interest on the refund of Rs. 59 Lakhs. Out of this refund received, an amount of Rs. 660 Lakhs has been computed as amount payable to the promoters/selling shareholders as incentive. This was approved by the Board of Directors vide their resolution dated 17 December 2020 as arrear incentive to be paid to the selling shareholders for FY 18-19 and FY 17-18.

Considering the fact that the Income tax refunds were received pending completion of the assessments for the FY 18-19 and 17-18, the Company has withheld an amount of Rs. 125 Lakhs out of such Incentive amount payable to erstwhile promoters/ selling shareholders towards any potential adjustments that may arise upon completion of the assessment. During the year ended 31 March 2021, the Company has paid an amount of Rs. 482 Lakhs and an amount of Rs. 53 Lakhs has been paid subsequent to the year end. Based on the management assessment, the Company believes that the amount withheld is adequate to cover for any potential adjustments that may arise upon completion of the assessment for the aforesaid years, post which the amounts will be paid to the erstwhile promoters/ selling shareholders, net of adjustments, if any.

During the FY 21-22, the assessment/time limit for the assessment for FY 2018-19 and FY 2017-18 are completed and accordingly the management has decided to repay the withheld amount to the erstwhile shareholders. However, four shareholders has forgone the entitlement of arrear incentive and shared the same to long serving employees based on designation and period of service. A declaration was also submitted by the promoters on the same which was approved in Board Meeting dated 25th March 2022. Accordingly, the amount forgone aggregating to Rs.118.78 lakhs has been disclosed as "Provision no longer required written back" under Other income (Note 18).



**Matrix Business Services India Private Limited**

**Notes forming part of the financial statements for the year ended 31 March 2022**

*(All amounts are in Lakhs)*

20	Finance costs	Year ended 31 March 2022	Year ended 31 March 2021
	Interest expense on lease liabilities (Refer Note 31)	31.73	19.22
	Interest on delayed payment of tax	6.12	-
		<b>37.85</b>	<b>19.22</b>
21	Depreciation and amortization expense	Year ended 31 March 2022	Year ended 31 March 2021
	Depreciation of property, plant & equipment (Refer Note 3)	116.86	103.34
	Depreciation of Right of use asset (Refer Note 3 & 31)	168.88	145.92
	Amortization of intangible assets (Refer Note 4)	55.40	54.50
		<b>341.14</b>	<b>303.76</b>
22	Other expenses	Year ended 31 March 2022	Year ended 31 March 2021
	Payment to Associates	1,083.48	644.83
	Verification Expenses	1,319.30	635.06
	Bank Charges	5.69	4.02
	Travelling and conveyance	300.84	223.69
	Rent	96.80	62.15
	Legal and professional fees	73.01	71.12
	Training expenses	-	0.01
	Repairs and maintenance - others	328.99	239.03
	Communication expenses	94.69	81.60
	Provision for ECL	37.15	33.93
	Bad debts written off	11.70	1.90
	Less: Provision for doubtful debts released	-11.70	-1.90
	CSR expenditure (Refer Note 22.2)	6.76	5.30
	Printing and stationery	14.04	11.07
	Power and fuel	69.49	57.76
	Payment to auditor (Refer Note 22.1)	16.50	10.00
	Loss on sale of tangible assets/ disposal	0.54	-
	Rates and taxes	2.30	0.01
	Other expenses	63.77	10.30
		<b>3,513.35</b>	<b>2,089.88</b>
22.1 Payment to auditors			
As auditors			
	Statutory audit	15.00	10.00
	Group Audit	1.50	-
		<b>16.50</b>	<b>10.00</b>



**Matrix Business Services India Private Limited**

**Notes forming part of the financial statements for the year ended 31 March 2022**

*(All amounts are in Lakhs)*

**22.2 Details of CSR expenditure**

Consequent to the requirements of Section 135 and Schedule VII of the Companies Act, 2013, the Company is required to contribute 2% of its

Gross amount required to be spent by the company during the year	4.86	5.30
		-
<b>Amount spent during the year ending on 31 March 2022</b>	<b>In Cash</b>	<b>Total</b>
		-
(i) Construction/acquisition of any asset	-	-
(ii) On purposes other than (i) above	6.76	-
		-
<b>Amount spent during the year ending on 31 March 2021</b>	<b>In Cash</b>	<b>Total</b>
		-
(i) Construction/acquisition of any asset	-	-
(ii) On purposes other than (i) above	-	2.00
		-
		-
	4.86	5.30
(a) amount required to be spent by the company during the year		
(b) amount of expenditure incurred,	4.86	2.00
(c) shortfall at the end of the year,	-	3.30
(d) total of previous years shortfall,	1.90	-
(e) reason for shortfall,	NA	NA
	PM cares, Mental Health, Cancer, Differently abled person.	Covid 19 Support, Mental Health Care, PM cares fund
(f) nature of CSR activities,		
(g) details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard,	NA	NA
	NA	NA
(h) where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year should be shown separately.		-



**Matrix Business Services India Private Limited**

**Notes forming part of the financial statements for the year ended 31 March 2022**

(All amounts are in Lakhs)

23	Income tax expense	Year ended 31 March 2022	Year ended 31 March 2021
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The major components of income tax expense are

**Profit and Loss Section**

Current income tax charge	655.00	83.00
Tax related to earlier years	-	-20.30
Deferred tax:		
Relating to origination and reversal of temporary differences	-4.93	1.78
	<b>650.07</b>	<b>64.48</b>

**23.1 Other Comprehensive Income (OCI) Section**

Income tax related to items recognised in OCI during in the year:

Re-measurement gains and (losses) on defined benefit obligations (net)	-	1.75
	<b>-</b>	<b>1.75</b>

