

**DIRECTORS' REPORT**

Your Directors have pleasure in presenting this 32<sup>nd</sup> Annual Report together with the Audited Financial Statements of your Company for the year ended March 31, 2024.

**ECONOMIC SCENARIO**

Over the last year, the global scenario has only worsened with Israel attacking Gaza and Iran also getting into the fray. So along with the Ukraine - Russia war, which is not seeming like coming to an end anytime soon, this new conflict is also now impacting the global supply chains.

In the US the inflation is still high, therefore, Fed is reluctant to bring down the interest rates. There are multiple estimates about the growth rates, but all of them are looking at slower growth in 2024, compared to the 2.5% in 2023. The IT sector in US, is continuing to witness large scale layoffs. In 2023 close to 260K layoffs took place, which is more than 50% of the layoffs in 2022. This trend is continuing in 2024 with close to 50K layoffs till April. Some of these layoffs are also because of productivity improvements due to AI and automation.

China as the second largest economy has grown at around 5% in 2023 which was very close to the government's target. The estimates for 2024 have not come in from the government. However, the IMF estimates that it will be at around 4.6%. In Europe, the economy of UK is expected to grow by about 0.3% in 2024 while Germany is expected to shrink.

Given the above scenario, India is the fastest growing, large economy, in the world and is expected to grow at more than 6.5% in 2024, which is even more than the 5.9% that was expected last year. The government and RBI are expecting it to grow even faster and become the third largest economy in the world in the next 3-4 years.

Overall in 2023 the Indian IT market had a subdued growth. This calendar year, 2024, the growth is expected to be a positive 10.7%, which is a sharp rebound based on the growth in the overall economy. The IT industry is expected to reach USD 124.6 billion dollars in 2024. Out of this the two areas of interest for us viz. IT software and IT services are expected to grow at 18.5% and 14.6% respectively, (as per Gartner). Given this scenario, the Company believes, that there's immense opportunity both in India and the US for our business lines.

**DCM Infotech Limited**

316, Udyog Vihar, Phase-II, Gurugram 122 016, Haryana, India

Phone : +91 124 4122800 Fax : +91 124 4009232, E-mail : [contact@dcminfotech.com](mailto:contact@dcminfotech.com), Website : [www.dcminfotech.com](http://www.dcminfotech.com)

India is a very value conscious market so it's difficult to make good margins here, however, it gives us an opportunity to upskill the Company's employees and create IPRs, and also explore new technologies at low cost. The US market offers the Company great opportunities for growth both because of the labour arbitrage as well as the sheer size of the market.

## **COMPANY AFFAIRS**

During the year under review, the sales and other income of the Company was Rs. 6889.20 lacs (previous year Rs 7103.27 lacs) and Profit before Tax (PBT) was Rs 955.83 lacs as compared to (previous year Rs 1065.73 lacs).

Over the last 12 months the Company has aggressively been working on picking up additional managed services business, from our existing customers. This has created a large backlog of revenue that will accrue to the company in the coming year. The Company also commenced operating in the automation domain last year, and it is hoped that additional connected business opportunities will emerge once customers see the benefits of automating their processes.

The entry barrier in India is very low and therefore the competition is stiff with low order values. So, while this puts pricing pressure on the Company, it also makes the Company more aggressive in building its own capabilities to deliver at pricing which the market will absorb.

The Company believe that the automation market has "many more legs to grow", both in the US and India and the Company is expanding both our solution offerings and our OEM partnerships to move forward in the coming financial year. The Company believes that there are immense opportunities to grow our services offerings and also related product sales, both in the US and in India and is therefore investing in the sales and marketing activities continuously.

## **FINANCIAL DATA**

The Company has adopted Indian Accounting Standard (Ind AS) with effect from 1<sup>st</sup> April, 2017, accordingly, financial statements for the year ended 31<sup>st</sup> March, 2024 have been prepared in accordance with Ind AS as per the Companies (Indian Accounting Standard) Rules, 2015, as amended from time to time, notified under Section 133 of the Companies Act, 2013.

Particulars	Financial Year ended	
	March 31, 2024 (Rs/Lacs)	March 31, 2023 (Rs/Lacs)
Profit before Interest, Depreciation and Tax	1035.94	1142.07
Less - Finance Cost	6.32	7.60
- Depreciation	73.79	68.74
Profit before Tax	955.83	1065.73
Less- Provision for tax	239.92	255.79
Profit after Tax	715.91	809.94
Other Comprehensive Income (net of tax)	3.52	5.58
Total Comprehensive Income	719.43	815.52
Add- Profit brought forward	2479.17	1740.15
Profit available for appropriation	3198.60	2555.67
Less: Dividend paid on equity shares	76.50	76.50
Balance profit carried forward	3122.10	2479.17

The financial statements have been prepared as per the requirements of Ind AS 103 (Para 9 (iii) of Appendix C).

#### **DIVIDEND**

The Directors recommend final dividend of Rs. 3/- per equity share of face value of Rs.10/- each, for the financial year 2023-24, for approval of the members at the forthcoming Annual General Meeting of the Company.

#### **MATERIAL CHANGES AND COMMITMENTS**

There have been no material changes and commitments, which affect the financial position of the Company and have occurred between the end of the financial year to which the financial statements relate i.e. year ended March 31, 2024 and on the date of this report.

#### **SUBSIDIARY, JOINT VENTURE OR ASSOCIATE COMPANIES**

The Company has no subsidiary or joint venture or associate company, therefore disclosures in this regard are not provided in this Report.

#### **DIRECTORS**

Mr. Bipin Maira and Mr. Rahil Bharat Ram, Directors of the Company, retire by rotation at the ensuing Annual General Meeting and being eligible, offer themselves for re-appointment as Directors of the Company. Accordingly, necessary resolutions have been included in the notice of forthcoming 32<sup>nd</sup> Annual General Meeting (AGM) of the Company for seeking approval of members for their appointment as Directors of the Company.

Provisions of the Companies Act, 2013 in respect of Independent Directors are not applicable on the Company, hence disclosures in this regard are not provided in this Report.

### **DIRECTORS' RESPONSIBILITY STATEMENT**

As required by Section 134(3)(c) read with section 134(5) of the Companies Act, 2013, your directors state that:

- in the preparation of annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- the directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- the directors had prepared the annual accounts on a going concern basis;
- the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### **KEY MANAGERIAL PERSONNEL**

As on April 1, 2023, the following persons were Whole-Time Key Managerial Personnel ('KMP') of the Company in terms of provisions of Section 203 of the Companies Act, 2013:

- Mr. Varun Sarin - Whole Time Director designated as Executive Director
- Ms. Megha Jain - Company Secretary

During the Year under review Ms. Megha Jain, Company Secretary of the Company has resigned and ceased to be Company Secretary of the Company w.e.f May 08, 2023. Thereafter, Ms. Priya was appointed as Company Secretary of the Company w.e.f. August 08, 2023.

Accordingly, as on date, the following persons are Whole-Time Key Managerial Personnel ('KMP') of the Company in terms of provisions of Section 203 of the Companies Act, 2013:

- Mr. Varun Sarin - Whole Time Director designated as Executive Director
- Ms. Priya - Company Secretary

### **NUMBER OF BOARD MEETINGS**

Four (4) meetings of the Board of Directors of your Company were held during the year under review.

### **BOARD EVALUATION**

The provisions of Section 134(p) of the Companies Act, 2013 and rules made thereunder in respect of evaluation by the Board of its own performance and that of committees and individual directors are not applicable to the Company. Hence disclosures in this regard are not provided in this Report.

### **INTERNAL FINANCIAL CONTROL**

The Company has adequate internal financial control system over financial reporting, which includes proper recording of financial and operational information and regulatory/statutory compliances.

### **STATUTORY AUDITORS**

M/s S.S. Kothari Mehta & Company, Chartered Accountants (FRN:000756N), were appointed as Statutory Auditors of the Company for a term of 5 years to hold office from the conclusion of 27<sup>th</sup> Annual General Meeting (AGM) till the conclusion of 32<sup>nd</sup> AGM of the Company. The aforesaid term of appointment of M/s S.S. Kothari Mehta & Company, Chartered Accountants as Statutory Auditors will expire at the ensuing 32<sup>nd</sup> AGM of the Company to be held for the Financial year 2023-24.

M/s S.S. Kothari Mehta & Company, Chartered Accountants (FRN: 000756N) have given their consent for the re-appointment as Statutory Auditors of the Company for a period of 5 (Five) consecutive financial years, from the conclusion of the 32<sup>nd</sup> Annual General Meeting of the Company until the conclusion of the 37<sup>th</sup> Annual General Meeting of the Company to be held for the Financial year 2028-29 and confirmed that, if appointed, they are eligible for the re-appointment as Statutory Auditor of the Company.

### **DETAILS IN RESPECT OF FRAUDS REPORTED BY AUDITORS OTHER THAN THOSE REPORTABLE TO THE CENTRAL GOVERNMENT**

The Statutory Auditors of the Company have not reported any frauds to the Board of Directors under Section 143(12) of the Companies Act, 2013, including rules made thereunder, as amended from time to time.

## **DIRECTORS' VIEW ON THE AUDITORS' REPORT**

The Auditors' observations in their Report and the relevant notes to the accounts are self-explanatory.

## **FIXED DEPOSITS**

The Company has not accepted any deposit from the public, and as such, there are no outstanding in terms of Companies (Acceptance of Deposit) Rules, 2014. Hence disclosures in this regard are not provided in this Report.

## **RISK MANAGEMENT**

In order to manage & control financial & accounting risk, regulatory and operational risk, the Company has adequate risk management process in place.

## **AUDIT COMMITTEE AND VIGIL MECHANISM**

The provisions of Section 177 of the Companies Act, 2013 and Rules issued thereunder in respect of constitution of Audit Committee and establishment of Vigil Mechanism are not applicable to the Company, hence disclosures in this regard are not provided in this report.

## **CORPORATE GOVERNANCE**

The Company is not a Listed Company, hence requirement of enclosing Corporate Governance Report to the Directors Report is not applicable to the Company.

## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

The information relating to conservation of energy, technology absorption and foreign exchange earnings and outgo, as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is enclosed as **Annexure-I**, and forms part of this Report.

## **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS U/S 186**

Details of loans, guarantees and investments covered under the provisions of Section 186 of the Companies Act, 2013 forms part of the notes to the Financial Statements provided in this Report.

## **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED TO IN SUB-SECTION (1) OF SECTION 188**

All contracts/ arrangements/ transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on arm's length basis.

The prescribed Form AOC-2 is enclosed as **Annexure-II**, and forms part of this Report

## **CORPORATE SOCIAL RESPONSIBILITY (CSR)**

The Company has constituted a Corporate Social Responsibility (CSR) Committee in accordance with Section 135 of the Act, comprising of three Directors. The composition and report on CSR is attached herewith as **Annexure -III**.

## **PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES**

The provisions of Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended, are not applicable on the Company.

## **EXTRACT OF ANNUAL RETURN**

Pursuant to Section 92(3) read with Section 134(3)(a) of the Companies Act, 2013, as amended from time to time, the Annual Return (MGT-7) as on March 31, 2024 is available on the Company's website on web-link : [www.dcminfotech.com](http://www.dcminfotech.com).

## **SECRETARIAL AUDIT**

The Company is a material subsidiary of DCM Limited, a listed company. Therefore in order to comply with such requirements of provisions of Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, the Board of Directors of the Company at its meeting held on February 10, 2024 have appointed Ms. Pragnya Pradhan, a Company Secretary in whole time practice, Proprietor of M/s. Pragnya Pradhan & Associates, Company Secretaries as Secretarial Auditor of the Company for the financial year 2023-24.

The Secretarial Audit Report for the financial year ended March 31, 2024 under Regulation 24A of the SEBI (LODR) Regulation, 2015 as received from aforesaid Secretarial Auditor is annexed herewith as **Annexure-IV** to this Report. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

**DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (31 OF 2016) DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR**

There was no application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016, during the financial year 2023-24. Accordingly disclosures in this regard are not required to be provided in this report.

**DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE- TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF**

The Company has not entered into any One-Time Settlement during the year. Accordingly disclosures in this regard are not required to be provided in this report.

**MAINTENANCE OF COST RECORDS AS SPECIFIED BY THE CENTRAL GOVERNMENT UNDER SUB-SECTION (1) OF SECTION 148 OF THE COMPANIES ACT, 2013.**

The Company is not required to maintain cost records in terms of the requirements of the Section 148 of the Companies Act, 2013 and rules issued thereunder.

**DISCLOSURE REQUIREMENTS**

- Provisions of Companies Act, 2013 in respect of formulation of remuneration policy for appointment of Directors & Key Managerial Personnel ('KMP') etc. and paying remuneration are not applicable to the Company, hence disclosures in this regard are not provided in this Report.
- There were no significant or material orders passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
- The company has constituted Internal Complaints Committee(s) under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. During the year, there were no cases reported under the said Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.
- During the year under review, the Company has complied with mandatory Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI)



## **ACKNOWLEDGEMENT**

The Directors wish to acknowledge and thank the Statutory Authorities and all regularity bodies for their continued support and guidance. The Directors thank the shareholders, business associates and Banks for the faith reposed in the Company and its management. The Directors place on record their deep appreciation for the dedication and commitment of your Company's employees at all levels and look forward to their continued support in the future as well.

**On Behalf of the Board of Directors  
For DCM Infotech Limited**

**Date: 18<sup>th</sup> May, 2024  
Place: Delhi**

  
**Sumant Bharat Ram  
Chairman**

## ANNEXURE-I

Information as per Section 134(3)(m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014, as amended from time to time and forming part of the Director's Report for the year ended March 31, 2023

### A CONSERVATION OF ENERGY

#### i. The steps taken or impact on conservation of energy

The operations involve low energy consumption. Wherever possible, energy conservation measures have been implemented. Efforts to conserve and optimize the use of energy is a continuous process.

- ii. The steps taken by the Company for utilizing alternate sources of energy- Nil
- iii. The capital investment on energy conservation equipment's - Nil

### B TECHNOLOGY ABSORPTION

- The efforts made towards technology absorption- Nil
- The benefits derived like product improvement, cost reduction, product development or import substitution- NA
- In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)- Nil
  - a. The details of technology imported - NA
  - b. The year of import - NA
  - c. whether the technology been fully absorbed - NA
  - d. if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and - NA
- The expenditure incurred on research and development- Nil

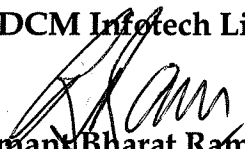
### C FOREIGN EXCHANGE EARNINGS AND OUTGO

The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows.

