

GROUP STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
AUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

FOR

SAKSOFT SOLUTIONS LIMITED

SAKSOFT SOLUTIONS LIMITED

**CONTENTS OF THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

	Page
Company Information	1
Group Strategic Report	2
Report of the Directors	4
Report of the Independent Auditors	5
Consolidated Statement of Comprehensive Income	7
Consolidated Balance Sheet	8
Company Balance Sheet	9
Consolidated Statement of Changes in Equity	10
Company Statement of Changes in Equity	11
Consolidated Cash Flow Statement	12
Notes to the Consolidated Cash Flow Statement	13
Notes to the Consolidated Financial Statements	14
Consolidated Trading and Profit and Loss Account	23

SAKSOFT SOLUTIONS LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2018

DIRECTORS:	A Krishna N Ganeriwala
SECRETARY:	S Muthukrishnan
REGISTERED OFFICE:	Applicon House Exchange Street Stockport SK3 0EY
REGISTERED NUMBER:	05936122 (England and Wales)
AUDITORS:	Butler & Co LLP Chartered Accountants & Statutory Auditor Third Floor 126-134 Baker Street London W1U 6UE

SAKSOFT SOLUTIONS LIMITED

GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 31 MARCH 2018

The directors present their strategic report of the company and the group for the year ended 31 March 2018.

REVIEW OF BUSINESS

The directors of the company would like to inform that there has been sustained growth in the group's revenue during the year. The company's strategic focus on its stronghold Public Sector vertical through bid approach and plans to harness the synergy of the groups delivery capabilities have provided a fillip to the sales campaigns.

The group is optimistic of achieving additions to the revenues. The group's continuous thrust on value propositions and cost effective global delivery model will help it to meet customer requirements. The company has re-positioned itself as a preferred digital transformation partner to help customers to embrace digital technology and achieve operational efficiency

The Company was primarily set up as a Special Purpose Vehicle for acquiring the Acuma Group. The Company commenced trading activities of its own in the recent past and continues to provide services to clients in the UK and across the industry. The Company aims to add new customers in the coming years and grow its revenue base.

The key financial results of the subsidiaries are as below:

Acuma Solutions Limited

The profits/(loss) for the year amounted to £(491,892) (2017: £ 353,402).

Acuma Software Limited

The company was dormant throughout the current year and previous year.

SAKSOFT SOLUTIONS LIMITED

GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 31 MARCH 2018

PRINCIPAL RISKS AND UNCERTAINTIES

The group's financial instruments comprise cash and liquid resources, balances with group undertakings and various items such as trade debtors, trade creditors etc, that arise directly from its operations. The main purpose of these financial instruments is to raise finance for the group's operations. It is, and has been throughout the period under review, the group's policy that no trading in financial instruments shall be undertaken. The main risks arising from the group's financial instruments are interest rate risk, liquidity risk and foreign currency risk and credit risk. The board reviews and agrees policies for managing each of these risks and they are summarised below.

Interest rate risk

The group's interest rate risk exists in an interest-bearing assets, such as an overdraft and loan, due to the possibility of a change in the value resulting from the variability of interest rates. The group manages its interest rate risk by trying to avoid on banking finance as far as possible and considering repaying the liability as it falls due and primarily relying on its own generated income and group supports.

Foreign currency Risk

The group is exposed to foreign currency risks arising from sales or purchases by businesses in currencies other than its functional currency. The group manages this risk by operating its business transaction from different currencies bank account. The group doesn't involve with hedging instrument as it is not cost/benefit at current level risk. However the company is evaluating exposures to Forward instruments to mitigate this risk.

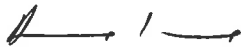
Credit Risk

The Group is exposed to credit-related losses in the event of non-performance by its clients counterpart's to financial instruments ie; debtors balances. but does not currently expect any counterpart's to fail to meet their obligations. Credit risk is mitigated by the Board approved policy of only selecting counterpart's with a good standing and strong credit reference.

Liquidity risk

The Group currently maintains unused committed credit facilities of at least £200,000 to ensure it has sufficient available funds for operations and planned development. The principal revolving credit facility is reviewed every year. At the balance sheet date the Group had the following undrawn credit facilities: 1) Overdraft facility: £400,000, 2) Foreign Exchange marginal risk facility: £150,000, and 3) Credit Card facility: £30,000.

