

GROUP STRATEGIC REPORT, REPORT OF THE DIRECTORS AND
AUDITED CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023
FOR
SAKSOFT SOLUTIONS LIMITED

SAKSOFT SOLUTIONS LIMITED

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FOR THE YEAR ENDED 31 MARCH 2023**

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SAKSOFT SOLUTIONS LIMITED

COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2023

DIRECTORS: A Krishna
N Ganeriwala
V Babu
Ms A Krishna

SECRETARY: M Venkatramanan

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

SAKSQFT SOLUTIONS LIMITED

GROUP STRATEGIC REPORT FOR THE YEAR ENDED 31 MARCH 2023

The directors present their strategic report of the company and the group for the year ended 31 March 2023.

REVIEW OF BUSINESS

The Company continues to provide services to select clients in the utility space and doubles up as a set up to provide resources drawing from its large offshore talent pool for the UK market directly and through its subsidiary. The company has maintained a sustainable relationship with its clients resulting in extension of service contracts continually.

The Company seeks to secure new client wins to expand its services in the UK and work in tandem with its subsidiary to propose strategic delivery models for its clients.

The Company is the immediate parent of its UK subsidiary Acuma Solutions Limited. It lends required support to its subsidiary in terms of resourcing needs by tapping skills from its fellow group members and extend onshore pricing advantage to clients

The Company is also looking to identify opportunities with its existing clients and amongst the group in the professional Services space for supplying skills and resources to potential Client requirements.

The Company was incorporated as a special purpose vehicle for acquisition and investment purposes. It is keen to explore the investment and funding opportunities at a group level with the funds at its disposal for generating income and aid in the growth and achievement of group objectives.

Year ended	Turnover	Profits after tax	
			EBITDA
2023	17,058,063	1,320,113	1,495,660
2022	14,325,755	1,160,288	1,182,137
2021	12,219,270	1,063,623	1,102,832
2020	10,166,177	382,916	404,872
2019	11,237,695	631,902	684,627

The results for the year and financial position of the company are shown in the annexed financial statements.

Acuma Solutions Limited

The profits after tax for the year amounted to £1,348,381 [2022: £1,184,787].

SAKSOFT SOLUTIONS LIMITED

GROUP STRATEGIC REPORT
FOR THE YEAR ENDED 31 MARCH 2023

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 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 Credit-card facility of £30,000 and the following undrawn credit facilities:

- 1) Overdraft facility: £400,000 and;
- 2) Foreign Exchange marginal risk facility: £150,000.

ON BEHALF OF THE BOARD:



.....
A Krishna - Director

Date: 24 MAY 2023

SAKSOFT SOLUTIONS LIMITED

REPORT OF THE DIRECTORS **FOR THE YEAR ENDED 31 MARCH 2023**

The directors present their report with the financial statements of the company and the group for the year ended 31 March 2023.

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 2023.

The directors have not recommended a dividend for the year ended 31st March 2022.

DIRECTORS

The directors shown below have held office during the whole of the period from 1 April 2022 to the date of this report.

A Krishna
N Ganeriwala
V Babu

Other changes in directors holding office are as follows:

Ms A Krishna - appointed 25 May 2022

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 or she ought to have taken as a director in order to make himself or herself aware of any relevant audit information and to establish that the group's auditors are aware of that information.

SAKSOFT SOLUTIONS LIMITED

REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 MARCH 2023

AUDITORS

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

ON BEHALF OF THE BOARD:



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A Krishna - Director

Date: 24 MAY 2023

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 2023 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).

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 2023 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

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the group's and the parent company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

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, except to the extent otherwise explicitly stated in our report, 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 we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. 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.

Opinions 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.

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

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.

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.

Auditors' 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.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- Enquiries of management, concerning the company's policies and procedures relating to:

* Identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance

* Detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud.

- Discussions among the engagement team regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. We also obtained an understanding of the legal and regulatory frameworks that the company operates in.

