

## INDEPENDENT AUDITORS' REPORT

To the Members of DCM Infotech Limited

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the accompanying financial statements of DCM Infotech Limited ("the Company"), which comprise the balance sheet as at March 31, 2020, the statement of profit and loss (including other comprehensive income), the statement of changes in equity and the statement of cash flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

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 ('Ind AS') prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, its profit and total comprehensive income, changes in equity and its cash flows 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 (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the 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 independence 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 we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

#### Emphasis of Matter

We draw attention to the note 42 to the accompanying financial statements which describes the management's assessment of the impact of uncertainties arising because of COVID-19 Pandemic and its consequential effects on the Company.

Our opinion is not modified in respect of this matter.





### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to communicate in our report.

### **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 Annual report but does not include the financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this Auditors' Report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the 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 in the audit or otherwise appears to be materially misstated.

When we read Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

### **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, total comprehensive income, changes in equity and cash flows 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 statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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





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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls 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 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.





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

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

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

#### **Other Matter**

The financial statements of the Company for the year ended March 31, 2019 have been audited by predecessor auditor Grewal & Singh, Chartered Accountants having firm registration number 012322N who has issued an unmodified audit opinion on the financial statements vide their report dated May 08, 2019.

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

- 1 As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
- 2 As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - c) The balance sheet, the statement of profit and loss including other comprehensive income, statement of changes in equity and the statement of cash flows dealt with by this Report are in agreement with the relevant books of accounts;
  - 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, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 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 B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
- g) In our opinion, and according to the information and explanations given to, the company has not paid any managerial remuneration during the year ended March 31, 2020. Hence, provisions of section 197 read with Schedule V to the Act are not applicable to the Company and has not commented upon; and
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company does not have any pending litigations which would impact its financial position;
  - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
  - iii. There is no amount required to be transferred to the Investor Education and Protection Fund by the Company.

**S.S. Kothari Mehta & Company**

Chartered Accountants

Firm's registration number: 000756N



*Amit Goel*

**Amit Goel**

Partner

M. No: 500607

Date: June 24, 2020

Place: New Delhi

UDIN: 20500607AAAADT6787



Annexure A to the Independent Auditors' Report to the members of DCM Infotech Limited dated June 24, 2020.

Report on the matters specified in paragraph 3 of the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Companies Act, 2013 ("the Act") as referred to in paragraph 1 of 'Report on Other Legal and Regulatory Requirements' section.

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
  - (b) The Company has a program of physical verification of property plant and equipment that covers every item of fixed assets over a period of three years. In our opinion, this periodicity and manner of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification undertaken during the year.
  - (c) The Company does not have any immovable fixed asset. Accordingly, Provision of clause 3(i)(c) of the Order are not applicable.
- (ii) The Company is in the business of rendering services and its operations does not give rise to inventory. Therefore, the provisions of clause 3(ii) of the Order are not applicable to the Company.
- (iii) The company has not granted any loans, secured or unsecured, to companies, firms or other parties covered in the register maintained under section 189 of the Act. Accordingly, clauses 3(iii) (a) to (c) of the Order are not applicable.
- (iv) According to the information and explanations given to us, there are no loans, investments, guarantees, and securities granted in respect of which provisions of section 185 and 186 of the Act are applicable. Hence, clause 3(iv) of the Order is not applicable to the Company.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of directives issued by the Reserve Bank of India and provisions of sections 73 to 76 or any other relevant provisions of the Act and the Rules framed thereunder.
- (vi) According to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under clause (d) of sub-section (1) of section 148 of the Act for the Company's activities. Hence, the provisions of clause 3(vi) of the Order are not applicable to the Company.





- (vii) (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues including provident fund, employees state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess, goods & service tax and other statutory dues, as applicable, with the appropriate authorities during the year. There are no arrears of outstanding statutory dues as at March 31, 2020 for a period of more than six months from the date when they became payable.
- (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of income tax or sales-tax or service tax or duty of customs or duty of excise, value added tax and goods & service tax which have not been deposited on account of any dispute except as shown in the table below:

Name of Statute	Nature of dues	Forum where the dispute is pending	Period to which the amount relates	Amount of Dispute	Amount Deposited
Customs Act, 1962	Custom duty	Assistant Commissioner of custom (Appeals)	1988-89	12.55	-

- (viii) According to the information and explanations given to us and as per the books and records examined by us, the Company does not have any loans or borrowings to banks. The Company has neither taken any loan from financial institutions or Government nor has any dues to debenture holders.
- (ix) In our opinion, and according to the information and explanations given to us, the Company has not raised any money by way of initial public offer / further public offer and monies raised by way of term loans have been utilized for the purpose for which term loans were obtained.
- (x) In our opinion, and according to the information and explanations given to us, we report that no fraud by the company or on the company by the officers and employees of the Company has been noticed or reported during the year.
- (xi) In our opinion, and according to the information and explanations given to us, the managerial remuneration has been paid / provided in accordance with the provisions of section 197 of the Act.
- (xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii) of the order are not applicable to the Company and hence not commented upon.
- (xiii) In our opinion, and according to the information and explanations given to us during the course of audit, transactions with the related parties are in compliance with section 188 of Act, where applicable, and the details have been disclosed in the notes to the financial statements, as required



by the applicable Indian accounting standards. The provisions of section 177 of the Act are not applicable to the Company and hence not commented upon.

- (xiv) According to the information and explanations given to us and on an overall examination of the balance sheet, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under audit and hence, reporting requirements under clause 3(xiv) of the Order are not applicable to the Company.
- (xv) According to the information and explanations given by the management, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred to in Section 192 of the Act.
- (xvi) According to the information and explanations given to us, the provisions of Section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

**S.S. Kothari Mehta & Company**  
Chartered Accountants  
Firm registration number: 000756N



*Amit Goel*

**Amit Goel**  
Partner  
M. No.500607

Place: New Delhi  
Date: June 24, 2020  
UDIN : 20500607AAAADT6787



Annexure B to the Independent Auditors' Report to the Members of DCM Infotech Limited dated June 24, 2020 on its financial statements

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act") as referred to in paragraph 2 (f) of 'Report on Other Legal and Regulatory Requirements' section

We have audited the internal financial controls over financial reporting of **DCM Infotech Limited** ("the Company") as of March 31, 2020 in conjunction with our audit of the 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" (ICAI). 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 the 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 Act.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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") and the Standards on Auditing as specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and both issued by the ICAI. 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:

- a) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- b) 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 authorizations of management and directors of the company; and
- c) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the 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 at March 31, 2020, 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 ICAI.

**S.S. Kothari Mehta & Company**

Chartered Accountants

Firm's registration number: 000756N



*Amit Goel*

**Amit Goel**  
Partner

M. No: - 500607

Date: June 24, 2020

Place: New Delhi

UDIN: 20500607AAAADT6787



DCM Infotech Limited  
Balance Sheet as at March 31,2020

(Figures in Lakhs)

Particulars	Notes	As at	
		March 31, 2020	March 31, 2019 Reinstated
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property plant & equipments	3	91.64	877.29
Right to use	3	141.68	-
Capital work-in progress		-	3.34
Intangible Assets	4	0.12	0.98
<b>Financial assets</b>			
Loans	5	14.36	10.47
Other financial assets	6	8.86	-
Deferred tax assets (net)	7	8.73	-
Other non-current assets	8	2.74	6.59
<b>Total non-current assets</b>		<b>268.13</b>	<b>898.67</b>
<b>Current assets</b>			
<b>Financial assets</b>			
Trade receivables	9	944.69	740.85
Cash and cash equivalents	10	415.38	318.57
Bank balances other than (ii) above	11	7.16	1.02
Loans	12	1.71	2.80
Other financial assets	13	129.34	60.81
Current tax assets (net)	15	-	17.14
Other current assets	14	72.75	363.62
<b>Total current assets</b>		<b>1,571.03</b>	<b>1,504.81</b>
<b>Total assets</b>		<b>1,839.16</b>	<b>2,403.48</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>	16	255.01	255.01
Other equity	16A	784.89	55.57
<b>Total equity</b>		<b>1,039.90</b>	<b>310.58</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	17	9.56	15.63
Lease liabilities	3	105.56	-
Provisions	18	144.56	124.76
<b>Total non-current liabilities</b>		<b>259.68</b>	<b>140.39</b>
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	17(i)	-	72.17
Lease liabilities	3	45.76	-
Trade payables			
- Due to micro and small enterprises	19	0.38	1.67
- Due to Others		160.85	127.62
Other financial liabilities	20	235.64	1,721.35
Other current liabilities	21	31.52	20.27
Provisions	22	34.86	9.43
Current tax liabilities	23	30.57	-
<b>Total current liabilities</b>		<b>539.58</b>	<b>1,952.51</b>
<b>Total equity and liabilities</b>		<b>1,839.16</b>	<b>2,403.48</b>