(Figures in Rs/Lacs)

Particulars	Financial Year ended March 31, 2024	Financial Year ended March 31, 2023
Foreign Exchange Earned	5443.81	5675.29
Foreign Exchange Used	3827.30	3862.50

For and on behalf of the Board of Directors  
For DCM Infotech Limited

  
Sumant Bharat Ram  
Chairman

Date: 18<sup>th</sup> May, 2024

Place: Delhi

## Form No. AOC-2

*(Pursuant to clause (h) of sub-section (3) of section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014)*

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

- Details of contracts or arrangements or transactions not at arm's length basis during the financial year 2023-24 : NIL

Sr. No	Particulars	Details
i.	Name(s) of the related party and nature of relationship	N.A.
ii.	Nature of contracts / arrangements / transactions	N.A.
iii.	Duration of the contracts / arrangements/transactions	N.A.
iv.	Salient terms of the contracts or arrangements or transactions including the value, if any	N.A.
v.	Justification for entering into such contracts or arrangements or transactions	N.A.
vi	Date(s) of approval by the Board	N.A.
vii	Amount paid as advances, if any	N.A.
viii	Date on which the ordinary resolution was passed in general meeting as required under first proviso to section 188	N.A.

- Details of 'material contracts or arrangement or transactions' at arm's length basis entered into during the financial year 2023-24: NIL

Sr. No.	Particulars	Details
i.	Name(s) of the related party and nature of relationship	N.A.
ii.	Nature of contracts/ arrangements/transactions	N.A.
iii.	Duration of the contracts / arrangements/transactions	N.A.

vi	Salient terms of the contracts or arrangements or transactions including the value, if any	N.A.
vii	Date(s) of approval by the Board, if any	N.A.
viii	Amount paid as advances, if any	N.A.

**For and on behalf of the Board of Directors  
For DCM Infotech Limited**

**Date: 18<sup>th</sup> May, 2024  
Place: Delhi**

  
**Sumant Bharat Ram  
Chairman**

**Annual Report on CSR activities for the Financial Year ended March 31, 2024**

**1. Brief outline on CSR policy of the Company:**

As per the requirement of Section 135 of the Companies Act, 2013, the Company had laid down a CSR Policy which encompasses Company's philosophy for delineating its responsibility as a corporate citizen and lays down the guidelines and mechanism for undertaking socially useful programs for welfare and development of the community at large. As per the CSR Policy, the Company had identified a project as per the Schedule VII of the Act, for the year 2023-24.

**2. Composition of CSR Committee:**

S. no	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Mr. Bipin Maira	Chairperson	2	1
2.	Mr. Sumant Bharat Ram	Member	2	2
3.	Mr. Ashwani Kumar Singhal	Member	2	2

**3. Web-link where composition of CSR Committee, CSR Policy and CSR Projects approved by the Board are disclosed on the website of the Company:**  
[www.dcminfotech.com](http://www.dcminfotech.com)

**4. Details of Executive Summary along with web-link(s) of impact assessment of CSR Projects carried out in pursuance of sub-rule (3) of Rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable:** Not Applicable.

**5. (a) Average Net Profit of the Company as per Section 135(5):**

Net Profit/ (Loss) for the year-

2022-23	-	Rs. 979.05 Lacs
2021-22	-	Rs. 916.89 Lacs
2020-21	-	Rs. 476.38 Lacs
Average Net Profit:		Rs. 790.77 Lacs

**(b) Two percent of average net profit of the Company as per Section 135(5):** Rs15.82 Lacs

(c) Surplus arising out of the CSR projects or programs or activities of the previous financial years: NIL

(d) Amount required to be set off for the financial year, if any: NIL

(d) Total CSR obligation for the financial year (5b+5c-5d): Rs. 15.82 Lacs

6 (a) Amount spent on CSR projects (both Ongoing Project and other than Ongoing Project) - Rs 15.92 Lacs

(b) Amount spent in Administrative Overheads - NIL

(c) Amount spent on Impact Assessment, If applicable - NIL

(d) Total amount spent for the financial year [(a)+(b)+(c)] -Rs 15.92 Lacs

(e) CSR amount spent or unspent for the financial year:

Total Amount spent for the Financial Year 2023-24 (in Rs.)	Amount Unspent (In Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of Transfer	Name of the fund	Amount	Date of transfer
1592000				50539*	

\* The set-off of Rs. 50,539/- claimed by the Company in the financial year 2022-23 towards CSR Contribution was not available. Thus, the Company has deposited the said amount of Rs. 50,539/- in PM Care funds during the financial year 2023-24 towards the shortfall of CSR Contribution made for the financial year 2022-23.

(f) Excess amount for set off, if any - Not Applicable

S. No.	Particular	Amount (Rs/Lacs)
(i)	Two percent of average net profit of the company as per section 135(5)	Not Applicable
(ii)	Total amount spent for the Financial Year	
(iii)	Excess amount spent for the Financial Year [(ii)-(i)]	
(iv)	Surplus arising out of the CSR projects or programs or activities of the previous financial years, if any	
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	

**7 Details of Unspent CSR amount for the preceding three financial years: Not Applicable**

S. No.	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under sub-section (6) of section 135 (in Rs.)	Balance Amount in Unspent CSR Account under sub-section (6) of section 135 (in Rs.)	Amount Spent in the Financial Year (in Rs)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to sub-section (5) of section 135, if any		Amount remaining to be spent in succeeding Financial Years (in Rs)	Deficiency, if any
					Amount (In Rs.)	Date of Transfer		
1	FY-2020-21	<b>Not Applicable</b>						
2	FY-2021-22							
3	FY-2022-23							

**8 Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year:**

Yes / No- **No**

If Yes, enter the number of capital assets created / acquired

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year :

Sl. No.	Short particulars of the property or asset(s)	Pincode of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity/ Authority/ beneficiary of the registered owner		
					CSR Registration Number, if applicable	Name	Registered address
	[including complete address and location of the property]						
<b>NOT APPLICABLE</b>							

(All the fields should be captured as appearing in the revenue record, flat no, house no, Municipal Office/Municipal Corporation/ Gram panchayat are to be specified and also the area of the immovable property as well as boundaries)

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per sub-section (5) of section 135 -Nil

  
Sumant Bharat Ram  
(Director)

**Date:** 18<sup>th</sup> May, 2024  
**Place:** Delhi

  
Bipin Maira  
(Chairman CSR Committee)

**Date:** 18<sup>th</sup> May, 2024  
**Place:** Delhi





**PRAGNYA PRADHAN & ASSOCIATES**  
PRACTICING COMPANY SECRETARIES

ANNEXURE-IV

Form No. MR-3

**SECRETARIAL AUDIT REPORT**

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024

*[Pursuant to section 204(1) of the Companies Act, 2013 and rule  
No.9 of the Companies (Appointment and Remuneration Personnel)  
Rules, 2014, as amended]*

To,  
The Members,  
DCM INFOTECH LIMITED  
Unit Nos. 2050 to 2052, 2nd Floor,  
Plaza II, Central Square, 20,  
Manohar Lal Khurana Marg,  
Bara Hindu Rao, Central Delhi  
Delhi - 110006

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by DCM INFOTECH LIMITED, (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, e-Forms and returns filed and other records maintained by the Company and also the information provided by the Company to us, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2024 complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, e-forms and returns filed and other records maintained by DCM INFOTECH LIMITED for the financial year ended on 31<sup>st</sup> March, 2024, according to the provisions of:

- 1) The Companies Act, 2013 ('the Act') and the rules made there under;
- 2) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- 3) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- 4) Relevant provisions of the Securities Contracts (Regulation) Act, 1956, various Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'), the Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 and the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015, as amended, as the Company is a closely held Public Limited Company and also the material wholly owned subsidiary of listed entity namely DCM Limited.



# PRAGNYA PRADHAN & ASSOCIATES

## PRACTICING COMPANY SECRETARIES

We have relied on the systems/mechanism formed by the Company for compliances under other Applicable Acts, laws and regulations applicable to the Company and the management explanation in this regard.

We have examined compliances of the Secretarial Standards issued by the Institute of Company Secretaries of India.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. as mentioned above.

### **We further report that**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors and Non-Executive Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

**We further report that** there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance of the Companies Act, 2013 read with relevant rules, Acts and regulations as stated above. We further report that during the period under review:

- The Company has paid the final dividend of Rs. 3.00/- (30%) per equity shares of Rs.10/- each on paid up equity capital of the Company for the financial year ended March 31, 2023.

Place: New Delhi

Date :18-05-2024

**For Pragnya Pradhan & Associates**

**Company Secretaries**

PRAGNYA Digitally signed by  
PRAGNYA PARIMITA  
PARIMITA PRADHAN  
PRADHAN Date: 2024.05.18  
14:55:49 +05'30'

**(Pragnya Parimita Pradhan)**  
ACS No. 32778 C P No.: 12030  
UDIN: A032778F000399826  
PR No: 1564/2021

This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.



**PRAGNYA PRADHAN & ASSOCIATES**  
PRACTICING COMPANY SECRETARIES

Annexure A

The Members,  
DCM INFOTECH LIMITED  
Unit Nos. 2050 to 2052, 2nd Floor,  
Plaza II, Central Square, 20,  
Manohar Lal Khurana Marg,  
Bara Hindu Rao, Central Delhi  
Delhi - 110006.

Our report of even date is to be read along with this letter.

- 1) Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
- 2) We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure the correct facts are reflected in secretarial records. We believe that the process and practices, we followed provide a reasonable basis for our opinion.
- 3) We have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
- 4) Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
- 5) The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. Our examination was limited to the verification of procedures on test basis.
- 6) The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

Place: New Delhi

Date : 18-05-2024

For Pragnya Pradhan & Associates

Company Secretaries

PRAGNYA Digitally signed by  
PRAGNYA  
PARIMITA PRAGNYA  
PRADHAN PARIMITA  
PRADHAN PRADHAN  
Date: 2024.05.18  
14:56:23 +05'30'

(Pragnya Parimita Pradhan)  
ACS No. 32778 C P No.: 12030  
UDIN: A032778F000399826  
PR No: 1564/2021

**Independent Auditor's Report on audited financial results of DCM Infotech Limited for the quarter and year ended March 31, 2024**

**To the Board of Directors of  
DCM Infotech Limited**

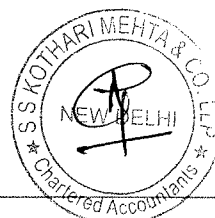
**Opinion**

We have audited the accompanying financial results ('the Statement') of **DCM Infotech Limited** ('the Company') for the quarter ended March 31, 2024 and year to date results for the period from April 1, 2023 to March 31, 2024 attached herewith being prepared by the Company to the extent required by DCM Limited, [Holding Company of **DCM Infotech Limited**] to prepare consolidated financial results for the quarter ended March 31, 2024 and year to date results for the period from April 1, 2023 to March 31, 2024 pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/CMDI/44/2019 dated March 29, 2019 ('the circular'), pursuant to the Listing Agreement entered into by DCM Limited with the Stock Exchanges in India and not to report on the Company as a separate entity.

1. In our opinion and to the best of our information and according to the explanations given to us, the statement:
  - (i) presents financial results in accordance with the requirements of the Regulations; and
  - (ii) gives a true and fair view in conformity with the applicable Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ('the Act'), relevant rules issued thereunder, and other accounting principles generally accepted in India read with the regulations, of the net profit after tax and other comprehensive income and other financial information of the Company for the ended March 31, 2024 and year to date results for the period from April 1, 2023 to March 31, 2024.

**Basis for opinion**

2. We conducted our audit 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 Statement 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 ("the ICAI") and the rules thereunder, together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.



**Responsibilities of Management and Those Charged with Governance for the Statement**

3. This Statement has been prepared on the basis of the annual audited financial statements and has been approved by the Company's Board of Directors.

The Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income and other financial information of the Company in accordance with the accounting principles generally accepted in India, including Ind AS prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India, and in compliance with the Regulations.

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

In preparing the Statement, the Board of Directors is responsible for assessing 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibilities for the Audit of the Statement**

4. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 Standards on Auditing, specified under section 143(10) of the Act, 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 this statement.
5. As part of an audit in accordance with the Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the Statement, 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



# SS KOTHARI MEHTA & CO. LLP

CHARTERED ACCOUNTANTS

resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has in place adequate internal financial controls with reference to financial statements 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 the 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 Statement 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 Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
6. 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.
7. 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.

**For S. S. KOTHARI MEHTA & CO. LLP**

Chartered Accountants

Firm Registration No: 000756N/N500441



**Amit Goel**

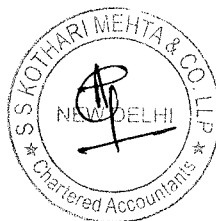
Partner

Membership No.: 500607

Place: New Delhi

Date: May 18, 2024

UDIN: 24500607BKEIWP6656



# DCM Infotech

DCM Infotech Limited

Regd. Office: Unit 2050-2052, 2nd Floor, Plaza-II, Central Square 20, Manohar Lal Khurana Marg, Bara Hindu Rao, Delhi-110006

CIN: U72100DL1992PLC047018

**Statement of Unaudited financial results for the Quarter & year ended March 31,2024**

(Amount in Rs /Lacs)

S. No.	Particulars	For the quarter ended			For the year ended	
		31st Mar 2024	31 st Dec 2023	31st Mar 2023	31st Mar 2024	31st Mar 2023
		Audited**	Unaudited	Audited**	Audited	Audited
1	Revenue					
	(a) Revenue from operations	1,622.82	1,748.05	1,706.82	6,726.80	6,938.78
	(b) Other income	33.82	30.89	8.88	162.40	164.49
	<b>Total income</b>	<b>1,656.64</b>	<b>1,778.94</b>	<b>1,715.70</b>	<b>6,889.20</b>	<b>7,103.27</b>
2	Expenses					
	(a) Employee benefit's expense	824.17	885.57	911.35	3,508.70	3,621.47
	(b) Finance costs	3.53	1.28	2.09	6.32	7.60
	(c) Depreciation and amortization expense	20.67	18.27	17.28	73.79	68.74
	(d) Other expenses*	583.61	641.43	564.48	2,344.56	2,339.73
	<b>Total expenses</b>	<b>1,431.98</b>	<b>1,546.55</b>	<b>1,495.20</b>	<b>5,933.37</b>	<b>6,037.54</b>
3	Profit/(loss) before tax	<b>224.66</b>	<b>232.39</b>	<b>220.50</b>	<b>955.83</b>	<b>1,065.73</b>
4	Tax expense					
	Current tax	61.31	60.03	60.71	236.99	255.45
	Tax adjustment relating to prior periods	-	0.40	-	0.40	-
	Deferred tax expense	-0.67	(1.91)	2.76	2.53	0.34
	<b>Total tax expense</b>	<b>60.64</b>	<b>58.52</b>	<b>63.47</b>	<b>239.92</b>	<b>255.79</b>
5	<b>Profit/(loss) for the period/ year from continuing operations</b>	<b>164.02</b>	<b>173.87</b>	<b>157.03</b>	<b>715.91</b>	<b>809.94</b>
6	Other comprehensive income					
	(a) Items that will not be reclassified to profit or loss					
	Re-measurement (losses)/ gains of defined benefit obligations (net of tax)	4.70	-	7.46	4.70	7.46
	Income tax relating to items that will not be reclassified to profit or loss	(1.18)	-	(1.88)	(1.18)	(1.88)
7	<b>Total comprehensive income for the period/ year</b>	<b>167.54</b>	<b>173.87</b>	<b>162.61</b>	<b>719.43</b>	<b>815.52</b>
8	Paid up equity share capital (Face value Rs. 10 each)	255.01	255.01	255.01	255.01	255.01
9	Other equity				3,122.10	2,479.17
10	Earnings/ (loss) per equity share (EPS) of Rs. 10/- each (not annualised)					
	Basic and diluted (Rs)	<b>6.43</b>	<b>6.82</b>	<b>6.16</b>	<b>28.07</b>	<b>31.76</b>
*	Other expenses include Sub-contracting expenses	458.54	527.70	1,852.91	1,830.43	1,852.91
**	Figures for the quarter ended March 31, 2024 & March 31,2023 is the balancing figures between the audited figures in respect of full financial year and the published figures upto the third quarter of the relevant financial year					



DCM Infotech Limited

316, Udyog Vihar, Phase-II, Gurugram 122 016, Haryana, India

Phone : +91 124 4122800 Fax : +91 124 4009232, E-mail : contact@dcminfotech.com, Website : www.dcminfotech.com

Regd. Office : Unit Nos. 2050 to 2052, Plaza - II, Central Square, 20, Manohar Lal Khurana Marg, Bara Hindu Rao, Delhi-110006

Phone : 011-41539140 CIN : U72100DL1992PLC047018



DCM INFOTECH LIMITED

Regd. Office: Unit 2050-2052, 2 nd Floor, Plaza -II, Central Square, 20 Manohar Lal Khurana

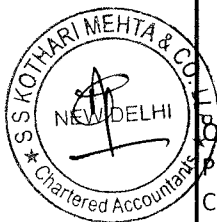
Marg, Bara Hindu Rao, Delhi-110006

CIN: U72100DL1992PLC047018

**STATEMENT OF STANDALONE ASSETS AND LIABILITIES AS AT March 31,2024**

(Figures in Rs /lacs)

Particulars	As at March 31,2024	As at March 31,2023
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property plant & equipments	124.63	94.70
Right to use	169.39	48.46
Financial assets		
Other financial assets	375.09	761.66
Deferred tax assets (net)	49.60	53.31
Other non-current assets	-	0.24
<b>Total non-current assets</b>	<b>718.71</b>	<b>958.37</b>
<b>Current assets</b>		
Financial assets		
Trade receivables	1,584.64	1,477.29
Cash and cash equivalents	796.73	776.63
Bank balances other than (ii) above	910.52	213.66
Loans	6.35	3.68
Other financial assets	73.61	18.47
Current tax assets (net)	16.55	-
Other current assets	64.25	85.24
<b>Total current assets</b>	<b>3,452.65</b>	<b>2,574.97</b>
	<b>4,171.36</b>	<b>3,533.34</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>	255.01	255.01
Other equity	3,122.10	2,479.17
<b>Total equity</b>	<b>3,377.11</b>	<b>2,734.18</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
Leased liabilities	123.82	12.34
Provisions	128.36	138.76
<b>Total non-current liabilities</b>	<b>252.18</b>	<b>151.10</b>
<b>Current liabilities</b>		
Financial liabilities		
Leased liabilities	45.50	44.58
Trade payables		
Due to micro and small enterprises	20.72	22.55
Due to others	168.37	218.45
Other financial liabilities	222.35	222.36
Other current liabilities	43.99	67.77
Provisions	41.14	36.11
Current tax liabilities	-	36.24
<b>Total current liabilities</b>	<b>542.07</b>	<b>648.06</b>
<b>Total equity and liabilities</b>	<b>4,171.36</b>	<b>3,533.34</b>



DCM Infotech Limited

316, Udyog Vihar, Phase-II, Gurugram 122 016, Haryana, India

Phone : +91 124 4122800 Fax : +91 124 4009232, E-mail : contact@dcminfotech.com, Website : www.dcminfotech.com

Regd. Office : Unit Nos. 2050 to 2052, Plaza - II, Central Square, 20, Manohar Lal Khurana Marg, Bara Hindu Rao, Delhi-110006

Phone : 011-41539140 CIN : U72100DL1992PLC047018



DCM Infotech Limited

Cash flow statement for the year ended March 31,2024

(Rupees in Lakhs)

Particulars	For the year ended March 31,2024	For the year ended March 31,2023
<b>A. Cash flow from operating activities</b>		
Profit before taxation	955.83	1,065.73
Adjustments for :		
Depreciation and amortisation expense	73.79	68.74
(Profit)/ loss on sale of property, plant and equipment (net)	(9.33)	(1.51)
Liabilities/Credit balances no longer required written back	(27.48)	(13.90)
Unrealised foreign exchange loss/ (gain)	(2.32)	(3.59)
Doubtful advances recovery	(1.22)	-
Interest income	(89.44)	(46.31)
Finance cost	6.32	7.60
<b>Operating cash flow before working capital changes</b>	<b>906.15</b>	<b>1,076.76</b>
<b>Changes in assets and liabilities</b>		
Decrease/(increase) in trade receivables	(77.55)	248.23
Decrease/(increase) in loan	(1.45)	(1.60)
Decrease/(increase) in other financial assets	(2.16)	41.36
Decrease/(increase) in other assets	20.09	(23.37)
Increase/(Decrease) in trade payable	(51.91)	(140.98)
Increase/(decrease) in provisions	(0.68)	7.82
Increase/(decrease) in financial liabilities	-	29.98
Increase/(decrease) in other liabilities	(23.78)	(13.33)
<b>Cash generated from operations</b>	<b>768.71</b>	<b>1,224.87</b>
Income-taxes (paid)	(290.19)	(257.65)
<b>Net cash generated from operating activities (A)</b>	<b>478.52</b>	<b>967.22</b>
<b>B. Cash flow from investing activities</b>		
Purchase of property, plant and equipment	(71.86)	(40.15)
Proceeds of property, plant and equipment	23.98	3.19
Interest received	35.38	33.59
Deposits made not considered as cash and cash equivalents	(581.76)	(1,456.11)
Deposits matured not considered as cash and cash equivalents	269.49	967.83
<b>Net cash generated (used)/ made in investing activities (B)</b>	<b>(324.77)</b>	<b>(491.65)</b>
<b>C. Cash flow from financing activities</b>		
Payment of Dividend	(76.50)	(76.50)
Interest paid	(0.85)	(7.60)
payment towards Lease liability	(56.29)	(51.79)
<b>Net cash (used)/ made in financing activities (C)</b>	<b>(133.64)</b>	<b>(135.89)</b>
<b>D. Net cash flows (increase/decrease) during the year (A+B+C)</b>	<b>20.11</b>	<b>339.68</b>
<b>E. Cash and cash equivalents at the beginning of the year</b>	<b>776.63</b>	<b>436.95</b>
<b>F. Cash and cash equivalents at the close of the year ( D+E)</b>	<b>796.73</b>	<b>776.63</b>
<b>G. Components of cash and cash equivalents</b>		
Cash on hand	0.42	0.33
Balances with scheduled banks:		
- Current accounts	321.31	461.30
- Deposit accounts	475.00	315.00
<b>Cash and cash equivalents at the end of the year (refer note 9)</b>	<b>796.73</b>	<b>776.63</b>

Note : Statement of cash flow has been prepared under the indirect method as set out in the Indian Accounting Standard (Ind AS - 7) "statement of cash flows".



**DCM Infotech Limited**

316, Udyog Vihar, Phase-II, Gurugram 122 016, Haryana, India

Phone : +91 124 4122800 Fax : +91 124 4009232, E-mail : contact@dcminfotech.com, Website : www.dcminfotech.com

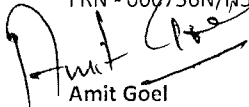
**Note:**

- (a.) The Company is involved in single segment "providing IT Infrastructure Services".
- (b) These financial results have been prepared in accordance with the recognition and measurement principles stated therein, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and the other accounting principles generally accepted in India.
- (c) The above Ind AS financial results have been prepared for the purpose of consolidation with Consolidated Financial Results of "DCM Limited", the ultimate holding company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended (the "Listing Regulation"), pursuant to Listing Agreement entered into by the DCM Limited with Stock Exchanges in India.
- (d) Cash Flow from operating activities are after considering expenses of Rs 16.43 Lacs ( 2022-23 :Rs 15.40 Lacs) towards Corporate Social Responsibilities initiative by the company
- (e.) Figures for the previous years have been regrouped ,wherever required.
- (f) The above results have been reviewed and approved by the Board of Directors in their meeting held on May 18,2024 and have been reviewed by the statutory auditors of the Holding Company.

**As per our report of even date**

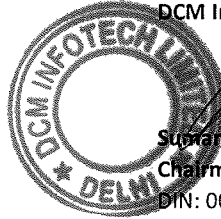
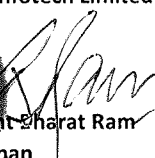
**For S.S. Kothari Mehta & Co.LLP**

Chartered Accountants  
FRN - 000756N/N500441



Amit Goel  
Partner  
Membership No: 500607  
Place : New Delhi  
Date : 18.05.2024

**For and on behalf of the Board of Directors of  
DCM Infotech Limited**

  
  
Surant Bharat Ram  
Chairman  
DIN: 00052833



**DCM Infotech Limited**

316, Udyog Vihar, Phase-II, Gurugram 122 016, Haryana, India

Phone : +91 124 4122800 Fax : +91 124 4009232, E-mail : contact@dcminfotech.com, Website : www.dcminfotech.com

Regd. Office : Unit Nos. 2050 to 2052, Plaza - II, Central Square, 20, Manohar Lal Khurana Marg, Bara Hindu Rao, Delhi-110006  
Phone : 011-41539140 CIN : U72100DL1992PLC047018

**INDEPENDENT AUDITOR'S 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 2024, the statement of profit and loss (including other comprehensive income), the statement of cash flow statement and the statement of changes in equity for the year then ended, and notes to the financial statements, including a material 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, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, its profit including other 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 (SAs), as 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our 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 Director report but does not include the financial statements and our auditor's report thereon. The Director 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 Director Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

### **Responsibilities of Management 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 accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with relevant Rules issued thereunder.

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.

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

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

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

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

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



of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements 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.

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

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, 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 except for the matters stated in paragraph 2(i)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014;;



SS KOTHARI MEHTA  
& CO. LLP

CHARTERED ACCOUNTANTS

- (c) The balance sheet, the statement of profit and loss including other comprehensive income, the cash flow statement 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 Indian Accounting Standards specified under Section 133 of the Act, read with relevant Rules issued thereunder;
- (e) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act;
- (f) The modifications relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph 2(b) above on reporting under Section 143(3)(b) of the Act and paragraph 2(i)(vi) below on reporting under Rule 11(g) of the Co Companies (Audit and Auditors) Rules, 2014;
- (g) With respect to the adequacy of the internal financial controls with reference to these financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" to this report. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements.
- (h) In our opinion, the managerial remuneration for the year ended March 31, 2024 has been paid / provided by the Company to its directors in accordance with the provisions of section 197 read with Schedule V to the Act;
3. 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 standalone financial statements. Refer note 33 to the 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, no funds have been advanced or loaned or invested by the company to or in any other person or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, 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 provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



SS KOTHARI MEHTA  
& CO. LLP

CHARTERED ACCOUNTANTS

- b) The management has represented that, to the best of its knowledge and belief, no funds have been received by the company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, 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 provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- c) Based on such audit procedures that were 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 iv (a) and iv (b) contain any material misstatement.
- v. The dividend declared and paid during the year by the Company is in compliance with Section 123 of the Act.
- vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2024 which has a feature of recording audit trail (edit log) facility and audit trail feature enabled throughout the year for all the relevant transaction recorded in the software on implementation of audit trail feature on April 06, 2023. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with except at data base level.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11 (g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

For S.S. KOTHARI MEHTA & CO. LLP  
Chartered Accountants  
Firm's Registration No. 000756N/N500441



**AMIT GOEL**  
Partner  
Membership No. 500607



Place: New Delhi  
Date: May 18, 2024  
UDIN : 24500607BKEIWQ4903

# SS KOTHARI MEHTA & CO. LLP

CHARTERED ACCOUNTANTS

**Annexure A to the Independent Auditor's Report to the Members of DCM Infotech Limited dated May 18, 2024.**

**Report on the matters specified in paragraph 3 of the Companies (Auditor's Report) Order, 2020 ("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)(A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment. pment.
- (a)(B) The Company has not capitalized any intangible assets in the books of the Company and accordingly, the requirement to report on clause 3(i)(a)(B) of the Order is not applicable to the Company.
- (b) The Company has physically verified certain property, plant and equipment and right-of-use of assets as per its program of physical verification that covers all items of property, plant and equipment over a period of two years, which in our opinion is reasonable having regard to the size of the company and the nature of its property, plant and equipment. Based on information and records provided, no material discrepancies were noticed on such verification.
- (c) According to the information and explanations given to us and on the basis of our examination the title deeds of immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favor of the lessee) disclosed in note 3 to the financial statements are held in the name of the Company except the registration of an immovable properties having carrying value of Rs. 10.80 lakhs remained pending as at balance sheet date.