ON BEHALF OF THE BOARD:



A Krishna - Director

18 May 2018

SAKSOFT SOLUTIONS LIMITED

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2018

The directors present their report with the financial statements of the company and the group for the year ended 31 March 2018.

PRINCIPAL ACTIVITY

The principal activities of the company during the year under review were those of specialist digital transformation service provider focused on information management and those of an investment holding company.

The company had commenced trading in the recent past and continues to work with leading customers and industry players. The company's profits have grown steadily and the management is keen to build on the growth momentum. Customer specific delivery strategies have been drawn up to target and win more businesses and increase the revenues.

DIVIDENDS

No dividends will be distributed for the year ended 31 March 2018.

The directors have not recommended a dividend for the year ended 31st March 2018.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2017 to the date of this report.

A Krishna
N Ganeriwala

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Group Strategic Report, the Report of the Directors and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and the group and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's and the group's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

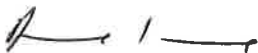
STATEMENT AS TO DISCLOSURE OF INFORMATION TO AUDITORS

So far as the directors are aware, there is no relevant audit information (as defined by Section 418 of the Companies Act 2006) of which the group's auditors are unaware, and each director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

AUDITORS

The auditors, Butler & Co LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

ON BEHALF OF THE BOARD:



A Krishna - Director

18 May 2018

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF SAKSOFT SOLUTIONS LIMITED

Opinion

We have audited the financial statements of Saksoft Solutions Limited (the 'parent company') and its subsidiaries (the 'group') for the year ended 31 March 2018 which comprise the Consolidated Statement of Comprehensive Income, Consolidated Balance Sheet, Company Balance Sheet, Consolidated Statement of Changes in Equity, Company Statement of Changes in Equity, Consolidated Cash Flow Statement and Notes to the Consolidated Cash Flow Statement, Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in a Report of the Auditors and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion the financial statements:

- give a true and fair view of the state of the group's and of the parent company affairs as at 31 March 2018 and of the group's profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information in the Group Strategic Report and the Report of the Directors, but does not include the financial statements and our Report of the Auditors thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Group Strategic Report and the Report of the Directors for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Group Strategic Report and the Report of the Directors have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the group and the parent company and its environment obtained in the course of the audit, we have not identified material misstatements in the Group Strategic Report or the Report of the Directors.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent company financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
SAKSOFT SOLUTIONS LIMITED**

Responsibilities of directors

As explained more fully in the Directors' Responsibilities Statement set out on page four, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the group's and the parent company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the group or the parent company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) 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 our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Auditors.

Sanjeev Phadke (Senior Statutory Auditor)
for and on behalf of Butler & Co LLP
Chartered Accountants
& Statutory Auditor
Third Floor
126-134 Baker Street
London
W1U 6UE



18 May 2018

SAKSOFT SOLUTIONS LIMITED**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**
FOR THE YEAR ENDED 31 MARCH 2018

	Notes	2018 £	2017 £
TURNOVER	3	10,541,686	10,107,582
Cost of sales		<u>7,577,273</u>	<u>6,987,102</u>
GROSS PROFIT		2,964,413	3,120,480
Administrative expenses		<u>2,235,703</u>	<u>3,130,242</u>
		728,710	(9,762)
Other operating income		<u>-</u>	<u>13,556</u>
OPERATING PROFIT	5	728,710	3,794
Interest receivable and similar income		<u>2,725</u>	<u>73</u>
		731,435	3,867
Interest payable and similar expenses	7	<u>-</u>	<u>1,306</u>
PROFIT BEFORE TAXATION		731,435	2,561
Tax on profit	8	<u>15,268</u>	<u>32,844</u>
PROFIT/(LOSS) FOR THE FINANCIAL YEAR		716,167	(30,283)
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>716,167</u>	<u>(30,283)</u>
Profit/(loss) attributable to: Owners of the parent		<u>716,167</u>	<u>(30,283)</u>
Total comprehensive income attributable to: Owners of the parent		<u>716,167</u>	<u>(30,283)</u>

The notes form part of these financial statements

SAKSOFT SOLUTIONS LIMITED (REGISTERED NUMBER: 05936122)