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

As per our report of even date  
For S S Kothari Mehta & Company  
Chartered Accountants  
Firm's registration number: 000560

*Amit Goel*  
Amit Goel  
Partner  
Membership Number: 500607



Place: New Delhi  
Date: June 24, 2020

For and on behalf of the board of directors of  
DCM Infotech Limited

*Serant Bhanat Ram*  
Serant Bhanat Ram  
Chairman  
DIN : 00052833

*Vijay Sarin*  
Vijay Sarin  
Executive Director  
DIN:00273947

*Ashwani Kumar Singhal*  
Ashwani Kumar Singhal  
Director  
DIN:00159349

*Anukita Jain*  
Anukita Jain  
Company Secretary  
ACS 55307

DCM Infotech Limited  
Statement of Profit and Loss for the year ended March 31, 2020

(Figures in Lakhs)

Particulars	Notes	For the Year ended March 31, 2020	For the Year ended March 31, 2019 Reinstated
<b>Income</b>			
Revenue from operations	24	5,881.73	4,378.83
Other income	25	43.25	33.12
<b>Total income</b>		<b>5,924.98</b>	<b>4,411.95</b>
<b>Expenses</b>			
Cost of property rights		315.41	-
Employee benefits expense	26	3,246.24	3,042.28
Finance costs	27	27.48	4.08
Depreciation and Amortisation expense	28	85.69	24.58
Other expenses	29	1,171.47	1,164.22
<b>Total expenses</b>		<b>4,846.29</b>	<b>4,235.16</b>
<b>Profit before tax</b>		<b>1,078.69</b>	<b>176.79</b>
<b>Tax expense</b>			
Current tax expense	31	248.38	-
Deferred tax charge/(credit)	7	(7.03)	-
		<b>241.35</b>	<b>-</b>
<b>Profit for the year</b>		<b>837.34</b>	<b>176.79</b>
<b>Other comprehensive income/(expense)</b>			
<b>Items that will not be reclassified to profit or loss</b>			
Re-measurement loss/ (gain) of defined benefit obligations (Refer Note 33B)		(6.75)	4.85
Income tax relating to remeasurement of defined benefit obligations		1.70	-
<b>Net other comprehensive income/(expense) not to be reclassified subsequently to profit or loss</b>		<b>(5.05)</b>	<b>4.85</b>
<b>Items that will be reclassified to profit or loss (net of tax)</b>			
Exchange difference in translating financial statements of foreign operations		49.58	55.93
Income tax relating to items that will be reclassified to profit or loss (Note 30)		(8.47)	-
<b>Net other comprehensive income/(expense) to be reclassified subsequently to profit or loss</b>		<b>41.11</b>	<b>55.93</b>
<b>Total other comprehensive income, net of tax</b>		<b>36.06</b>	<b>60.78</b>
<b>Total comprehensive income for the year</b>		<b>873.40</b>	<b>237.57</b>
<b>Earnings per equity share</b>			
Basic and diluted earnings per equity share of Rs. 10 each	30	32.84	6.93

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

As per our report of even date  
For S S Kothari Mehta & Company  
Chartered Accountants  
Firm's registration number: 000756N

*Amit Goel*  
Amit Goel  
Partner

Membership Number: 500607



Place: New Delhi

Date: June 24, 2020

For and on behalf of the board of directors of  
DCM Infotech Limited

*Suman*  
Suman Bharat Ram  
Chairman  
DIN :00052833

*Varun*  
Varun Sarin  
Executive Director  
DIN:00273947

*Ashwani*  
Ashwani Kumar Singhal  
Director  
DIN:00159349

*Anukita*  
Anukita Jain  
Company Secretary  
ACS 55307



DCM Infotech Limited  
Cash Flow Statement for the year ended March 31,2020

Particulars	(Figures in Lakhs)	
	For the year ended March 31, 2020	For the year ended March 31, 2019 Reinstated
<b>Profit before taxation</b>	1,078.69	176.79
<b>Adjustments for :</b>		
Depreciation and amortisation expense	85.69	24.58
(Profit)/ loss on sale of property, plant and equipment (net)	3.56	-
Unrealised foreign exchange difference	49.58	55.93
Interest income	(2.52)	(14.32)
Unwinding of discount on security deposits	(0.97)	-
Finance cost	27.48	4.08
Allowance/ (reversal) of expected credit loss	12.94	0.66
<b>Operating cash flow before working capital changes</b>	<b>1,254.45</b>	<b>247.72</b>
<b>Changes in assets and liabilities</b>		
Decrease/(increase) in trade receivables	(216.77)	23.70
(Increase)/decrease in loans	0.73	7.66
Decrease/(increase) in other financial assets	(76.81)	(4.25)
Decrease in other assets	292.15	4.73
Decrease/(increase) in trade payable	31.94	(67.08)
(Decrease) in provisions	38.47	10.38
Increase in financial liabilities	(831.67)	(712.67)
Increase in other liabilities	11.25	6.50
<b>Cash generated from operations</b>	<b>503.74</b>	<b>(483.30)</b>
Income-taxes (paid)/ refund	(209.14)	(3.23)
<b>Net cash (used in)/ generated from operating activities (A)</b>	<b>294.60</b>	<b>(486.53)</b>
<b>Cash flow from investing activities</b>		
Purchase of property, plant and equipment	(10.09)	(38.58)
Sale proceeds of property, plant and equipment	3.11	-
Transfer of property to holding company	776.81	-
Purchase of intangible assets	-	-
Interest received	1.94	17.09
Payment made for purchase of business from holding Company	(800.83)	-
Deposits (made)/ matured not considered as cash and cash equivalents	(6.13)	68.98
<b>Net cash generated from investing activities (B)</b>	<b>(35.20)</b>	<b>47.49</b>
<b>Cash flow from financing activities</b>		
Repayment of lease liabilities	(76.87)	-
Repayment of borrowings	(7.83)	-
Net Proceeds from borrowings	-	15.67
Changes in working capital borrowings (net)	(72.17)	59.31
Interest paid	(5.73)	(3.97)
<b>Net cash (used) in financing activities (c)</b>	<b>(162.60)</b>	<b>71.01</b>
<b>Net cash flows [increase/(decrease)] during the year (A+B+C)</b>	<b>96.80</b>	<b>(368.03)</b>
Cash and cash equivalents at the beginning of the year	318.57	686.60
<b>Cash and cash equivalents at the end of the year</b>	<b>415.37</b>	<b>318.57</b>
<b>Components of cash and cash equivalents</b>		
Cash on hand	0.80	0.50
Balances with scheduled banks:		
- Current accounts *	259.58	218.33
- Deposit accounts	155.00	99.74
<b>Cash and cash equivalents at the end of the year</b>	<b>415.38</b>	<b>318.57</b>

\* Refer note 10



DCM Infotech Limited  
Cash Flow Statement for the year ended March 31, 2020

Note:

- (a) Statement of Cash Flows has been prepared under the indirect method as set out in the Ind AS 7 "Statement of Cash Flows".  
(b) Figures in bracket represents cash outflow.  
(c) Reconciliation of financing activities

	Opening Balance as at April 01, 2019	Cash inflow/(outflows)	Closing Balance as at March 31, 2020
Non- Current Borrowings	22.21	(7.83)	14.39
Current borrowings	72.17	(72.17)	-

	Opening Balance as at April 01, 2018	Cash inflow/(outflows)	Closing Balance as at March 31, 2019
Non- Current Borrowings	6.54	15.67	22.21
Current borrowings	12.86	59.31	72.17

As per our report of even date  
For S S Kothari Mehta & Company  
Chartered Accountants  
Firm's registration number: 000756N

*Amit Goel*

Amit Goel  
Partner  
Membership Number: 500607



Place: New Delhi  
Date: June 24, 2020

For and on behalf of the board of directors of  
DCM Infotech Limited

*Sumant Bharat Ram*  
Sumant Bharat Ram  
Chairman  
DIN :00052833

*Varun Sarin*  
Varun Sarin  
Executive Director  
DIN:00273947

*Ashwani Kumar Singhal*  
Ashwani Kumar Singhal  
Director  
DIN:00159349

*Anukita Jain*  
Anukita Jain  
Company Secretary  
ACS 55307



DCM Infotech Limited  
Statement of changes in equity for the year ended March 31, 2020

(Figures in Lakhs)

A. Equity share capital

Particulars	Amount
Balance as at April 1, 2018	255.01
Changes in equity share capital during the year	
Balance as at March 31, 2019	255.01
Changes in equity share capital during the year	
Balance as at March 31, 2020	255.01

