



# **SILICON SOFTECH INDIA LIMITED**

**AUDITED FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED  
31<sup>ST</sup> MARCH 2020**

**Vinod Kumar Jain & Co**  
Chartered Accountants

106, Western Edge-II, A Wing, Off Western Express Highway,  
Borivali (East), Mumbai - 400 066. • Tel.: 4879 1000  
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# Vinod Kumar Jain & Co

## Chartered Accountants

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Borivali (East), Mumbai - 400 066. • Tel.: 4879 1000  
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### REPORT OF INDEPENDENT AUDITORS TO THE MEMBERS OF SILICON SOFTECH INDIA LIMITED

#### Report on the financial statement

#### Opinion

We have audited the accompanying financial statements of Silicon Softech India Limited ("the Company") which comprises the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss (including other comprehensive income), Statement of Changes in Equity and the Cash Flow Statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "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 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, 2020, and its loss, for the year ended on that date.

#### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Responsibility of Management for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including



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

The Company has ceased operations since April, 2019 due to adverse market conditions and has suffered losses of Rs. 66.24 Lakhs during the year. Further, uncertainty due to recent COVID-19 outbreak shall adversely affect the financial position, results of operations and cash flows of the company. These conditions indicate that a material uncertainty exists that may impact Company's going concern ability. However, it is the intention of the management to resume its business of business of technology and IT Consultancy when the market conditions improve. Accordingly, these financial statements have been prepared on a going concern basis. Our opinion is not modified in respect of this matter.

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.

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

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

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

A further description of the auditor's responsibilities for the audit of the financial statements is included in Annexure A. This description forms part of our auditor's report.



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### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **Annexure "B"** a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
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 and proper returns adequate for the purposes of our audit.
  - c. The Balance Sheet and the Statement of Profit and Loss, dealt with by this Report are in agreement with the books of account.
  - d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e. On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f. With respect to the adequacy of the Internal Financial Control with reference to Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure C"
  - g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

*According to the information and explanations given to us and based on our examination of the records, the Company has paid/provided total managerial remuneration amounting to Rs. 48 Lakhs to the directors of the company for which the company is in the process of getting requisite approval of shareholders in ensuing annual general meeting mandated by the provisions of section 197 read with Schedule V to the Act.*

- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:



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- i. The Company has informed that it has no pending litigations as such there is NIL impact on its Ind AS financial positions in its financial statement.
- ii. The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.
- iii. There has not been an occasion in case of the Company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

For VINOD KUMAR JAIN & CO.  
Chartered Accountants,  
FRN 111513W

*Vinod Jain*

Vinod Kumar Jain  
Proprietor M. No. 36373  
UDIN: 20036373AAAADE2606



MUMBAI,

DATED: 17 JUL 2020



**Annexure A : Forming part of report of independent auditors to the members of SILICON SOFTECH INDIA LIMITED for the year ended 31<sup>st</sup> March 2020**

**Responsibilities for Audit of Financial Statement**

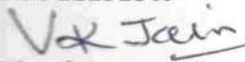
As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013. We are also responsible for expressing our opinion on whether the company has 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.

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

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

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

For Vinod Kumar Jain & Co.,  
Chartered Accountants,  
FRN 111513W  
  
Vinod Kumar Jain  
Proprietor M. No. 36373



Mumbai, Dated:

**7 JUL 2020**

## ANNEXURE "B" OF AUDITOR'S REPORT

Annexure "B" referred to in our report to the members of **SILICON SOFTECH INDIA LIMITED** on the accounts for the year ended 31st March, 2020. We report that:

- (i) In respect of its fixed assets
- The Company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
  - The Fixed assets were been physically verified by the management during the year and in our opinion the frequency of verification is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such verification.
  - According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (ii) The Company is engaged in providing services and does not maintain inventory. Hence clause (ii) (a), (b) and (c) not applicable to the company.
- (iii) In respect of loans, secured or unsecured, granted by the Company to companies, firms, limited liability partnership or other parties covered in the Register under section 189 of the Companies Act, 2013, according to the information and explanation given to us:
- The company has not granted any such loans accordingly;  
sub-clause a. relating to payment of principal and interest; and  
sub-clause b. relating to steps of recovery/repayment taken, are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of section 185 and 186 of the Act, with respect to the loans and investments made.
- (v) In our opinion and according to the information and explanations given to us, the company has not accepted deposit within the meaning of the provisions of sections 73 to 76 or any other relevant provisions of the Co. Act, 2013 and the Companies (Acceptance of Deposits) Rules, framed there under. According to the information and explanations given to us no order has been passed by the Company Law Board, or National Company Law Tribunal or Reserve bank of India or any court or any other tribunal.
- (vi) As informed to us, the Central Government has not prescribed the maintenance of cost records under section 148(1) of the Companies Act, 2013, as such question whether such accounts and records have been made and maintained does not arise.



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- (vii) According to information and explanations given to us and records produced in respect of statutory dues:
- a. (i) The Company has generally been regular in depositing with the appropriate authorities undisputed statutory dues including Provident Fund, investor education and protection fund, Employees state insurance, income-tax, GST, sales tax, Wealth tax, custom duty, excise duty, service tax, value added tax, cess and other material statutory dues applicable to it.
  - (ii) There were no undisputed amounts payable in respect of sales tax, GST, income tax, customs duty, wealth tax, service tax, value added tax and other material statutory dues applicable to the Company that were in arrears as at March 31<sup>st</sup> 2020 for a period of more than six months from the date they became payable.
  - b. There are no dues in respect of sales tax, GST, income tax, customs duty, wealth tax, service tax, excise duty, VAT, cess and other material statutory dues that have not been deposited on account of any dispute.
  - c. There has not been any occasion in case of the company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of reporting delay in transferring such sums does not arise.
- (viii) The Company has not defaulted in repayment of loans or borrowings to a financial institutions, banks, government or dues to debenture holders during the year.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) and term loans. Accordingly the provisions of clause 3(ix) of the order are not applicable to the Company.
- (x) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- (xi) *According to the information and explanations given to us and based on our examination of the records, the Company has paid/provided total managerial remuneration amounting to Rs. 48 Lakhs to the directors of the company for which the company is in the process of getting requisite approval of shareholders in ensuing annual general meeting mandated by the provisions of section 197 read with Schedule V to the Act.*
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.



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- (iii) Accordingly to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- (iv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- (v) According to the information and explanations given to us and based on our examination of the records of the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- (vi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For VINOD KUMAR JAIN & CO.  
Chartered Accountants,  
FRN 111513W

*Vok Jain*

Vinod Kumar Jain  
Proprietor M. No. 36373



MUMBAI

DATED: 7 JUL 2020

# Vinod Kumar Jain & Co

## Chartered Accountants

106, Western Edge-II, A Wing, Off Western Express Highway,  
Borivali (East), Mumbai - 400 066. • Tel.: 4879 1000  
E-mail : info@cavinodjain.com • Web : www.cavinodjain.com

### ANNEXURE 'C'

#### TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF SILICON SOFTECH INDIA LIMITED

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

We have audited the internal financial controls over financial reporting of **Silicon Softech India Limited** ("the Company") as of 31<sup>st</sup> March, 2020 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### Management's Responsibility for Internal Financial Controls.