Description of Property	Gross carrying value	Net carrying value	Held in name of	Whether promoter, director or their relative or employee	Period held – indicate range, where appropriate	Reason for not being held in the name of Company
Building	Rs. 21.39 lakh	Rs. 7.81 lakh	DCM Data Systems Limited	Not applicable	Since 1996	Earlier was pledge with the bank

- (b) According to the information and explanations given to us, the Company has not revalued any of its property, plant and equipment (including right of use assets) during the year. Hence reporting under clause 3(i)(d) of the Order is not applicable to the Company..
- (c) According to the information and explanations given to us and records provided, no proceedings have been initiated during the year or are pending against the Company as at March 31, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.





**SS KOTHARI MEHTA**  
**& CO. LLP**

CHARTERED ACCOUNTANTS

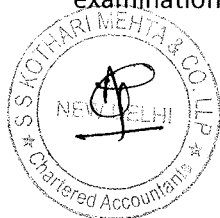
- ii.
- (a) The Company is in the business of rendering services and its operations does not give rise to inventory. Therefore, the provisions of clause 3(ii)(a) of the Order are not applicable to the Company.
- (b) According to the information and explanations given to us and on the basis of our examination of the records of the Company. The Company has not been sanctioned working capital limits in excess of Rs. five crores in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company..

iii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has granted unsecured loans, to its employee, in respect of which the requisite information is as below. The Company has not made investment, provided any guarantee or security, granted any loans or advances in the nature of loans, secured or unsecured, to other Companies, firm or limited liability partnership during the year.

- (a) Based on the audit procedures carried on by us and as per the information and explanations given to us, the Company has provided employee loans as below:

Particulars	Amount in Lakh
<b>Aggregate amount during the year</b>	
Loan to employee	2.20
<b>Balance outstanding as at balance sheet date</b>	
Loan to employee	2.11

- (b) According to the information and explanations given to us and based on the audit procedures conducted by us, in our opinion the terms and conditions of the grant of loans provided during the year are, prima facie, not prejudicial to the interest of the Company.
- (c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, in the case of loans given, in our opinion the repayment of principal and payment of interest has been stipulated and the receipts are regular.
- (d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no overdue amount for more than ninety days in respect of loans given.
- (e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there is no loan or advance in the nature of



SS KOTHARI MEHTA  
& CO. LLP

CHARTERED ACCOUNTANTS

loan granted falling due during the year, which has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to same parties.

- (f) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company.
- iv. According to the information and explanations given to us and on the basis of our examination of records of the Company there are no loans, investments, guarantees, and security in respect of which provisions of sections 185 and 186 of the Act are applicable and accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company.
- v. In our opinion and according to the information and explanation given to us, the Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company..
- 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 on the basis of our examination of the records of the Company, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees state insurance, income-tax, duty of customs, duty of excise, value added tax, cess and other statutory dues applicable to it. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.
- (b) There are no dues of goods and services tax, provident fund, employees' state insurance, income tax, sales-tax, service tax, customs duty, excise duty, value added tax, cess, goods and service tax and other statutory dues which have not been deposited on account of any dispute except following :



**SS KOTHARI MEHTA**  
**& CO. LLP**

CHARTERED ACCOUNTANTS

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. In our opinion, based on audit procedures and according to the information and explanations given to us, the Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.

ix.

(a) In our opinion, based on audit procedures and according to the information and explanations given to us, the Company did not have any outstanding loans or borrowing or interest thereon due to any lender during the year. Accordingly, the requirement to report on clause ix(a) and clause ix(c) of the order not applicable.

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a willful defaulter by any bank or financial institution or government or government authority.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.

(d) Company did not raise any funds during the year hence, the requirement to report on clause (ix)(d) of the Order is not applicable to the Company.

(e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company does not have any subsidiaries, associates or joint venture. Therefore, reporting requirements on clause 3(ix) (e') to (f) of the Order is not applicable to the Company.

x.

(a) According to the information and explanations given to us and procedures performed by us the Company has not raised any money during the year by way of initial public offer / further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.

(b) According to the information and explanations given to us and procedures performed by us the Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.

xi.

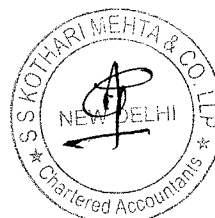
(a) Based on examination of the books and records of the Company and according to the information and explanations given to us, no fraud by the Company or on the Company has been noticed or reported during the course of the audit.



SS KOTHARI MEHTA  
& CO. LLP

CHARTERED ACCOUNTANTS

- (b) During the year, no report under sub-section (12) of section 143 of the Act, has been filed by cost auditor/ secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- xii. The Company is not a nidhi Company as per the provisions of the Act. Therefore, the requirement to report on clause 3(xii) of the Order are not applicable to the Company.
- 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 the Act, where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards. The provisions of section 177 of the Act are not applicable to the Company and hence not commented upon.
- xiv. The Company does not have an internal audit system and is not required to have an internal audit system under the provisions of Section 138 of the Act. Therefore, the requirement to report under clause 3(xiv)(a) and 3(xiv)(b) of the Order is not applicable to the Company.
- xv. In our opinion, and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred in section 192 of the Act.
- xvi.
- (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(a) of the Order is not applicable to the Company.
- (b) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, clause 3(xvi)(b) of the Order is not applicable.
- (c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.
- (d) Based on the information and explanations provided by the management of the Company, the Company is not part of any group (as per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016 as amended). Accordingly, the requirements of clause 3(xvi)(d) are not applicable.
- xvii. The Company has not incurred cash losses in the current financial year and corresponding previous year.
- xviii. There has been no resignation of the statutory auditors during the year and accordingly the requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.

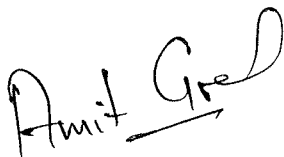


**SS KOTHARI MEHTA  
& CO. LLP**

CHARTERED ACCOUNTANTS

- xix. On the basis of the financial ratios disclosed in note 42 to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, 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 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.
- a) In respect of other than ongoing projects, as at balance sheet date, the Company does not have any amount remaining unspent under Section 135(5) of the Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable.
- b) In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of Section 135 of the Act pursuant to any ongoing project. Accordingly, clause 3(xx)(b) of the Order is not applicable.
- xxi. The Company is not subject to prepare consolidated financial statement as inform to us Accordingly, the provision of clause 3(xxi) is not applicable to the Company.

**For S.S. KOTHARI MEHTA & CO. LLP**  
Chartered Accountants  
Firm's Registration No. 000756N/N500441



**AMIT GOEL**  
Partner  
Membership No. 500607



Place: New Delhi  
Date: May 18, 2024  
UDIN : 24500607BKEIWQ4903

**Annexure B to the Independent Auditor's Report to the Members of DCM Infotech Limited dated May 18, 2024.**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of 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 the DCM Infotech Limited (the 'Company') as of March 31, 2024 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". 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 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, issued by ICAI and deemed to be prescribed 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 Institute of Chartered Accountants of India. 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.



SS KOTHARI MEHTA  
& CO. LLP

CHARTERED ACCOUNTANTS

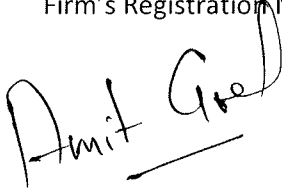
**Opinion**

In our opinion, 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, 2024, 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".

**For S.S. KOTHARI MEHTA & CO. LLP**

Chartered Accountants

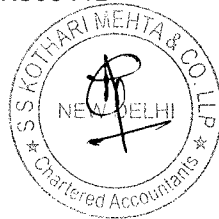
Firm's Registration No. 000756N/N500441



**AMIT GOEL**

Partner

Membership No. 500607



Place: New Delhi

Date: May 18, 2024

UDIN : 24500607BKEIWQ4903



**DCM Infotech Limited**  
**Balance sheet as at March 31,2024**

(Rupees in Lakhs)

Particulars	Notes	As at	
		March 31,2024	March 31,2023
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property plant & equipments	3	124.63	94.70
Right to use	3	169.39	48.46
Intangible assets	4	-	-
Financial assets			
Other financial assets	5	375.09	761.66
Deferred tax assets (net)	6	49.60	53.31
Other non-current assets	7	0.00	0.24
<b>Total non-current assets</b>		<b>718.71</b>	<b>958.37</b>
<b>Current assets</b>			
Financial assets			
Trade receivables	8	1584.64	1477.29
Cash and cash equivalents	9	796.73	776.63
Bank balances other than cash and cash equivalents	10	910.52	213.66
Loans	11	6.35	3.68
Other financial assets	12	73.61	18.47
Other current assets	13	64.25	85.24
Current tax assets (net)	14	16.55	-
<b>Total current assets</b>		<b>3,452.65</b>	<b>2,574.97</b>
<b>Total assets</b>		<b>4,171.36</b>	<b>3,533.34</b>
<b>EQUITY AND LIABILITIES</b>			
Equity	15	255.01	255.01
Other equity	16	3122.10	2479.17
<b>Total equity</b>		<b>3,377.11</b>	<b>2,734.18</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Financial liabilities			
Leased liabilities	3	123.82	12.34
Provisions	17	128.36	138.76
<b>Total non-current liabilities</b>		<b>252.18</b>	<b>151.10</b>
<b>Current liabilities</b>			
Financial liabilities			
Leased liabilities	3	45.50	44.58
Trade payables			
Due to micro and small enterprises	18	20.72	22.55
Due to Others	18	168.37	218.45
Other financial liabilities	19	222.35	222.36
Other current liabilities	20	43.99	67.77
Provisions	21	41.14	36.11
Current tax liabilities	22	-	36.24
<b>Total current liabilities</b>		<b>542.07</b>	<b>648.06</b>
<b>Total equity and liabilities</b>		<b>4,171.36</b>	<b>3,533.34</b>

Material accounting policies and accompanying notes referred above form an integral part of these financial statements.

As per our report of even date

For S.S. Kothari Mehta & Co.LLP

Chartered Accountants  
FRN - 000756N/N500441

*Amit Goel*  
Amit Goel

Partner  
Membership No: 500607

Place : New Delhi

Date : May 18, 2024



For and on behalf of the Board of Directors of

DCM Infotech Limited

*Sumant Bharat Ram*  
Sumant Bharat Ram

Chairman  
DIN: 00052833

*Yarun Sarin*  
Yarun Sarin

Executive Director  
DIN: 00273947

*Ashwani Kumar Singhal*  
Ashwani Kumar Singhal

Director  
DIN: 00159349

*Priya*  
Priya

Company Secretary  
ACS: 43972

**DCM Infotech Limited****Statement of Profit and Loss for the year ended March 31,2024****(Rupees in Lakhs)**

Particulars	Notes	For the year ended March 31,2024	For the year ended March 31,2023
<b>Income</b>			
Revenue from operations	23	6,726.80	6,938.78
Other income	24	162.40	164.49
<b>Total income</b>		<b>6,889.20</b>	<b>7,103.27</b>
<b>Expenses</b>			
Employee benefits expense	25	3,508.70	3,621.47
Finance costs	26	6.32	7.60
Depreciation and amortisation expense	27	73.79	68.74
Other expenses	28	2,344.56	2,339.73
<b>Total expenses</b>		<b>5,933.37</b>	<b>6,037.54</b>
<b>Profit before tax</b>		<b>955.83</b>	<b>1,065.73</b>
<b>Tax expense</b>			
Current tax expense	30	236.99	255.45
Tax relating to prior years	30	0.40	-
Deferred tax charge/(benefit)	6	2.53	0.34
		<b>239.92</b>	<b>255.79</b>
<b>Profit for the year</b>		<b>715.91</b>	<b>809.94</b>
<b>Other comprehensive income/(expense)</b>			
<i>Items that will not be reclassified to profit or loss</i>			
Re-measurement gain/(loss) of defined benefit obligations (refer note 34B)		4.70	7.46
Income tax relating to remeasurement of defined benefit obligations	6	(1.18)	(1.88)
<i>Net other comprehensive income/(expense) not to be reclassified subsequently to profit or loss</i>		3.52	5.58
Total other comprehensive income/(expense), net of tax		3.52	5.58
<b>Total comprehensive income for the year</b>		<b>719.42</b>	<b>815.52</b>
<b>Earnings per equity share</b>			
Basic Earnings per share in rupees ( per equity share Rs. 10 each)	29	28.07	31.76
Diluted Earnings per share in rupees ( per equity share Rs. 10 each)	29	28.07	31.76

Material accounting policies and accompanying notes referred above form an integral part of these financial statements.