B. Other equity

Particulars	Capital reserve	Special reserve	Surplus in statement of Profit and loss	Other Comprehensive Income		Total
				Exchange difference on translation of foreign operation	Remeasurement (loss)/ gain of post employment benefit obligation	
Balance as at April 1, 2018	-	31.16	24.75	-	-	55.91
Profit/(Loss) for the year	-	-	176.79	-	-	176.79
Capital Reserve (refer note 32)	(237.91)	-	-	-	-	(237.91)
Other comprehensive income / (expense) for the year	-	-	-	55.93	4.85	60.78
Balance as at March 31, 2019	(237.91)	31.16	201.54	55.93	4.85	55.57
Profit/(Loss) for the year	-	-	837.34	-	-	837.34
Capital Reserve (refer note 32)	(144.07)	-	-	-	-	(144.07)
Other comprehensive income / (expense) for the year	-	-	-	41.11	(5.05)	36.06
Balance as at March 31, 2020	(381.99)	31.16	1,038.88	97.04	(0.20)	784.89

As per our report of even date  
For S S Kothari Mehta & Company  
Chartered Accountants  
Firm's registration number: 000756N



*Amit Goel*  
Amit Goel  
Partner  
Membership Number: 500607

Place: New Delhi  
Date: June 24, 2020

For and on behalf of the board of directors of  
DCM Infotech Limited

*Sumant Bharat Ram*  
Sumant Bharat Ram  
Chairman  
DIN: 00052833

*Ashwani Kumar Singhal*  
Ashwani Kumar Singhal  
Director  
DIN: 00159349

*Anukita Jain*  
Anukita Jain  
Executive Director  
DIN: 00273947

*Anukita Jain*  
Anukita Jain  
Company Secretary  
ACS 55307

DCM Infotech Limited  
Notes forming part of financial statements for the year ended March 31, 2020

Note 3 : Property, plant and equipment

(Figures in Lakhs)

Particulars	Freehold land	Building**	Lease improvements	Plant and machinery	Computers	Office equipments	Furniture and fittings	Vehicles*	Total	Right to use assets - Building	Capital Work in Progress	Total
<b>Gross Block</b>												
Opening Balance as on April 01, 2018	724.73	87.84	18.43	3.05	41.89	14.17	6.83	20.33	917.17	-	-	917.17
Acquisition through business combination	-	-	-	-	-	-	-	-	-	-	-	-
Reinstated Balance as on April 01, 2018	724.73	87.84	18.43	3.05	41.89	14.17	6.83	20.33	917.17	-	-	917.17
Addition	-	-	-	0.44	2.03	0.17	1.58	31.03	35.24	-	3.34	38.58
Deletion	-	-	-	-	-	-	-	-	-	-	-	-
Closing as on March 31, 2019	724.73	87.84	18.43	3.49	43.92	14.34	8.41	51.26	952.43	-	3.34	955.77
Addition	-	-	-	4.31	7.82	5.80	-	-	17.93	296.68	-	314.62
Deletion	724.73	56.12	-	-	-	0.10	-	-	789.55	90.30	3.34	883.19
Closing as on March 31, 2020	-	31.72	18.43	7.81	51.74	20.04	8.41	42.65	180.81	206.38	-	387.19
<b>Accumulated Depreciation</b>												
Opening Balance as on April 01, 2018	-	-	-	0.54	21.58	5.14	0.72	4.92	51.60	-	-	51.60
Acquisition through business combination	-	-	-	-	-	-	-	-	-	-	-	-
Reinstated Balance as on April 01, 2018	-	-	-	0.54	21.58	5.14	0.72	4.92	51.60	-	-	51.60
Addition	-	8.67	10.04	0.33	10.32	2.23	0.44	3.54	23.52	-	-	23.52
Deletion	-	4.33	2.32	-	-	-	-	-	-	-	-	-
As at March 31, 2019	-	13.00	12.36	0.87	31.90	7.37	1.16	8.46	75.12	-	-	75.12
Addition	-	2.99	2.12	0.63	5.56	2.59	0.57	5.69	20.13	64.70	-	84.83
Deletion	-	4.04	-	-	-	0.03	-	2.00	6.08	-	-	6.08
As at March 31, 2020	-	11.95	14.47	1.50	37.46	9.92	1.73	12.14	89.17	64.70	-	153.87
<b>Net carrying value</b>												
As at March 31, 2020	-	19.77	3.96	6.30	14.28	10.13	6.68	30.51	91.64	141.68	-	233.32
As at March 31, 2019	724.73	74.83	6.08	2.62	12.02	6.98	7.25	42.80	877.31	-	3.34	880.65

\* There is a loan of Rs.14.39 /- outstanding against one vehicle purchased under hire purchase/financing arrangements and are secured by way of hypothecation of the specified vehicle. Loan is repayable in equal monthly instalments. The loans carry an interest rate ranging between 8.5% per annum.

\*\* There was a equitable Mortgage of office Building situated at Narketan commercial complex, Flat No-607, 608, 609, 6th Floor, Clock Tower, S D Road, Secunderabad, 500003, standing in the name of M/s DCM Data Systems with State bank of India against working capital limits sanctioned to erstwhile DCM Data systems now the same has been repaid. Actions are being initiated to get the title deed released from bank and transferred in the name of Company.

Ind AS 116 Disclosure

Set out below are the carrying amounts of lease liabilities and the movements during the year:

	(Figures in lakhs)
As at April 1, 2019	
Acquisition	296.68
Deletions	(90.30)
Accretion of interest	21.81
Payments	(76.87)
As at March 31, 2020	151.32
Current	45.76
Non-current	105.56

The maturity analysis of lease liabilities are disclosed in note 36  
The effective interest rate for lease liabilities is 11.75% with maturity between 2020-2024

The following are the amounts recognised in profit or loss:

	(Figures in lakhs)
Year ended March 31, 2020 (Leases under Ind AS 116)	
Depreciation expense of right of use assets	64.70
Interest expense on lease liabilities	21.81
Expense relating to leases of short-term / low value assets (included in other expenses)	8.17
Total amount recognised in profit and loss	94.68





Note 4 : Intangible Assets

(Figures in Lakhs)

Particulars	Software	Total
<b>Gross Block</b>		
Opening Balance as on April 01, 2018	-	-
Acquisition through business combination	6.81	6.81
Reinstated Balance as on April 01, 2018	<b>6.81</b>	<b>6.81</b>
Addition	-	-
Deletion	-	-
<b>Closing as on March 31, 2019</b>	<b>6.81</b>	<b>6.81</b>
Addition	-	-
Deletion	-	-
<b>Closing as on March 31, 2020</b>	<b>6.81</b>	<b>6.81</b>
<b>Accumulated Depreciation</b>		
Opening Balance as on April 01, 2018	-	-
Acquisition through business combination	4.77	4.77
Reinstated Balance as on April 01, 2018	<b>4.77</b>	<b>4.77</b>
Addition	1.06	1.06
Deletion	-	-
<b>Closing as on March 31, 2019</b>	<b>5.83</b>	<b>5.83</b>
Addition from April, 1st 2019 to September, 15th 2019	0.23	0.23
Addition from September, 16th 2019 to March, 31st 2020	0.62	0.62
Addition	0.86	0.86
Deletion	-	-
<b>Closing as on March 31, 2020</b>	<b>6.69</b>	<b>6.69</b>
<b>Net Carrying Value</b>		
As on March 31, 2020	<b>0.12</b>	<b>0.12</b>
As on March 31, 2019	<b>0.98</b>	<b>0.98</b>