- Performed analytical review procedures to identify any unusual transactions or relationships
- Tested journal entries to identify any unusual transactions.
- Reviewed and tested material accounting estimates for reasonableness.
- Reviewed for appropriateness and reasonableness of accounting policies used.

As a result of performing the above, we did not identify any key audit matters related to the potential risk of fraud or non-compliance.

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.

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

Use of our report

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.

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



Date: 24th May 2023.....

SAKSOFT SOLUTIONS LIMITED**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**
FOR THE YEAR ENDED 31 MARCH 2023

	Notes	2023 £	2022 £
TURNOVER	3	17,058,063	14,325,755
Cost of sales		<u>13,801,032</u>	<u>11,490,303</u>
GROSS PROFIT		3,257,031	2,835,452
Administrative expenses		<u>1,940,459</u>	<u>1,772,961</u>
		1,316,572	1,062,491
Other operating income		<u>86,080</u>	<u>103,580</u>
OPERATING PROFIT	5	1,402,652	1,166,071
Interest receivable and similar income		<u>83,691</u>	<u>5,717</u>
PROFIT BEFORE TAXATION		1,486,343	1,171,788
Tax on profit	7	<u>166,230</u>	<u>11,500</u>
PROFIT FOR THE FINANCIAL YEAR		1,320,113	1,160,288
OTHER COMPREHENSIVE INCOME		<u>-</u>	<u>-</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>1,320,113</u>	<u>1,160,288</u>
Profit attributable to: Owners of the parent		<u>1,320,113</u>	<u>1,160,288</u>
Total comprehensive income attributable to: Owners of the parent		<u>1,320,113</u>	<u>1,160,288</u>

The notes form part of these financial statements

SAKSOFT SOLUTIONS LIMITED (REGISTERED NUMBER: 05936122)

CONSOLIDATED BALANCE SHEET
31 MARCH 2023

	Notes	2023		2022	
		£	£	£	£
FIXED ASSETS					
Tangible assets	9		12,029		7,072
Investments	10		<u>-</u>		<u>-</u>
			12,029		7,072
CURRENT ASSETS					
Debtors	11	6,780,381		7,320,994	
Cash at bank and in hand		<u>4,657,000</u>		<u>1,902,696</u>	
		11,437,381		9,223,690	
CREDITORS					
Amounts falling due within one year	12	<u>6,612,018</u>		<u>5,713,483</u>	
NET CURRENT ASSETS			<u>4,825,363</u>		<u>3,510,207</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>4,837,392</u>		<u>3,517,279</u>
CAPITAL AND RESERVES					
Called up share capital	15		5,001,000		5,001,000
Retained earnings	16		<u>(163,608)</u>		<u>(1,483,721)</u>
SHAREHOLDERS' FUNDS			<u>4,837,392</u>		<u>3,517,279</u>

The financial statements were authorised for issue by the Board of Directors and authorised for issue on 24 May 2023 and were signed on its behalf by:




.....
A Krishna - Director

The notes form part of these financial statements

COMPANY BALANCE SHEET
31 MARCH 2023

	Notes	2023		2022	
		£	£	£	£
FIXED ASSETS					
Tangible assets	9		-		-
Investments	10		<u>11,103,753</u>		<u>11,103,753</u>
			11,103,753		11,103,753
CURRENT ASSETS					
Debtors	11	71,427		202,093	
Cash at bank		<u>288,946</u>		<u>140,665</u>	
		360,373		342,758	
CREDITORS					
Amounts falling due within one year	12	<u>82,380</u>		<u>82,859</u>	
NET CURRENT ASSETS			<u>277,993</u>		<u>259,899</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			11,381,746		11,363,652
CREDITORS					
Amounts falling due after more than one year	13		<u>441,342</u>		<u>1,464,231</u>
NET ASSETS			<u>10,940,404</u>		<u>9,899,421</u>
CAPITAL AND RESERVES					
Called up share capital	15		5,001,000		5,001,000
Retained earnings	16		<u>5,939,404</u>		<u>4,898,421</u>
SHAREHOLDERS' FUNDS			<u>10,940,404</u>		<u>9,899,421</u>
Company's profit for the financial year			<u>1,040,983</u>		<u>1,044,751</u>