**23.2 Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate**

Accounting Profit before income tax	2,649.16	364.07
Enacted tax rate in India	25.17%	25.17%
Profit before income tax multiplied by enacted tax rate	666.79	91.64
Effects of:		
Deduction claims under 80JJAA	(24.63)	(13.28)
Ind AS adjustments	(2.53)	8.25
Adjustments due to different tax rate	(1.77)	(2.58)
Tax exempt income	-	-
Others	12.21	-
Net effective income tax	<b>650.07</b>	<b>84.03</b>

**As at 31 March 2022**

	Opening Balance	Recognised in Statement of profit & loss	Recognised in Other Comprehensive Income	Closing balance
Deferred tax assets / (liabilities) In relation to				
Property, Plant and Equipment	29.69	-12.03	-	17.66
Provision for leave encashment	17.42	7.90	-	25.32
Provision for Gratuity	5.67	-5.08	-	-0.01
Provision for Bonus	8.69	0.02	-	8.71
Sundry Debtors Provisions	30.84	6.47	-	37.31
Provision for CSR	1.33	-1.33	-	-
Expenses allowable on payment basis/Others	-	9.58	-	9.58
<b>Net deferred tax asset/ (liability)</b>	<b>93.64</b>	<b>4.93</b>	<b>-</b>	<b>98.57</b>

**As at 31 March 2021**

	Opening Balance	Recognised in Statement of profit & loss	Recognised in Other Comprehensive Income	Closing balance
Deferred tax assets / (liabilities) in relation to				
Property, Plant and Equipment	30.62	-0.93	-	29.69
Provision for leave encashment	15.76	1.65	-	17.42
Provision for Gratuity	16.89	-9.47	-1.75	5.67
Provision for Bonus	9.62	-0.93	-	8.69
Sundry Debtors Provisions	23.58	7.26	-	30.84
Provision for CSR	0.70	0.64	-	1.33
<b>Net deferred tax asset/ (liability)</b>	<b>97.17</b>	<b>-1.78</b>	<b>-1.75</b>	<b>93.64</b>



**Matrix Business Services India Private Limited**

**Notes forming part of the financial statements for the year ended 31 March 2022**

*(All amounts are in Lakhs)*

**24 Other comprehensive income**

Re-measurement gains/(losses) on defined benefit obligations (net)	107.51	-6.95
	<u>107.51</u>	<u>-6.95</u>

**25 Earnings per equity share**

Basic EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the Company by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

The following reflects the profit and share data used in the basic and diluted EPS computations:

	<u>Year ended 31 March 2022</u>	<u>Year ended 31 March 2021</u>
Profit after tax	1,999.09	299.59
Weighted average number of equity shares		
- Basic	4.18	4.18
- Diluted	4.18	4.18
Earning per share of Rs. 10 each		
- Basic	478.01	71.64
- Diluted	478.01	71.64



**Matrix Business Services India Private Limited**  
**Notes forming part of the financial statements for the year ended 31 March 2022**  
(All amounts are in Lakhs)

**26 Disclosure pursuant to Ind AS 19 "Employee benefits":**

**26.1 (i) Defined contribution plan:**

The Company provident fund are the defined contribution plan. An amount of Rs.272.26 lakhs being contribution made to recognised provident fund is recognised as expense for the period ended 31 March 2022 (31 March 2021: Rs.196.44 lakhs ) and included under Employee benefit expense (Note 19 ) in the Statement of Profit and loss.

**26.2 (ii) Defined benefit plans:**

**A. Gratuity (Regular)**

The Companys Obligation towards its gratuity liability is a defined benefit plan. The Company has funded its gratuity liability with Life Insurance Corporation.The following table sets out the funded status of the defined benefit schemes and the amount recognised in the financial statements.

**(a) The amounts recognised in Balance Sheet are as follows:**

Particulars	As at 31 March 2022	As at 31 March 2021
Present value of Defined Benefit Obligation	395.27	267.59
Fair value of plan assets	-253.25	-238.00
<b>Net Liability or asset</b>	<b>142.02</b>	<b>29.58</b>
Current	142.02	29.58
Non - Current	-	-

**(b) The amounts recognised in the Statement of Profit and Loss are as follows:**

Particulars	As at 31 March 2022	As at 31 March 2021
<b>Service cost :</b>		
Current service cost	33.84	35.02
Past service cost and loss/ (gain) on curtailments and settlement	-	-
<b>Net interest cost :</b>		
Net Interest on Net Defined Benefit Obligation	-0.00	-0.00
Interest Income on Plan Assets	0.00	0.00
<b>Total included in 'Employee Benefit Expense'</b>	<b>33.84</b>	<b>35.02</b>

**(c) Remeasurement recognized in other comprehensive income**

Particulars	As at 31 March 2022	As at 31 March 2021
Components of actuarial gain/losses on obligations		
Due to change in financial assumptions	115.00	-1.55
Due to change in demographic assumption	-7.48	-5.39
Due to experience adjustments	-	-
	<b>107.52</b>	<b>-6.49</b>

**(d) The changes in the present value of defined benefit obligation representing reconciliation of opening and closing balances thereof are as follows:**

Particulars	As at 31 March 2022	As at 31 March 2021
Opening defined benefit obligation	267.59	256.03
Current service cost	33.84	35.02
Interest cost	11.36	12.09
Actuarial losses/(gains)		
Due to change in financial assumptions	115.00	-1.55
Due to change in demographic assumption	-	-
Due to experience adjustments	-	-
Past Service Cost	-	-
Benefit Paid	-32.52	-34.00
<b>Closing balance of the present value of defined benefit obligation</b>	<b>395.27</b>	<b>267.59</b>