Particulars	As at March 31, 2020	As at March 31, 2019
<b>5. Loans (Non-current)</b>		
<i>(Unsecured, considered good)</i>		
Security deposits	14.36	10.47
<b>Total</b>	<b>14.36</b>	<b>10.47</b>
The Company's exposure to credit and currency risks, and loss allowance related to non current financial assets are disclosed in Note 36.		
<b>6. Other non-current financial assets</b>		
<i>(Unsecured, considered good)</i>		
Deposits with maturity for more than twelve months including interest	8.86	-
<b>Total</b>	<b>8.86</b>	<b>-</b>
Bank deposits of Rs. 8.86 (March 31, 2019: Rs. Nil ) held as margin money The Company's exposure to credit and currency risks, and loss allowance related to non current financial assets are disclosed in Note 36.		
<b>7. Non-current tax assets (net)</b>		
Advance income tax	-	-
<b>Net</b>	<b>-</b>	<b>-</b>
<b>8. Other non-current assets</b>		
<i>(Unsecured, considered good)</i>		
Deferred rent	2.74	6.59
<b>Total</b>	<b>2.74</b>	<b>6.59</b>
<b>9. Trade receivables</b>		
<i>(Unsecured)</i>		
Considered good	944.69	740.85
Which have significant increase in credit risk	24.39	11.46
	969.08	752.31
Less : Allowance for doubtful receivables	24.39	11.46
<b>Total</b>	<b>944.69</b>	<b>740.85</b>
The Company's exposure to credit and currency risks are disclosed in Note 36.		
<b>10. Cash and cash equivalents</b>		
Balances with banks		
- In current accounts*	259.58	218.33
-Deposits with original maturity of three months or less	155.00	99.74
Cash on hand	0.80	0.50
<b>Total</b>	<b>415.38</b>	<b>318.57</b>
* Includes Rs. 0.95 held in Bank account of DCM Data System		
<b>11. Bank balances other than cash and cash equivalents</b>		
Deposit having maturity more than three month and less than twelve month*	7.16	1.02
<b>Total</b>	<b>7.16</b>	<b>1.02</b>
* Includes Rs. 3.02 held in the name of DCM Data System towards margin money		
<b>12. Loans-Current</b>		
<i>(Unsecured, considered good)</i>		
Loans to employees		
Good	1.71	2.80
Which have significant increase in credit risk	3.23	3.23
	4.93	6.03
Less: Impairment allowance	3.23	3.23
<b>Total</b>	<b>1.71</b>	<b>2.80</b>
<b>13. Other current financial assets</b>		
<i>(Unsecured, considered good)</i>		
Unbilled revenue	86.64	60.81
Recoverable from Related Party "DCM Ltd" (Refer Note 39)	42.12	-
Interest accrued on fixed deposits	0.58	-
<b>Total</b>	<b>129.34</b>	<b>60.81</b>





(Figures in Lakhs)

7. Tax expense			
(a.) Amounts recognised in profit and loss		For the year ended March 31, 2020	For the year ended March 31, 2019
Current tax (a)			
Current tax for the year		248.38	-
Adjustment for current tax of prior years		-	-
		<b>248.38</b>	-
Deferred tax expense/ (credit) (b)		(7.03)	-
<b>Tax expense for the year</b>		<b>241.35</b>	-
(b.) Amounts recognised in other comprehensive income/(expense)		For the year ended March 31, 2020	
		Before tax	Tax (charged)/ credited
Items that will not be reclassified to profit or loss			Net of tax
Remeasurements of defined benefit obligations	(6.75)	1.70	(5.05)
Exchange difference in translating financial statements of foreign operations	49.58	(8.47)	41.11
	<b>42.82</b>	<b>(6.77)</b>	<b>36.05</b>
		For the year ended March 31, 2019	
		Before tax	Tax (charged)/ credited
Items that will not be reclassified to profit or loss			Net of tax
Remeasurements of defined benefit obligations	4.85	-	4.85
Exchange difference in translating financial statements of foreign operations	55.93	-	55.93
	<b>60.78</b>	-	<b>60.78</b>
(c.) Deferred tax assets and liabilities are attributable to the following:		Deferred tax (assets)	
		As at March 31, 2020	As at March 31, 2019
Property, plant and equipment		-	-
Provision for gratuity and compensated absences		5.05	-
Provision for trade receivables and other advances		6.16	-
Deferred tax (assets)		<b>11.21</b>	-
		Deferred tax liabilities	
		As at March 31, 2020	As at March 31, 2019
Property, plant and equipment		(2.48)	-
Provision for gratuity and compensated absences		-	-
Provision for trade receivables and other advances		-	-
Deferred tax liabilities		<b>(2.48)</b>	-
		Net deferred tax (asset) liabilities	
		As at March 31, 2020	As at March 31, 2019
Property, plant and equipment		(2.48)	-
Provision for gratuity and compensated absences		5.05	-
Provision for trade receivables and other advances		6.16	-
Net deferred tax (assets) liabilities		<b>8.73</b>	-
(d.) Movement in temporary differences:		Balance as	
		at March 31, 2019	Balance as at March 31, 2020
	Movement during 2019-20	Recognised in OCI during 2019-20	
Property, plant and equipment	(2.48)	-	(2.48)
Provision for gratuity and compensated absences	-	5.05	5.05
Provision for trade receivables and other advances	6.16	-	6.16
	<b>3.68</b>	<b>5.05</b>	<b>8.73</b>

Note: Company has acquired IT business from their Holding Company DCM Limited by virtue of Business Purchase Agreement. Company has consider any tax impact after the date of acquisition i.e. September 30, 2019, hence previous period tax liability not restated



Particulars	As at March 31, 2020	As at March 31, 2019
<b>14. Other current assets</b>		
<i>(Unsecured, considered good)</i>		
Advances to suppliers	4.27	-
Balance with statutory/government authorities	9.49	6.50
Others receivables * (Refer Note 34)	18.57	18.57
Advance against Property rights #	-	302.57
Deferred rent-Ind as	1.29	-
Prepaid expenses	39.13	35.98
<b>Total</b>	<b>72.75</b>	<b>363.62</b>
*amount pertaining to railway dispute against High court order		
# Amount pertaining to Related Party "Purearth Infrastructure Limited".		
<b>15. Net current Tax Assets</b>		
Advance tax paid	-	19.55
Provision for Income Tax	-	2.41
<b>Total</b>	<b>-</b>	<b>17.14</b>
<b>16. Equity share capital</b>		
<b>i. Authorised</b>		
60,00,000 (March 31, 2019 : 60,00,000) equity shares of Rs. 10 each	600.00	600.00
40,00,000 (March 31, 2019 : 40,00,000) equity shares of Rs. 10 each	400.00	400.00
	<b>1,000.00</b>	<b>1,000.00</b>
<b>ii. Issued, subscribed and fully paid-up</b>		
25,50,070 (March 31, 2019 : 25,50,070) equity shares of Rs. 10 each	255.01	255.01
	<b>255.01</b>	<b>255.01</b>
<b>iii. Reconciliation of the shares outstanding at the beginning and at the end of reporting period</b>		
Equity shares		
<b>At the beginning of the year</b>	<b>2,550,070</b>	<b>2,550,070</b>
Add: Shares allotted during the year	-	-
<b>At the end of the year</b>	<b>2,550,070</b>	<b>2,550,070</b>
<b>iv.</b> The Company has issued one class of equity shares having at par value of Rs. 10 each per share. Each holder of equity shares is entitled to one vote per		
<b>v.</b> Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company:		
<b>Equity shares</b>	<b>No. of shares</b>	<b>% of holding</b>
DCM Limited (the holding company)*	2,550,070	100%
* including shares held jointly by its nominee		
<b>vi.</b> The Company has not issued any bonus shares and there is no buy back of shares in the current year and preceding five years for consideration other than cash.		
<b>16A Other equity</b>		
<b>a. Surplus in Statement of profit &amp; loss</b>		
<b>Opening Balance</b>	<b>262.32</b>	<b>24.75</b>
Add: Profit for the year	837.34	176.79
Items of other comprehensive income/ (expense) recognised directly in retained earnings		
Remeasurement (loss)/ gain of post employment benefit obligation (net of tax)	(5.05)	4.85
Exchange gain/ (loss) in translating financial statements of foreign operations (net of tax)	41.11	55.93
<b>Closing Balance</b>	<b>1,135.72</b>	<b>262.32</b>
<b>b. Capital reserve</b>		
<b>Opening Balance</b>	<b>(237.91)</b>	<b>-</b>
Add : Movement during the year (refer note 32(b))	(144.07)	(237.91)
<b>Closing Balance</b>	<b>(381.99)</b>	<b>(237.91)</b>
<b>c. Special reserve</b>		
<b>Opening Balance</b>	<b>31.16</b>	<b>31.16</b>
Add : Movement during the year	-	-
<b>Closing Balance</b>	<b>31.16</b>	<b>31.16</b>
<b>Total</b>	<b>784.89</b>	<b>55.57</b>





Particulars	As at March 31, 2020	As at March 31, 2019
<b>Nature and purpose of reserve:</b>		
<b>Capital reserve</b>		
As per Appendix C of Ind AS 103 - "Business Combinations", the financial information in the financial statements in respect of prior periods is reinstated as if the business combination had occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination. Accordingly, business combination is accounted with effect from April 1 2019.		
<b>Special reserve</b> : Company has created reserve in terms of provisions of section 36(1)(viii) of the Income Tax Act, 1961.		
<b>Retained Earning:</b>		
Retained earnings are the profits that the Company has earned till date less dividends or other distributions paid to shareholders. Retained earnings is a free reserve available to the Company		
<b>17. Non-current borrowings</b>		
<b>Secured</b>		
<b>Term loans</b>		
From banks	14.39	22.21
	<u>14.39</u>	<u>22.21</u>
Less : Current maturities on non-current borrowings	4.83	6.58
<b>Total non-current borrowings</b>	<u><u>9.56</u></u>	<u><u>15.63</u></u>

**Term & Conditions attach with the borrowing:**

The above loan is outstanding against Vehicle purchased under hire purchase/financing arrangements by erstwhile DCM Data Systems -IT Division of DCM Limited and are secured by way of hypothecation of the specified vehicle. Loan is Repayable in equal monthly installments. The loans carry an interest rate of 8.9% per annum.