CONSOLIDATED BALANCE SHEET
31 MARCH 2018

	Notes	2018 £	2017 £
FIXED ASSETS			
Intangible assets	10	-	-
Tangible assets	11	56,818	88,042
Investments	12	-	-
		<u>56,818</u>	<u>88,042</u>
CURRENT ASSETS			
Debtors	13	3,607,679	3,579,818
Cash at bank and in hand		<u>1,043,484</u>	<u>598,784</u>
		4,651,163	4,178,602
CREDITORS			
Amounts falling due within one year	14	<u>4,053,418</u>	<u>4,028,248</u>
NET CURRENT ASSETS		<u>597,745</u>	<u>150,354</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		654,563	238,396
CREDITORS			
Amounts falling due after more than one year	15	<u>376,015</u>	<u>676,015</u>
NET ASSETS/(LIABILITIES)		<u>278,548</u>	<u>(437,619)</u>
CAPITAL AND RESERVES			
Called up share capital	17	5,001,000	5,001,000
Retained earnings	18	<u>(4,722,452)</u>	<u>(5,438,619)</u>
SHAREHOLDERS' FUNDS		<u>278,548</u>	<u>(437,619)</u>

The financial statements were authorised for issue by the Board of Directors on 18 May 2018 and were signed on its behalf by:



A Krishna - Director

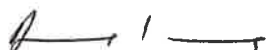
The notes form part of these financial statements

SAKSOFT SOLUTIONS LIMITED (REGISTERED NUMBER: 05936122)

COMPANY BALANCE SHEET
31 MARCH 2018

	Notes	2018		2017	
		£	£	£	£
FIXED ASSETS					
Intangible assets	10		-		-
Tangible assets	11		-		-
Investments	12		<u>11,103,753</u>		<u>11,103,754</u>
			11,103,753		11,103,754
CURRENT ASSETS					
Debtors	13	3,268		119,990	
Cash at bank		<u>107,131</u>		<u>77,285</u>	
		110,399		197,275	
CREDITORS					
Amounts falling due within one year	14	<u>50,042</u>		<u>59,877</u>	
NET CURRENT ASSETS			<u>60,357</u>		<u>137,398</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			11,164,110		11,241,152
CREDITORS					
Amounts falling due after more than one year	15		<u>2,446,440</u>		<u>2,543,393</u>
NET ASSETS			<u>8,717,670</u>		<u>8,697,759</u>
CAPITAL AND RESERVES					
Called up share capital	17		5,001,000		5,001,000
Retained earnings	18		<u>3,716,670</u>		<u>3,696,759</u>
SHAREHOLDERS' FUNDS			<u>8,717,670</u>		<u>8,697,759</u>
Company's profit for the financial year			<u>19,913</u>		<u>94,490</u>

The financial statements were authorised for issue by the Board of Directors on 18 MAY 2018 and were signed on its behalf by:



.....
A Krishna - Director

The notes form part of these financial statements

SAKSOFT SOLUTIONS LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2018

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 April 2017	5,001,000	(5,408,336)	(407,336)
Changes in equity			
Total comprehensive income	-	(30,283)	(30,283)
Balance at 31 March 2017	<u>5,001,000</u>	<u>(5,438,619)</u>	<u>(437,619)</u>
Changes in equity			
Total comprehensive income	-	716,167	716,167
Balance at 31 March 2018	<u>5,001,000</u>	<u>(4,722,452)</u>	<u>278,548</u>

The notes form part of these financial statements

SARKISIT SOLUTIONS LIMITED

COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2018

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 April 2016	5,001,000	3,602,269	8,603,269
Changes in equity			
Total comprehensive income	-	94,490	94,490
Balance at 31 March 2017	<u>5,001,000</u>	<u>3,696,759</u>	<u>8,697,759</u>
Changes in equity			
Total comprehensive income	-	19,913	19,913
Balance at 31 March 2018	<u>5,001,000</u>	<u>3,716,672</u>	<u>8,717,672</u>

The notes form part of these financial statements

SAKSOFT SOLUTIONS LIMITED

CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2018

	Notes	2018 £	2017 £
Cash flows from operating activities			
Cash generated from operations	1	475,431	368,723
Interest paid		-	(1,306)
Tax paid		(33,456)	(34,369)
Net cash from operating activities		<u>441,975</u>	<u>333,048</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		-	(96,018)
Interest received		<u>2,725</u>	<u>73</u>
Net cash from investing activities		<u>2,725</u>	<u>(95,945)</u>
Increase in cash and cash equivalents			
Cash and cash equivalents at beginning of year	2	444,700	237,103
		598,784	361,681
Cash and cash equivalents at end of year	2	<u>1,043,484</u>	<u>598,784</u>