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

#### 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 Companies Act, 2013, to the extent applicable to an audit of internal financial controls, 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 procedure selected depends 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 purpose in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

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

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

**Opinion**

In our opinion, 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 31<sup>st</sup> March, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **VINOD KUMAR JAIN & CO.**

Chartered Accountants,

FRN 111513W

*VK Jain*

Vinod Kumar Jain

Proprietor M. No. 36373



PLACE : MUMBAI

DATED : 7 JUL 2020

SILICON SOFTECH INDIA LIMITED  
 CIN No: U72900MH1997PLC110156  
 Standalone Balance Sheet as at March 31, 2020

(All amounts in Indian Rupees Lakhs, except as otherwise stated)

	Notes	March 31, 2020	March 31, 2019	April 01, 2018
<b>ASSETS</b>				
<b>Non-current assets</b>				
(a) Property, plant and equipment	2	99.49	224.36	446.22
(b) Intangible Assets	2	52.72	77.98	-
(c) Financial Assets				
-Other Financial Assets	3	0.11	0.11	19.77
<b>Current assets</b>				
(a) Inventories				
(b) Financial Assets				
-Trade receivables	5	-	398.49	-
-Cash and cash equivalents	6	10.23	128.78	180.71
-Bank balances other than (iii) above	6		-	1.25
(c) Other current assets	7	228.20	42.28	33.46
<b>TOTAL ASSETS</b>		<b>390.75</b>	<b>871.99</b>	<b>681.42</b>
<b>EQUITY AND LIABILITIES</b>				
<b>EQUITY</b>				
(a) Equity share capital	SOCE-I	10.00	10.00	10.00
(b) Other equity	SOCE-II	373.45	439.68	328.49
<b>LIABILITIES</b>				
<b>Non-current liabilities</b>				
(a) Financial Liabilities				
-Borrowings				
-Other financial liabilities				
(b) Provisions	8			
(c) Deferred tax Liabilities	4	2.78	25.88	79.76
(d) Other non-current liabilities				
<b>Current liabilities</b>				
(a) Financial liabilities				
-Borrowings				
-Trade payables	9	-	167.02	167.02
-Other current financial liabilities	10	4.53	174.76	69.12
(b) Other current liabilities				
(c) Provisions	8		54.65	27.03
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>390.75</b>	<b>871.99</b>	<b>681.42</b>

Summary of significant accounting policies

1

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

As per our report of even date attached.

For VINOD KUMAR JAIN & CO.,  
 CHARTERED ACCOUNTANTS  
 FRN : 111513W

*V K Jain*

Vinod Kumar Jain  
 Proprietor M. No.: 36373

Place: Mumbai

Date: 7 JUL 2020

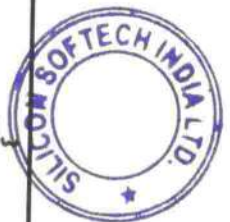
For SILICON SOFTECH INDIA LIMITED



*Shalini Chhabra Neyhaa Chhabra*

Shalini Chhabra  
 Director  
 DIN: 00073508

Neyhaa A Chhabra  
 Director  
 DIN: 02804687





SILICON SOFTECH INDIA LIMITED  
CIN No: U72900MH1997PLC110156

Standalone Statement of Profit and Loss for the year ended March 31, 2020

(All amounts in Indian Rupees Lakhs, except as otherwise stated)

Particulars	Notes	March 31, 2020	March 31, 2019
<b>Income</b>			
Revenue from operations	11	-	674.99
Other income	12	167.02	0.37
<b>Total Income</b>		<b>167.02</b>	<b>675.36</b>
<b>Expenses</b>			
Cost of raw materials, components and stores consumed (Increase)/ decrease in inventories			
Employee benefits expense	13	53.27	130.42
Other expenses	14	34.44	151.03
<b>Total Expenses</b>		<b>87.71</b>	<b>281.44</b>
<b>Earnings before Interest, Tax, Depreciation and Amortization</b>		<b>79.31</b>	<b>393.91</b>
Depreciation and amortization & impairment expense		155.95	249.65
Finance costs	16	5.36	3.78
<b>Profit (Loss) before exceptional items III (I-II)</b>		<b>(82.00)</b>	<b>140.48</b>
Less: Exceptional item		0.00	0.00
<b>Profit before tax</b>		<b>(82.00)</b>	<b>140.48</b>
<b>Tax expense</b>			
Current tax		7.34	83.17
Deferred tax		(23.10)	(53.87)
<b>Total tax expense</b>			
<b>Profit for the year</b>		<b>(66.24)</b>	<b>111.19</b>
<b>Other comprehensive income</b>			
(A) Items that will not to be reclassified to profit or loss in subsequent periods:			
(a)(i) Re-measurement gains/(losses) on defined benefit plans (Refer Note...)			
(a) Income tax relating to above			
(b)(i) Net fair value gain/(loss) on investments in equity through OCI			
(B) Items that will be reclassified to profit or loss in subsequent periods:			
(a)(i) Exchange differences on translation of foreign operations			
<b>Other comprehensive income ('OCI')</b>			
<b>Total comprehensive income for the year (comprising profit and OCI for the year)</b>			
<b>Earnings per equity share</b>			
Basic (₹)	26	(66.24)	111.19
Diluted (₹)	26	(66.24)	111.19
Summary of significant accounting policies	1		

As per our report of even date attached.

For VINOD KUMAR JAIN & CO.,  
CHARTERED ACCOUNTANTS  
FRN : 111513W

*V K Jain*

Vinod Kumar Jain  
Proprietor M. No.: 36373

Place: Mumbai

Date: 17 JUL 2020



For SILICON SOFTECH INDIA LIMITED

*Shalini Chhabra*  
Shalini Chhabra Neyhaa A Chhabra  
Director Director  
DIN: 00073508 DIN: 02804687



**SILICON SOFTECH INDIA LIMITED**

CIN No: U72900MH1997PLC110156

Cash Flow Statement for the year ended 31st March, 2020

(All amounts in Indian Rupees Lakhs, except as otherwise stated)

Particulars	For the year ended 31st March, 2020		For the year ended 31st March, 2019	
<b>A. Cash flow from operating activities</b>				
Net Profit after tax		(66.24)		111.19
<i>Adjustments for:</i>				
Depreciation	155.95		249.65	
Loss (Profit) on sale of Assets / Investments	-		-	
Tax Expenses	(15.76)		29.30	
Interest (Income net of expense)	5.10		3.70	
Retained Depreciation	-		-	
Dividend	-		-	
		145.29		282.64
Operating profit / (loss) before working capital changes		79.05		393.83
<i>Changes in working capital:</i>				
<i>Adjustments for Decrease / (increase) in operating assets:</i>				
Decrease (Increase) in Trade Receivable	398.49		(398.49)	
Decrease (Increase) Short Term Loans & Advances	(185.93)		(8.81)	
Decrease (Increase) Long Term Loans & Advances	-		19.66	
<i>Adjustments for increase / (decrease) in operating liabilities:</i>				
Increase (Decrease) in Trade payables	(167.02)		-	
Increase (Decrease) in other current liabilities	(170.23)		105.64	
Increase (Decrease) in Short Term Borrowings	(54.65)		-	
Increase (Decrease) in Short Term Provisions	-	(179.34)	27.62	(254.38)
		(100.29)		139.45
Cash flow from extraordinary items		-		-
Cash generated from operations		(100.29)		139.45
Net income tax (paid) / refunds		7.34		83.17
<b>Net cash flow from / (used in) operating activities (A)</b>		(107.64)		56.28
<b>B. Cash flow from investing activities</b>				
Purchase of Fixed Assets (Tangible & Intangible)	(5.82)		(105.77)	
CWIP and Capital Advances			-	
Proceeds from sale of fixed assets	-		-	
Purchase of Non current investments	-		-	
Proceeds of Non Current investments (Net)	-		-	
Interest Received	-		-	
Loss (Profit) on sale of Assets / Investments	-		-	
Dividend	-	(5.82)	-	(105.77)
<b>Net cash flow from / (used in) investing activities (B)</b>		(5.82)		(105.77)



Shalini Chhabra



SILICON SOFTECH INDIA LIMITED

Cash Flow Statement for the year ended 31st March, 2020

(All amounts in Indian Rupees Lakhs, except as otherwise stated)

Particulars	For the year ended 31st March, 2020		For the year ended 31st March, 2019	
<b>C. Cash flow from financing activities</b>				
Proceeds from issue of equity shares	-		-	
Premium on Equity shares	-		-	
Proceeds from long-term borrowings	-		-	
Repayment of long-term borrowings	-		-	
Proceeds from short-term borrowings	-		-	
Repayment from long-term Provisions	-		-	
Repayment of short-term borrowings	-		-	
Issue of Bonus Shares	-		-	
Dividend Paid	-		-	
Interest paid	(5.10)		(3.70)	
		(5.10)		(3.70)
Cash flow from extraordinary items		-		-
<b>Net cash flow from / (used in) financing activities (C)</b>		(5.10)		(3.70)
<b>Net increase / (decrease) in Cash and cash</b>		(118.56)		(53.18)
Cash and cash equivalents at the beginning of the year			0.80	
Cash in hand	-			
Bank Balance	128.50	128.50	181.17	181.97
<b>Cash and cash equivalents at the end of the year</b>		10.23		128.50
<b>Reconciliation of Cash and cash equivalents</b>				
<b>Cash and cash equivalents at the end of the year *</b>		10.23		128.50
* Comprises:				
(a) Cash on hand		0.95		-
(b) Balances with banks				
(c) Schedule banks current accounts		9.27		128.50
		10.23		128.50
<b>Significant Accounting Policies and Notes on financial Statements</b>				

As per our report of even date attached.

