

RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED
(CIN: U72900TG2019PTC132226)

03RD ANNUAL REPORT
F.Y 2021-22

**Regd. Office: Plot No. 92,93 & 94, Sy No. 40 & 41, 1st Floor, Guttala Begumpet,
Kavuri Hills, Madhapur, Hyderabad- 500034, Telangana.**

RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED

(CIN: U72900TG2019PTC132226)

Regd. Office: Plot No. 92,93 & 94, