

**SAKSOFT LIMITED**

**SEBI AUDIT REPORT - STANDALONE**

**FOR FY 2021-2022**

**R.G.N. Price & Co.,  
Chartered Accountants**

# R.G.N. PRICE & CO., CHARTERED ACCOUNTANTS

**Phone** : 28413633 & 28583494  
**E-Mail** : price@rgnprice.com  
**Offices at** : Mumbai, Bengaluru,  
Kochi, Kollam & Kozhikode

Simpson's Buildings,  
861, Anna Salai,  
Chennai - 600 002.

26<sup>th</sup> May 2022

## **INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF M/S SAKSOFT LIMITED**

### **Report on the audit of Standalone financial results**

We have audited the accompanying standalone quarterly financial results of Saksoft Limited ("the Company") for the quarter ended 31<sup>st</sup> March 2022 and the year-to-date results for the year from 1<sup>st</sup> April 2021 to 31<sup>st</sup> March 2022 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations")

### **Opinion**

In our opinion and to the best of our information and according to the explanations given to us, these standalone financial results:

1. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard, and
2. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting policies generally accepted in India of the net profit and total comprehensive income and other financial information for the quarter ended 31<sup>st</sup> March 2022, as well as the year to date results for the year ended 31<sup>st</sup> March 2022.

### **Basis of 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 on the standalone financial statements.

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

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities, selection and application of appropriate accounting policies, making judgments and estimates that are reasonable and prudent, and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

### **Auditor's Responsibility**

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 audit report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing will always detect a material misstatement where it exists. Mis-statements 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 standalone financial statements.

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

- Identify and assess the risks of material misstatement of the 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 an adequate internal financial controls system in place and 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 report to the related disclosures in the standalone 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 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 standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone 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 standalone 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.

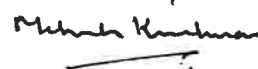
We also provide, those charged with governance, with a statement that we have complied with relevant ethical requirements regarding independence, and communicate to them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



## Other Matters

The Statement includes the results for the quarter ended 31<sup>st</sup> March 2022, being the balancing figure between the audited figures for in respect of the full financial year ended 31<sup>st</sup> March 2022 and the published unaudited year-to-date financial results up to 31<sup>st</sup> December 2021, being the end date of the third quarter of the current financial year, which was subject to limited review by us, as required under the Listing Regulations. Our opinion on the standalone financial results is not modified in respect of the above matter.

For R.G.N. Price & Co.,  
Chartered Accountants  
Firm Registration No.002785S



Mahesh Krishnan  
Partner

M.No.206520

UDIN:22206520AJPX4Q5189



**SAKSOFT LIMITED**  
**CIN: L72200TN1999PLC054429**  
**Regd & Corp. Office : Global Infocity Park, 2nd Floor , Block- A , No 40 Dr MGR Salai , Kandanchavadi , Perungudi, Chennai - 600 096 , Ph: +91-44-24543500**  
**Email : investorqueries@saksoft.co.in ; website: www.saksoft.com**  
**Statement of Audited Standalone Financial Results for the Quarter and Year Ended March 31, 2022.**

( Rs. In Lakhs )