The notes form part of these financial statements

SANSOFT SOLUTIONS LIMITED

**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2018**

RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS

	2018	2017
	£	£
Profit before taxation	731,435	2,561
Depreciation charges	31,223	496,764
Group balances	(907,424)	45,502
Finance costs	-	1,306
Finance income	(2,725)	(73)
	(147,491)	546,060
Decrease in trade and other debtors	269,882	215,832
Increase/(decrease) in trade and other creditors	353,040	(393,175)
Cash generated from operations	<u>475,431</u>	<u>368,723</u>

2. CASH AND CASH EQUIVALENTS

The amounts disclosed on the Cash Flow Statement in respect of cash and cash equivalents are in respect of these Balance Sheet amounts:

Year ended 31 March 2018

	31/3/18	1/4/17
	£	£
Cash and cash equivalents	<u>1,043,484</u>	<u>598,784</u>

Year ended 31 March 2017

	31/3/17	1/4/16
	£	£
Cash and cash equivalents	<u>598,784</u>	<u>361,681</u>

The notes form part of these financial statements

SASWIFT SOLUTIONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2015

1. STATUTORY INFORMATION

Saswift Solutions Limited is a private company, limited by shares, registered in England and Wales. The company's registered number and registered office address can be found on the General Information page.

ACCOUNTING POLICIES

Basis of preparing the financial statements

These financial statements have been prepared in accordance with Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Means of consolidation

The consolidated financial statements incorporate the financial statements of the company and all subsidiary undertakings. These are adjusted, where appropriate, to conform to group accounting policies. Acquisitions are accounted for under the acquisition method and goodwill on consolidation is capitalised. The results of companies acquired or disposed of are included in the profit and loss account after or up to the date that control passes respectively. As a consolidated profit and loss account is published, a separate profit and loss account for the parent company is omitted from the group financial statements by virtue of section 409 of the Companies Act 2006.

Financial Reporting framework

The financial statements of the parent company and each of its subsidiary undertakings are prepared using the same financial reporting frameworks.

Related party exemption

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", not to disclose related party transactions with wholly owned subsidiaries within the group.

Transactions between group entities which have been eliminated on consolidation are not disclosed within the financial statements.

Turnover

The turnover represents net sales of IT software, consultancy, support and training to third party customers, excluding VAT, and is predominately attributable to ordinary activities carried out in the UK.

Sales recognition

Revenue is recognised to the extent that the group obtains the right to consideration in exchange for its performance. Revenue is measured at the fair value of the consideration received, excluding discounts, rebates, VAT and other sales tax or duty. The following criteria must also be met before revenue is recognised.

Sale of software and hardware

Revenue from the sale of software and hardware is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on dispatch of goods.

Rendering of services

Revenue from the provision of services is recognised by reference to the stage of completion for fixed price projects. Stage of completion is measured by reference to project days incurred to date as a percentage of total estimated project days for each contract. Revenue from time and materials contracts is recognised as the services are rendered.

Goodwill and amortisation

Goodwill arising on acquisitions representing any excess of the fair value of the consideration given over the fair value of the identifiable assets and liabilities acquired is capitalised and written off on straight line basis over its useful economic life, up to a maximum 10 years. In estimating the useful economic life of goodwill account has been taken of the nature of the business acquired and the period over which the value of the business will remain in excess of its tangible net assets. Goodwill is reviewed for impairment at the end of the first full year following the acquisition and in other periods if events or changes in circumstances indicate that the carrying value may not be recoverable.

Intangible assets

Intangible assets are initially measured at cost. After initial recognition, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

SARADOT SOLUTIONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2018

2. ACCOUNTING POLICIES - continued

Tangible fixed assets

All tangible fixed assets are initially recorded at cost, which includes any expenses of acquisition. Provision for depreciation is made so as to write off the cost of tangible fixed assets on a straight line basis over the expected useful economic lives of the assets concerned which is considered to be:

Short leasehold	-Life of lease
Fixtures & fittings	-5 years
Computer equipment	-3 years

Good Assets costing £200 or less are written off in full in the year in which they are acquired.

The carrying values of tangible fixed assets are reviewed for impairment in periods if events or changes in circumstances indicate the carrying value may not be recoverable.