For VINOD KUMAR JAIN & CO.,  
CHARTERED ACCOUNTANTS  
FRN : 111513W

*V K Jain*

Vinod Kumar Jain  
Proprietor M. No.: 36373

Place: Mumbai

Date: 7 JUL 2020



For SILICON SOFTECH INDIA LIMITED

*Shalini Chhabra Neyhaa Chhabra*

Shalini Chhabra  
Director  
DIN: 00073508

Neyhaa A Chhabra  
Director  
DIN: 02804687



**SILICON SOFTECH INDIA LIMITED**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2020**

**Note 1: Corporate information/General Information**

Silicon Softech India Limited is a limited company domiciled in India and incorporated under the provisions of Companies Act, 1956 on 18 August 1997. It is classified as Non-Govt. Company and is registered with Registrar of Companies, Mumbai. The company is mainly engaged in the business of technology, IT Consultancy and leasing business.

The financial statements of the Company for the year ended 31st March 2020 were authorized for issue by Company's Board of Directors on 07<sup>th</sup> July, 2020.

**2. Summary of significant accounting policies**

**2.1 Statement of Compliance**

These financial statements are separate financial statements of the Company. The Company has prepared financial statements for the year ended March 31, 2020 in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended) together with the comparative period data as at and for the year ended March 31, 2019. Further, the Company has prepared the opening balance sheet as at April 01, 2018 (the transition date) in accordance with Ind AS. For all the periods up to the year ended March 31, 2018, the Company had prepared its financial statements in accordance with the requirements of previous GAAP, which includes Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended). These are the Company's first Ind AS financial statements. Refer Note 24 for the details of first-time adoption exemptions availed by the Company.

The financial statements are presented in INR and all values are rounded to the nearest rupees except when otherwise indicated.

**2.2 Basis of preparation and presentation**

These financial statements for the year ended March 31, 2018 are the first financial statements, the Company has prepared in accordance with Ind AS.

The financial statements have been prepared on the historical cost basis, except for: (i) certain financial instruments that are measured at fair values at the end of each reporting period; (ii) defined benefit plans – plan assets that are measured at fair values at the end of each reporting period, as explained in the accounting policies below. Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

The Company has consistently applied the following accounting policies to all periods presented in these financial statements.

**a) Current versus non-current classification**

Assets and Liabilities are classified as current or non – current, inter-alia considering the normal operating cycle of the company's operations and the expected realization/settlement thereof within 12 months after the Balance Sheet date.

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



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## SILICON SOFTECH INDIA LIMITED

### NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2020

#### b) Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

#### c) Revenue recognition

The Company earns revenue primarily by providing computer related services. It is in the business of technology, IT Consultancy and leasing business.

Ind AS 115 has become effective which establishes a comprehensive framework for determining whether, how much and when revenue is to be recognized. Ind AS 115 replaces Ind AS 18 Revenue and Ind AS 11 Construction Contracts. The Company has adopted Ind AS 115 using the cumulative effect method. The effect of initially applying this standard is recognized at the date of initial application.

Revenue is recognized upon transfer of control of promised products or services to customers in an amount that reflects the consideration which the Company expects to receive in exchange for those products or services.

- Revenue from time and material and job contracts is recognized on output basis measured by units delivered, efforts expended, number of transactions processed, etc.



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## SILICON SOFTECH INDIA LIMITED

### NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2020

- Revenue related to fixed price maintenance and support services contracts where the Company is standing ready to provide services is recognized based on time elapsed mode and revenue is straight lined over the period of performance.
- In respect of other fixed-price contracts, revenue is recognized using percentage-of-completion method ('POC method') of accounting with contract costs incurred determining the degree of completion of the performance obligation.

Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, service level credits, performance bonuses, price concessions and incentives, if any, as specified in the contract with the customer. Expenses reimbursed by customers during the project execution are recorded as reduction to associated costs. Revenue also excludes taxes collected from customers.

Contract assets are recognized when there is excess of revenue earned over billings on contracts. Contract assets are classified as unbilled revenue (only act of invoicing is pending) when there is unconditional right to receive cash, and only passage of time is required, as per contractual terms.

Unearned revenue ("contract liability") is recognized when there are billings in excess of revenues.

The billing schedules agreed with customers include periodic performance based payments and/or milestone based progress payments. Invoices are payable within contractually agreed credit period.

In accordance with Ind AS 37, the Company recognizes an onerous contract provision when the unavoidable costs of meeting the obligations under a contract exceed the economic benefits to be received.

Contracts are subject to modification to account for changes in contract specification and requirements. The Company reviews modification to contract in conjunction with the original contract, basis which the transaction price could be allocated to a new performance obligation, or transaction price of an existing obligation could undergo a change. In the event transaction price is revised for existing obligation, a cumulative adjustment is accounted for. The Company disaggregates revenue from contracts with customers by geography and business verticals.

#### Use of significant judgment's in revenue recognition

- The Company's contracts with customers could include promises to transfer multiple products and services to a customer. The Company assesses the products/services promised in a contract and identifies distinct performance obligations in the contract. Identification of distinct performance obligation involves judgment to determine the deliverables and the ability of the customer to benefit independently from such deliverables.
- Judgment is also required to determine the transaction price for the contract. The transaction price could be either a fixed amount of customer consideration or variable consideration with elements such as volume discounts, service level credits, performance bonuses, price concessions and incentives. The transaction price is also adjusted for the effects of the time value of money if the contract includes a significant financing component. Any consideration payable to the customer is adjusted to the transaction price, unless it is a payment for a distinct product or service from the customer. The estimated amount of variable consideration is adjusted in the transaction price only to the extent that it is highly probable that a significant reversal in the amount of cumulative revenue



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**SILICON SOFTECH INDIA LIMITED**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2020**

recognized will not occur and is reassessed at the end of each reporting period. The Company allocates the elements of variable considerations to all the performance obligations of the contract unless there is observable evidence that they pertain to one or more distinct performance obligations.

- The Company uses judgment to determine an appropriate standalone selling price for a performance obligation. The Company allocates the transaction price to each performance obligation on the basis of the relative standalone selling price of each distinct product or service promised in the contract. Where standalone selling price is not observable, the Company uses the expected cost plus margin approach to allocate the transaction price to each distinct performance obligation.
- The Company exercises judgment in determining whether the performance obligation is satisfied at a point in time or over a period of time. The Company considers indicators such as how customer consumes benefits as services are rendered or who controls the asset as it is being created or existence of enforceable right to payment for performance to date and alternate use of such product or service, transfer of significant risks and rewards to the customer, acceptance of delivery by the customer, etc.
- Revenue for fixed-price contracts is recognized using percentage-of-completion method. The Company uses judgment to estimate the future cost-to-completion of the contracts which is used to determine the degree of the completion of the performance obligation.

**Royalties:** Royalty revenue is recognised on an accrual basis in accordance with the substance of the relevant agreement (provided that it is probable that economic benefits will flow to the Company and the amount of revenue can be measured reliably). Royalty arrangements that are based on production, sales and other measures are recognised by reference to the underlying arrangement.

**Interest:** Interest income is recognised on a time proportion basis taking into account the amount outstanding and the applicable interest applicable. Interest income is included under the head "Other income" in the statement of profit & loss account.

**Dividends:** Dividend income is recognised when the Company's right to receive dividend is established by the balance sheet date.