**Matrix Business Services India Private Limited**  
**Notes forming part of the financial statements for the year ended 31 March 2022**  
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**(d) Movement in fair value of plan assets are as follows**

Particulars	As at 31 March 2022	As at 31 March 2021
Fair value of plan assets at the beginning of the year	238.00	195.32
<b>Recognised in the Statement of Profit and Loss:</b>		
- Expected return on plan assets	10.69	10.56
<b>Recognised in Other Comprehensive Income</b>		
Remeasurement gains / (losses)		
Actuarial gains and loss arising from changes in financial assumptions	7.48	5.39
Contributions by employer	29.60	60.73
Benefit payments	-32.52	-34.00
<b>Fair Value of Plan assets at the end of the period/year</b>	<b>253.25</b>	<b>238.00</b>

**(e) Reconciliation of Net Liability / (Asset):**

Particulars	As at 31 March 2022	As at 31 March 2021
Net Liability / (Asset) at the beginning of the period	29.58	60.71
Defined Benefit cost included in the Profit / Loss	34.51	36.55
Defined Benefit cost included in Other Comprehensive Income	107.52	-6.94
Contributions Paid	-29.60	-60.73
<b>Net Liability / (Asset) at the end of the period/year</b>	<b>142.02</b>	<b>28.58</b>

These plans typically expose the Company to actuarial risks such as: investment risk, interest rate risk, longevity risk and salary risk.

Investment risk	The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds. When there is a deep market for such bonds; if the return on plan asset is below this rate, it will create a plan deficit.
Interest risk	A decrease in the bond interest rate will increase the plan liability.
Longevity risk	The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.
Salary risk	The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.



**Matrix Business Services India Private Limited**  
**Notes forming part of the financial statements for the year ended 31 March 2022**  
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**(f) Principal actuarial assumptions at the Balance Sheet date:**

Particulars	As at	As at
	31 March 2022	31 March 2021
1) Discount rate	4.87%	4.52%
2) Salary growth rate	9.00%	5.00%
3) Attrition rate	46.26%	48.74%
4) Expected return on plan assets	4.87%	4.52%
5) Mortality table	Indian Assured Lives (2006-08) Ultimate	Indian Assured Lives (2006-08) Ultimate

**(g) A quantitative sensitivity analysis for significant assumptions are as follows**

Particulars	0.5% point increase	
	As at 31 March 2022	As at 31 March 2021
(i) Discount rate	391.89	265.51
(ii) Salary growth rate	399.09	270.29
(iii) Attrition	394.38	267.21

Particulars	0.5% point decrease	
	As at 31 March 2022	As at 31 March 2021
(i) Discount rate	398.72	269.70
(ii) Salary growth rate	391.48	264.90
(iii) Attrition	396.17	267.96

**(h) Expected cashflows based on past service liability**

Particulars	As at	As at
	31 March 2022	31 March 2021
Year 1	170.93	127.68
Year 2	112.98	68.52
Year 3	59.40	45.56
Year 4	38.12	21.26
Year 5	22.04	12.60
Next 5 years	26.90	12.10

**(i) The major categories of plan assets of the fair value of the total plan assets are as follows:**

Particulars	As at	As at
	31 March 2022	31 March 2021
Investment Debtails		
Others - LIC	29.60	60.73
	<b>29.60</b>	<b>60.73</b>

**26.3 Compensated absences**

The Key assumptions, as provided by the actuary, used in the computation of the provision for Compensated absences are given below:

Particulars	As at	As at
	31 March 2022	31 March 2021
1) Discount rate	4.87%	4.52%
2) Salary growth rate	9.00%	5.00%
3) Attrition rate	46.26%	48.74%

**Note:**

The discount rate is based on the prevailing market yields of Government of India Securities as at the balance sheet date for the estimated term of obligations. The estimate of future salary increases considered, takes into account the inflation, Seniority, promotion, increments and other relevant factors.

**26.4 Code on Social Security, 2020**

The Code on Social Security, 2020 ("the Code") relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect.





**Matrix Business Services India Private Limited**  
**Notes forming part of the financial statements for the year ended 31 March 2022**  
*(All amounts are in Lakhs)*

**27. Related party disclosures**

**(A) Names of related parties and nature of relationship are as follows:**

**Related Party Disclosures**

List of related parties where control exists

**Holding Company**

Updater Services Limited (Since 29 April 2019 Formerly known as Updater Services Private limited)

**Fellow Subsidiary**

Wash room Hygeine Concepts Private Limited

**Entities under Common Control**

Best Security Services Private Limited

Tangy Facility Solutions Private Limited

Tangirala Infrastructure Development Private Limited

Avon Mobility Solutions Private Limited ('Avon Mobility')

Global Flight Handling Services Pvt Ltd

Integrated Technical Staffing And Solutions Private Limited

Stanworth Management Private Limited

UDS Foundation

Wynwy Technologies Private Limited(Formerly known as Zappy

Home Solutions Private Limited)

Fusion Foods And Catering Private Limited

Tangy Supplies & Solutions Private Limited

Denave Services Private Limited (from 28th Oct 2021)

**Key Management Personnel**

	<b>For the year ended 31 March, 2022</b>	<b>For the year ended 31 March, 2021</b>
P C Balasubramanian		P C Balasubramanian
Jayasree Srinivasan		Jayasree Srinivasan
P.Sankararaman		P.Sankararaman
PP Viswanathan		PP Viswanathan
G Mukund		G Mukund