Particulars	Quarter ended 31.03.2022	Quarter ended 31.12.2021	Quarter ended 31.03.2021	Year ended 31.03.2022	Year ended 31.03.2021
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
<b>1. Income from Operations</b>					
a. Net Sales/Income from Operations	4,318.04	4,316.06	3,103.26	15,987.50	12,559.81
b. Other Income	898.72	34.18	(18.02)	1,276.77	72.96
<b>Total Income (a+b)</b>	<b>5,216.76</b>	<b>4,350.24</b>	<b>3,085.24</b>	<b>17,264.27</b>	<b>12,632.77</b>
<b>2. Expenses</b>					
a. Employee benefits expense	2,647.25	2,575.02	1,944.73	9,916.60	7,577.06
b. Depreciation and amortisation expense	107.00	111.59	95.90	424.17	393.42
c. Support / Third party charges	675.48	560.32	226.35	1,995.91	932.90
d. Finance Costs	46.15	46.31	59.42	207.10	270.61
e. Other expenses	343.31	374.38	353.40	1,268.07	938.69
<b>Total Expenses (a+b+c+d+e)</b>	<b>3,819.19</b>	<b>3,667.62</b>	<b>2,679.80</b>	<b>13,811.85</b>	<b>10,112.68</b>
<b>3. Profit before exceptional items and tax ( 1-2)</b>	<b>1,397.57</b>	<b>682.62</b>	<b>405.44</b>	<b>3,452.42</b>	<b>2,520.09</b>
<b>4. Exceptional Items</b>	-	-	-	-	-
<b>5. Profit from ordinary activities before tax (3-4)</b>	<b>1,397.57</b>	<b>682.62</b>	<b>405.44</b>	<b>3,452.42</b>	<b>2,520.09</b>
<b>6. Extraordinary Items</b>	-	-	-	-	-
<b>7. Net Profit before tax (5-6)</b>	<b>1,397.57</b>	<b>682.62</b>	<b>405.44</b>	<b>3,452.42</b>	<b>2,520.09</b>
<b>8. Tax Expense</b>	258.40	178.12	107.96	730.10	639.48
<b>9. Net Profit for the period (7-8)</b>	<b>1,139.17</b>	<b>504.50</b>	<b>297.48</b>	<b>2,722.32</b>	<b>1,880.61</b>
<b>10. Other Comprehensive Income</b>					
a) (i) Items that will not be reclassified to Profit or Loss net of tax	8.51	13.56	(10.51)	42.36	20.88
b) (i) Items that will be reclassified to Profit or Loss net of tax	(8.90)	13.85	39.66	26.64	11.33
<b>Total Other Comprehensive Income (a) + (b)</b>	<b>(0.39)</b>	<b>27.41</b>	<b>29.15</b>	<b>69.00</b>	<b>32.21</b>
<b>Total Comprehensive Income for the period ( 9+10)</b>	<b>1,138.78</b>	<b>531.91</b>	<b>326.63</b>	<b>2,791.32</b>	<b>1,912.82</b>
<b>11. Paid-up Equity Share Capital of Rs.10/- each</b>	<b>1,053.90</b>	<b>1,053.90</b>	<b>1,049.00</b>	<b>1,053.90</b>	<b>1,049.00</b>
<b>12.(i) Earnings Per Share (in Rs) before extraordinary items</b>					
a) Basic	10.82	4.80	2.83	25.89	17.94
b) Diluted	10.48	4.63	2.71	25.09	17.59
	(not annualised)	(not annualised)	(not annualised)	(Annualised)	(Annualised)
<b>(ii) Earnings Per Share (in Rs) after extraordinary items</b>					
a) Basic	10.82	4.80	2.83	25.89	17.94
b) Diluted	10.48	4.63	2.71	25.09	17.59
	(not annualised)	(not annualised)	(not annualised)	(Annualised)	(Annualised)



<b>Standalone Statement of Assets and Liabilities</b>		(Rs. In Lakhs )	
	As at 31.03.2022	As at 31.03.2021	
<b>ASSETS</b>	<b>Audited</b>	<b>Audited</b>	
<b>Non-Current Assets</b>			
(a)Property, plant and equipment	364.10	148.82	
(b) Right of use assets	588.83	662.60	
(c)Other Intangible assets	13.67	12.29	
(d)Financial Assets:			
(i)Investments	11,725.39	11,725.39	
(ii)Loan	2.50	2.75	
(iii)Others	140.87	150.28	
(e)Deferred Tax Assets (Net)	239.79	228.39	
(f)Other Non-Current Assets	24.90	-	
<b>Sub Total Non-Current Assets</b>	<b>13,100.05</b>	<b>12,930.52</b>	
<b>Current Assets</b>			
(a)Financial Assets:			
(i)Trade and other receivables	2,218.02	1,636.63	
(ii)Cash & Cash Equivalents	1,037.72	1,509.08	
(iii)Loan	2.93	2.24	
(iv)Others	932.06	492.61	
(b)Current Tax Assets (Net of provisions)	452.13	319.00	
(c)Other Current Assets	203.94	149.90	
<b>Sub Total Current Assets</b>	<b>4,846.80</b>	<b>4,109.46</b>	
<b>Total Assets</b>	<b>17,946.85</b>	<b>17,039.98</b>	
<b>EQUITY AND LIABILITIES:</b>			
<b>EQUITY :</b>			
Equity Share Capital	1,053.90	1,049.00	
Other Equity	14,082.17	11,767.71	
<b>Sub Total Equity</b>	<b>15,136.07</b>	<b>12,816.71</b>	
<b>LIABILITIES:</b>			
Non-current Liabilities:			
(a)Financial Liabilities			
(i)Borrowings	-	2,000.00	
(ii) Lease liability	328.25	400.10	
(b) Provisions	368.64	321.10	
<b>Sub total Non Current Liabilities</b>	<b>696.89</b>	<b>2,721.20</b>	
<b>Current Liabilities</b>			
(a)Financial Liabilities			
(i)Borrowings	-	-	
(ii) Lease liability	276.13	271.76	
(iii)Trade Payables			
Total outstanding dues of micro enterprises and small enterprises	88.68	31.96	
Total outstanding dues of creditors other than micro enterprises and small enterprises	393.93	284.83	
(iv) Other financial liabilities	6.58	5.72	
(b)Other Current Liabilities	861.78	577.22	
(c)Provisions	486.79	330.58	
<b>Sub Total current Liabilities</b>	<b>2,113.89</b>	<b>1,502.07</b>	
<b>Total Equity and Liabilities</b>	<b>17,946.85</b>	<b>17,039.98</b>	