As per our report of even date

For S.S. Kothari Mehta & Co.LLP

Chartered Accountants

FRN - 000756N/N500441

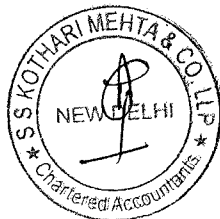
*Amit Goel*  
Amit Goel

Partner

Membership No: 500607

Place : New Delhi

Date : May 18, 2024



For and on behalf of the Board of Directors of

DCM Infotech Limited

*Suman Bharat Ram*  
Suman Bharat Ram

Chairman

DIN: 00052833

*Varun Sarin*  
Varun Sarin

Executive Director

DIN: 00273947

*Ashwani Kumar Singhal*  
Ashwani Kumar Singhal

Director

DIN: 00159349

*Priya*  
Priya

Company Secretary

ACS: 43972

Particulars	For the year ended March 31,2024	For the year ended March 31,2023
<b>A. Cash flow from operating activities</b>		
Profit before taxation	955.83	1,065.73
Adjustments for :		
Depreciation and amortisation expense	73.79	68.74
(Profit)/ loss on sale of property, plant and equipment (net)	(9.33)	(1.51)
Liabilities/Credit balances no longer required written back	(27.48)	(13.90)
Unrealised foreign exchange loss/ (gain)	(2.32)	(3.59)
Doubtful advances recovery	(1.22)	-
Interest income	(89.44)	(46.31)
Finance cost	6.32	7.60
<b>Operating cash flow before working capital changes</b>	<b>906.15</b>	<b>1,076.76</b>
Changes in assets and liabilities		
Decrease/(increase) in trade receivables	(77.55)	248.23
Decrease/(increase) in loan	(1.45)	(1.60)
Decrease/(increase) in other financial assets	(2.16)	41.36
Decrease/(increase) in other assets	20.09	(23.37)
Increase/(Decrease) in trade payable	(51.91)	(140.98)
Increase/(decrease) in provisions	(0.68)	7.82
Increase/(decrease) in financial liabilities	-	29.98
Increase/(decrease) in other liabilities	(23.78)	(13.33)
<b>Cash generated from operations</b>	<b>768.71</b>	<b>1,224.87</b>
Income-taxes (paid)	(290.19)	(257.65)
<b>Net cash generated from operating activities (A)</b>	<b>478.52</b>	<b>967.22</b>
<b>B. Cash flow from investing activities</b>		
Purchase of property, plant and equipment	(71.86)	(40.15)
Proceeds of property, plant and equipment	23.98	3.19
Interest received	35.38	33.59
Deposits made not considered as cash and cash equivalents	(581.76)	(1,456.11)
Deposits matured not considered as cash and cash equivalents	269.49	967.83
<b>Net cash generated (used)/ made in investing activities (B)</b>	<b>(324.77)</b>	<b>(491.65)</b>
<b>C. Cash flow from financing activities</b>		
Payment of Dividend	(76.50)	(76.50)
Interest paid	(0.85)	(7.60)
payment towards Lease liability	(56.29)	(51.79)
<b>Net cash (used)/ made in financing activities (C)</b>	<b>(133.64)</b>	<b>(135.89)</b>
<b>D. Net cash flows (increase/decrease) during the year (A+B+C)</b>	<b>20.11</b>	<b>339.68</b>
<b>E. Cash and cash equivalents at the beginning of the year</b>	<b>776.63</b>	<b>436.95</b>
<b>F. Cash and cash equivalents at the close of the year ( D+E)</b>	<b>796.73</b>	<b>776.63</b>
<b>G. Components of cash and cash equivalents</b>		
Cash on hand	0.42	0.33
Balances with scheduled banks:		
- Current accounts	321.31	461.30
- Deposit accounts	475.00	315.00
<b>Cash and cash equivalents at the end of the year (refer note 9)</b>	<b>796.73</b>	<b>776.63</b>

**Note :** Statement of cash flow has been prepared under the indirect method as set out in the Indian Accounting Standard (Ind AS - 7) "statement of cash flows".

As per our report of even date

For S.S. Kothari Mehta & Co.LLP

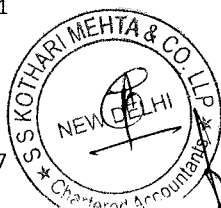
Chartered Accountants  
FRN - 000756N/N500441

Amit Goel  
Partner

Membership No: 500607

Place : New Delhi

Date : May 18, 2024



For and on behalf of the Board of Directors of

DCM Infotech Limited

Sumanth Bharat Ram

Chairman

DIN: 00052833

Varun Sarin

Executive Director

DIN: 00273947

Ashwani Kumar Singhal

Director

DIN: 00159349

Priya

Company Secretary

ACS: 43972

**DCM Infotech Limited**

Notes forming part of financial statements for the year ended March 31,2024

**Statement of changes in equity for the year ended March 31, 2024**

(Rupees in Lakhs)

**A. Equity share capital**

Particulars	No of Shares	Amount
Balance as at March 31, 2022	25,50,070	255.01
Changes in equity share capital during the year	-	-
Balance as at March 31, 2023	25,50,070	255.01
Changes in equity share capital during the year	-	-
Balance as at March 31, 2024	25,50,070	255.01

**B. Other equity**

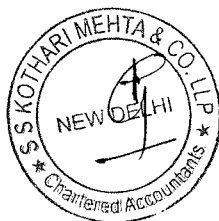
Particulars	Retained earning	Other comprehensive income		Total
		Exchange difference on translation of foreign operation	Remeasurement (loss)/ gain of post employment benefit obligation	
Balance as on March 31,2022	1,688.26	41.10	10.79	1,740.15
Dividend Paid	(76.50)	-	-	(76.50)
Profit/(Loss) for the year	809.94	-	-	809.94
Other comprehensive income / (expense) for the year	-	-	5.58	5.58
Balance as on March 31,2023	2,421.70	41.10	16.37	2,479.17
Transfer of translation of exchange difference (*)	41.10	(41.10)	-	-
Dividend Paid	(76.50)	-	-	(76.50)
Profit/(Loss) for the year	715.91	-	-	715.91
Other comprehensive income / (expense) for the year	-	-	3.52	3.52
Balance as on March 31,2024	3,102.21	-	19.88	3,122.10

Retained earnings- Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders. Retained earnings is a free reserve available to the company.

(\*) Represents amount of Foreign exchange translation difference of integrated Foreign operations to be considered as Other income as per Applicable Ind AS which was earlier classified as Other comprehensive income

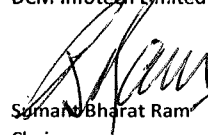
As per our report of even date  
For S.S. Kothari Mehta & Co. LLP  
Chartered Accountants  
FRN - 000756N/N500441

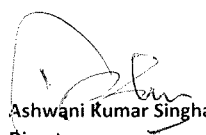
  
Amit Goel  
Partner  
Membership No: 500607



Place : New Delhi  
Date : May 18, 2024

For and on behalf of the Board of Directors of  
DCM Infotech Limited

  
Suman Bharat Ram  
Chairman  
DIN: 00052833

  
Ashwani Kumar Singhal  
Director  
DIN: 00159349

  
Varun Sarin  
Executive Director  
DIN: 00273947

  
Priya  
Company Secretary  
ACS: 43972

## **DCM Infotech Limited**

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

#### **1. Introduction**

**DCM Infotech Limited** (formerly known as DCM Realty and Infrastructure Limited) is a public limited Company incorporated in India with registered office at Unit Nos. 2050 to 2052, 2nd Floor, Plaza II, Central Square, 20, Manohar Lal Khurana Marg, Bara Hindu Rao, New Delhi -110006, (CIN number U72100DL1992PLC047018). The company is engaged in IT Infrastructure & management Services.

The financial statement for the year ended 31 March, 2024 was approved and authorized by Board of Directors in their meeting held on May 18, 2024.

#### **1.1. Basis of preparation and presentation**

These financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 notified under section 133 of Companies Act, 2013, (the 'Act') and other relevant provisions of the Act applicable to the Company.

The financial statements were authorised for issue by the Company's Board of Directors on May 05, 2023.

Details of the Company's accounting policies are included in Note 2.

#### **a. Functional and presentation currency**

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded-off to the nearest rupees in lacs, unless otherwise stated.

#### **b. Basis of measurement**

The financial statements have been prepared on the historical cost basis except for the following items:

<b>Items</b>	<b>Measurement basis</b>
Certain financial assets and liabilities (including derivative instruments)	Fair value
Net defined benefit (asset)/ liability	Fair value of plan assets less present value of defined benefit obligations
Other financial assets and liabilities	Amortized cost

#### **c. Use of estimates and judgements**

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual result may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

#### **2. Material accounting policies**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

#### **a. Current and non-current classification**

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

#### **Assets**



## **DCM Infotech Limited**

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

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

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

Current assets include the current portion of non-current financial assets. All other assets are classified as non-current.

#### **Liabilities**

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

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

Current liabilities include the current portion of financial liabilities some part of which may be non-current. All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

#### **Operating cycle**

Based on the nature of products/ activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

#### **b. Measurement of fair values**

A number of the Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

The finance team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which the valuations should be classified.

Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability falls into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.



## **DCM Infotech Limited**

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

#### **c. Property, Plant and equipment**

##### *Recognition and measurement*

Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs, less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

Gains or losses on disposal of an item of property, plant and equipment is recognised in the statement of profit or loss.

Depreciation is provided on cost of items of property, plant and equipment less their estimated residual values over their estimated useful lives.

- (i) The Company follows straight-line method of depreciation.
- (ii) The depreciation charged on all property, plant and equipment is on the basis of useful life specified in Part "C" of Schedule II to the Companies Act, 2013 which represents useful lives of the assets.
- (iii) On assets sold, discarded, etc., during the year, depreciation is provided up to the date of sale/discard.
- (iv) Depreciation has been calculated on a pro-rata basis in respect of acquisition/installation during the year.

Depreciation methods, useful lives and residual values are reviewed at each financial year, and changes, if any, are accounted for prospectively.

#### **d. Financial instruments**

##### *Recognition and initial measurement*

##### **(i) Financial assets**

Trade receivables are initially recognised when they originate. All other financial assets and financial liabilities are initially recognised when the Company becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of financial asset or financial liabilities, as appropriate, on initial recognition.

##### **Classification and subsequent measurement**

On initial recognition, a financial asset is classified as measured at

- amortised cost;
- FVTPL (fair value through profit or loss)

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

A financial asset is measured at amortised cost if it meets both the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All financial assets not classified as measured at amortised cost or FVTOCI are measured at FVTPL. On initial recognition, the Company may irrevocably designate a financial asset that otherwise meets the requirements



## **DCM Infotech Limited**

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

to be measured at amortised cost or at FVTOCI as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

#### **Impairment**

The Company recognizes loss allowance using the Expected Credit Loss (ECL) model for the financial assets which are not fair valued through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all financial assets with contractual cash flows other than trade receivable, ECL are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of ECL (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognised as an impairment gain or loss in the Statement of Profit and Loss.

#### **(ii) Financial liabilities**

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

#### **(iii) Offsetting**

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the assets and settle the liabilities simultaneously.

#### **Derecognition**

##### **(i) Financial assets**

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

If the Company enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

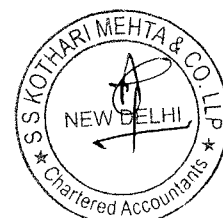
##### **(ii) Financial liabilities**

The Company derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire.

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

#### **e. Employee benefits**

##### **Short-term employee benefits:**





Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. Employee benefit liabilities such as salaries, wages, and bonus, etc. that are expected to be settled wholly within twelve months in which the employee renders the related services, are recognised in the reporting year and are measured at an undiscounted amount.

***Defined contribution plans***

A defined contribution plan is a employment benefit plan under which an entity pays specified contributions to a separate entity and has no obligation to pay any further amounts. The Company makes specified monthly contributions towards employee provident fund and employee state insurance to Government administered fund which is a defined contribution plan. The Company's contribution is recognised as an expense in the statement of profit or loss during the period in which the employee renders the related service and also includes contribution to national pension scheme and overseas social security contribution.

***Defined benefit plans***

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Company's obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The Company has following defined benefit plans:

The Company's gratuity scheme is a defined benefit plan. The present value of the obligation under such defined benefit plan is determined based on actuarial valuation carried out by an independent actuary, using the Projected Unit Credit Method, which recognises each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation. The obligation is measured as the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plans is based on the market yields on Government securities as at the balance sheet date for the estimated term of the obligation.

Re-measurements of the defined benefit liability, which comprise actuarial gains and losses are recognized in Other Comprehensive Income (OCI).

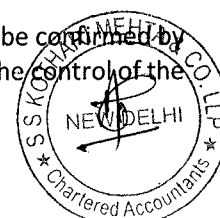
***Other long-term employee benefits***

Benefits under the Company's compensated absences are other long-term employee benefits. The Company's net obligation in respect of long-term employee benefits other than post-employment benefits is the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any related assets is deducted. The obligation is measured on the basis of an annual independent actuarial valuation using the projected unit credit method. Re-measurement gains or losses are recognised in statement of profit or loss in the period in which they arise.

**f. Provisions and contingent liabilities**

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost. Expected future operating losses are not provided for.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the



## **DCM Infotech Limited**

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

Company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a contingent liability, unless the possibility of an outflow of economic benefits is remote.

#### **g. Revenue Recognition**

Revenue is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and rebates. Revenue is recognised only when recovery of the consideration is probable, the associated costs can be estimated reliably, there is no continuing management involvement, and the amount of revenue can be measured reliably.

Revenue from sale of goods is recognised when significant risks and rewards of ownership are transferred to the customer and no significant uncertainty exists regarding its collection. Sales are exclusive of Goods and services tax.

Revenue from software development contracts and implementation projects is recognised based on milestone achieved, as provided in the contract.

Revenue on maintenance contracts is recognised on pro-rata basis linked with the period of contract.

Services income is recognised on accrual basis, as provided in the contracts.

Other income

Interest income or expense is recognised using the effective interest method. The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument to:

- the gross carrying amount of the financial asset; or
- the amortised cost of the financial liability

When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument but does not consider the expected credit losses. Interest income is included in other income in the statement of profit and loss.

#### **h. Lease**

The Company has adopted Ind AS 116. Ind AS 116 requires lessees to determine the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain. The Company makes an assessment on the expected lease term on a lease-by-lease basis and thereby assesses whether it is reasonably certain that any options to extend or terminate the contract will be exercised. In evaluating the lease term, the Company considers factors such as any significant leasehold improvements undertaken over the lease term, costs relating to the termination of the lease and the importance of the underlying asset to Company's operations considering the location of the underlying asset and the availability of suitable alternatives. The lease term in future periods is reassessed to ensure that the lease term reflects the current economic circumstances.

#### **i. Cash and cash equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

#### **j. Income tax**

Income tax comprises current and deferred tax. Current tax expense is recognized in statement of profit or loss except to the extent that it relates to items recognized directly in other comprehensive income or equity, in which case it is recognized in other comprehensive income or equity.



## **DCM Infotech Limited**

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

#### **i. Current tax**

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

#### **ii. Deferred tax**

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

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

Deferred tax assets are recognized to the extent that it is probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore, in case of a history of recent losses, the Company recognizes a deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be realized. Deferred tax assets – unrecognized or recognized, are reviewed at each reporting date and are recognized/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realised.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on the laws that have been enacted or substantively enacted by the reporting date.

The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the Company expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be real.

#### **k. Earnings per share**

Basic earnings per equity share is computed by dividing:

- The net profit attributable to equity shareholders of the company
- By the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year and excluding treasury shares



## **DCM Infotech Limited**

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

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account:

- The after-income tax effects of interest and other financial costs associated with dilutive potential equity shares, and
- The weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

#### **i. Foreign currency transactions and translation**

Transactions in foreign currencies are translated into the respective functional currencies of the Company at the exchange rates at the dates of the transactions or an average rate, if the average rate approximates the actual rate at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into the functional Currency at the exchange rate at the reporting date. The resulting difference is recorded in the statement of profit and loss.