The financial statements were authorised for issue by the Board of Directors and authorised for issue on 24 MAY 2023 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 2023

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 April 2021	5,001,000	(2,644,009)	2,356,991
Changes in equity			
Total comprehensive income	<u>-</u>	<u>1,160,288</u>	<u>1,160,288</u>
Balance at 31 March 2022	<u>5,001,000</u>	<u>(1,483,721)</u>	<u>3,517,279</u>
Changes in equity			
Total comprehensive income	<u>-</u>	<u>1,320,113</u>	<u>1,320,113</u>
Balance at 31 March 2023	<u>5,001,000</u>	<u>(163,608)</u>	<u>4,837,392</u>

The notes form part of these financial statements

SAKSOFT SOLUTIONS LIMITED

COMPANY STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2023

	Called up share capital £	Retained earnings £	Total equity £
Balance at 1 April 2021	5,001,000	3,853,670	8,854,670
Changes in equity			
Total comprehensive income	-	<u>1,044,751</u>	<u>1,044,751</u>
Balance at 31 March 2022	<u>5,001,000</u>	<u>4,898,421</u>	<u>9,899,421</u>
Changes in equity			
Total comprehensive income	-	<u>1,040,983</u>	<u>1,040,983</u>
Balance at 31 March 2023	<u>5,001,000</u>	<u>5,939,404</u>	<u>10,940,404</u>

The notes form part of these financial statements

SAKSOF SOLUTIONS LIMITED

CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2023

	Notes	2023 £	2022 £
Cash flows from operating activities			
Cash generated from operations	1	2,684,886	(885,904)
Tax paid		<u>-</u>	<u>(13,621)</u>
Net cash from operating activities		<u>2,684,886</u>	<u>(899,525)</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(14,273)	(7,524)
Interest received		<u>83,691</u>	<u>5,717</u>
Net cash from investing activities		<u>69,418</u>	<u>(1,807)</u>
Increase/(decrease) in cash and cash equivalents			
Cash and cash equivalents at beginning of year	2	1,902,696	2,804,028
Cash and cash equivalents at end of year	2	<u>4,657,000</u>	<u>1,902,696</u>

The notes form part of these financial statements

SAKSOFT SOLUTIONS LIMITED**NOTES TO THE CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2023****1. RECONCILIATION OF PROFIT BEFORE TAXATION TO CASH GENERATED FROM OPERATIONS**

	2023 £	2022 £
Profit before taxation	1,486,343	1,171,788
Depreciation charges	9,316	10,349
Finance income	<u>(83,691)</u>	<u>(5,717)</u>
	1,411,968	1,176,420
Decrease/(increase) in trade and other debtors	1,318,446	(2,636,406)
(Decrease)/increase in trade and other creditors	<u>(45,528)</u>	<u>574,082</u>
Cash generated from operations	<u><u>2,684,886</u></u>	<u><u>(885,904)</u></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 2023

	31/3/23 £	1/4/22 £
Cash and cash equivalents	<u>4,657,000</u>	<u>1,902,696</u>

Year ended 31 March 2022

	31/3/22 £	1/4/21 £
Cash and cash equivalents	<u>1,902,696</u>	<u>2,804,028</u>

3. ANALYSIS OF CHANGES IN NET FUNDS

	At 1/4/22 £	Cash flow £	At 31/3/23 £
Net cash			
Cash at bank and in hand	<u>1,902,696</u>	<u>2,754,304</u>	<u>4,657,000</u>
	<u>1,902,696</u>	<u>2,754,304</u>	<u>4,657,000</u>
Total	<u><u>1,902,696</u></u>	<u><u>2,754,304</u></u>	<u><u>4,657,000</u></u>

The notes form part of these financial statements

SAKSOFT SOLUTIONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31 MARCH 2023**

1. STATUTORY INFORMATION

Saksoft 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.