Current assets

Current Assets are valued at lower of cost and Net realisable value

Taxation

Taxation for the year comprises current and deferred tax. Tax is recognised in the Consolidated Statement of Comprehensive Income, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current taxes are recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

Research and development

Expenditure on research and development is written off in the year in which it is incurred.

Foreign currencies

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date.

Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction.

Exchange differences are taken into account in arriving at the operating profit/loss.

Financial instruments

Financial instruments are classified and accounted for according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Pension costs and other post-retirement benefits

The group operates a defined contribution pension scheme. Contributions payable to the group's pension scheme are charged to profit or loss in the period to which they relate.

Operating lease

Rentals paid under operating leases are charged to the profit and loss account on a straight line basis over the period of the lease.

SARSON SOLUTIONS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018**

2. ACCOUNTING POLICIES - continued

Going concern

After making all appropriate enquiries, the directors have a reasonable expectation that the group has adequate resources to continue in operational existence and there is no any known material uncertainties related to event or conditions that may cast significant doubt on the group's ability to continue in the foreseeable future. The directors believe that it is therefore appropriate to prepare the financial statements on a going concern basis.

3. TURNOVER

The turnover and profit before taxation are attributable to the one principal activity of the group.

An analysis of turnover by geographical market is given below:

	2018	2017
	£	£
United Kingdom	10,504,133	9,697,432
Europe	37,553	410,150
	<u>10,541,686</u>	<u>10,107,582</u>

4. EMPLOYEES AND DIRECTORS

	2018	2017
	£	£
Wages and salaries	1,383,948	1,544,273
Social security costs	173,026	182,458
Other pension costs	69,516	70,308
	<u>1,626,490</u>	<u>1,797,039</u>

The average number of employees during the year was as follows:

	2018	2017
Sales and Marketing	5	5
Consulting	12	16
Support	4	4
	<u>21</u>	<u>25</u>

	2018	2017
	£	£
Directors' remuneration	<u> </u>	<u> </u>

5. OPERATING PROFIT

The operating profit is stated after charging/(crediting):

	2018	2017
	£	£
Depreciation - owned assets	31,224	18,588
Goodwill amortisation		478,175
Foreign exchange differences	<u>(5,564)</u>	<u>(41,403)</u>

BAKSOFT SOLUTIONS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018**

6 AUDITORS' REMUNERATION

	2018	2017
	£	£
Fees payable to the company's auditors for the audit of the company's financial statements	15,990	15,500
Auditors' remuneration for non audit work	<u>4,501</u>	<u>5,156</u>

INTEREST PAYABLE AND SIMILAR EXPENSES

	2018	2017
	£	£
Other interest	<u>-</u>	<u>1,306</u>

8 TAXATION

Analysis of the tax charge

The tax charge on the profit for the year was as follows:

	2018	2017
	£	£
Current tax:		
UK corporation tax	<u>15,268</u>	<u>32,844</u>
Tax on profit	<u>15,268</u>	<u>32,844</u>

Reconciliation of total tax charge included in profit and loss

The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below:

	2018	2017
	£	£
Profit before tax	<u>751,435</u>	<u>2,561</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2017 - 20%)	138,973	512
Effects of:		
Expenses not deductible for tax purposes	437	592
Capital allowances in excess of depreciation	-	(22,434)
Depreciation in excess of capital allowances	551	-
Utilisation of tax losses	(124,693)	(41,461)
Consolidation adjustment	<u>-</u>	<u>95,635</u>
Total tax charge	<u>15,268</u>	<u>32,844</u>

9 INDIVIDUAL STATEMENT OF COMPREHENSIVE INCOME

As permitted by Section 408 of the Companies Act 2006, the Statement of Comprehensive Income of the parent company is not presented as part of these financial statements.