**17(i) Current borrowings**

**Secured**

Loans repayable on demand from banks

	-	72.17
	<u>-</u>	<u>72.17</u>

Security against loans repayable on demand

Cash credit facilities aggregating to Rs. Nil (March 31, 2019: Rs. 72.17 lakhs) sanctioned to erstwhile DCM Data Systems by State Bank of India, carrying interest at 10.65% p.a., are secured by way of first charge/hypothecation of inventories, book debts and other assets of the Division (both present and future), and by way of first charge and equitable mortgage on office property located at Navketan Complex, Hyderabad.

**18. Non-current provisions**

**Provision for employee benefits (Refer note 35)**

- Gratuity	102.55	93.34
- Compensated absences	42.01	31.42
<b>Total</b>	<u>144.56</u>	<u>124.76</u>

**19. Financial liabilities- Trade payables**

Due to micro, small and medium enterprises	0.38	1.67
Due to others	160.85	127.62
<b>Total</b>	<u>161.23</u>	<u>129.29</u>

\* The following details relating to Micro, Small and Medium Enterprises shall be disclosed:

(a) The amounts remaining unpaid to micro, small and medium enterprises as at the end of the year-Principal (includes Rs. 4.51 lakhs payable to creditor of capital goods - refer note 19)	4.89	1.67
(b) The amounts remaining unpaid to micro, small and medium enterprises as at the end of the year-Interest	-	-
(c) the amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, during each accounting year	-	-
(d) The amounts of the payments made to micro and small suppliers beyond the appointed day during each accounting year.	-	-
(e) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding the interest specified under Micro Small and Medium Enterprises Development Act, 2006.	-	-
(f) The amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-
(g) The amount of further interest remaining due and payable even in the succeeding periods, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under the Micro Small and Medium Enterprises Development Act, 2006.	-	-



Particulars	As at March 31, 2020	As at March 31, 2019
<b>20. Other current financial liabilities</b>		
Current maturities of non-current borrowings	4.83	6.58
Payable for purchase of Property, plant and equipment - to MSME (Refer Note 19)	4.51	-
Interest accrued but not due on borrowings	0.11	0.17
Amount in trust account *	-	1,502.68
Employee dues payable	226.19	211.92
<b>Total</b>	<b>235.64</b>	<b>1,721.35</b>
* Amount is pertaining to Related Party "DCM Ltd"		
<b>21. Other current liabilities</b>		
Statutory dues	31.52	20.27
<b>Total</b>	<b>31.52</b>	<b>20.27</b>
<b>22. Current provisions</b>		
<b>Provision for employee benefits (Refer note 35)</b>		
- Gratuity	26.30	7.51
- Compensated absences	8.56	1.92
	<b>34.86</b>	<b>9.43</b>
<b>23. Current Tax Liabilities</b>		
Provision for Income Tax	259.26	-
Advance tax paid	228.69	-
<b>Total</b>	<b>30.57</b>	<b>-</b>





Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
<b>24. Revenue from operations</b>		
Sales of Property Rights	1,013.71	-
Sale of product license	85.43	103.55
Sale of services	4,782.59	4,275.28
<b>Total</b>	<b>5,881.73</b>	<b>4,378.83</b>
<b>Contract Balance:</b>		
Trade Receivables	944.69	740.85
Unbilled revenue	86.64	60.81
	<b>1,031.33</b>	<b>801.66</b>
<b>Reconciliation of revenue recognised with the contracted price is as follows:</b>		
Contracted price	5,881.73	4,378.83
Reductions towards variable consideration components	-	-
	<b>5,881.73</b>	<b>4,378.83</b>
<b>25. Other income</b>		
Interest income		
- Deposits with others	2.52	14.32
Net gain on foreign currency transactions	18.80	15.19
Net gain on foreign currency translation	10.08	0
Liabilities/provisions no longer required written back	10.50	2.37
Miscellaneous income	1.35	1.25
<b>Total</b>	<b>43.25</b>	<b>33.12</b>
<b>26. Employee benefits expense</b>		
Salaries, bonus and other allowances	2,995.26	2,814.77
Contribution to provident and other funds	188.57	171.04
Gratuity expense (Refer Note 35)	23.10	18.94
Staff welfare expenses	39.31	37.53
<b>Total</b>	<b>3,246.24</b>	<b>3,042.28</b>
<b>27. Finance costs</b>		
Interest expense on :		
- Borrowings-Cash Credit	2.91	1.35
- Borrowings-Car Loan	1.62	0.87
Interest on Right to use Assets	21.81	-
Other borrowing costs	1.14	1.86
<b>Total</b>	<b>27.48</b>	<b>4.08</b>
<b>28. Depreciation and Amortisation expense *</b>		
Depreciation on tangible Assets	20.13	23.52
Amortisation on intangible assets	0.86	1.06
Depreciation on Right to use assets	64.70	-
<b>Total</b>	<b>85.69</b>	<b>24.58</b>

\* (Refer Note 3 and 4 )



Particulars	For the Year ended March 31, 2020	For the Year ended March 31, 2019
<b>29. Other expenses</b>		
Purchase of Licences	79.30	96.83
Power, fuel, etc.	37.38	42.27
Rent	8.17	86.20
Repair and maintenance		
- Buildings	1.20	1.20
- Machinery	8.89	8.12
- others	43.16	42.13
Subcontracting charges	568.23	538.31
Insurance	19.65	20.48
Rates and taxes	6.56	5.19
Legal and professional fees	116.02	70.98
Auditors Remuneration		
-For Audit	4.50	-
- For expense reimbursement	0.16	-
Travelling and conveyance	126.12	123.28
Provisions for Bad trade and other receivables, loans and advances -ECL	11.79	-
Bad trade and other receivables, loans and advances written off	9.68	6.33
Loss on property, plant and equipment sold/ written off (net)	3.56	-
Miscellaneous expenses	127.10	122.90
<b>Total</b>	<b>1,171.47</b>	<b>1,164.22</b>
<b>30. Earnings per share</b>		
Net profit/(loss) attributable to equity shareholders as per Statement of profit and loss	837.34	176.79
Weighted average number of equity shares in calculating Basic EPS (in numbers)	2,550,070	2,550,070
Weighted average number of equity shares in calculating Diluted EPS (in numbers)	2,550,070	2,550,070
Basic loss per share in rupees (face value per equity share Rs. 10 each) (Rs.)	32.84	6.93
Diluted loss per share in rupees (face value per equity share Rs. 10 each) (Rs.)	32.84	6.93
<b>31. Tax Expenses</b>		
<b><u>Amounts recognised in profit and loss</u></b>		
Current tax for the year	248.38	-
Adjustment for current tax of prior years	-	-
	248.38	-
Deferred tax expense/ (credit) (b)	(7.03)	-
	-	-
Tax expense for the year	<b>241.35</b>	<b>-</b>
<b><u>Reconciliation of tax expense and the accounting profit multiplied by India's tax rate</u></b>		
Accounting profit before tax	950.53	-
Tax at India's statutory income tax rate @ 25.168%	239.23	-
Ind AS related Non Deductable Expenses	0.42	-
Other Non Deductable Expenses (Including 43B, Provision of Bad debts etc)	11.52	-
Income Not included in Profit before tax -Gain on translation of Foreign Operations	8.47	-
Other Deductable expenses not considered in Profit before Tax (Depreciation )	(18.29)	-
<b>Income Tax Expense as per statement of profit &amp; loss</b>	<b>241.35</b>	<b>-</b>





- 32 (a) Pursuant to the decision of the Board of Directors, the Company acquired the IT division (namely DCM Data Systems) from its holding company DCM Limited as a going concern on slump sale, together with all assets, liabilities, encumbrances, customers and obligations of every nature relating to the said division, including all employees engaged therein with continuity of service.