2. 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.

Basis 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 408 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.

Significant judgements and estimates

Key sources of estimation uncertainty and judgements : The preparation of financial statements in conformity with generally accepted accounting practice requires management to make estimates and judgement that affect the reported amounts of assets and liabilities as well as the disclosure of contingent assets and liabilities at the balance sheet date and the reported amounts of revenues and expenses during the reported period.

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023**

2. ACCOUNTING POLICIES - continued

Turnover

The turnover represents net sales of IT software, consultancy, support, expense re-charges 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.

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	-2 years

Fixed Assets costing £ 500 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 tax is 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.

SAKSOFT SOLUTIONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MARCH 2023**

2. ACCOUNTING POLICIES - continued

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.

Going concern

The financial statements have been prepared on a going concern basis on the assumption that the company will continue to trade in the foreseeable future. The Company Directors having made appropriate enquiries consider that adequate resources exist for the Company to continue in operational existence for the foreseeable future and with the continued support of the company's shareholder, the company will be able to meet its liabilities as they fall due for payment. Therefore, the directors are of the opinion that it is appropriate to adopt the going concern basis in preparing the financial statements.

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:

	2023	2022
	£	£
United Kingdom	16,314,965	13,839,684
Europe	<u>743,098</u>	<u>486,071</u>
	<u>17,058,063</u>	<u>14,325,755</u>

SAKSOFT SOLUTIONS LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023****4. EMPLOYEES AND DIRECTORS**

	2023	2022
	£	£
Wages and salaries	1,271,988	1,084,580
Social security costs	157,494	136,155
Other pension costs	51,627	62,319
	<u>1,481,109</u>	<u>1,283,054</u>

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

	2023	2022
Sales and Marketing	9	5
Consulting	11	11
Support	<u>6</u>	<u>4</u>
	<u>26</u>	<u>20</u>

	2023	2022
	£	£
Directors' remuneration	<u>-</u>	<u>-</u>

5. OPERATING PROFIT

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

	2023	2022
	£	£
Depreciation - owned assets	9,316	10,350
Foreign exchange differences	<u>(20,058)</u>	<u>24,509</u>

6. AUDITORS' REMUNERATION

	2023	2022
	£	£
Fees payable to the company's auditors for the audit of the company's financial statements	18,250	16,413
Auditors' remuneration for non audit work	<u>3,508</u>	<u>11,423</u>

7. TAXATION**Analysis of the tax charge**

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

	2023	2022
	£	£
Current tax: UK corporation tax	<u>166,230</u>	<u>11,500</u>
Tax on profit	<u>166,230</u>	<u>11,500</u>

SAKSOFT SOLUTIONS LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023****7. TAXATION - continued****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:

	2023 £	2022 £
Profit before tax	<u>1,486,343</u>	<u>1,171,788</u>
Profit multiplied by the standard rate of corporation tax in the UK of 19% (2022 - 19%)	282,405	222,640
Effects of:		
Expenses not deductible for tax purposes	282	-
Capital allowances in excess of depreciation	(3,762)	(1,910)
Utilisation of tax losses	(34,312)	(209,230)
Adjustments to tax charge in respect of previous periods	(23,927)	-
Consolidation adjustment	7,957	-
RDEC	<u>(62,413)</u>	<u>-</u>
Total tax charge	<u>166,230</u>	<u>11,500</u>

8. INDIVIDUAL STATEMENT OF COMPREHENSIVE INCOME

Profits after tax of the company is £1,040,983 (2022: £1,044,751). As permitted by Section 408 of the Companies Act 2006, the Income Statement of the parent company is not presented as part of these financial statements.