Statement of Cash Flow for the period April 2021 to March 2022		
Particulars	Year Ended 31-Mar-2022	Year Ended 31-Mar-2021
<b>A. Cash Flow from Operating Activities:</b>		
Profit before tax:	3,452.42	2,520.09
<b>Adjustments for:</b>		
Depreciation & amortisation	424.17	393.42
Expenses on employee stock based compensation	39.19	36.73
(Profit)/Loss on sale of Investments	-	-
Interest and other Income	(0.20)	(0.20)
Dividend Income	(1,215.30)	-
Interest and Finance charges	207.16	270.61
Derivative Accounting- Hedge reserve movement	-	-
Net actuarial gain / loss on defined benefit plan	56.60	-
<b>Operating Profit before Working Capital / Other Changes</b>	<b>2,964.05</b>	<b>3,220.65</b>
(Increase) / Decrease in Trade receivables	(581.39)	51.92
(Increase) / Decrease in Other Assets	(509.32)	52.99
Increase / (Decrease) in Trade Payables	165.70	11.86
Increase / (Decrease) in Other liabilities	217.96	168.24
Increase / (Decrease) in Provisions	139.31	379.09
<b>Cash Generated From Operations</b>	<b>2,396.30</b>	<b>3,884.75</b>
Income tax paid	(874.44)	(758.51)
<b>Net Cash Flow from Operating Activities</b>	<b>1,521.86</b>	<b>3,126.24</b>
<b>B. Cash Flow from Investing Activities:</b>		
Purchase of Property, Plant and Equipment	(562.17)	(620.97)
Proceeds from sale of Property, Plant and Equipment	4.17	-
Purchase of Intangible assets	(6.79)	(3.20)
Interest and other Income	0.20	0.20
Sale / (Purchase) of Non current Investments , (net)	-	-
Dividend income Received	1,215.30	-
<b>Net Cash Used in Investing Activities</b>	<b>650.71</b>	<b>(623.97)</b>
<b>C. Cash Flow from Financing Activities:</b>		
Proceeds/ (repayment) of borrowings	(2,000.00)	(554.95)
Interest and Finance charges	(131.81)	(270.61)
Surplus on account of amalgamation	-	-
Proceeds from allotment of shares	-	-
Dividend paid (including Dividend Distribution Tax)	(578.77)	(262.25)
Payment of Lease liabilities	-	-
ESOP Exercised	66.65	22.76
<b>Net Cash Used in Financing Activities</b>	<b>(2,643.93)</b>	<b>(1,065.05)</b>
<b>Net Increase/ (Decrease) in Cash and Cash Equivalents [A+B+C]</b>	<b>(471.36)</b>	<b>1,437.22</b>
<b>Cash and Cash Equivalents at the Beginning of the Year</b>	<b>1,509.08</b>	<b>71.86</b>
<b>Cash and Cash Equivalents as at End of the Year</b>	<b>1,037.72</b>	<b>1,509.08</b>





1. The audited standalone financial statements for the quarter and year ended March 31, 2022 were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 26, 2022 and have been subject to audit by the Statutory Auditors of the Company. The above results have been prepared in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.
2. The audited standalone segment information has been prepared in line with the review of operating results by the chief operating decision maker (CODM). The CODM has considered only IT Business as the operating segment in accordance with Ind AS 108.
3. The Company has opted to publish only consolidated financial results. The Standalone results of the Company will be available on the Company's website [www.saksoft.com](http://www.saksoft.com) and on the websites of NSE ([www.nseindia.com](http://www.nseindia.com)) and BSE ([www.bseindia.com](http://www.bseindia.com)).
4. The company at its Board Meeting held on 26th May 2022 has proposed a final dividend of Rs. 3.00/- per equity share (30%) of face value Rs.10 each fully paid up subject to approval of the shareholders at the ensuing Annual General Meeting. This is in addition to the interim dividend of Rs. 3.00/- per share declared in November 2021.
5. The results for the quarter ended March 31, 2022 are the balancing figures between the audited figures in respect of the full financial year and the published unaudited year end figures for the nine months ended December 31, 2021 which were subject to limited review by the statutory auditors of the company.
6. Tax expense includes current and deferred taxes.

**For and on behalf of the Board of Directors**



**Aditya Krishna**  
**Chairman & Managing Director**

**Place: Chennai**  
**Date: May 26, 2022**