**Income Tax.**

Income tax expense consists of current and deferred tax. Income tax expense is recognised in profit or loss except to the extent that it relates to items recognised in OCI or directly in equity, in which case it is recognised in OCI or directly in equity respectively

**Current income tax**

Current tax is the expected tax payable on the taxable profit for the year, using tax rates enacted or substantively enacted by the end of the reporting period, and any adjustment to tax payable in respect of previous years. Current tax assets and tax liabilities are offset where the Company has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously. Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities.



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**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2020**

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

**ii. Deferred tax**

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, except:

- When the deferred tax liability arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- In respect of taxable temporary differences associated with investments in subsidiaries and interests in joint ventures when the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future

Deferred tax assets are recognised for all deductible temporary differences and the carry forward of any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax losses can be utilised, except:

- When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss
- In respect of deductible temporary differences associated with investments in subsidiaries and interests in joint ventures deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.



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### NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2020

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

#### e) Property, plant and equipment

Plant and equipment is stated at cost of acquisition or constructions including attributable borrowing cost till such assets are ready for their intended use, less of accumulated depreciation and accumulated impairment losses, if any. Cost of acquisition for the aforesaid purpose comprises its purchase price, including import duties and other non-refundable taxes or levies and any directly attributable cost of bringing the asset to its working condition for its intended use, net of trade discounts, rebates and credits received if any.

Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of plant and

equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in profit or loss as incurred.

Property Plant and equipment are eliminated from financial statements, either on disposal or when retired from active use. Losses arising in case of retirement of Property, Plant and equipment and gains or losses arising from disposal of property, plant and equipment are recognised in statement of profit and loss in the year of occurrence.

The assets' residual values, useful lives and methods of depreciation are reviewed at each financial year and adjusted prospectively, if appropriate,

Depreciation is provided as per useful life prescribed by Schedule II of the Companies Act, 2013 on Straight Line Method on Plant and Machinery and on Written Down Value Method on other Tangible PPE.

Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets. Useful lives used by the Company are same as prescribed rates prescribed under Schedule II of the Companies Act 2013. The range of useful lives of the property, plant and equipment are as follows:

Particulars	Useful Lives
Buildings	30 years
Plants and Equipment	15 years
Office Equipment	05 years
Computer System	03 years
Motor Cars	08 years
Furniture & Fixture	10 years

Software for internal use, which is primarily acquired from third-party vendors and which is an integral part of a tangible asset, including consultancy charges for implementing the software, is capitalised as part of the related tangible asset. Subsequent costs associated with maintaining such software are



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recognised as expense as incurred. The capitalised costs are amortised over the lower of the estimated useful life of the software and the remaining useful life of the tangible fixed asset.

#### f) Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles are not capitalised and the related expenditure is reflected in profit or loss in the period in which the expenditure is incurred.

The useful lives of intangible assets are assessed as either finite or indefinite. Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. Intangible assets are amortised as follows:

##### ➤ Software – 5 years

#### g) Investment properties

Investment properties comprise portions of office buildings and residential premises that are held for long-term rental yields and/or for capital appreciation. Investment properties are initially recognised at cost. Subsequently investment property comprising of building is carried at cost less accumulated depreciation and accumulated impairment losses.

The cost includes the cost of replacing parts and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of the investment property are required to be replaced at intervals, the Group depreciates them separately based on their specific useful lives. All other repair and maintenance costs are recognised in profit and loss as incurred.

Depreciation on building is provided over the estimated useful lives as specified in Schedule II to the Companies Act, 2013. The residual values, useful lives and depreciation method of investment properties are reviewed, and adjusted on prospective basis as appropriate, at each financial year end. The effects of any revision are included in the statement of profit and loss when the changes arise.

Though the group measures investment property using cost based measurement, the fair value of investment property is disclosed in the notes.

Investment properties are derecognised when either they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal.

The difference between the net disposal proceeds and the carrying amount of the asset is recognised in the statement of profit and loss in the period of de-recognition.

#### h) Impairment of non-financial assets

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or Companies of assets. When the carrying amount of an





asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

Impairment losses of continuing operations, including impairment on inventories, are recognised in the statement of profit and loss.

An assessment is made at each reporting date to determine whether there is an indication that previously recognised impairment losses no longer exist or have decreased. If such indication exists, the Company estimates the asset's or CGU's recoverable amount. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying

amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in the statement of profit or loss.

**Non-current Asset held for sale.**

Non-current assets and disposal groups are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the asset (or disposal group) is available for immediate sale in its present condition subject only to terms that are usual and customary for sales of such asset (or disposal group) and its sale is highly probable. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification. Non-current assets (and disposal groups) classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell. Non-current assets are not depreciated or amortised.

**i) Provisions , Contingent liabilities, Contingent assets and Commitments:**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to a provision is presented in the statement of profit and loss.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent liability is disclosed in the case of:

- A present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- A present obligation arising from past events, when no reliable estimate is possible;
- A present obligation arising from past events, unless the probability of outflow of resources is remote.



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**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2020**

Commitments include the amount of purchase order (net of advances) issued to parties for completion of assets.

Provisions, contingent liabilities, contingent assets and commitments are reviewed at each balance sheet date.

**k) Employee Benefits**

Retirement benefit in the form of provident fund, pension fund and superannuation fund are defined contribution schemes. The Company has no obligation, other than the contribution payable to such schemes. The Company recognises contribution payable to such schemes as an expense, when an employee renders the related service. If the contribution payable to the schemes for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the schemes is recognised as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognised as an asset to the extent that the pre-payment will lead to, for example, a reduction in future payment or a cash refund.

The Company operates a defined benefit gratuity plan, which requires contributions to be made to a separately administered fund. The cost of providing benefits under the defined benefit plan is determined using the projected unit credit method. Liability for gratuity as at the year-end is provided on the basis of actuarial valuation.

Remeasurements, comprising of actuarial gains and losses and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Remeasurements are not reclassified to profit or loss in subsequent periods.

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognises the following changes in the net defined benefit obligation as an expense in the statement of profit and loss:

- Service costs comprising current service costs; and
- Net interest expense or income

Accumulated leave, which is expected to be utilised within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

**l) Financial instruments**

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.



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**SILICON SOFTECH INDIA LIMITED**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2020**

**i. Financial assets**

**Initial recognition and measurement**

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

**Subsequent measurement**

For purposes of subsequent measurement, financial assets are classified in four categories:

- Financial assets at amortised cost.
- Financial assets at fair value.

When assets are measured at fair value, gains and losses are either recognised entirely in the statement of profit and loss (i.e. fair value through profit or loss), or recognised in other comprehensive income (i.e. fair value through other comprehensive income).

A financial asset that meets the following two conditions is measured at amortised cost (net of any write down for impairment) unless the asset is designated at fair value through profit and loss under fair value option.

- **Business model test:** The objective of the Company's business model is to hold the financial asset to collect the contractual cash flows (rather than to sell the instrument prior to its contractual maturity to realise its fair value changes).
- **Cash flow characteristics test:** 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.

A financial asset that meets the following two conditions is measured at fair value through other comprehensive income unless the asset is designated at fair value through profit and loss under fair value option.

- **Business model test:** The financial asset is held within a business model whose objective is achieved by both collected contractual cash flows and selling financial instruments.
- **Cash flow characteristics test:** 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.

**Derecognition**

When the Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; it evaluates if and to what extent it has retained the risks and rewards of ownership.

A financial asset (or, where applicable, a part of a financial asset or part of a Company of similar financial assets) is primarily derecognised when:

- The rights to receive cash flows from the asset have expired, or



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**SILICON SOFTECH INDIA LIMITED**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2020**

- Based on above evaluation, either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

**Impairment of financial assets**

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Trade receivables that result from transactions that are within the scope of Ind AS 18

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider:

- All contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument
- Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms ECL impairment loss allowance (or reversal) recognised during the period is recognised as income/ expense in the statement of profit and loss. This amount is reflected in the statement of profit and loss in other expenses. The balance sheet presentation for various financial instruments is described below:





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- Financial assets measured as at amortized cost, trade receivables and lease receivables: ECL is presented as an allowance, i.e., as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the Company does not reduce impairment allowance from the gross carrying amount.