Non-monetary assets and liabilities that are measured at fair value in a foreign currency are translated into the functional currency at the exchange rate when the fair value was determined. Non-monetary assets and liabilities that are measured based on historical cost in a foreign currency are translated at the exchange rate at the date of the transaction. Exchange differences are recognised in statement of profit and loss.

The Company uses derivative financial instruments such as forward exchange contracts to hedge its risk associated foreign currency fluctuations. Such derivatives are stated at fair value. Any gains or losses arising from changes in fair value are taken directly to statement of profit or loss.

#### **m. Foreign Operations**

The current assets and liabilities of foreign operations are translated into Rupees, the functional currency of company, at the exchange rates at the reporting date. Other assets and liabilities are translated at the exchange rate at the date of the transaction. The income and expenses of foreign operations are translated into (Rupees) the functional currency at the average of exchange rates prevailing at end of each month of the year. The resulting exchange differences are reclassified to profit and loss.

#### **n. Segment Reporting.**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. In accordance with Ind AS 108 – Operating Segments, the operating segments used to present segment information are identified on the basis of internal reports used by the Company's Management to allocate resources to the segments and assess their performance.

Since the Company is operating only in one operating segment i.e Information technology providing IT infrastructure Services, the segment wise reporting is not required.

The geographical information analyses of 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.



**DCM Infotech Limited**

**Notes forming part of financial statements for the year ended March 31,2024**

**Note 3 A : Property, plant and equipment**

(Rupees in Lakhs)

Particulars	Building**	Lease improvements	plant and machinery	Computers	Office equipment	Furniture and fittings	Vehicles	Total	Right to use assets	Total
<b>Gross block</b>										
Balance as at April 01,2022	21.39	5.11	6.69	35.65	14.34	6.99	32.93	123.10	178.89	301.99
Addition	-	-	-	19.50	-	-	20.65	40.15	36.83	76.98
Deletion	-	-	-	0.35	0.18	0.27	3.69	4.49	-	4.49
Balance as at March 31,2023	21.39	5.11	6.69	54.80	14.16	6.72	49.89	158.76	215.72	374.48
Addition	-	-	-	2.48	26.23	0.43	42.72	71.86	171.55	243.41
Deletion	-	-	-	0.51	0.56	-	29.24	30.31	188.30	218.61
Balance as at March 31,2024	21.39	5.11	6.69	56.77	39.83	7.15	63.37	200.31	198.97	399.28
<b>Accumulated depreciation</b>										
Balance as at April 01,2022	7.60	3.27	1.91	11.49	6.57	1.45	11.43	43.72	121.68	165.40
Addition	2.99	-	0.75	10.88	1.84	0.39	6.31	23.16	45.58	68.74
Deletion	-	-	-	0.07	0.09	-	2.66	2.82	-	2.82
Balance as at March 31,2023	10.59	3.27	2.66	22.30	8.33	1.83	15.08	64.06	167.26	231.32
Addition	2.99	-	0.75	12.86	3.49	0.42	6.77	27.28	46.51	73.79
Deletion	-	-	-	0.28	-	-	15.38	15.66	184.19	199.86
Balance as at March 31,2024	13.58	3.27	3.41	34.88	11.82	2.25	6.47	75.68	29.58	105.25
As at March 31,2024	7.81	1.84	3.28	21.89	28.01	4.90	56.90	124.63	169.39	294.03
As at March 31,2023	10.80	1.84	4.03	32.50	5.83	4.89	34.81	94.70	48.46	143.16

Description of Property **	Gross Carrying Value	Held in the name of	Whether promoter, director or their relative or employee	Period held-indicate range,where appropriate	Reason for not being held in name of company
Office Building	21.39	DCM Data Systems Limited	Not applicable	Since 1996	It was earlier pledged with the bank

The Title deed in respect of above office building situated at Flat No 607,608 and 609 in Navketan Complex, Secundrabad is in the name of DCM Data Systems Limited . Steps are in process to get the title deed transferred in Company's name .

**Note 3 B: Ind AS 116 Disclosure**

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

Particulars	As at March 31,2024	As at March 31,2023
Opening Balance at beginning of year	56.92	71.87
Acquisition*	167.34	36.84
Deletions	(4.11)	-
Accretion of interest	5.47	6.83
Payments	(56.30)	(58.61)
Closing balance at end of year	169.32	56.92
Current	45.50	44.58
Non-current	123.82	12.34

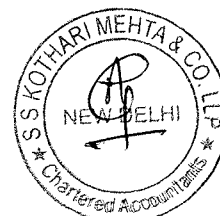
The maturity analysis of lease liabilities are disclosed in note 32

The effective interest rate for lease liabilities is 8% with maturity between 2022-25

\*Represents lease liabilities created during the year as per Ind AS 116, on right to use assets post renewal of Office lease deed

**Note 3 C :The following are the amounts recognised in profit or loss:**

Particulars	For year ended March 31,2024	For year ended March 31,2023
Depreciation expense on right to use assets	46.51	45.58
Interest expense on lease liabilities	5.47	6.82
Expense relating to leases of short-term / low value assets (included in other expenses)	24.86	34.17
<b>Total amount recognised in profit or loss</b>	<b>76.84</b>	<b>86.57</b>



**DCM Infotech Limited**

**Notes forming part of financial statements for the year ended March 31,2024**

**Note 4 : Intangible assets**

(Rupees in Lakhs)

Particulars	Software	Total
<b>Gross block</b>		
Balance as at March 31, 2022	0.65	0.65
Addition	-	-
Deletion	-	-
Balance as at March 31, 2023	0.65	0.65
Addition	-	-
Deletion	-	-
Balance as at March 31, 2024	0.65	0.65
<b>Accumulated depreciation</b>		
Balance as at March 31, 2022	0.65	0.65
Addition	-	-
Deletion	-	-
Balance as at March 31, 2023	0.65	0.65
Addition	-	-
Deletion	-	-
Balance as at March 31, 2024	0.65	0.65
<b>Net carrying value</b>		
As at March 31,2024	-	-
As at March 31,2023	-	-

**5. Other non-current financial assets**

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(Unsecured, considered good)		
Security deposits	15.50	17.47
Deposits with maturity of more than twelve months	359.59	744.19
<b>Total</b>	<b>375.09</b>	<b>761.66</b>

Bank deposits of Rs. 19.59 lacs (March 31, 2023: Rs.4.19 lacs ) held as margin money

Fair value measurement including categorisation of financial instruments are disclosed in note 35.



**DCM Infotech Limited**

Notes forming part of financial statements for the year ended March 31,2024

(Rupees in Lakhs)

Particulars	For the year	For the year
	ended March 31, 2024	ended March 31, 2023
<b>6. Tax expenses</b>		
<b>(a.) Amounts recognised in profit and loss</b>		
Current tax for the year	236.99	255.45
Adjustment of tax of prior years	0.40	-
	<b>237.39</b>	<b>255.45</b>
Deferred tax charge/(benefit)	2.53	0.34
<b>Tax expense for the year</b>	<b>239.92</b>	<b>255.79</b>

	For the year ended March 31,2024		
	Before tax	Tax (expense) benefit	Net of tax
Items that will not be reclassified to profit or loss			
Remeasurements of defined benefit obligations	4.70	(1.18)	3.52
	For the year ended March 31,2023		
	Before tax	Tax (expense) benefit	Net of tax
Items that will not be reclassified to profit or loss			
Remeasurements of defined benefit obligations	7.46	(1.88)	5.58

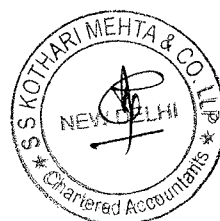
**(c.) Deferred tax assets and liabilities are attributable to the following:**

	As at	As at
	March 31,2024	March 31,2023
<b>Deferred tax assets</b>		
Provision for gratuity and compensated absences	51.05	52.28
Provision for trade receivables and other advances	0.51	0.81
Other items	0.78	2.14
<b>Total</b>	<b>52.34</b>	<b>55.23</b>
<b>Deferred tax liabilities</b>		
Property, plant and equipment	2.74	1.92
<b>Total</b>	<b>2.74</b>	<b>1.92</b>
<b>Net deferred tax asset/ (liabilities)</b>		
Property, plant and equipment	(2.74)	(1.92)
Provision for gratuity and compensated absences	51.05	52.28
Provision for trade receivables and other advances	0.51	0.81
Other items	0.78	2.14
<b>Total</b>	<b>49.60</b>	<b>53.31</b>

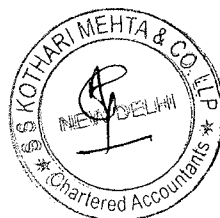
**(d.) Movement in temporary differences:**

	Balance as at	Movement during		Balance as at
	March 31, 2023	2023-24		March 31, 2024
		OCI	P&L	
Property, plant and equipment	(1.92)		(0.82)	(2.74)
Provision for gratuity and compensated absences	52.28	(1.18)	(0.05)	51.05
Provision for trade receivables and other advances	0.81		(0.30)	0.51
Other items	2.14		(1.36)	0.78
<b>Total</b>	<b>53.31</b>	<b>(1.18)</b>	<b>(2.53)</b>	<b>49.60</b>

	Balance as at	Movement during		Balance as at
	March 31, 2022	2022-23		March 31, 2023
		OCI	P&L	
Property, plant and equipment	(1.48)		(0.44)	(1.92)
Provision for gratuity and compensated absences	52.43	(1.88)	1.73	52.28
Provision for trade receivables and other advances	0.81		-	0.81
Other items	3.77		(1.63)	2.14
<b>Total</b>	<b>55.53</b>	<b>(1.88)</b>	<b>(0.34)</b>	<b>53.31</b>



Particulars	As at	
	March 31,2024	March 31,2023
<b>7. Other non-current assets</b> (Unsecured, considered good)		
Deferred rent	-	0.24
<b>Total</b>	<b>-</b>	<b>0.24</b>
<b>8. Trade receivables</b> (Unsecured)		
Considered good	1,316.46	1,186.97
Unbilled revenue	268.18	290.31
Considered doubtful	-	-
<b>Total</b>	<b>1,584.64</b>	<b>1,477.28</b>
Less : Allowance for doubtful receivables	-	-
<b>Total</b>	<b>1584.64</b>	<b>1477.28</b>
The Company's exposure to credit and currency risks are disclosed in note 35 The ageing schedule is given in Note 43		
<b>9. Cash and cash equivalents</b>		
Balance with banks		
- In current accounts	321.31	461.30
- Deposits with original maturity of three months or less	475.00	315.00
Cash on hand	0.42	0.33
<b>Total</b>	<b>796.73</b>	<b>776.63</b>
The Company's exposure to credit and currency risks are disclosed in note 35		
<b>10. Bank balances other than cash and cash equivalents</b>		
Deposit having maturity more than three month and less than twelve month	910.52	213.66
<b>Total</b>	<b>910.52</b>	<b>213.66</b>
Bank deposits of Rs. 4.08 lacs (March 31, 2023: Rs.10.20lacs ) held as margin money The Company's exposure to credit and currency risks are disclosed in note 35		
<b>11. Loans-Current</b> (Unsecured, considered good)		
Earnest Money Deposit	1.20	-
Loans & advances to employees		
Good	5.15	3.68
Doubful	2.01	3.23
<b>Total</b>	<b>8.36</b>	<b>6.91</b>
Less: Impairment allowance	2.01	3.23
<b>Total</b>	<b>6.35</b>	<b>3.68</b>
The Company's exposure to credit and currency risks are disclosed in note 35		
<b>12. Other current financial assets</b> (Unsecured, considered good)		
Interest accrued on fixed deposits	73.61	18.47
<b>Total</b>	<b>73.61</b>	<b>18.47</b>
The Company's exposure to credit and currency risks are disclosed in note 35.		
<b>13. Other current assets</b> (Unsecured, considered good)		
Advances to suppliers	0.96	0.49
Balance with statutory/government authorities	11.75	25.11
Advance paid against disputed case * (refer note 33)	18.57	18.57
Deferred rent-Ind as	0.00	0.90
Prepaid expenses	32.97	40.17
<b>Total</b>	<b>64.25</b>	<b>85.24</b>
* Represents amount paid pursuant to High court order pending settlement of dispute.		
<b>14. Net current Tax Assets</b>		
Advance tax paid	253.54	-
Provision for Income Tax	236.99	-
<b>Total</b>	<b>16.55</b>	<b>-</b>



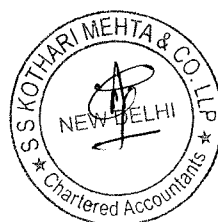


**DCM Infotech Limited**

Notes forming part of financial statements for the year ended March 31,2024

(Rupees in Lakhs)

Particulars	As at	
	March 31,2024	March 31,2023
<b>15. Equity share capital</b>		
<b>i. Authorised</b>		
60,00,000 (March 31,2023: 60,00,000) equity shares of Rs. 10 each	600.00	600.00
40,00,000 (March 31, 2023: 40,00,000) Preference 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, 2023: 25,50,070) equity shares of Rs. 10 each	255.01	255.01
<b>iii Reconciliation of the shares outstanding at the beginning and at the end of reporting period</b>	<b>No. of shares</b>	<b>No. of shares</b>
<b>Equity shares</b>		
At the commencement of the year	25,50,070	25,50,070
Add: Shares allotted during the year	-	-
At the end of the year	25,50,070	25,50,070
<b>iv.</b> The Company has issued one class of equity shares at par value of Rs. 10 each per share. Each holder of equity shares is entitled to one vote per share. In the event of the liquidation of the company, the equity shareholders are eligible to receive the remaining assets of the company,after distribution of all preferential amounts. The distribution will be in proportion to the number of the equity shares held by the shareholders.		
<b>v Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company:</b>		
<b>Equity shares</b>	<b>No. of shares</b>	<b>No. of shares</b>
DCM Limited (the holding company)*	25,50,070	25,50,070
% of Holding	100%	100%
* including shares held jointly with its nominees		
There is no change in promotor holding during the year		
<b>Shareholding Details</b>		
<b>Name of shareholders</b>	<b>No. of shares</b>	<b>Percentage of holding during the year</b>
DCM Limited	2540010	99.6055
DCM Limited Jointly with Mr. Pawan Gupta	10010	0.3925
Mr. Narendra Kishore Gaur*	10	0.0004
Mr. Ashwani Singhal*	10	0.0004
Mr. Krishan Gopal Gupta*	10	0.0004
Mr. Sanjay Garg*	10	0.0004
Mr. Sumant Bharat Ram*	10	0.0004
<b>Total</b>	<b>2550070</b>	<b>100</b>
* Hold equity shares on behalf of and as a nominee of DCM Limited.		
<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>16. Other equity</b>		
<b>Surplus in statement of profit &amp; loss-retained earning</b>		
Opening balance	2,479.17	1,740.15
Add:- profit/loss for the year	715.91	809.94
<b>Sub-total</b>	<b>3,195.08</b>	<b>2,550.09</b>
Items of other comprehensive income/ (expense) recognised directly in retained earnings		
Remeasurement (loss)/ gain of post employment benefit obligation (net of tax)	3.52	5.58
Dividend paid	(76.50)	(76.50)
<b>Closing balance</b>	<b>3,122.10</b>	<b>2,479.17</b>