Note: Related parties are as identified by the Management

**(B) Transactions entered during the year**

Particulars	<b>For the year ended 31 March, 2022</b>	<b>For the year ended 31 March, 2021</b>
<b>Transactions during the year</b>		
<b>A) Updater Services Limited (formerly known as Updater Services Private Limited)</b>		
<b>Income</b>		
Employee Background Check	0.43	0.24
<b>Expenditure</b>		
Consultancy Charges and Other Expenses	-	6.74
Office Maintenance	0.25	0.43
<b>B) Wash room Hygeine Concepts Private Limited</b>		
<b>Expenditure</b>		
Office Maintenance	0.41	0.27
<b>C) Tangy Supplies and Solutions Private Limited</b>		
<b>Expenditure</b>		
Office Maintenance	1.81	0.30
<b>D) Avon Solutions Private Limited</b>		
<b>Income</b>		
Employee Background Check	0.56	-
<b>Expenditure</b>		
Postage and Courier	0.06	-
<b>E) Denave Solutions Private Limited</b>		
<b>Income</b>		
Employee Background Check	0.21	-



**Matrix Business Services India Private Limited**  
**Notes forming part of the financial statements for the year ended 31 March 2022**  
*(All amounts are in Lakhs)*

**Expenditure**  
Postage and Courier

**D) Remuneration during the year:**

P.C.Balasubramanian	88.42	51.00
P.Sankararaman	53.15	30.72
Jayasree Srinivasan	61.18	34.70
G Mukund	39.84	21.56
P.P. Viswanathan	19.81	13.66

**Incentive during the year:**

P.C.Balasubramanian	52.58	212.98
G. Viswanathan	-	180.05
P.Sankararaman	-	126.06
Jayasree Srinivasan	-	108.04
G Mukund	8.00	26.27
P.P. Viswanathan	8.00	6.60

**Waiver of Incentive (Refer Note 19.1)**

P.C.Balasubramanian	40.40	-
G. Viswanathan	34.22	-
P.Sankararaman	23.79	-
Jayasree Srinivasan	20.44	-

**(E) Balance outstanding at the end of the year**

	As at 31 March 2022	As at 31 March 2021
<b>Receivables</b>		
Trade receivables- Updater Services Limited (formerly known as Updater Services Private Limited)	0.39	0.02
Trade receivables- Denave Solutions Private Limited	0.25	-
Trade receivables- Avon Solutions Private Limited	0.37	-
<b>Liabilities</b>		
Trade Payables- Wash room Hygeine Concepts Private Limited	0.05	-
Trade Payables- Tangy Office Supplies	-	0.11
<b>Salary Payable:</b>		
P.C.Balasubramanian	3.73	0.74
P.Sankararaman	2.60	0.13
Jayasree Srinivasan	2.43	0.21
G Mukund	2.10	2.19
P.P. Viswanathan	1.25	1.30
<b>Incentive Payable:(Refer Note 19.1)</b>		
P.C.Balasubramanian	-	92.98
G. Viswanathan	-	34.22
P.Sankararaman	-	23.79
Jayasree Srinivasan	-	20.44
G Mukund	-	4.90
P.P. Viswanathan	-	1.25



**Matrix Business Services India Private Limited**

**Notes forming part of the financial statements for the year ended 31 March 2022**

*(All amounts are in Lakhs)*

**(F) The breakup of compensation to key managerial personnel is follows:**

Consideration to key mangerial personnel	As at	As at
	31 March 2022	31 March 2021
Short term benefits	14.55	14.43
Post employment benefits	75.55	61.03

**Notes**

(a) The Company accounts for costs incurred by / on behalf of the Related Parties based on the actual invoices / debit notes raised and accruals as confirmed by such related parties. The Related Parties have confirmed to the Management that as at 31 March 2022 and 31 March 2021 there are no further amounts payable to / receivable from them, other than as disclosed above. The Company incurs certain costs on behalf of other companies in the group. These costs have been allocated/recovered from the group companies on a basis mutually agreed to with the group companies.

(b) All transactions with these related parties are priced at arm's length basis. The amounts outstanding are unsecured and will be settled in cash. There have been no instances of amounts due to or due from related parties that have been written back or written off or otherwise provided for during the year.



**Matrix Business Services India Private Limited**  
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**28 Capital management**

The Company manages its capital to ensure maximizing the return to the stakeholders through the optimization of the debt and equity balance. The Company monitors capital using a ratio of 'adjusted net debt' to 'equity'. For this purpose, adjusted net debt is defined as aggregate of borrowings, less cash and cash equivalents.

The company does not have any debts. It is a borrowing free company.

**Categories of financial instruments**

**Financial assets**

Particulars	As at	As at
	31 March 2022	31 March 2021
<b>Measured at amortized cost</b>		
- Cash and Bank balances	2,007.18	1,597.05
- Bank Balances other than (iii) above	396.73	238.01
- Trade receivables	2,741.80	1,484.60
- Other financial assets	1,044.38	638.15

**Financial Liabilities**

Particulars	As at	As at
	31 March 2022	31 March 2021
<b>Measured at amortized cost</b>		
- Trade Payables	1,225.52	1,023.22
- Other financial liabilities	168.65	34.15
- Lease Liabilities	679.94	178.94

**29 Financial risk management framework:**

The Company manages financial risk relating to the operations through internal risk reports which analyse exposure by degree and magnitude of risk. These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk. The Company does not enter into or trade financial instruments including derivative financial instruments for speculative purpose.

The Company's principal financial liabilities is trade payables and employee benefit payable. The main purpose of these financial liabilities is to raise finance for the Company's operations. The Company has various financial assets such as loan, trade and other receivables, cash and cash equivalents and Bank deposits, which arise directly from its operations.

The Board of Directors reviews and agrees policies for managing each of these risks, which are summarized below:

**Foreign Currency Risk Management:**

The Company undertakes transactions denominated in foreign currencies and consequently, exposures to exchange rate fluctuation arises. The Company does not enter into trade financial instruments including derivative financial instruments for hedging its foreign currency risk. The appropriateness of the risk policy is reviewed periodically with reference to the approved foreign currency risk management policy followed by the Company.