**ii. Financial liabilities**

**Initial recognition and measurement**

Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss or at amortised cost, as appropriate.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings, net of directly attributable transaction costs.

The Company's financial liabilities include trade payables, lease obligations, and other payables.

**Subsequent measurement**

The measurement of financial liabilities depends on their classification, as described below:

**Financial liabilities at fair value through profit or loss**

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial

liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109. Separated embedded derivatives are also classified as held for trading unless they are designated as effective hedging instruments.

Gains or losses on liabilities held for trading are recognised in the profit or loss.

The Company has not designated any financial liability as at fair value through profit and loss.

**Financial liabilities at amortised cost**

After initial recognition, interest-bearing loans and borrowings and other payables are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process.

Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

**Derecognition**

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires.



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**SILICON SOFTECH INDIA LIMITED**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2020**

**iii. Offsetting of financial instruments**

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

**m) Cash and cash equivalents**

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

**n) Dividend distribution to equity holders**

The Company recognises a liability to make cash distributions to equity holders of the Company when the distribution is authorised and the distribution is no longer at the discretion of the Company. A distribution in case of final dividend is authorised when it is approved by the shareholders. A corresponding amount is accordingly recognised directly in equity. In case of interim dividend it is authorised when it is approved by the Board of Directors.

**o) Foreign currencies:**

The Company's financial statements are presented in INR, which is also the Company's functional currency. For each entity the Company determines the functional currency and items included in the financial statements of each entity are measured using that functional currency.

Foreign currency transactions are recorded on initial recognition in the functional currency, using the exchange rates at the date of the transaction. At each balance sheet date, foreign currency monetary items are reported using the closing exchange rate.

Exchange differences that arise on settlement of monetary items or on reporting at each balance sheet date of the Company's monetary items at the closing rate are recognised as income or expense in the period in which they arise. Non-monetary items, which are measured in terms of historical cost denominated in a foreign currency, are reported using the exchange rate at the date of the transaction. Non-monetary items, which are measured at fair value denominated in a foreign currency, are translated using the exchange rate at the date when such fair value was determined. The gain or loss arising on translation of non-monetary items is recognised in line with the gain or loss of the item that gave rise to translation difference (i.e. translation difference on items whose gain or loss is recognised in other comprehensive income or the statement of profit and loss is also recognised in other comprehensive income or the statement of profit and loss respectively)

**p) Earnings per share**

The Company presents basic and diluted earnings per share ("EPS") data for its equity shares. Basic EPS is calculated by dividing the profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. The diluted EPS is calculated on the same basis as basic EPS, after adjusting for the effects of potential dilutive equity shares unless the effect of the potential dilutive equity shares is anti-dilutive.



**SILICON SOFTECH INDIA LIMITED**  
**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2020**

**q) Significant accounting judgments, 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 the disclosure of contingent assets and contingent liabilities. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

**Uncertainty relating to the global health pandemic on COVID-19:**

The company has made an assessment of possible impacts that may result from the COVID-19 pandemic on the carrying value of current and non-current assets and forecast transactions, considering the internal and external information available till date and to the extent determined by it. The company assesses the impact of Covid-19 on its business, including its impact on customers, supply-chain, employees and logistics. Due care has been exercised, in concluding on significant accounting judgments and estimates, including in relation to recoverability of receivables, assessment of impairment of goodwill and intangibles, investments and inventory, based on information available to date, while preparing the company's financial results as of and for the year ended March 31, 2020. The eventual impact of Covid-19 may differ from that estimated as at the date of approval of these financial results, and the company will continue to closely monitor any material changes to future economic conditions.

**a) Judgments**

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements:

**i. Operating lease commitments – Company as lessee**

The Company has entered into lease agreements for renting of various equipments, where it has determined that the significant risks and rewards related to the equipments are retained with the lessors. As such, the lease agreements are accounted for as operating leases.

**b) Estimates and assumptions**

The 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 assumptions and estimates on parameters available when the financial statements were 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.

**i. Taxes**

Uncertainties exist with respect to the interpretation of complex tax regulations and the amount and timing of future taxable income. Given the wide range of business relationships and the long-term nature and complexity of existing contractual agreements, differences arising between the actual results and the assumptions made, or future changes to such assumptions, could necessitate future adjustments to tax income and expense already recorded. The Company establishes provisions, based on reasonable



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**SILICON SOFTECH INDIA LIMITED**

**NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH 2020**

estimates, for possible consequences of audits by the tax authorities of the respective countries in which it operates. The amount of such provisions is based on various factors, such as experience of previous tax audits and differing interpretations of tax regulations by the taxable entity and the responsible tax authority. Such differences of interpretation may arise on a wide variety of issues depending on the conditions prevailing in the Company's domicile.

**ii. Defined benefit plans (gratuity benefits)**

The Company's obligation on account of gratuity and compensated absences is determined based on 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, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, these liabilities are 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, 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 publicly available mortality tables for the specific countries. 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 for the respective countries.

Further details about gratuity obligations are given in Refer Note 31.

**iii. Intangible assets**

Refer Point (f) for estimated useful lives of intangible assets. The carrying value of intangible assets has been disclosed at note 2.

**iv. Property, plant and equipment**

Refer Point (e) for estimated useful lives of property, plant and equipment. The carrying value of property, plant and equipment has been disclosed at note 2

**r) 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 30 for further disclosures



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**SILICON SOFTECH INDIA LIMITED**  
**CIN No: U72900MH1997PLC110156**

Notes to 'Standalone Balance Sheet as at March 31, 2020

(All amounts in Indian Rupees Lakhs, except as otherwise stated)

**SOCE-(I)**

<b>SHARE CAPITAL</b>	<b>As at 31.03.2020</b>	<b>As at 31.03.2019</b>	<b>As at 01.04.2018</b>
<b>a. Authorised</b>			
Equity shares - 1,00,000 of Rs 10/- each	10.00	10.00	10.00
	10.00	10.00	10.00
<b>b. Issued</b>			
Equity Shares - 1,00,000 of Rs.10/- each;	10.00	10.00	10.00
	10.00	10.00	10.00
<b>c. Subscribed</b>			
Equity Shares - 1,00,000 of Rs.10/- each;	10.00	10.00	10.00
Balance at the beginning of the year	10.00	10.00	10.00
Changes in Equity Share capital during the year	-	-	-
Balance at the end of the reporting period	10.00	10.00	10.00
<b>d. Reconciliation of the Number of Shares Outstanding</b>			
Shares outstanding as at the beginning of the year	100,000	100,000	100,000
Changes during the year	-	-	-
Shares outstanding as at the end of the year	100,000	100,000	100,000
<b>e. Details of each shareholder holding more than 5% of shares:</b>			
<b>Name of the Shareholder</b>	<b>No. of shares held</b>	<b>No. of shares held</b>	<b>No. of shares held</b>
One Point One Solutions Limited	99,697	99,697	99,697

**Terms/ Rights attached to Equity Shares:**

The Company has one class of Equity shares having a par value of Rs.10/- per share. Each holder of equity share is entitled to one vote per share held. The company declares and pays dividend in Indian Rupees.

In the event of liquidation Equity shareholders will be eligible to receive the assets of the Company after distribution of all preferential amounts, in proportion to number of Equity shares held by the shareholders.



*Shalini Chhabra*

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SILICON SOFTECH INDIA LIMITED  
CIN No: U72900MH1997PLC110156

Notes to 'Standalone Balance Sheet as at March 31, 2020

(All amounts in Indian Rupees Lakhs, except as otherwise stated)

SOCE- (II)

Particulars	Reserves and Surplus	
	Retained Earnings	Total
Balance at the beginning of the reporting period 01.04.2018	328.49	328.49
Profit for the year	111.19	111.19
Other Appropriations		
<b>Items of OCI , net of Tax</b>		
Remeasurement of Defined Benefit		-
Fair Value Gain / (Loss) equity instruments		
Fair Value Gain / (Loss) Debt instruments		
Defererd Tax liability Debt Instruments		
Total Comprehensive Income		
Dividends		-
Transfer to General Reserve		
<b>Balance at the end of reporting period 31.03.2019</b>	<b>439.68</b>	<b>439.68</b>
Profit for the year	(66.24)	(66.24)
Other Appropriations		
<b>Items of OCI , net of Tax</b>		
Remeasurement of Defined Benefit		-
Fair Value Gain / (Loss) equity instruments		
Fair Value Gain / (Loss) Debt instruments		
Total Comprehensive Income		
Dividends		-
Transfer to General Reserve		
<b>Balance at the end of reporting period 31.03.2020</b>	<b>373.45</b>	<b>373.45</b>

As per our report of even date attached

For VINOD KUMAR JAIN & CO.,  
CHARTERED ACCOUNTANTS  
FRN : 111513W

*VK Jain*

Vinod Kumar Jain  
Proprietor M. No.: 36373

Place : Mumbai

Date : 17 JUL 2020



For SILICON SOFTECH INDIA LIMITED

*Shalini Chhabra Neyhaa Chhabra*

Shalini Chhabra  
Director

DIN: 00073508

Neyhaa A Chhabra  
Director

DIN: 02804687





SILICON SOFTECH INDIA LIMITED

CIN No: U72900MH1997PLC110156

Notes to Standalone Ind AS Financial Statements for the year ended March 31, 2020

(All amounts in Indian Rupees Lakhs, except as otherwise stated)

Note 2 :PROPERTY, PLANT AND EQUIPMENT

	TANGIBLE					INTANGIBLE
	Office Building	Furniture and Fixture	Computer systems	Motor Vehicle	Total	COMPUTER SOFTWARE
<b>Cost*</b>						
At April 01,2018	78.37	17.25	751.27	10.58	857.46	-
Additions	-	-	26.00	-	26.00	79.77
Disposals						
Amount trf R/E						
At March 31, 2019	78.37	17.25	777.27	10.58	883.46	79.77
Additions	-	5.82	-	-	5.82	-
Disposals	-	-	-	-	-	-
At March 31, 2020	78.37	23.07	777.27	10.58	889.28	79.77
<b>Depreciation</b>						
At April 01,2018	29.34	17.25	363.37	1.27	411.24	-
Charge for the year	1.24	-	245.62	1.00	247.86	1.79
Disposals						
At March 31, 2019	30.58	17.25	608.99	2.28	659.10	1.79
Charge for the year	1.24	0.37	128.07	1.00	130.68	25.26
Disposals						
At March 31, 2020	31.82	17.62	737.06	3.28	789.79	27.05
<b>Net book value</b>						
As at April 01, 2018	49.02	-	387.90	9.30	446.22	-
As at March 31, 2019	47.79	-	168.28	8.30	224.36	77.98
As at March 31, 2020	46.55	5.45	40.20	7.29	99.49	52.72

\* For property, plant and equipment existing as on the date of transition to Ind AS, i.e., April 01, 2018, the Company has used IGAAP carrying value as deemed costs.



SILICON SOFTECH INDIA LIMITED  
 CIN No: U72900MH1997PLC110156

Notes to Standalone Ind AS Financial Statements for the year ended March 31, 2020

(All amounts in Indian Rupees Lakhs, except as otherwise stated)

**Note 3: OTHER FINANCIAL ASSETS (Unsecured, considered good)**

Particulars	Non - Current			Current		
	March 31, 2020	March 31, 2019	April 01,2018	March 31, 2020	March 31, 2019	April 01,2018
Security Deposits - Unsecured, considered good	0.11	0.11	0.11	-	-	
MAT Credit Entitlement			19.66			
<b>Total</b>	<b>0.11</b>	<b>0.11</b>	<b>19.77</b>	<b>-</b>	<b>-</b>	

**Note 4: DEFERRED TAX**

Particulars	As at 31.03.2020	As at 31.03.2019	April 01,2018
Major components of deferred tax arising on account of timing differences are:			
On account of Fixed Assets	3.85	25.88	79.76
On account of other timing differences	-1.07	-	
<b>Deferred Tax (Asset)/ Liabilities</b>	<b>2.78</b>	<b>25.88</b>	<b>79.76</b>

**Note:- 5 TRADE RECEIVABLES**

Particulars	As at 31.03.2020	As at 31.03.2019	April 01,2018
<b>Unsecured &amp; considered good</b>			
Outstanding for a period exceeding six months	-	-	-
Others	-	398.49	-
<b>Total</b>	<b>0.00</b>	<b>398.49</b>	<b>0.00</b>



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Notes to Standalone Ind AS Financial Statements for the year ended March 31, 2020  
(All amounts in Indian Rupees Lakhs, except as otherwise stated)

Note: 6 CASH AND CASH EQUIVALENTS

Particulars	As at 31.03.2020	As at 31.03.2019	As at April 01,2018
<b>(i) Cash and Cash Equivalents</b>			
(a) Cash in hand	0.95	0.28	0.80
(b) Balances with banks 'Current Account	9.27	128.50	179.91
	<b>10.23</b>	<b>128.78</b>	<b>180.71</b>
<b>(ii) Other Bank Balances (with maturity more than 3 months but less than 1 year)</b>			
*Fixed deposits with Bank	-	-	1.25
<b>Total</b>	<b>10.23</b>	<b>128.78</b>	<b>181.97</b>

Note 7: OTHER ASSETS

Particulars	Non - Current			Current		
	March 31, 2020	March 31, 2019	April 01,2018	March 31, 2020	March 31, 2019	April 01,2018
<b>(c) Other Loans &amp; Advances</b>						
Bal. with Revenue Authorities	-	-		15.79	36.44	22.50074
Others	-	-		212.41	5.84	10.96292
<b>Total</b>	<b>-</b>	<b>-</b>		<b>228.20</b>	<b>42.28</b>	<b>33.46</b>



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CIN No: U72900MH1997PLC110156

Notes to Standalone Ind AS Financial Statements for the year ended March 31, 2020

(All amounts in Indian Rupees Lakhs, except as otherwise stated)

**Note 8: PROVISIONS**

Particulars	Non-Current			Current		
	March 31, 2020	March 31, 2019	As at April 01,2018	March 31, 2020	March 31, 2019	As at April 01,2018
Provision for income tax net of advance tax				-	54.65	27.03
<b>Total</b>	-	-	-	-	<b>54.65</b>	<b>27.03</b>

**Note 9 : Trade Payable**

Particulars	As at 31.03.2020	As at 31.03.2019	As at April 01,2018
Micro, Small & Medium	-	-	
Others	-	167.02	167.02
<b>Total</b>	-	<b>167.02</b>	<b>167.02</b>

The details of amounts outstanding under the Micro, Small and Medium Enterprises

(i) Principal & Interest amount due and remaining unpaid as at 31.03.2020 : NIL  
(Previous year: NIL), (ii) Payment made beyond the appointed day during the year : NIL(Previous year: NIL) and (iii) Interest accrued and unpaid as at 31.03.2020 : NIL**Note: 10 OTHER CURRENT FINANCIAL LIABILITIES**

Particulars	As at 31.03.2020	As at 31.03.2019	As at April 01,2018
Statutory Dues	0.80	3.91	1.45
Creditors for expenses	3.73	78.32	1.12
For Capital expenditure	-	92.53	
Advance received from customer			66.55
<b>Total</b>	<b>4.53</b>	<b>174.76</b>	<b>69.12</b>

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CIN No: U72900MH1997PLC110156

Notes to Standalone Ind AS Financial Statements for the year ended March 31, 2020  
(All amounts in Indian Rupees Lakhs, except as otherwise stated)**Note:11 REVENUE FROM OPERATIONS**

Particulars	For the year 31.03.2020	For the year 31.03.2019
Revenue from operations	-	674.99
<b>TOTAL</b>	<b>-</b>	<b>674.99</b>

**Note: 12 OTHER INCOME**

Particulars	For the year 31.03.2020	For the year 31.03.2019
Credit Balance written off	167.02	-
Interest on Fixed Deposit	-	0.37
<b>TOTAL</b>	<b>167.02</b>	<b>0.37</b>

**Note: 13 EMPLOYEES COSTS/BENEFITS EXPENSE**

Particulars	For the year 31.03.2020	For the year 31.03.2019
Salaries and Wages	4.97	82.09
Gratuity	-	-
Staff Welfare Expenses	0.30	0.33
Directors Remuneration	48.00	48.00
<b>TOTAL</b>	<b>53.27</b>	<b>130.42</b>