SAKSOFT SOLUTIONS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018**

10. INTANGIBLE FIXED ASSETS

Group	Goodwill £
COST	
At 1 April 2017	6,404,282
Disposals	<u>(6,404,282)</u>
At 31 March 2018	—
AMORTISATION	
At 1 April 2017	6,404,282
Eliminated on disposal	<u>(6,404,282)</u>
At 31 March 2018	—
NET BOOK VALUE	
At 31 March 2018	<u>—</u>
At 31 March 2017	<u>—</u>

11. TANGIBLE FIXED ASSETS

Group	Short leasehold £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 April 2017 and 31 March 2018	<u>47,751</u>	<u>7,360</u>	<u>493,436</u>	<u>548,547</u>
DEPRECIATION				
At 1 April 2017	2,119	1,825	456,561	460,505
Charge for year	<u>9,550</u>	<u>(164)</u>	<u>21,838</u>	<u>31,224</u>
At 31 March 2018	<u>11,669</u>	<u>1,661</u>	<u>478,399</u>	<u>491,729</u>
NET BOOK VALUE				
At 31 March 2018	<u>36,082</u>	<u>5,699</u>	<u>15,037</u>	<u>56,818</u>
At 31 March 2017	<u>45,632</u>	<u>5,535</u>	<u>36,875</u>	<u>88,042</u>

SALSOFT SOLUTIONS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS continued
FOR THE YEAR ENDED 31 MARCH 2018**

12. FIXED ASSET INVESTMENTS

Investments

Company

Cost

At 1 April 2016 and 31 March 2017

£
11,103,754

Details of the investments in which the company (unless indicated) holds 20% or more of the nominal value of any class of share capital are as follows:

Subsidiary undertaking	Type	Country of incorporation	Nominal value held	Proportion of total voting rights %	Nature of business
Acuma Solutions Ltd	Ordinary shares	United Kingdom	100	100	Special system integrator
Acuma Software Ltd	Ordinary shares	United Kingdom	100	100	Development and provision of software

Shares in subsidiary undertakings are directly owned by the company unless stated otherwise and there were no changes in ownership since last year.

13. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Trade debtors	1,686,066	1,968,173	6	18,625
Deferred cost of sales	1,485,463	1,477,968	-	-
Amounts owed by group undertakings	297,133	-	-	-
Other debtors	22,833	37,472	3,262	96,990
Tax	610	-	-	-
VAT	55,779	-	-	4,375
Prepayments	59,784	96,205	-	-
	<u>3,607,679</u>	<u>3,579,818</u>	<u>3,268</u>	<u>119,990</u>

14. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Trade creditors	1,614,314	1,577,284	-	9,841
Amounts owed to group undertakings	116,813	427,105	-	-
Tax	15,267	37,845	4,671	23,622
Social security and other taxes	58,769	48,447	9,224	6,824
VAT	-	22,556	22,892	-
Other creditors	350,433	450,055	13,255	19,590
Accruals and deferred income	1,689,441	1,461,585	-	-
Accrued expenses	223,531	248,371	-	-
	<u>4,053,618</u>	<u>4,028,248</u>	<u>50,042</u>	<u>59,877</u>

SAKSOFT SOLUTIONS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018**

15. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Preference shares (see note 16)	376,015	676,015	376,015	676,015
Amounts owed to group undertakings	-	-	2,070,425	1,867,378
	<u>376,015</u>	<u>676,015</u>	<u>2,446,440</u>	<u>2,543,393</u>

16. LOANS

An analysis of the maturity of loans is given below:

	Group		Company	
	2018	2017	2018	2017
	£	£	£	£
Amounts falling due in more than five years	-	-	-	-
Repayable otherwise than by instalments	-	-	-	-
Preference shares	<u>376,015</u>	<u>676,015</u>	<u>376,015</u>	<u>676,015</u>

Details of shares shown as liabilities are as follows:

Allotted, issued and fully paid:		Nominal value:	2018	2017
Number:	Class:		£	£
376,015	Redeemable preference shares	£1.00	<u>376,015</u>	<u>676,015</u>

Redeemable Preference shares are entitled to fixed cumulative preferential dividend on each share at the rate of 5% per annum payable on 31 March 2018 and annually thereafter. These shares carry no voting rights.

The holders of the Redeemable Preference shares have waived their rights to the dividends for the year ended 31 March 2018.

The Preference shares are redeemable by 31 March 2020.

17. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	2018	2017
Number:	Class:		£	£
5,001,000	Ordinary shares	£1.00	<u>5,001,000</u>	<u>5,001,000</u>

18. RESERVES

Group		Retained earnings
		£
At 1 April 2017		(5,438,619)
Profit for the year		<u>716,167</u>
At 31 March 2018		<u>(4,722,452)</u>

SAKSOFT SOLUTIONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 MARCH 2018

18. RESERVES - continued

Company

	Retained earnings £
At 1 April 2017	3,696,757
Profit for the year	<u>19,913</u>
At 31 March 2018	<u>3,716,670</u>

19. PENSION COMMITMENTS

The group makes contributions to the personal pension schemes of its employees. The unpaid contributions outstanding at the year end included in creditors are £5,571 (2017: £8,665). These amounts were paid during April 2018.