The carrying amounts of the Company's foreign currency denominated monetary assets and monetary liabilities at the end of each reporting period are as follows :

**A. Outstanding as at**

Particulars	Currency	As at		As at	
		31 March 2022		31 March 2021	
		Amount in FC	Amount in Rs.	Amount in FC	Amount in Rs.
Trade Receivables	USD	4.34	329.42	1.84	134.92
	AED	-	-	4.99	99.81
Trade Payables	USD	0.06	4.87	0.02	1.25

**Foreign Currency sensitivity analysis :**

The following table details the Company's sensitivity to a 5% increase and decrease in the INR against the relevant foreign currencies. 5% is the rate used in order to determine the sensitivity analysis considering the past trends and expectation of the management for changes in the foreign currency exchange rate. The sensitivity analysis includes the outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 5% change in foreign currency rates. A positive number below indicates a increase in profit or equity where the INR Strengthens 5% against the relevant currency. For a 5% weakening of the INR against the relevant currency, there would be a comparable impact on the profit or equity and balance below would be negative.

USD/AED TO INR	Profit and Loss		Other Equity	
	Increase by 5%	Decrease by 5%	Increase by 5%	Decrease by 5%
	March 22	16.47	16.47	16.47
March 21	10.55	10.55	10.55	10.55



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**Note :**

This is mainly attributable to the exposure of receivable and payable outstanding in the above mentioned currencies to the Company at the end of the reporting period.

**Interest Rate Risk Management :**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Company currently does not have any long term or short term borrowings from the markets that is exposed to variations in the interest rates.

**Liquidity Risk Management :**

Liquidity risk refers to the risk that the Company cannot meet its financial obligations. The Company manages liquidity risk by maintaining adequate reserves and banking facilities by continuously monitoring forecast and actual cash flows and by matching maturing profiles of financial assets and financial liabilities in accordance with the approved risk management policy of the Company.

**Liquidity risk**

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation. The Company monitors its risk of a shortage of funds on a regular basis.

The table below provides details regarding the contractual maturities of financial liabilities based on contractual undiscounted payments:

**As at March 31, 2022**

Particulars	Less than 1 year	1-5 years	More than 5 years	Total
Trade Payables	1,225.52	-	-	1,225.52
Other financial liabilities	168.65	-	-	168.65
Lease Liabilities	208.82	417.61	53.50	679.93
	<b>1,602.99</b>	<b>417.61</b>	<b>53.50</b>	<b>2,074.10</b>

**As at March 31, 2021**

Particulars	Less than 1 year	1-5 years	More than 5 years	Total
Trade Payables	1,023.22	-	-	1,023.22
Other financial liabilities	34.15	-	-	34.15
Lease Liabilities	66.77	112.17	-	178.94
	<b>1,124.14</b>	<b>112.17</b>	-	<b>1,236.31</b>

The following table details the Company's expected maturity for its non-derivative financial assets. The table has been drawn up based on the undiscounted contractual maturities of the financial assets including interest that will be earned on those assets.



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**As at March 31, 2022**

Particulars	Nature	Less than 1 year	1-5 years	More than 5 years	Total
Cash and Bank balances	Non interest bearing	2,007.18	-	-	2,007.18
Bank Balances other than above	Interest bearing	396.73	-	-	396.73
Trade receivables	Non interest bearing	2,741.80	-	-	2,741.80
Other financial assets	Non interest bearing	916.00	128.38	-	1,044.38
		<b>6,061.71</b>	<b>128.38</b>	-	<b>6,190.09</b>

**As at March 31, 2021**

Particulars	Nature	Less than 1 year	1-5 years	More than 5 years	Total
Cash and Bank balances	Non interest bearing	1,597.05	-	-	1,597.05
Bank Balances other than above	Interest bearing	238.01	-	-	238.01
Trade receivables	Non interest bearing	1,484.60	-	-	1,484.60
Other financial assets	Interest bearing	587.96	50.19	-	638.15
		<b>3,907.62</b>	<b>50.19</b>	-	<b>3,957.81</b>

Non-interest rate bearing financial assets disclosed above includes Trade Receivable, Cash, Balances with banks held in current accounts and Other Financial Assets.

Fixed interest rate instruments disclosed above represents balances with banks held in deposit accounts and discounted financial assets.

**Credit risk**

Credit risk refers to the risk that a customer or a counterparty will default on its contractual obligations resulting in a financial loss to the Company.

Credit control policies are included in a blue print, including prescribed work procedures and guidelines; to manage credit risk, credit checks are performed upfront for new customers. The carrying amount of the financial assets recorded in these financial statements, grossed up for any allowance for losses, represents the maximum exposures to credit risk.

**Exposure to credit risk:**

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk is Rs 3,783.23 lakhs and Rs.1,607.36 lakhs as of March 31, 2022 and March 31, 2021 respectively, being the total of the carrying amount of balances with trade receivables and other financial assets.

**Trade and other receivables**

In cases of customers where credit is allowed, the average collection period on such Services ranges from 1 day to 60 days. The customer credit risk is managed by the Company's established policy, procedures and control relating to customer credit risk management. Credit quality of a customer is assessed based on the individual credit limits are defined in accordance with this assessment and outstanding customer receivables are regularly monitored.

Ind AS requires an entity to recognise in profit or loss, the amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognised in accordance with Ind AS 109. The Company assesses at each date of statements of financial position whether a financial asset or a Company of financial assets is impaired. Expected credit losses are measured at an amount equal to the 12 month expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition.

The Company has used a practical expedient by computing the expected credit loss allowance for trade receivables based on a age wise provision matrix which is prepared considering the historical data for collection of receivables.