**Note: 14 OTHER EXPENSES**

Particulars	For the year 31.03.2020	For the year 31.03.2019
Auditors' Remuneration (Note 23)	0.30	0.30
Travelling & Conveyance	0.24	0.39
Repairs & Maintenance	2.94	0.19
Electricity & Water Expenses	2.80	2.02
GST	15.42	-
Insurance	0.45	0.08
Rates & Taxes	1.53	0.70
Software Maintenance Expenses	-	138.63
Business advances written off	5.00	-
Legal & Professional fees	0.55	6.12
Office Expenses	1.61	1.10
Bad Debts	2.50	-
Society Maintenance	1.11	1.49
<b>TOTAL</b>	<b>34.44</b>	<b>151.03</b>

**Note 15: AUDITORS REMUNERATION**

Particulars	For the year 31.03.2020	For the year 31.03.2019
(i) Payments to the auditors comprises of:		
As auditors : For Statutory Audit	0.30	0.30
For Tax Audit	-	-
For Other Services	-	-
<b>Total</b>	<b>0.30</b>	<b>0.30</b>



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**SILICON SOFTECH INDIA LIMITED**

CIN No: U72900MH1997PLC110156

Notes to Standalone Ind AS Financial Statements for the year ended March 31, 2020

(All amounts in Indian Rupees Lakhs, except as otherwise stated)

**Note 16: FINANCE COST**

Particulars	For the year 31.03.2020	For the year 31.03.2019
Bank Charges	0.26	0.08
Interest (Net)	5.10	3.70
<b>TOTAL</b>	<b>5.36</b>	<b>3.78</b>

**Note 17 : Contingent liabilities and commitments**

- (a) There is no contingent liability, therefore no provision has been made for the same
- (b) Capital commitment towards new projects: NIL



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Notes to Standalone Ind AS Financial Statements for the year ended March 31, 2020

(All amounts in Indian Rupees Lakhs, except as otherwise stated)

**Note 18: EARNINGS PER SHARE**

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

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

	March 31, 2020	March 31, 2019
Profit for the year attributable to equity shareholders	(66.24)	111.19
Weighted average number of equity shares for basic EPS (No. in lakhs)	1.00	1.00
<b>Earnings per Share</b>		
- Basic/ Diluted	<b>(66.24)</b>	<b>111.19</b>



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**SILICON SOFTECH INDIA LIMITED**

CIN No: U72900MH1997PLC110156

Notes to Standalone Ind AS Financial Statements for the year ended March 31, 2020

(All amounts in Indian Rupees Lakhs, except as otherwise stated)

**Note 19: INCOME TAX RECONCILIATION**

The major components of income tax expense for the years ended March 31, 2020 and March 31, 2019 are:

**(a) Tax Expense recognised in Statement of profit and Loss comprises**

Particulars	March 31, 2020	March 31, 2019
<b>Current income tax:</b>	7.34	83.17
Current income tax charge		
<b>Deferred tax:</b>		
Relating to origination and reversal of temporary differences	(23.10)	(53.87)
<b>Income tax expense reported in the statement of profit or loss</b>	<b>(15.76)</b>	<b>29.30</b>

**(b) Deferred tax related to items recognised in OCI during in the year:**

Net loss/(gain) on remeasurements of defined benefit plans \_\_\_\_\_

Income tax charged to OCI \_\_\_\_\_

**(c) Reconciliation of tax expense and the accounting profit multiplied by India's domestic tax rate for March 31, 2020 and March 31, 2019:**

Particulars	March 31, 2020	March 31, 2019
Accounting profit before income tax	(82.00)	140.48
Tax on accounting profit at statutory income tax rate 27.82% (March 31, 2019: 27.82%)	(22.81)	39.08
Non-deductible expenses for tax purposes:	7.05	(9.78)
Disallowance u/s 80G		
Tax effect of other non-deductible expenses/(non-taxable income)		
<b>Tax expense reported in the statement of profit or loss</b>	<b>(15.76)</b>	<b>29.30</b>

**(d) Components of Deferred tax assets/ ( Liabilities ) recognised in Balance sheet and Statement of profit and loss**

Particulars	Balance sheet			Statement of Profit and	
	As at March 31,2020	As at March 31,2019	As at April 1, 2018	As at March 31,2020	As at March 31,2019
Difference between Book depreciation and tax depreciation	3.85	25.88	79.76	(22.04)	(53.87)
On account of other timing differences	(1.07)			(1.07)	-
Deferred Tax Income / (Expense )				<b>(23.10)</b>	<b>(53.87)</b>
<b>Net Deferred Tax Asset / ( Liabilities )</b>	<b>2.78</b>	<b>25.88</b>	<b>79.76</b>		

**(e) Reconciliation of deferred tax liabilities (net):**

	March 31, 2020	March 31, 2019
<b>Opening balance as at 1st April</b>	25.88	79.76
Tax (Income)/ Expense during the period recognised in		
(i) Statement of Profit and loss in profit and loss	(23.10)	(53.87)
(ii) Statement of Other Comprehensive Income		
<b>Closing balance as at 31st March</b>	<b>2.78</b>	<b>25.88</b>



Swalini Chhabra

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Note 20: RELATED PARTY TRANSACTIONS

(i) Details of Related Party  
 Particulars

Name of the Party

Key Managerial Personnel	Shalini Chhabra Nehyaa Chhabra Arjun Bhatia
Relatives of Key Managerial Personnel	Akshay Chhabra Mukesh R. Pritamdasani
Holding Company	One Point One Solutions Limited

(ii) Table providing total amount of transactions that have been entered into with related parties for the relevant financial year:

Particulars	Year ended	Transactions during the year		
		Rent Paid	Remuneration paid	Professional fees paid
<b>Related parties where control exists</b>				
Shalini Chhabra	31.03.2020		24.00	
	31.03.2019		24.00	
	01.04.2018		24.00	
'Neyhaa Chhabra	31.03.2020		24.00	
	31.03.2019		24.00	
	01.04.2018		24.00	
Mukesh R. Pritamdasani	01.04.2018			5.68



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 Shalini Chhabra

(All amounts in Indian Rupees Lakhs, except as otherwise stated)

Note 21 (A): CATEGORY WISE CLASSIFICATION OF FINANCIAL INSTRUMENTS

	Non Current			Current		As at 01.04.2018
	As at 31.03.20 20	As at 31.03.2019	As at 01.04.2018	As at 31.03.2020	As at 31.03.2019	
<b>Financial Assets measured at Fair value through Other Comprehensive Income</b>						
Investment in quoted instruments						
<b>Total</b>						
<b>Financial assets measured at Amortized cost</b>						
Security Deposits , unsecured and considered good	0.11	0.11	0.11	-	-	
Trade Receivables	-	-		-	398.49	-
Cash and Cash Equivalents	-	-		10.23	128.78	181.97
<b>Total</b>	<b>0.11</b>	<b>0.11</b>		<b>10.23</b>	<b>527.27</b>	<b>181.97</b>
<b>Financial assets measured at fair value through profit and loss</b>						
Investment in equity based Mutual funds	-	-		-	-	
Investments in Debt based Mutual Funds	-	-		-	-	
<b>Total</b>						
<b>Financial Liabilities measured at Amortized cost</b>						
Borrowings	-	-		-	-	
Trade payables	-	-		-	167.02	167.02
<b>Total</b>					<b>167.02</b>	<b>167.02</b>

Note 21 (B): FAIR VALUE HIERARCHY

The following table provides the fair value measurement hierarchy of the Company's financial assets and liabilities

As at 01.04.2018	Fair value hierarchy				
Financial Assets / Financial Liabilities	Fair Value as at 01.04.2018	Quoted Prices in active markets ( Level 1)		Significant observable Inputs ( Level 2)	Significant unobservable Inputs ( Level 3)
<b>Financial Assets measured at Fair value through other comprehensive income</b>					
Investments in quoted equity shares	-	-			
<b>Financial Assets measured at Fair value through Profit and Loss</b>					
Investments in Debt based Mutual Funds	-	-			
Investment in equity based Mutual funds	-	-			