9. TANGIBLE FIXED ASSETS**Group**

	Short leasehold £	Fixtures and fittings £	Computer equipment £	Totals £
COST				
At 1 April 2022	47,751	7,360	506,115	561,226
Additions	<u>-</u>	<u>-</u>	<u>14,273</u>	<u>14,273</u>
At 31 March 2023	<u>47,751</u>	<u>7,360</u>	<u>520,388</u>	<u>575,499</u>
DEPRECIATION				
At 1 April 2022	47,751	7,265	499,138	554,154
Charge for year	<u>-</u>	<u>-</u>	<u>9,316</u>	<u>9,316</u>
At 31 March 2023	<u>47,751</u>	<u>7,265</u>	<u>508,454</u>	<u>563,470</u>
NET BOOK VALUE				
At 31 March 2023	<u>-</u>	<u>95</u>	<u>11,934</u>	<u>12,029</u>
At 31 March 2022	<u>-</u>	<u>95</u>	<u>6,977</u>	<u>7,072</u>

SAKSOFT SOLUTIONS LIMITED

**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023**

10. FIXED ASSET INVESTMENTS

Investments	2023	2022
	£	£
As at 31st March	11,103,753	11,103,753

Company

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 Limited	Ordinary shares	U K	3,055,000	100	Special system integrator
Registered office: Applicon House, Exchange Street, Stockport, SK3 0EY.					

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

	2023	2022
	£	£
Capital & Reserves	5,000,740	4,721,609
Profit for the year	1,348,381	1,184,787

Subsidiary undertaking	Type	Country of incorporation	Nominal value held €	Proportion of total voting rights %	Nature of business
Saksoft Ireland Limited	Ordinary shares	Ireland	100	100	Dormant

Registered office: JPA Brenson Lawlor House, Argyle Square, Morehampton Road, Donnybrook, Dublin 4

11. DEBTORS

	Group		Company	
	2023	2022	2023	2022
	£	£	£	£
Amounts falling due within one year:				
Trade debtors	2,635,038	4,438,020	13,106	70,264
Deferred cost of sales	1,984,656	1,556,023	-	-
Amounts owed by group undertakings	-	-	53,668	118,097
Other debtors	6,003	8,541	-	-
VAT	35,595	-	-	-
Prepayments	90,256	67,410	4,653	13,732
	<u>4,751,548</u>	<u>6,069,994</u>	<u>71,427</u>	<u>202,093</u>

SAKSOFT SOLUTIONS LIMITED**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023****11. DEBTORS - continued**

	Group		Company	
	2023 £	2022 £	2023 £	2022 £
Amounts falling due after more than one year:				
Amounts owed by group undertakings	<u>2,028,833</u>	<u>1,251,000</u>	<u>-</u>	<u>-</u>
Aggregate amounts	<u>6,780,381</u>	<u>7,320,994</u>	<u>71,427</u>	<u>202,093</u>

12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Group		Company	
	2023 £	2022 £	2023 £	2022 £
Trade creditors	1,003,093	958,732	-	-
Amounts owed to group undertakings	392,903	348,511	-	-
Tax	190,157	23,927	-	5,227
Social security and other taxes	47,850	38,659	13,842	12,978
VAT	-	108,236	28,641	29,581
Other creditors	1,058,409	1,044,804	39,897	35,073
Accruals and deferred income	3,510,713	2,808,411	-	-
Accrued expenses	<u>408,893</u>	<u>382,203</u>	<u>-</u>	<u>-</u>
	<u>6,612,018</u>	<u>5,713,483</u>	<u>82,380</u>	<u>82,859</u>

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

	Company	
	2023 £	2022 £
Amounts owed to group undertakings	<u>441,342</u>	<u>1,464,231</u>

14. LEASING AGREEMENTS

Minimum lease payments fall due as follows:

Group

	Non-cancellable operating leases	
	2023 £	2022 £
Within one year	139,351	67,269
Between one and five years	<u>237,646</u>	<u>176,133</u>
	<u>376,997</u>	<u>243,402</u>