The business was purchase with effect from 16th September, 2019 in cash for a consideration of Rs 800.83 Lacs, however till the approvals were obtained, the business continued in trust in DCM Data Systems and was transferred thereafter. The details of acquired assets and liabilities is as follows :

Particulars	As at
	September 15, 2019
Non-current assets	386.33
Current Asset	1,170.10
	<u>1,556.43</u>
non current liabilities	416.22
current liabilities	339.38
	<u>755.60</u>
Business Purchase consideration paid to DCM limited in Cash	<u>800.83</u>

- 32 (b) The financial statements have been prepared as per the requirements of Ind AS 103 (Para 9 (iii) of Appendix C, accordingly the financials are reinstated as if Business combination had occurred from the beginning of the previous year. Details of such reinstatement are given below:

**Details of Profit & Loss account reinstated**

	Period ended September 15, 2019 *	Year ended March 31, 2019
Income	2,228.97	4,411.95
Expenditure	2,100.81	4,234.81
Profit before tax	128.16	177.14
Tax Expenses	-	-
Other comprehensive income	15.92	60.78
	<u>144.08</u>	<u>237.91</u>
Capital reserve - For the year - cumulative	<u>381.99</u>	

**Details of Assets & Liabilities reinstated**

	As at March 31, 2019
Non-current assets	898.67
Current Asset	1,193.72
	<u>2,092.39</u>
Non-current liabilities	140.39
Current liabilities	449.32
Amount in Trust account *	1502.68
	<u>2,092.39</u>

\* amount pertaining to related party DCM Limited

**Additional Disclosures**

- (a.) DCM Data System was engaged in providing IT Infrastructure and IT enabled services.  
(b.) On 16th September, 2019 the business was transferred to the transferee;  
(c.) Consideration was paid in Cash. There were no shares issued, exchanged to effect the business combination.  
(d.) Difference between the consideration and the value of net assets acquired is NIL.

**33. Leases**

The Company's significant operating lease arrangements are in respect of premises for residential use of employees, office, etc. for a period of ranging from 1-5 years. These leasing arrangements, which are cancellable, are renewable on at mutually agreeable terms.

Future aggregate minimum lease payments under non-cancellable operating lease are as follows:

Particulars	As at March 31, 2020	As at March 31, 2019
	Leases rent	151.32
Total	<u>151.32</u>	<u>-</u>



34. There are no undisputed dues of wealth tax and service tax which have not been deposited by the Company. The details of disputed dues as of March 31, 2020 in respect of customs duty, income tax, excise duty and sales tax/ PVAT that have not been deposited by the Company, are as follows:

Contingent liabilities, contingent assets and commitments	As at March 31, 2020	As at March 31, 2019
Contingent liabilities not provided for:		
- Customs duty	12.55	12.55
- Others- railways & Others *	27.86	27.86
<b>Total</b>	<b>40.41</b>	<b>40.41</b>

All the above matters are subject to legal proceedings in the ordinary course of business. The legal proceedings, when ultimately concluded will not, in the opinion of management, have a material effect on the results of operations or financial position of the Company.

35. Employee benefits

A. Defined contribution plans

Company's contributions to defined employee benefit plans, charged off for the year are as under:

Particulars	As at March 31, 2020	As at March 31, 2019
Provident fund	55.45	42.05
Employees' state insurance	0.26	0.49
Social security	94.20	125.89
Medicare	22.09	-
National Pension Scheme	4.39	2.62
<b>Total</b>	<b>176.39</b>	<b>171.04</b>

B. Defined benefit plans

The Company operates the following post-employment defined benefit plans:-

The company operates gratuity plan wherein every employee is entitled to the benefit equivalent to 15 days of total basic salary last drawn for each completed year of service. Gratuity is payable to all eligible employees of the company on retirement, separation, death or permanent disablement, in terms of the provisions of the Payment of Gratuity Act. Liability with regards to Gratuity is accrued based on actuarial valuation at the balance sheet date, carried out by independent actuary.

For details about the related employee benefits plan, refer accounting policies on employee benefits.

The following table set out the status of the defined benefit obligation

Particulars	As at March 31, 2020	As at March 31, 2019
Defined benefit liability- Gratuity	128.85	100.85
<b>Total employee benefit liabilities</b>	<b>128.85</b>	<b>100.85</b>
Non current	102.55	93.34
Current	26.30	7.51
<b>Total</b>	<b>128.85</b>	<b>100.85</b>

i. Reconciliation of the defined benefit liability

The following table shows a reconciliation from the opening balances to the closing balances for the defined benefit liability and its components

Particulars	As at March 31, 2020	As at March 31, 2019
Balance at the beginning of the year	100.85	99.93
Acquisition adjustment	20.63	-
Current service cost	15.54	11.44
Interest cost	7.56	7.49
Actuarial (gains) / losses recognised in other comprehensive income/(expense)	6.75	(4.85)
Benefits paid	(22.49)	(13.16)
<b>Balance at the end of the year</b>	<b>128.85</b>	<b>100.85</b>
Non-current	102.55	93.34
Current	26.30	7.51

ii. Expense recognized in profit and loss

Particulars	As at March 31, 2020	As at March 31, 2019
Current service cost	16.97	11.44
Interest cost	7.56	7.49
<b>Net cost</b>	<b>24.53</b>	<b>18.93</b>





## iii. Remeasurements recognized in other comprehensive income/(expense)

Particulars	As at	
	March 31, 2020	March 31, 2019
Actuarial (gain) / loss on defined benefit obligation	6.75	(4.85)
Total	6.75	(4.85)

## iv. Actuarial assumptions

Particulars	As at	
	March 31, 2020	March 31, 2019
<b>Financial assumptions</b>		
Discount rate	6.79%	7.50%
Future salary growth	6.00%	6.00%
Retirement age	58	58
Mortality table	IALM(2012-14)	IALM(2006-08)
Withdrawal rate		
Upto 30 years	3.00%	3.00%
From 31 to 44 years	2.00%	2.00%
Above 44 years	1.00%	1.00%

## v. Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

Particulars	As at March 31, 2020		As at March 31, 2019	
	Increase	Decrease	Increase	Decrease
Discount rate (0.5%)	(4.61)	5.06	(3.93)	4.27
Future salary growth (0.5%)	5.07	(4.67)	4.31	(4.00)

## vi. Maturity profile

The table below shows the expected cash flow profile of the benefits to be paid to the current membership of the plan based on past service of the employees as at the valuation date:

Particulars	As at	
	March 31, 2020	March 31, 2019
Year 1	26.30	7.51
Year 2	3.81	1.52
Year 3	28.15	1.56
Year 4	7.29	1.60
Year 5	19.04	24.21
Year 6	0.82	6.10
6 Year onwards	43.44	58.35

## 36. Fair value measurement and financial instruments

## (a) Financial instruments – by category and fair values hierarchy

The following table shows the carrying amounts and fair value of financial assets and financial liabilities, including their levels in the fair value hierarchy.

Particulars	Carrying value			Fair value measurement using		
	FVTPL	Amortised Cost	FVOCI	Level 1	Level 2	Level 3
<b>As at March 31, 2020</b>						
<b>Non Current</b>						
Loans *	-	14.36	-	-	-	14.36
Other financial assets *	-	8.86	-	-	-	8.86
<b>Current</b>						
Trade receivables *	-	944.69	-	-	-	944.69
Cash and cash equivalents *	-	415.38	-	-	415.38	-
Bank balances other than (ii) above *	-	7.16	-	-	7.16	-
Loans *	-	1.71	-	-	-	1.71
Other financial assets *	-	129.34	-	-	-	129.34
<b>Non-current liabilities</b>						
Borrowings *	-	14.39	-	-	14.39	-
Leased Liabilities *	-	105.56	-	-	-	105.56
<b>Current liabilities</b>						
Borrowings *	-	-	-	-	-	-
Leased Liabilities *	-	45.76	-	-	-	45.76
Trade payables *	-	161.23	-	-	-	161.23
Other financial liabilities *	-	230.80	-	-	-	230.80



As at March 31, 2019						
Particulars	Carrying value			Fair value measurement using		
	FVTPL	Amortised Cost	FVOCI	Level 1	Level 2	Level 3
<b>Non Current</b>						
Loans *	-	10.47	-	-	-	10.47
Other financial assets *	-	-	-	-	-	-
<b>Current</b>						
Trade receivables *	-	740.85	-	-	-	740.85
Cash and cash equivalents *	-	318.57	-	-	318.57	-
Bank balances other than (ii) above *	-	1.02	-	-	1.02	-
Loans *	-	2.80	-	-	-	2.80
Other financial assets *	-	60.81	-	-	-	60.81
<b>Non-current liabilities</b>						
Borrowings *	-	22.21	-	-	22.21	-
Leased Liabilities *	-	-	-	-	-	-
<b>Current liabilities</b>						
Borrowings *	-	72.17	-	-	-	72.17
Leased Liabilities *	-	-	-	-	-	-
Trade payables *	-	127.62	-	-	-	127.62
Other financial liabilities *	-	1,714.78	-	-	-	1,714.78

\* The carrying amounts of trade receivables, trade payables, cash and cash equivalents, bank balances other than cash and cash equivalents, loans and other financial assets and liabilities, approximates the fair values, due to their short-term nature. The loans, investments and other non-current financial assets and bank deposits (due for maturity after twelve months from the reporting date), and other non-current financial liabilities, the carrying value of which approximates the fair values as on the reporting date. There have been no transfers between Level 1, Level 2 and Level 3 for the years ended March 31, 2020 and March 31, 2019.