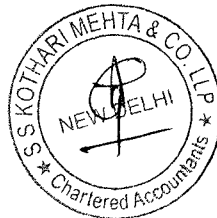
Particulars	As at	As at
	March 31,2024	March 31,2023
<b>17. Non-current provisions</b>		
Provision for employee benefits		
- Gratuity (refer note 34)	78.56	87.92
- Compensated absence	49.80	50.84
<b>Total</b>	<b>128.36</b>	<b>138.76</b>
<b>18. Financial liabilities</b>		
Trade payables		
Due to micro, small and medium enterprises (*)	20.72	22.55
Due to others	168.37	218.45
<b>Total</b>	<b>189.09</b>	<b>241.00</b>
The Company's exposure to liquidity and currency risks are disclosed in note 35.		
Ageing Schedule is given in note 44		
<b>(*) Details relating to micro, small and medium enterprises :</b>		
(a) The Principal amount remaining unpaid to micro, small and medium enterprises as at year end {includes NIL ( March 31,2023: Rs. NIL) payable to creditors of capital goods - also refer note 20}	20.72	22.55
(b) The Interest amounts remaining unpaid to micro, small and medium enterprises at year end	-	-
(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.	-	-
<b>19. Other current financial liabilities</b>		
Current maturities of non-current borrowings		
Secured		
Employee related payable	222.35	222.36
<b>Total</b>	<b>222.35</b>	<b>222.36</b>
Fair value measurement including categorisation of financial instruments are disclosed in note 35		
<b>20. Other current liabilities</b>		
Advance from customers/advance billing	-	13.75
Statutory dues payables	43.99	54.02
<b>Total</b>	<b>43.99</b>	<b>67.77</b>
<b>21. Current provisions</b>		
Provision for employee benefits (refer note 34)		
- Gratuity	32.95	33.23
- Compensated absence	8.19	2.88
<b>Total</b>	<b>41.14</b>	<b>36.11</b>
<b>22. Net current tax liabilities</b>		
Provision for income tax	-	255.45
Advance tax paid	-	(219.21)
<b>Total</b>	<b>-</b>	<b>36.24</b>



Particulars	For the Year ended March 31,2024	For the Year ended March 31,2023
<b>23. Revenue from operations</b>		
Sale of product licenses	60.40	85.32
Sale of services	6,666.40	6,853.46
<b>Total</b>	<b>6,726.80</b>	<b>6,938.78</b>
<b>Contract balance:</b>	<b>1,584.64</b>	<b>1,477.28</b>
<b>Reconciliation of revenue recognised with the contracted price is as follows:</b>		
Contracted price	6,726.80	6,938.78
<b>24. Other income</b>		
<b>Interest income on financial assets at amortised cost</b>		
Deposits with others	89.45	46.31
Other interest income -Ind AS	1.06	1.03
Net gain on foreign currency transactions	8.21	35.48
Net gain on translating of foreign currency transactions	21.43	64.81
Profit on sale of property, plant and equipment (net)	9.33	1.51
Liabilities/Credit balance & provisions no longer required written back	27.48	13.90
Recovery of Doubtful Debts/advances	1.22	-
Miscellaneous income	4.22	1.45
<b>Total</b>	<b>162.40</b>	<b>164.49</b>
<b>25. Employee benefits expense</b>		
Salaries, bonus and other allowances*	3,290.19	3,385.46
Contribution to provident and other funds	167.08	194.23
Gratuity expense (refer note 34)	31.56	27.42
Staff welfare expenses	19.87	14.36
<b>Total</b>	<b>3,508.70</b>	<b>3,621.47</b>
* Includes director remuneration -refer note 38 C		
<b>26. Finance costs</b>		
<b>Interest expense on :</b>		
Interest on Income tax payment	0.85	0.78
Interest on Leased liabilities (refer note 3C)	5.47	6.82
<b>Total</b>	<b>6.32</b>	<b>7.60</b>
<b>27. Depreciation and amortisation expense (refer note 3A)</b>		
Depreciation on tangible assets	27.28	23.16
Depreciation on right to use assets	46.51	45.58
<b>Total</b>	<b>73.79</b>	<b>68.74</b>
<b>28. Other expenses</b>		
Purchase of licences	57.05	80.88
Power, fuel, etc.	23.60	22.18
Rent (refer note 3A)	24.86	34.17
Repair and maintenance		
- Buildings	0.20	1.00
- Machinery	14.21	10.70
- others	43.75	40.72
Subcontracting charges	1,830.43	1,852.91
Insurance	45.01	39.57
Rates and taxes	27.30	2.68
Directors' fees	3.60	5.40
Legal and professional fees	93.50	96.10
Auditors remuneration		
-For audit	6.50	5.00
- For expense reimbursement	0.62	0.20
Travelling and conveyance	48.97	29.96
Expenditure on corporate social responsibility	16.43	15.40
Bad trade and other receivables, loans and advances written off	-	0.68
Miscellaneous expenses	108.53	102.18
<b>Total</b>	<b>2,344.56</b>	<b>2,339.73</b>



Particulars	For the Year ended March 31,2024	For the Year ended March 31,2023
<b>29. Earnings per share</b>		
Net profit/(loss) attributable to equity shareholders as per statement of profit and loss	715.91	809.94
Weighted average number of equity shares in calculating basic EPS	25,50,070	25,50,070
Weighted average number of equity shares in calculating diluted EPS	25,50,070	25,50,070
Basic Earnings per share in rupees ( per equity share Rs. 10 each)	28.07	31.76
Diluted Earnings per share in rupees ( per equity share Rs. 10 each)	28.07	31.76
<b>30. Tax expenses</b>		
Amounts recognised in profit and loss		
Current tax for the year	236.99	255.45
Adjustment for current tax of prior years	0.40	-
	<u>237.39</u>	<u>255.45</u>
Deferred tax expense/ (credit)	2.53	0.34
<b>Tax expense for the year</b>	<u><b>239.92</b></u>	<u><b>255.79</b></u>
<b><u>Reconciliation of tax expense and the accounting profit multiplied by India's tax rate</u></b>		
Accounting profit before tax	955.83	1065.74
Tax at India's statutory income tax rate @ 25.168%	240.56	268.23
Ind AS related non deductible expenses	(1.36)	(1.63)
Provisions disallowed under income tax act (under Sec 43b)	(0.05)	1.73
Deferred tax expenses/(income)	2.53	0.34
Others disallowances (depreciation, unrealised exchange gain/loss , loss on PPE etc)	(2.16)	(12.88)
Adjustmet for current tax of prior years	0.40	-
<b>Income tax expense as per profit &amp; loss account</b>	<u><b>239.92</b></u>	<u><b>255.79</b></u>



**31 Disclosure of significant accounting judgements, estimates and assumptions**

The preparation of the Company's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the accompanying disclosures and contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities in future periods.

**Judgements, estimates and assumptions**

The judgements and key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its judgements, assumptions and estimates on parameters available when the financial statements are prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

**Significant judgements, estimates and assumptions are as specified below:-**

**Determining the lease term of contracts with renewal and termination options - Company as lessee**

The Company determines the lease term of the premises for the periods covered by an option to terminate the lease agreement, if it is reasonably certain not to exercise the option of termination.

**Income taxes**

Management's judgment is required for the calculation of provision for income taxes and deferred tax assets and liabilities. The Company reviews at each balance sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to adjustment to the amounts reported in the financial statements

**Fair value measurement of financial instruments:**

When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the DCF model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments. See note 35 for further disclosures.

**Property, plant and equipment**

The Company uses its technical expertise along with historical and industry trends for determining the economic life of an asset/ component of an asset. The useful lives are reviewed by management periodically and revised, if appropriate. In case of a revision, the unamortised depreciable amount is charged over the remaining useful life of the assets.

**Impairment of property, plant and equipment**

Impairment exists when the carrying value of an asset or cash generating unit exceeds its recoverable amount, which is the higher of its fair value less costs of disposal and its value in use. The fair value less costs of disposal calculation is based on available data from binding sales transactions, conducted at arm's length, for similar assets or observable market prices less incremental costs for disposing of the asset. The value in use calculation is based on a DCF. The cash flows are derived based on remaining useful life of the respective assets. The recoverable amount is sensitive to the discount rate used for the DCF as well as the expected future cash-inflows and the growth rate used for extrapolation purposes.

**Defined benefit plans**

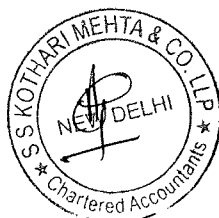
The cost of the defined benefit gratuity plan, post-retirement medical benefits and other defined benefit plan and the present value of the defined benefit obligations are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, expected rate of return on assets, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions.

All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans operated in India, the management considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation.

The mortality rate is based on mortality rates from Indian Assured Lives Mortality 2012-14. Those mortality tables tend to change only at interval in response to demographic changes.

Future salary increases and gratuity increases are based on expected future inflation rates. Further details about the defined benefit plans are given in note 34.



32. Leases

The Company's significant operating lease arrangements are in respect of premises for use as offices etc. for a period of ranging from 1-5 years. These leasing arrangements are renewable at mutually agreeable terms. Future aggregate minimum lease payments under long term operating lease agreements are as follows:

Particulars	As at	
	March 31, 2024	March 31, 2023
Not later than 1 year	45.50	44.58
Later than 1 year but not later than 5 year	123.82	12.34
<b>Total</b>	<b>169.32</b>	<b>56.92</b>

33. Contingent liabilities, contingent assets and commitments

The details of disputed dues as of March 31, 2024 in respect of customs duty, income tax, excise duty and sales tax/ GST that have not been deposited by the Company, are as follows:

Contingent liabilities not provided for:

- Customs duty	12.55	12.55
- 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.

\* Excludes deposit of Rs 18.57 Lacs (March 31,2023 : 18.57 lacs) paid vide High Court order pending settlement of dispute (refer note 13)

34. Employee benefits

A. Defined contribution plans

Contributions to defined contribution plans charged off for the year are as under:

	For the year ended	
	March 31, 2024	March 31, 2023
Company's contribution to provident fund	64.66	63.36
Company's contribution to employees' state insurance	0.43	-
Company's contribution to NPS	6.91	6.33
Company's contribution to social security	75.61	96.06
Company's contribution to medicare	18.64	23.96
<b>Total</b>	<b>166.25</b>	<b>189.71</b>

B. Defined benefit plans

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

The Company has 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 on retirement, separation, death or permanent disablement, in terms of the provisions of the payment of Gratuity Act. Liability with regards to gratuity is provided based on actuarial valuation at the balance sheet date, which is carried out by an independent actuary.

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

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

Defined benefit liability- gratuity

Non current	78.56	87.92
Current	32.95	33.23
<b>Total</b>	<b>111.51</b>	<b>121.15</b>

i. Reconciliation of the defined gratuity benefit liability

Balance at the beginning of the year	121.15	117.40
Current service cost	22.64	18.99
Interest cost	8.92	8.43
Actuarial (gains) / losses recognised in	(4.70)	(7.46)
Benefits paid	(36.50)	(16.21)
<b>Balance at the end of the year</b>	<b>111.51</b>	<b>121.15</b>

ii. Expense recognized in profit and loss

Current service cost	22.64	18.99
Interest cost	8.92	8.43
<b>Net Cost</b>	<b>31.56</b>	<b>27.42</b>



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

Actuarial (gain) / loss on defined benefit obligation		(4.70)	(7.46)
	<b>Total</b>	<b>(4.70)</b>	<b>(7.46)</b>

## iv. Actuarial assumptions

## Financial assumptions

Discount rate		7.23%	7.36%
Future salary growth		6.00%	6.00%
Retirement age		58	58
Mortality table		IALM(2012-14)	IALM(2012-14)
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.

	For the year ended 31st March 2024		For the year ended 31st March 2023	
	Increase	Decrease	Increase	Decrease
Discount rate (0.5%)	(5.88)	6.49	(4.98)	5.49
Future salary growth (0.5%)	6.54	(5.97)	5.53	(5.06)

## 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	For the year ended	For the year ended
	March 31, 2024	March 31, 2023
Year 1	32.95	33.23
Year 2	1.07	25.50
Year 3	1.20	0.98
Year 4	1.40	1.10
Year 5	1.45	1.17
Year 6	1.78	1.14
6 Year onwards	71.66	58.03
Total		

## 35. 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.

## As at March 31, 2024

Particulars	Carrying value			Fair value measurement using		
	FVTPL	FVOCI	Amortised Cost	Level 1	Level 2	Level 3
<b>Non current</b>						
Other financial assets	-	-	375.09	-	-	375.09
<b>Current assets</b>						
Trade receivables	-	-	1,584.64	-	-	1,584.64
Cash and cash equivalents	-	-	796.73	-	-	796.73
Bank balances other than cash and cash equivalents	-	-	910.52	-	-	910.52
Loans	-	-	6.35	-	-	6.35
Other financial assets	-	-	73.61	-	-	73.61
<b>Non-current liabilities</b>						
Leased Liabilities	-	-	123.82	-	-	123.82
<b>Current liabilities</b>						
Leased liabilities	-	-	45.50	-	-	45.50
Trade payables	-	-	189.09	-	-	189.10
Other financial liabilities	-	-	222.35	-	-	222.35



As at March 31, 2023

Particulars	Carrying value			Fair value measurement using		
	FVTPL	FVOCI	Amortised Cost	Level 1	Level 2	Level 3
<b>Non current</b>						
Other financial assets	-	-	761.66	-	-	761.66
<b>Current assets</b>						
Trade receivables	-	-	1,477.29	-	-	1,477.29
Cash and cash equivalents	-	-	776.63	-	-	776.63
Bank balances other than cash and cash equivalents	-	-	213.66	-	-	213.66
Loans	-	-	3.68	-	-	3.68
Other financial assets	-	-	18.48	-	-	18.48
<b>Non-current liabilities</b>						
Leased Liabilities	-	-	12.34	-	-	12.34
<b>Current liabilities</b>						
Leased liabilities	-	-	44.58	-	-	44.58
Trade payables	-	-	241.00	-	-	241.00
Other financial liabilities	-	-	222.36	-	-	222.36

Note : 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. For the loans, investments and other non-current financial assets and bank deposits (due for maturity after twelve months from the reporting date), and for other non-current financial liabilities, the carrying value approximates the fair values as on the reporting date.