**Offsetting of financial assets and financial liabilities**

The Company has not offset financial assets and financial liabilities.



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**30. Fair Value Hierarchy**

This note provides information about how the Company determines fair value of various financial assets and liabilities

**(I) Fair value of financial assets and financial liabilities that are not measured at fair value (Non-recurring) :**

Particulars	As at 31 March 2022		As at 31 March 2021	
	Carrying Value	Fair Value	Carrying Value	Fair Value
<b>Financial assets at amortised cost:</b>				
- Cash and Bank balances	2,007.18	2,007.18	1,597.05	1,597.05
- Bank Balances other than (iii) above	396.73	396.73	238.01	238.01
- Trade receivables	2,741.80	2,741.80	1,484.60	1,484.60
- Other Financial Assets	1,044.38	1,044.38	638.15	638.15
<b>Total</b>	<b>6,190.09</b>	<b>6,190.09</b>	<b>3,957.81</b>	<b>3,957.81</b>
<b>Financial liabilities held at amortised cost :</b>				
- Trade Payables	1,225.52	1,225.52	1,023.22	1,023.22
- Other financial liabilities	168.65	168.65	34.15	34.15
-Lease Liabilities	679.94	679.94	178.94	178.94
<b>Total</b>	<b>2,074.11</b>	<b>2,074.11</b>	<b>1,236.31</b>	<b>1,236.31</b>

**Fair value hierarchy as at 31 March 2022**

Particulars	Level 1	Level 2	Level 3	Total
<b>Financial assets at amortised cost:</b>				
- Cash and Bank balances	2,007.18	-	-	2,007.18
- Bank Balances other than (iii) above	396.73	-	-	396.73
- Trade receivables	-	-	2,741.80	2,741.80
- Other financial assets	-	-	1,044.38	1,044.38
	<b>2,403.91</b>	<b>-</b>	<b>3,786.18</b>	<b>6,190.09</b>
<b>Financial liabilities held at amortised cost :</b>				
- Trade Payables	-	-	1,225.52	1,225.52
- Other financial liabilities	-	-	168.65	168.65
-Lease Liabilities	-	-	679.94	679.94
	<b>-</b>	<b>-</b>	<b>2,074.11</b>	<b>2,074.11</b>

**Fair value hierarchy as at 31 March 2021**

Particulars	Level 1	Level 2	Level 3	Total
<b>Financial assets at amortised cost:</b>				
- Cash and Bank balances	1,597.05	-	-	1,597.05
- Bank Balances other than (iii) above	238.01	-	-	238.01
- Trade receivables	-	-	1,484.60	1,484.60
- Other financial assets	-	-	638.15	638.15
	<b>1,835.06</b>	<b>-</b>	<b>2,122.75</b>	<b>3,957.81</b>
<b>Financial liabilities held at amortised cost :</b>				
- Trade Payables	-	-	1,023.22	1,023.22
- Other financial liabilities	-	-	34.15	34.15
-Lease Liabilities	-	-	178.94	178.94
	<b>-</b>	<b>-</b>	<b>1,236.31</b>	<b>1,236.31</b>



**Matrix Business Services India Private Limited**  
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**31 Leases**

The Company has adopted Ind AS 116 'Leases' with the date of initial application being April 1, 2019. Ind AS 116 replaces Ind AS 17 – Leases and related interpretation and guidance. The Company has applied Ind AS 116 using the Modified retrospective method.

**(a) Right of Use Asset "ROU"**

The following are the changes in the carrying value of right of use assets as at 31 March 2022 and 31 March 2021 :

Particulars	As at 31 March 2022	As at 31 March 2021
Opening balance	171.04	262.50
Add: Additions during the year	672.24	79.80
Less : Impact on lease termination/modification	-22.47	-25.34
less: Depreciation* during the year	-168.88	-145.92
Closing Balance	<b>651.93</b>	<b>171.04</b>

\*The aggregate depreciation expense on ROU assets is included under depreciation and amortization expense in the Statement of Profit and Loss.

**(b) Lease Liabilities**

The following is the movement in lease liabilities as at 31 March 2022 and 31 March 2021:

Particulars	As at 31 March 2022	As at 31 March 2021
Opening balance	178.94	298.40
Add: Additions during the year	672.24	79.80
Add: Finance cost accounted during the year	36.72	21.09
Less: Impact of lease termination / modifications	-27.46	-27.21
less: Payment of lease liabilities	-180.50	-193.14
Closing Balance	<b>679.94</b>	<b>178.94</b>

The following is the break-up of current and non-current lease liabilities as at 31 March 2022 and 31 March 2021:

Particulars	As at 31 March 2022	As at 31 March 2021
Current lease liabilities	208.82	66.77
Non-current lease liabilities	471.12	112.17

**(c) Amounts recognized in profit and loss were as follows**

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Depreciation on right to use assets	168.88	145.92
Finance Cost on Lease Liabilities	36.72	21.09
Expenses relating to Lowvalue leases	-	-
Expenses relating to short term leases	89.94	62.15

**(d) The table below provides details regarding the contractual maturities of lease liabilities as at March 31, 2022 and March 31, 2021 on an undiscounted basis:**

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Not later than 1 year	259.63	92.81
Later than 1 year and not later than 5 years	495.72	120.04
Later than 5 years	55.66	-

**Note:** The Company does not face a significant liquidity risk with regard to its lease liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.