**(b) Financial Risk Management**

The Company has exposure to the following risks arising from financial instruments:

- Credit risk ;
- Liquidity risk ; and
- Market risk

**Risk management framework**

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The board of directors have authorized senior management to establish the processes, who ensures that executive management controls risks through the mechanism of properly defined framework.

The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risks limits and controls, to monitor risks and adherence to limits. Risk management policies are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

**i. Credit Risk**

The maximum exposure to credit risks is represented by the total carrying amount of these financial assets in the balance sheet

Particulars	As at	As at
	March 31, 2020	March 31, 2019
Trade receivables (net of allowances for doubtful receivables)	944.69	740.85
Cash and cash equivalents	415.38	318.57
Balances other than cash and cash equivalents	7.16	1.02
Loans	1.71	2.80
Other financial assets	129.34	60.81

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers.

The average credit period on sales of products and services is 30 to 90 days.

The Company has used a practical expedient by computing the expected credit loss allowance for trade receivables based on a provision matrix.

The provision matrix takes into account historical credit loss experience and adjusted for forward-looking information. The expected credit loss allowance is based on the ageing of the days the receivables are due .





The Company's exposure to credit risk for trade receivables are as follows

Particulars	As at	As at
	March 31, 2020	March 31, 2019
Not due	855.53	670.07
1-90 days past due	71.21	67.71
91 to 180 days past due	17.67	1.94
More than 180 days past due	0.28	1.13
Other receivables having negligible credit risk	-	-
<b>Total-Trade Receivable</b>	<b>944.69</b>	<b>740.85</b>

Movement in the allowance for impairment in respect of trade receivables:

Particulars		
<b>Balance at the beginning</b>	11.46	10.80
Add : Provisions/Exchange Difference during the year	24.39	0.66
Less : Writeback during the year	(11.46)	-
<b>Balance at the end</b>	<b>24.39</b>	<b>11.46</b>

**ii. Liquidity risk**

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are fallen due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company believes that based on its current liquidity position and anticipated future internal accruals from operations, will enable it to meet its future known obligations in the ordinary course of business. However, if a liquidity needs were to arise, the Company believes it would be able to approach and materialise new financing arrangements, unlocking of value of unencumbered assets, which should enable it to meet its ongoing capital, operating, and other liquidity requirements.

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted

**As at March 31, 2020**

Particulars	Carrying amount	Contractual cash flows			Total
		Less than one year	1-5 years	More than 5 years	
Borrowings	14.39	4.83	9.56	-	14.39
Trade payables	161.23	161.23	-	-	161.23
Other financial liabilities *	230.80	230.80	-	-	230.80
Lease liabilities	151.32	45.76	105.56	-	151.32
<b>Total</b>	<b>557.74</b>	<b>442.62</b>	<b>115.12</b>	<b>-</b>	<b>557.74</b>

**As at March 31, 2019**

Particulars	Carrying amount	Contractual cash flows			Total
		Less than one year	1-5 years	More than 5 years	
Borrowings	94.38	78.75	15.63	-	94.38
Trade payables	127.62	127.62	-	-	127.62
Other financial liabilities *	1,714.78	1,714.78	-	-	1,714.78
Lease liabilities	-	-	-	-	-
<b>Total</b>	<b>1,936.78</b>	<b>1,921.15</b>	<b>15.63</b>	<b>-</b>	<b>1,936.78</b>

\* Contractual cash flow includes the interest to be incurred and paid in subsequent periods

**iii Market Risk**

Market risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises two types of risk: currency risk and interest rate risk. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

**Currency risk**

Currency risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company is exposed to the effects of fluctuation in the prevailing foreign currency exchange rates on its financial position and cash flows. Exposure arises primarily due to exchange rate fluctuations between the functional currency and other currencies from the Company's operating, investing and financing activities.



**Exposure to currency risk**

The summary of quantitative data about the Company's exposure to currency risk, as expressed in Indian Rupees, as at March 31, 2020 and as at March 31, 2019

Particulars	As at	As at
	March 31, 2020	March 31, 2019
<b>Financial assets</b>		
Trade receivables	787.04	648.98
Cash and cash equivalent	211.33	307.73
Loans and advances	3.31	2.44
Other financial asset	65.00	19.56
<b>Total</b>	<b>1,066.68</b>	<b>978.71</b>
<b>Financial liabilities</b>		
Trade Payables	100.87	91.32
Other financial liability	86.02	74.39
<b>Total</b>	<b>186.89</b>	<b>165.71</b>

**Sensitivity analysis**

A reasonably possible strengthening (weakening) of the Indian Rupee against below currencies at March 31, 2020 (previous year ended as on March 31, 2019) would have affected the measurement of financial instruments denominated in functional currency and affected equity and profit or loss by the amounts shown below. This analysis is performed on foreign currency denominated monetary financial assets and financial liabilities outstanding as at the year end. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases

Particulars	Profit or loss before tax		Changes in equity (net of tax)	
	Strengthening	Weakening	Strengthening	Weakening
<b>For the year ended March 31, 2020</b>				
USD	8.80	(8.80)	(6.58)	6.58
<b>Total</b>	<b>8.80</b>	<b>(8.80)</b>	<b>(6.58)</b>	<b>6.58</b>
<b>For the year ended March 31, 2019</b>				
USD	8.13	(8.13)	(5.29)	5.29
<b>Total</b>	<b>8.13</b>	<b>(8.13)</b>	<b>(5.29)</b>	<b>5.29</b>

**Interest rate risk**

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not have significant borrowings therefore interest rate risk is negligible.

**37 Capital management**

For the purpose of the Company's capital management, capital includes issued equity share capital, share premium and all other equity reserves attributable to the equity holders of the parent. The primary objective of the management of the Company's capital structure is to maintain an efficient mix of debt and equity in order to achieve a low cost of capital, while taking into account the desirability of retaining financial flexibility to pursue business opportunities and adequate access to liquidity to mitigate the effect of unforeseen events on cash flows.

The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions. To maintain or adjust the capital structure, the Company may return capital to shareholders, raise new debt or issue new shares.

The Company monitors capital on the basis of the debt to capital ratio, which is calculated as interest-bearing debts adjusted with available cash and bank balances divided by total capital (equity attributable to owners of the parent).

Particulars	As on	As on
	31st March 2020	31st March 2019
Borrowings	9.56	87.80
Current Maturities	4.83	6.58
Less : Cash and bank balances	415.38	318.57
<b>Adjusted net debt (A)</b>	<b>(400.99)</b>	<b>(224.19)</b>
Total equity (B)	1,039.90	310.58
<b>Adjusted net debt to total equity ratio (A/B)</b>	<b>-38.56%</b>	<b>-72.18%</b>





**DCM Infotech Limited**  
**Notes forming part of financial statements for the year ended March 31, 2020**

**38. Operating segments**

**A. Basis for segmentation**

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Company's other components, and for which discrete financial information is available. All operating segment's operating results are reviewed regularly by the Chief Operating Decision Maker (CODM) to make decisions about resources to be allocated to the segments and assess their performance.

In accordance with Ind AS 108 'Segment Reporting' as specified in section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rule, 2014, the Company has identified Two reportable segments, as described below, which are the Company's strategic business units. These business units offer different products and services, and are managed separately because they require different technology and marketing strategies. For each of the business units, the Chief Operating Decision Maker (CODM) reviews internal management reports on a periodic basis.

The following summary describes the operations in each of the Company's reportable segments:

**Reportable segments**

**Operations**

IT services  
 Real estate

**B. Information about operating segments**

Information regarding the results of each reportable segment is included below. Performance is measured based on segment profit (before tax), as included in the internal management reports that are reviewed by the Board of Directors of the company. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries. Inter-segment pricing is determined on an arm's length basis.