**(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 control over the Company's risk management framework. The Board requires its senior management to operate within this defined framework. The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk 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, 2024	March 31, 2023
Other non current financial assets	375.09	761.66
Trade receivables (net of allowances for doubtful receivables)	1,584.64	1,477.29
Cash and cash equivalents	796.73	776.63
Balances other than cash and cash equivalents	910.52	213.66
Loans	6.35	3.68
Other financial assets	73.61	18.48

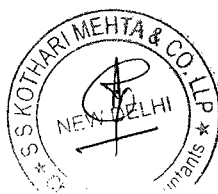
Credit risk is the risk of financial loss to Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers.

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

The Company has used a practical & expedient approach for computing the expected credit loss allowance for trade receivables based on a provision matrix. This matrix takes into account historical credit loss experience, 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 is as follows :

Amounts not due	1,270.13	1,343.11
1-90 days past due	254.21	111.19
91 to 180 days past due	56.96	15.10
More than 180 days past due	3.34	7.89
<b>Total trade receivable</b>	<b>1,584.64</b>	<b>1,477.29</b>





ii. Liquidity risk

Liquidity risk, denotes the risk that the Company will encounter in meeting its obligations associated with 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 maintains sufficient liquidity to meet its liabilities when they fall due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company believes that its current liquidity position, and anticipated future internally generated funds from operations, will enable it to meet its future known obligations in the ordinary course of business.

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

As at March 31, 2024

Particulars	Carrying amount	Contractual cash flows*			Total
		Less than one year	1-5 years	More than 5 years	
Trade payables	189.09	189.09	-	-	189.09
Other financial liabilities *	222.35	222.35	-	-	222.35
Lease liabilities	169.32	57.44	138.35	-	195.79
<b>Total</b>	<b>580.76</b>	<b>468.88</b>	<b>138.35</b>	<b>-</b>	<b>607.23</b>

As at March 31, 2023

Particulars	Carrying amount	Contractual cash flows*			Total
		Less than one year	1-5 years	More than 5 years	
Trade payables	241.00	241.00	-	-	241.00
Other financial liabilities *	222.36	222.36	-	-	222.36
Lease liabilities	56.91	47.17	12.88	-	60.05
<b>Total</b>	<b>520.27</b>	<b>510.53</b>	<b>12.88</b>	<b>-</b>	<b>523.41</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.

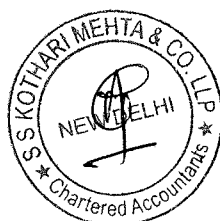
Currency risk

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

Particulars	As at	
	March 31, 2024	March 31, 2023
<b>Financial assets</b>		
Trade receivables	1,296.68	1,144.34
Cash and cash equivalent	304.16	381.17
Loans and advances	5.05	2.84
<b>Total</b>	<b>1,605.89</b>	<b>1,528.35</b>
<b>Financial liabilities</b>		
Trade payables	104.95	114.19
Other financial liability	44.68	42.87
<b>Total</b>	<b>149.63</b>	<b>157.06</b>



**Sensitivity analysis**

A reasonably possible strengthening (weakening) of the Indian Rupee against below currencies at March 31, 2024 (previous year ended as on March 31, 2023) 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 is based on a change (depreciation / appreciation) of 1% and 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, 2024</b>				
USD				
<b>Total</b>	14.56	(14.56)	(10.90)	10.90
<b>For the year ended March 31, 2023</b>				
USD				
<b>Total</b>	13.71	(13.71)	(10.26)	10.26

**Derivative financial instruments and risk management**

The company uses derivative financial instruments for hedging the risk arising from its business. These financial exposures are managed in accordance with the Company's risk management policies and procedures. The following table shows outstanding foreign currency forward contracts at the end of the reporting period i.e March 31,2024

Currency	No of Deals		Contract Value (US\$)		Maturity with in 12 months		Maturity in More than 12 months	
	As at March 31,2024	As at March 31,2023	As at March 31,2024	As at March 31,2023	As at March 31,2024	As at March 31,2023	As at March 31,2024	As at March 31,2023
	US \$	-	2	-	20,000		17.08	-

**Following table provides sensitivity analysis in relation to derivative contracts**

This analysis is performed on foreign currency forward covers outstanding at the year end. This analysis is based on a change (depreciation / appreciation) of 1% and assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases

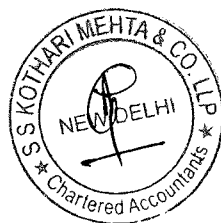
Particulars	Profit or loss before tax		Changes in equity (net of tax)	
	Strengthening	Weakening	Strengthening	Weakening
<b>For the year ended March 31, 2024</b>				
USD	-	-	-	-
<b>For the year ended March 31, 2023</b>				
USD	0.17	(0.17)	0.13	(0.13)

**36. 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. 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 based on the business requirements in future.

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). Company is not having any debts as on March 31,2024



**37. 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.

**B** 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 is operating only in one segment i.e Information technology providing IT infrastructure Services and segment wise reporting is not required .

**C. Geographical information**

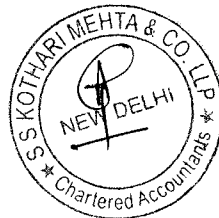
The geographical information analyses of the Company's revenues and non-current assets by the Company's country of domicile (i.e. India) and other countries. In presenting the geographical information, segment revenue has been based on the geographic location of customers and segment assets which have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

	For the year	
	ending March 31, 2024	For the year ending March 31, 2023
<b>i. Revenues</b>		
a) India	1,312.42	1,274.28
b) Outside India		
USA	5,414.38	5,664.50
<b>Total (a+b)</b>	<b>6,726.80</b>	<b>6,938.78</b>
<b>ii. Non current assets *</b>		
India	289.55	139.95
Outside India	4.47	3.45
<b>Total</b>	<b>294.02</b>	<b>143.40</b>

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

**D. Major customers**

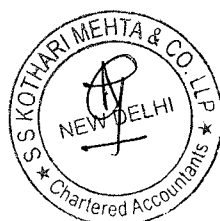
Revenue of Rs.3702.91 Lacs is derived from 3 customers (Previous year Rs. 3696.80 Lacs from 4 customers ) who contributed 10% or more.





## 42. Analytical Ratios

Ratios	Numerator	Denominator	Proposed for Results/ Annual account	March 31, 2024	March 31, 2023	March 31, 2022	Variance %	Reason For Variance'
Current ratio	Current Assets	Current Liabilities	Current Assets ----- Current Liabilities	6.37	3.97	3.41	60.30%	Increase in current assets ( Cash & cash equivalent ) but reduction in current liabilities
Debt equity ratio	Total debt = [Long term borrowings including current maturities + current borrowings + interest accrued and due on borrowings]	Total Equity = Issued share capital + Other equity + Non controlling interest (if any)	Total debt ----- Total equity					Company does not have any debt during the year hence same is not applicable
Debt Service Coverage Ratio	Earnings available for debt service = Profit before tax (after exceptional item) + finance costs + depreciation and amortisation	Debt service = Finance costs (including interest capitalised) for the period/ year + Scheduled principal repayments of long term borrowings (excluding prepayment/ re-financing) during the period	(Profit before tax (after exceptional item) + finance costs + depreciation & amortisation) ----- (Finance costs (including interest capitalised) for the period + Scheduled principal repayments of long term borrowings (excluding prepayment/ re-financing) during the period)					Company does not have any debt during the year hence same is not applicable
Return on equity ratio	Net profits after taxes	Average total equity excluding fair value of investments through OCI	Net Profits after taxes ----- Average total equity excluding fair value of Investments through OCI	26.18%	40.60%	49.44%	-35.50%	Due to lower net profit and increase in other equity with current year profit
Inventory Turnover ratio	Revenue from sale of products	Average inventory	Revenue from sale of products ----- Average inventory					Company is engaged in the business of providing services hence the same is not applicable
Trade receivables turnover ratio	Revenue from sale of products and services (excluding subsidies)	Average Accounts Receivable - Average rebate to customers	Revenue from sale of products and services (excluding subsidies) ----- (Average Accounts Receivable - Average rebate to customers)	4.39	4.63	5.41	-5.01%	
Trade payables turnover ratio	Purchase of services and other expenses	Average Trade Payables	Purchases of Service and other expenses ----- Average Trade Payables	10.90	7.35	6.96	48.39%	Reduction in trade payable
Net capital turnover ratio	Revenue from sale of products and services (excluding subsidies)	Working capital = Current assets - Current liabilities	Revenue from sale of products and services (excluding subsidies) ----- Working capital	2.31	3.60	3.62	-35.82%	Increase in current assets ( Cash & cash equivalent ) and reduction in current liabilities
Net profit ratio	Net profit after tax	Revenue & other income	Net profit after tax ----- Revenue & other income	10.39%	11.40%	9.67%	-8.86%	
Return on capital employed	Earnings before interest and taxes (including other income)	Capital Employed = Average total equity excluding fair value of investments through OCI + Average Total Debt-deferred tax assets)	Earnings before interest and taxes (including other income) ----- (Average total equity excluding fair value of Investments through OCI + Average Total Debt)	32.01%	46.44%	54.01%	-31.07%	Due to lower profit and increase in other equity with current year profit
Return on investment	Bonds Debentures+ Dividend Income+Profit on sale of Investment+Profit on fair valuation of Investment	Current Investment+Non Current investment+ Other bank balances	Bonds Debentures+ Dividend Income+Profit on sale of Investment+Profit on fair valuation of Investment ----- Current Investment+Non Current Investment+ Other bank balances					Company does not have any investment during the year hence same is not applicable



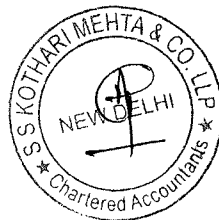
## 43 Ageing schedule of trade receivables from due date of payment

(Rupees in Lakhs)

Particulars	As at March 31, 2024						Total
	Not due	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
<b>Undisputed trade receivables</b>							
(i) Considered good	1270.13	311.17	0.00	0.00	1.27	2.06	1584.64
(ii) Which have significant increase in credit risk		-	-	-	-	-	-
(iii) Credit impaired		-	-	-	-	-	-
<b>Disputed trade receivables</b>							
(iv) Considered good		-	-	-	-	-	-
(v) Which have significant increase in credit risk		-	-	-	-	-	-
(iv) Credit impaired		-	-	-	-	-	-
Particulars	As at March 31, 2023						Total
	Not due	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
<b>Undisputed trade receivables</b>							
(i) Considered good	1343.11	126.29	1.95	3.91	2.03	0.00	1477.29
(ii) Which have significant increase in credit risk		-	-	-	-	-	-
(iii) Credit impaired		-	-	-	-	-	-
<b>Disputed trade receivables</b>							
(iv) Considered good		-	-	-	-	-	-
(v) Which have significant increase in credit risk		-	-	-	-	-	-
(iv) Credit impaired		-	-	-	-	-	-

## 44 Ageing schedule of trade payables from the due date

Particulars	As at March 31, 2024					Total
	Not due	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
(i) MSME	20.72					20.72
(ii) Others	162.43	0.45	1.95	-	3.53	168.37
(iii) Disputed dues- MSME		-	-	-	-	-
(iv) Disputed dues- Others		-	-	-	-	-
Particulars	As at March 31, 2023					Total
	Not due	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
(i) MSME	22.55					22.55
(ii) Others	210.44	1.95	-	3.48	2.58	218.45
(iii) Disputed dues- MSME		-	-	-	-	-
(iv) Disputed dues- Others		-	-	-	-	-



45. Additional disclosures

Sl. No.	Particulars	Note in financial statements
(i)	Title deeds of Immovable Property not held in the name of the Company:	Refer Note 3
(ii)	Loans or advances to specified persons	The Company has not provided any Loan or Advances to specified persons
(iii)	Details of Benami Property held	The Company does not have any Benami property, nor have any proceedings been initiated or pending against the Company for holding any Benami property.
(iv)	Borrowings secured against current assets	The Company has not availed any facilities from banks on the basis of security of current assets.
(v)	Wilful Defaulter	The Company is not declared Wilful Defaulter by any Bank or any Financial Institution
(vi)	Relationship with Struck off Companies	The Company does not have any transactions with struck-off companies.
(vii)	Registration of charges or satisfaction with Registrar of Companies (ROC)	The Company does not have any charges, the satisfaction of which is yet to be registered with ROC beyond the statutory period.
(viii)	Fund Received	The Company has not received any fund from any person or entity, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall: (a) 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 (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
(ix)	Fund advanced	The Company has not advanced or loaned or invested funds to any other person or entity, including foreign entities (Intermediaries) with the understanding that the Intermediary shall: (a) 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 (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
(x)	Undisclosed income	The Company does not have any 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).
(xi)	Details of Crypto Currency or Virtual Currency	The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
(xii)	Audit Trail	The Company has enabled Audit trail feature in the accounting software used during the period and same has been enabled through out the year

46. Previous year figures have been recasted/restated wherever necessary to conform to the current year's presentation.

As per our report of even date

For S.S. Kothari Mehta & Co.LLP

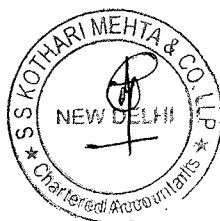
Chartered Accountants  
FRN - 000756N/N500441

*Amit Goel*  
Amit Goel  
Partner

Membership No: 500607

Place : New Delhi

Date : May 18, 2024



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

*Priya*  
Priya  
Company Secretary  
ACS: 43972