**(e) The details of amount recognised in Statement of cash flows**

Particulars	As at 31 March 2022	As at 31 March 2021
Total cash outflow for leases	180.50	193.14

**(f) The company has elected to apply the practical expedient of not assessing the rent concessions as a lease modification, as per Ministry of Corporate Affairs (MCA) notification dated July 24, 2020 on IND AS 116 for rent concessions, which are granted due to COVID-19 pandemic. Consequently, the remaining amount of unadjusted lease value as per Ind AS 116 computation has been credited to Other Income - Ind AS, it amounts to Rs.1.69 Lakhs upto 31 March 2022 (31 March 2021- Rs. 12.75 Lakhs).**





**Matrix Business Services India Private Limited**  
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**32 Commitments and Contingencies**  
**a. Contingent Liabilities**

Particulars	As at 31 March 2022	As at 31 March 2021
Provision for Bonus for FY 2014-15 pursuant to retrospective amendment to "Payment of Bonus Act" for which an interim stay has been granted by the High Court of Madras.	27.78	27.78
Commitments	32.00	-

The Company expects a favourable decision with respect to the above disputed demand/ claims based on professional advice.

**33 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006**

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	22.69	1.59
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv) The amount of interest due and payable for the year	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.

**34 Segment information**

The Chief Executive Officer and Managing Director of the Company has been identified as the Chief Operating Decision Maker ("CODM") as defined by Ind AS 108, Operating Segments. The CODM evaluates the performance and allocates resources based on an analysis of various performance indicators by service offerings. Accordingly, segment information has been presented for service offerings.

**Operating segment**

The business is concentrated in various service offerings like Audit & Assurance business (A&A) and Employee background verification business (EBGV) and accordingly primary segment information is presented on the following service offerings:

**Reportable segment**

Audit and Assurance business (A&A)	3,813.16	3,112.71
Employee background verification business (EBGV)	6,514.48	2,888.76

Segment information is prepared in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company as a whole. The Company has a corporate center, which provides various accounting and administrative support function. Segment information for this activity has been aggregated under "Unallocated". Revenue identifiable to business segments have been disclosed under the respective business segment. Segment costs include employee benefit expense, cost of material consumed, recruitment and training expenses, stores and tools consumed, sub-contractor charges and operating expenses that can be allocated on a reasonable basis to respective segments. Assets and liabilities in relation to segments are categorized based on items that are individually identifiable to that segment. Certain assets and liabilities are not specifically allocable to individual segments as these are used interchangeably. The Company therefore believes that it is not practicable to provide segment disclosures relating to such assets and liabilities and accordingly these are separately disclosed as 'Unallocated'.



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Operating segment information for the year from 1 April 2021 to 31 March 2022 is as follows

Particulars	Audit and Assurance business (A&A)	Employee background verification business (EBGV)	Unallocated	Total
Segment Revenue	3,813.16	6,514.49	-	10,327.65
Less: Segment Cost	3,565.57	4,035.42	243.39	7,844.38
Less: Inter-segment	-	-	-	-
<b>Segment result</b>	<b>247.59</b>	<b>2,479.07</b>	<b>(243.39)</b>	<b>2,483.27</b>
Finance Cost	-	-	37.85	37.85
Other Income	0.33	0.47	202.94	203.74
<b>Profit before tax</b>	<b>247.92</b>	<b>2,479.54</b>	<b>(78.30)</b>	<b>2,649.16</b>
<b>Tax Expense</b>	<b>-</b>	<b>-</b>	<b>650.07</b>	<b>650.07</b>
<b>Profit After tax</b>	<b>247.92</b>	<b>2,479.54</b>	<b>(728.37)</b>	<b>1,999.09</b>
<b>Segment assets</b>	<b>1,617.39</b>	<b>2,793.99</b>	<b>3,569.38</b>	<b>7,980.76</b>
<b>Segment Liabilities</b>	<b>172.98</b>	<b>266.49</b>	<b>2,017.28</b>	<b>2,456.75</b>
<b>Capital Expenditure</b>	<b>215.01</b>	<b>134.84</b>	<b>2.60</b>	<b>352.45</b>

Operating segment information for the period from 1 April 2020 to 31 March 2021 is as follows

Particulars	Audit and Assurance business (A&A)	Employee background verification business (EBGV)	Unallocated	Total
Segment Revenue	3,112.71	2,888.76	-	6,001.47
Less: Segment Cost	2,431.74	2,514.28	790.18	5,736.20
Less: Inter-segment	-	-	-	-
<b>Segment result</b>	<b>680.97</b>	<b>374.48</b>	<b>(790.18)</b>	<b>265.27</b>
Finance Cost	-	-	19.22	19.22
Other Income	-	-	118.02	118.02
<b>Profit before tax</b>	<b>680.97</b>	<b>374.48</b>	<b>(691.38)</b>	<b>364.07</b>
<b>Tax Expense</b>	<b>-</b>	<b>-</b>	<b>64.48</b>	<b>64.48</b>
<b>Profit After tax</b>	<b>680.97</b>	<b>374.48</b>	<b>(755.86)</b>	<b>299.59</b>
<b>Segment assets</b>	<b>1,286.38</b>	<b>1,309.34</b>	<b>2,525.08</b>	<b>5,120.80</b>
<b>Segment Liabilities</b>	<b>4.57</b>	<b>56.62</b>	<b>1,427.17</b>	<b>1,488.37</b>
<b>Capital Expenditure</b>	<b>42.67</b>	<b>9.56</b>	<b>3.30</b>	<b>55.53</b>



**Matrix Business Services India Private Limited**

**Notes forming part of the financial statement for the year ended 31 March 2022**

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**35 Ratios**

PARTICULARS	As at 31 March 2022	As at 31 March 2021	Percentage	Notes Reference
Current Ratio	3.20	2.98	-7%	<b>35B</b>
Debt Equity Ratio	NA	NA	NA	
Debt Service Coverage Ratio	NA	NA	NA	
Return on Equity Ratio	0.36	0.08	-339%	
Inventory Turnover Ratio	NA	NA	NA	
Trade Receivables Turnover Ratio	4.89	0.00	100%	
Trade payables turnover ratio	5.66	4.97	-14%	
Net capital turnover ratio	2.43	2.27	-7%	
Net profit ratio	19.36	4.99	-288%	
Return on Capital employed	0.44	0.10	-339%	
Return on investment	0.05	0.03	-47%	