Particulars	Reportable segment						Total	
	IT Services		Real Estate		Unallocated		As at March 31,	As at March 31,
	As at March 31, 2020	As at March 31, 2019	As at March 31, 2020	As at March 31, 2019	As at March 31, 2020	As at March 31, 2019	2020	2019
<b>Segment revenue</b>								
- External revenues	4,868.02	4,378.83	1,013.71	-	-	-	5,881.73	4,378.83
- Other operating revenue	40.74	33.12	-	-	-	-	40.74	33.12
<b>Total segment revenue</b>	<b>4,908.76</b>	<b>4,411.95</b>	<b>1,013.71</b>	-	-	-	<b>5,922.47</b>	<b>4,411.95</b>
<b>Segment profit/(loss) before tax</b>	<b>406.35</b>	<b>181.22</b>	<b>697.31</b>	<b>(0.35)</b>	-	-	<b>1,103.66</b>	<b>180.87</b>
Interest income	-	-	-	-	2.52	-	2.52	-
Profit before finance costs and tax	406.35	181.22	697.31	(0.35)	2.52	-	1,106.17	180.87
Finance costs	-	-	-	-	27.48	4.08	27.48	4.08
Profit/(loss) before tax	406.35	181.22	697.31	(0.35)	(24.96)	(4.08)	1,078.69	176.79
Provision for taxation	-	-	-	-	241.35	-	241.35	-
Profit/(loss) after taxation	406.35	181.22	697.31	(0.35)	(266.31)	(4.08)	837.35	176.79
Depreciation and amortization	85.69	24.58	-	-	-	-	85.69	24.58
Capital expenditure during the year	17.93	38.58	-	-	-	-	17.93	38.58
Non cash expense other than depreciation	25.04	6.33	-	-	-	-	25.04	6.33





DCM Infotech Limited  
Notes forming part of financial statements for the year ended March 31, 2020

Particulars	Reportable segment						Total	
	IT Services		Real Estate		Unallocated		As at March 31, 2020	As at March 31, 2019
	As at March 31, 2020	As at March 31, 2019	As at March 31, 2020	As at March 31, 2019	As at March 31, 2020	As at March 31, 2019		
Segment assets	1,815.75	2,075.58	14.68	310.76	-	-	1,830.43	2,386.34
Assets held for sale	-	-	-	-	-	-	-	-
Unallocated assets	-	-	-	-	8.73	17.14	8.73	17.14
<b>Total assets</b>	<b>1,815.75</b>	<b>2,075.58</b>	<b>14.68</b>	<b>310.76</b>	<b>8.73</b>	<b>17.14</b>	<b>1,839.16</b>	<b>2,403.48</b>
Segment liabilities	754.30	1,998.00	-	0.52	30.57	-	784.87	1,998.52
Share capital and reserves	-	-	-	-	1,039.90	310.58	1,039.90	310.58
Loan funds	14.39	94.38	-	-	-	-	14.39	94.38
<b>Total liabilities</b>	<b>768.69</b>	<b>2,092.38</b>	<b>-</b>	<b>0.52</b>	<b>1,070.47</b>	<b>310.58</b>	<b>1,839.16</b>	<b>2,403.48</b>

**C. Geographical information**

The geographical information analyses the Company's revenues and non-current assets by the Company's country of domicile (i.e. India) and other countries. In presenting the geographical information, segment revenue has been based on the geographic location of customers and segment assets which have been based on the geographical location of the assets.

	(Rupees in lakhs)	
	As at March 31, 2020	As at March 31, 2019
<b>i. Revenues</b>		
India (a)	1,695.88	669.52
Outside India		
USA	4,142.90	3,649.20
Middle East	42.95	60.11
<b>Outside India (b)</b>	<b>4,185.85</b>	<b>3,709.31</b>
<b>Total (a+b)</b>	<b>5,881.73</b>	<b>4,378.83</b>
<b>ii. Non current assets*</b>		
India	234.17	885.60
Outside India	2.01	2.60
<b>Total</b>	<b>236.18</b>	<b>888.20</b>

\*Non current assets exclude financial instrument, deferred tax assets and post employment benefit assets.

**D. Major customers**

Revenue of Rs. 2998.14 Lacs (March 31, 2019 Rs. 1371.99 Lacs ) are derived from customers who contributed 10% or more.





**39. Related party disclosures:**

In accordance with the requirements of Ind AS 24 on Related Party Disclosures, the names of the related parties where control exists and/or with whom transactions have taken place during the year and description of relationships, as identified and certified by the management are:

**A. Name and description of relationship of the related party****Entity having significant control over the Company**

DCM Limited ( Holding Company)

**Fellow Subsidiaries**

DCM Textiles Limited

DCM Nouvelle Limited (up to March 31, 2019 )

DCM Engineering Limited (Formerly known as DCM Tools &amp; Dies Limited)

DCM Finance &amp; Leasing Limited

DCM Data Systems Limited

DCM Engineering Products Educational Society

**Joint venture of holding Company**

Purearth Infrastructure Limited

**Key management personnel and/or individuals having direct or indirect control or significant influence, and their relatives:**

Mr. Sumant Bharat Ram - Director (w.e.f December 9th, 2019)

Mr. Ashwani Kumar Singhal - Director (w.e.f August 25th, 2014)

Mr. Bipin Maira - Director (w.e.f December 9th, 2019)

Mr. Varun Sarin – Chief of Operation and Finance and Director\*

Ms Anukita Jain - Company Secretary (w.e.f November 1st, 2019)

(\* Ex Director with effect from December 9th, 2019)

**B. Transactions with related parties:**

Nature of Transaction	Holding Company	
	For the year ended March 31, 2020	For the year ended March 31, 2019
Purchase of Business (Refer Note 32 a)	800.83	-
Transaction on account of business combination	701.85	1,502.68
Sales of Flat rights (Refer Note 24)	1,013.71	-
Amount of GST payable for inter office billing	0.54	-
Gratuity transferred	26.03	-
Expense Reimbursement *	-	0.05
Amount recoverable on account of excess provision	0.26	-
<b>Total</b>	<b>2,543.22</b>	<b>1,502.73</b>

\* Related to Realty Investment

**Transactions with key management personnel**

Particulars	For the year ended March 31, 2020	For the year ended March 31, 2019
<b>Compensation of key management personnel</b>		
Salaries and bonus including contributions made to provident fund		
Mr. Varun Sarin	72.38	66.85
Ms. Anukita Jain	2.37	-
<b>Post-employment defined benefit plan (Gratuity)</b>		
Mr. Varun Sarin	3.98	1.29
Ms. Anukita Jain	0.05	-
<b>Other long term defined benefit plan (compensated absence)</b>		
Mr. Varun Sarin	0.98	0.41
Ms. Anukita Jain	0.05	-

**C. Balances with related parties:**

Particulars	Holding Company	
	As at March 31, 2020	As at March 31, 2019
Balances receivable/(payable) from/to DCM Ltd	42.12	(1,502.68)



C. Balances with related parties:

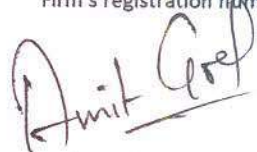
Particulars	Holding Company	
	As at March 31, 2020	As at March 31, 2019
Balances receivable/(payable) from/to DCM Ltd	42.12	(1,502.68)
Advance against Property rights to Purearth Infrastructure Limited	-	302.57

40. As per the information available with the Management and as certified by them, there is no outstanding Capital and other Commitment as on March 31, 2020 (Previous year : Nil)

Events occurring after the balance sheet date

41. No adjusting or significant non- adjusting events have occurred between the reporting date and date of authorization of these financial statements.
42. The Company has considered the impact of COVID-19 on its operations as well as its financial statements, including carrying amounts of investments, property plant and equipment, loans and other assets, as at March 31, 2020. In assessing the carrying value of these assets, the Company has used internal and external sources of information up to the date of approval of these financial statements, and based on current estimates, expects the net carrying amount of these assets will be recovered. The Company will continue to closely monitor any material changes to the business and financial statements due to COVID-19, wherever required.
43. The Financial Statements of the Company for the Year ended March 31, 2019 were audited by another auditor M/S Grewal & Singh Chartered Accountants, New Delhi.
44. Previous year figures have been regrouped/ recast wherever considered necessary to confirm to current year.

As per our report of even date attached  
For S S Kothari Mehta & Company  
Chartered Accountants  
Firm's registration number: 000756N



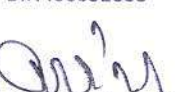
Amit Goel  
Partner  
Membership Number: 500607



Place: New Delhi  
Date: June 24, 2020

For and on behalf of the board of directors of  
DCM Infotech Limited

  
Sumant Bharat Ram  
Chairman  
DIN :00052833

  
Varun Sarin  
Executive Director  
DIN:00273947

  
Ashwani Kumar Singhal  
Director  
DIN:00159349

  
Anukita Jain  
Company Secretary  
ACS 55307