20. ULTIMATE PARENT COMPANY

The directors consider the immediate undertaking, ultimate parent undertaking and controlling party to be Saksoft Limited, a company incorporated in India.

The largest group of which the company is a member, and for which consolidated financial statements are prepared, is that group headed by Saksoft Limited. Copies of the group financial statements can be obtained from:

40 SF Infocity 2nd Floor,
Dr V CR Sanki,
PCC, ngudi, Chennai
600096
India.

The smallest group of which the company is a member, and for which consolidated financial statements are prepared, is that group headed by Saksoft Solutions Limited. Copies of the group financial statements can be obtained from:

Applicon House
Exchange Street
Stockport
SK3 9FY

21. OTHER FINANCIAL COMMITMENTS

The company has entered into a Composite Accounting agreement dated 01/10/2015. Each participating company has provided a guarantee to the bank that the bank is authorised to allow set-off for interest purposes and in certain circumstances to seize credit balances and apply them in reduction of liabilities including debit balances within the Composite Accounting System.

22/04/2015 - Debiture on the banks standard term

16/11/2015 - Cross guarantee and debiture between Saksoft Solutions Limited

01/10/2015 - Unlimited guarantee given by Saksoft Solutions Limited.

SAKSOFT SOLUTIONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2018

22. RELATED PARTY DISCLOSURES

The company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 (The Financial Reporting Standard applicable in the UK and Republic of Ireland), not to disclose related party transactions with wholly owned subsidiaries within the group.

	2018	2017
	£	£
Debtors due within one year [Note 15]		
Saksoft Inc	297,133	-
Creditors due within one year		
DrumCribb Effect	30,030	-
Three Sixty Logica	50,025	221,967
Saksoft Limited	36,758	205,137

SHARRET SOLUTIONS LIMITED

**CONSOLIDATED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2018**

	2018		2017	
	£	£	£	£
Sales		10,541,686		10,107,582
Cost of sales				
Purchases	2,738,717		2,594,543	
Sub contractors	4,002,865		3,554,304	
Consultancy fees	833,691		838,255	
		<u>7,577,273</u>		<u>6,987,102</u>
GROSS PROFIT		2,964,413		3,120,480
Other income				
Other income			13,556	
Deposit account interest	431		73	
Other interest receivable	2,294		-	
		<u>2,725</u>		<u>13,629</u>
		2,967,138		3,134,109
Expenditure				
Wages	1,383,948		1,544,273	
Social security	173,926		182,458	
Pensions	69,515		70,308	
Rent & service charges	114,406		169,078	
Rates and water	25,903		52,566	
Insurance	11,555		18,039	
Light and heat	8,539		10,434	
Staff Welfare	30,713		24,887	
Dilapidation			65,000	
Telephone	31,194		74,479	
Post and stationery	7,365		7,100	
Advertising	15,761		19,732	
Travelling	138,733		110,711	
Motor expenses	12,662		8,859	
Repairs and renewals	20,838		21,490	
Subscription & Donation	11,195		12,280	
Sundry expenses	120		60	
Recruitment	576		14,375	
Training	21,247		6,275	
Legal fees	83,159		232,223	
Auditors' remuneration	15,900		15,500	
Auditors' remuneration for non audit work	4,501		5,156	
Foreign exchange losses	(5,564)		(41,403)	
Amortisation of intangible fixed assets				
Goodwill			478,175	
Entertainment	2,201		2,962	
		<u>2,197,594</u>		<u>3,105,017</u>
		769,544		29,092
Finance costs				
Bank charges	6,886		5,636	
Other interest			1,306	
		<u>6,886</u>		<u>7,942</u>
Carried forward		752,658		21,150

This page does not form part of the statutory financial statements

SANSOFT SOLUTIONS LIMITED

CONSOLIDATED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2018

	2018	2017
	£	£
brought forward	752,658	21,150
Depreciation		
Equipment, fixtures & fittings and Leasehold improvements	<u>31,223</u>	<u>18,589</u>
NET PROFIT	<u><u>731,435</u></u>	<u><u>2,561</u></u>

This page does not form part of the statutory financial statements