SAKSOFT SOLUTIONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 MARCH 2023

15. CALLED UP SHARE CAPITAL

Allotted, issued and fully paid:		Nominal value:	2023	2022
Number:	Class:		£	£
5,001,000	Ordinary	1.00	<u>5,001,000</u>	<u>5,001,000</u>

16. RESERVES

Group

	Retained earnings £
At 1 April 2022	(1,483,721)
Profit for the year	<u>1,320,113</u>
At 31 March 2023	<u>(163,608)</u>

Company

	Retained earnings £
At 1 April 2022	4,898,421
Profit for the year	<u>1,040,983</u>
At 31 March 2023	<u>5,939,404</u>

17. 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 £7,476 (2022: £7,292). These amounts were paid during April 2023.

SAKSOFT SOLUTIONS LIMITED

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued **FOR THE YEAR ENDED 31 MARCH 2023**

18. 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 Global Infocity 2nd Floor,
Dr.M G R Salai,
Perungudi, 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 0EY

19. 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.

16/11/2015 - Cross guarantee and debenture between Acuma Solutions Limited .
01/10/2015 - Unlimited guarantee given by Acuma Solutions Limited .

20. 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.

	2023	2022
	£	£
Loan Debit balance due after one year		
Saksoft Pte Ltd Singapore	2,028,833	1,251,000
Trade Credit balances due within one year		
DreamOrbit Softech	11,220	2,040
Three Sixty Logica	101'743	115,819
Saksoft Limited	279,940	230,652

SAKSOFT SOLUTIONS LIMITED**CONSOLIDATED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2023**

	2023		2022	
	£	£	£	£
Sales		17,058,063		14,325,755
Cost of sales				
Purchases	2,735,478		2,275,162	
Sub contractors	6,684,902		5,266,907	
Consultancy fees	<u>4,380,652</u>		<u>3,948,234</u>	
		<u>13,801,032</u>		<u>11,490,303</u>
GROSS PROFIT		3,257,031		2,835,452
Other income				
UK dividends	20,479		-	
RDEC	65,601		103,580	
Deposit account interest	20,349		1,176	
Other interest receivable	<u>63,342</u>		<u>4,541</u>	
		<u>169,771</u>		<u>109,297</u>
		3,426,802		2,944,749
Expenditure				
Wages	1,271,988		1,084,580	
Social security	157,494		136,155	
Pensions	51,627		62,319	
Rent & service charges	103,086		102,363	
Rates and water	24,872		26,259	
Insurance	15,161		8,389	
Light and heat	4,436		14,054	
Staff Welfare	4,353		2,563	
Telephone	20,707		18,867	
Post and stationery	1,547		833	
Travelling	144,203		87,550	
Repairs and renewals	31,170		57,912	
Subscription & Donation	45,006		9,725	
Training	13,389		(196)	
Legal fees	31,251		119,058	
Auditors' remuneration	18,250		16,413	
Auditors' remuneration for non audit work	3,508		11,423	
Foreign exchange losses	(20,058)		24,509	
Bad debts	<u>-</u>		<u>(27,929)</u>	
		<u>1,921,990</u>		<u>1,754,847</u>
		1,504,812		1,189,902
Finance costs				
Bank charges		<u>9,153</u>		<u>7,765</u>
Carried forward		1,495,659		1,182,137

This page does not form part of the statutory financial statements

SAKSOFT SOLUTIONS LIMITED

CONSOLIDATED TRADING AND PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2023

	2023		2022	
	£	£	£	£
Brought forward		1,495,659		1,182,137
Depreciation				
Equipment, Fixtures & fittings and Leasehold improvements		<u>9,316</u>		<u>10,349</u>
NET PROFIT		<u><u>1,486,343</u></u>		<u><u>1,171,788</u></u>

This page does not form part of the statutory financial statements