**35A Explanation to Ratios**

Current Ratios (No exclusions)

$\frac{\text{Current Assets} = \text{Cash} + \text{Bank} + \text{Trade Receivables} + \text{Deposits} + \text{Unbilled Revenue}}{\text{Current Liability} = \text{Trade Payables} + \text{Statutory Liabilities} + \text{Provisions} + \text{Lease Liabilities}}$

Debt Equity Ratio

Not Applicable

Debt Service Coverage Ratio

Not Applicable

Return on Equity Ratio

$\frac{\text{Net Profit After Tax (excluding other comprehensive income)}}{\text{Shareholders' Equity}}$

Inventory Turnover Ratio

Not Applicable

Trade Receivables Turnover Ratio

$\frac{\text{Net Sales (Revenue from contracts with customers)}}{\text{Average Receivables } \left\{ \frac{\text{Opening receivables} + \text{Closing receivable}}{2} \right\}}$  Net Receivable

Trade payables turnover ratio

$\frac{\text{Other Expenses} + \text{Salary and related expenses}}{\text{Trade Payables}}$

Net capital turnover ratio

$\frac{\text{Net Sales (Revenue from contracts with customers)}}{\text{Working Capital (Current Assets - Current Liability)}}$

Net profit ratio

Net Profit After Tax

Return on Capital employed

$\frac{\text{Net Sales (Revenue from contracts with customers)}}{\text{Earnings Before Interest and Tax}}$

Return on investment

$\frac{\text{Total Assets} - \text{Current Liabilities}}{\text{Income from Bank deposits/ Investments}}$   
Bank Deposits Value/ Cost of Investments

**35B EXPLANATION TO RATIOS MORE THAN 25%**

Current Ratio	No material deviation .
Debt Equity Ratio	Not applicable
Debt Service Coverage Ratio	Not applicable
Return on Equity Ratio	Normalisation and increase in business (EBGC) in FY 21-22 is primary reason for company to maintain a better ROE as against last year which was affected due to COVID -19.
Inventory Turnover Ratio	Not applicable
Trade Receivables Turnover Ratio	The increase is on account of increased business in FY 21-22 in background checks as against the last year receivables.
Trade payables turnover ratio	No material deviation .
Net capital turnover ratio	No material deviation .
Net profit ratio	Increase in business in EBGC in FY 21-22 has not led to any increase in variable or fixed cost. There was very minimal variable cost increase. This led to a better management of gross profit margin then leading to better profits during the year. Where as last year was affected by COVID-19.
Return on Capital employed	Effective management of expenses with increased business in EBGC has lead to a better growth of ROCE as against in FY 20-21 as the business was effected due to COVID -19.
Return on investment	Effective management of expenses leading to increased deposits has lead to better return as compared to FY 20-21.



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- 36 From 1 April 2019 onwards, the Company has opted to pay income taxes under the concessional tax regime as prescribed under Section 115BAA of the Income Tax Act, 1961. Accordingly, Current tax Liability for the year ended 31 March 2022 and 31 March 2021 has been determined at the concessional rate, and recognized in the financial statements.
- 37 **Impact of COVID 19:**  
A nation-wide lockdown was announced by the Government of India w.e.f. 25 March 2020 as a result of the outbreak of COVID 19 pandemic. The Company has made an assessment on the impact of the same including the forecasts duly considering both internal and external information available till date of approval of the financial statements. The Company has used the principles of prudence in applying judgements, estimates and assumptions and based on the current estimates, the Company expects to fully recover the carrying amount of its assets. The management believes that it has taken into account all the possible impact of known events arising out of COVID 19 pandemic in the preparation of this financial statements. However, the impact assessment of COVID 19 is a continuous process given the nature and duration, and the Company will continue to monitor for any material changes. The actual outcome of these assumptions and estimates may vary in future due to the impact of the pandemic.
- 38 No proceedings have been initiated during the year or are pending against the company as at March 31, 2022 for holding any benami property under Benami Property Transactions (prohibition) Act, 1988.
- 39 Transactions and balances with companies which have been removed from register of Companies [struck off companies] as at the above reporting periods is Nil.
- 40 The Company has not traded / invested in Crypto currency or virtual currency.
- 41 The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:  
(i) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or  
(ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- 42 The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall  
(i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or  
(ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- 43 The Company has no such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- 44 The Company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person.
- 45 The Company doesn't have any borrowings or working capital limits as per the sanction letter which requires the filing of quarterly returns or statements of current assets filed by the Company with banks for the year ended 31 March 2022 and 31 March 2021.
- 46 The Company does not have any charges or satisfaction of charge which is yet to be registered with the Registrar of Companies beyond the statutory period.
- 47 The Company has not been declared a wilful defaulter by any bank or financial institution or other lender.
- 48 The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- 49 The Board of Directors of the Company has reviewed the realisable value of all the current assets and has confirmed that the value of such assets in the ordinary course of business will not be less than the value at which these are recognized in the financial statements. In addition, the Board has also confirmed the carrying value of the non-current assets in the financial statements.
- 50 The financial statements were approved for issue by the board of directors on 1st September 2022

For and on behalf of Board of Directors



**P.C. Balasubramanian**  
Director

Place: Chennai  
Date: 01st September 2022



**Jayasree Srinivasan**  
Managing Director

Place: Chennai  
Date: 01st September 2022