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(All amounts in Indian Rupees Lakhs, except as otherwise stated)

As at 31.03.2019	Fair value hierarchy			
Financial Assets / Financial Liabilities	Fair Value as at 31.03.2019	Quoted Prices in active markets (Level 1)	Significant observable Inputs (Level 2)	Significant unobservable Inputs (Level 3)
<b>Financial Assets measured at Fair value through other comprehensive income</b>				
Investments in quoted equity shares	-	-		
<b>Financial Assets measured at Fair value through Profit and Loss</b>				
Investments in Debt based Mutual Funds	-	-		
Investment in equity based Mutual funds	-	-		
<b>Financial Liability measured at Fair value through Profit and Loss</b>				

As at 31.03.2020	Fair value hierarchy			
Financial Assets / Financial Liabilities	Fair Value as at 31.03.2020	Quoted Prices in active markets (Level 1)	Significant observable Inputs (Level 2)	Significant unobservable Inputs (Level 3)
<b>Financial Assets measured at Fair value through other comprehensive income</b>				
Investments in quoted equity shares	-	-		
<b>Financial Assets measured at Fair value through Profit and Loss</b>				
Investments in Debt based Mutual Funds	-	-		
Investment in equity based Mutual funds	-	-		
<b>Financial Liability measured at Fair value through Profit and Loss</b>				

The fair value of financial asset and liabilities measured at amortised cost approximate there fair values



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(All amounts in Indian Rupees Lakhs, except as otherwise stated)

Note 21 (A): CATEGORY WISE CLASSIFICATION OF FINANCIAL INSTRUMENTS

	Non Current			Current		As at 01.04.2018
	As at 31.03.2020	As at 31.03.2019	As at 01.04.2018	As at 31.03.2020	As at 31.03.2019	
<b>Financial Assets measured at Fair value through Other Comprehensive Income</b>						
Investment in quoted instruments						
<b>Total</b>						
<b>Financial assets measured at Amortized cost</b>						
Security Deposits , unsecured and considered good	0.11	0.11	0.11	-	-	-
Trade Receivables	-	-	-	-	398.49	-
Cash and Cash Equivalents	-	-	-	10.23	128.78	181.97
<b>Total</b>	<b>0.11</b>	<b>0.11</b>		<b>10.23</b>	<b>527.27</b>	<b>181.97</b>
<b>Financial assets measured at fair value through profit and loss</b>						
Investment in equity based Mutual funds	-	-	-	-	-	-
Investments in Debt based Mutual Funds	-	-	-	-	-	-
<b>Total</b>						
<b>Financial Liabilities measured at Amortized cost</b>						
Borrowings	-	-	-	-	-	-
Trade payables	-	-	-	-	167.02	167.02
<b>Total</b>					<b>167.02</b>	<b>167.02</b>

Note 21 (B): FAIR VALUE HIERARCHY

The following table provides the fair value measurement hierarchy of the Company's financial assets and liabilities

As at 01.04.2018	Fair value hierarchy			
	Fair Value as at 01.04.2018	Quoted Prices in active markets ( Level 1)	Significant observable Inputs ( Level 2)	Significant unobservable Inputs ( Level 3)
<b>Financial Assets / Financial Liabilities</b>				
<b>Financial Assets measured at Fair value through other comprehensive income</b>				
Investments in quoted equity shares	-	-		
<b>Financial Assets measured at Fair value through Profit and Loss</b>				
Investments in Debt based Mutual Funds	-	-		
Investment in equity based Mutual funds	-	-		



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(All amounts in Indian Rupees Lakhs, except as otherwise stated)

As at 31.03.2019	Fair value hierarchy			
	Fair Value as at 31.03.2019	Quoted Prices in active markets (Level 1)	Significant observable Inputs (Level 2)	Significant unobservable Inputs (Level 3)
<b>Financial Assets / Financial Liabilities</b>				
<b>Financial Assets measured at Fair value through other comprehensive income</b>				
Investments in quoted equity shares	-	-		
<b>Financial Assets measured at Fair value through Profit and Loss</b>				
Investments in Debt based Mutual Funds	-	-		
Investment in equity based Mutual funds	-	-		
<b>Financial Liability measured at Fair value through Profit and Loss</b>				

As at 31.03.2020	Fair value hierarchy			
	Fair Value as at 31.03.2020	Quoted Prices in active markets (Level 1)	Significant observable Inputs (Level 2)	Significant unobservable Inputs (Level 3)
<b>Financial Assets / Financial Liabilities</b>				
<b>Financial Assets measured at Fair value through other comprehensive income</b>				
Investments in quoted equity shares	-	-		
<b>Financial Assets measured at Fair value through Profit and Loss</b>				
Investments in Debt based Mutual Funds	-	-		
Investment in equity based Mutual funds	-	-		
<b>Financial Liability measured at Fair value through Profit and Loss</b>				

The fair value of financial asset and liabilities measured at amortised cost approximate there fair values



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22(A) FINANCIAL RISK MANAGEMENT

Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Managing Board.

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument.

The value of a financial instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments.

Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loans and borrowings.

(i) Foreign Currency Risk

The Company operates internationally and portion of the business is transacted in several currencies and consequently the Company is exposed to foreign exchange risk through its sales and services in overseas , and

Foreign currency exposure as at 1 April 2018

Particulars	USD	Total
Trade receivables	-	-
Bank Balances	-	-
Trade payables	-	-

Foreign currency exposure as at 31 March 2019

Particulars	USD	Total
Trade receivables	-	-
Bank Balances	-	-
Trade payables	-	-

Foreign currency exposure as at 31 March 2020

Particulars	USD	Total
Trade receivables	-	-
Bank Balances	-	-
Trade payables	-	-

Foreign currency sensitivity

Particulars	2019-20		2018-19	
	1 % Increase	1 % decrease	1 % Increase	1 % decrease
USD	-	-	-	-
Increase \ (Decrease) in profit or loss	-	-	-	-

(ii) Credit risk refers to risk that the counterparty will default on its contractual obligations resulting in financial loss to the Company. Credit risk arises primarily from financial assets such as trade receivables, investments,

The average credit period on sales of products is 30 days. Credit risk arising from trade receivables is managed in accordance with the Company's established policy, procedures and control relating to customer credit risk



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(iii) Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in raising funds to meet commitments associated with financial instruments that are settled by delivering cash or another financial instruments

Liquidity risk may result from an inability to sell a financial asset quickly at close to its fair value.

The table below analysis financial liabilities of the Company into relevant maturity groupings based on the remaining period from the reporting date to the contractual maturity date. The amounts disclosed in the are contractual undiscounted cash flows

	Less than 1 year	Between 1 to 5 years	Over 5 years	Total
<b>As at 31st March 2020</b>				
Borrowings	-	-	-	-
Trade payables	-	-	-	-
Other financial Liabilities	4.53	-	-	4.53
<b>As at 31st March 2019</b>				
Borrowings	-	-	-	-
Trade payables	167.02	-	-	167.02
Other financial Liabilities	174.76	-	-	174.76

22 (B) CAPITAL MANAGEMENT

For the purpose of the Company's Capital Management, capital includes issued capital and all other equity reserves attributable to equity shareholders of the Company. The primary objective of the Company when managing capital is to safeguard its ability to continue as a going concern and to maintain an optimal capital structure so as to maximize shareholder value.

Note 23 :RECLASSIFICATION

Previous year's figures have been regrouped/ reclassified wherever necessary to correspond with the current

<p>As per our report of even date attached. For VINOD KUMAR JAIN &amp; CO., CHARTERED ACCOUNTANTS FRN : 111513W</p> <p><i>V K Jain</i></p> <p>Vinod Kumar Jain Proprietor M. No.: 36373</p> <p>Place : Mumbai Date : 17 JUL 2020</p>	 	<p>For SILICON SOFTECH INDIA LIMITED</p> <p><i>Shalini Chhabra</i></p> <p>Shalini Chhabra Director DIN: 00073508</p> <p><i>Neyhaa Chhabra</i></p> <p>Neyhaa A Chhabra Director DIN: 02804687</p> 
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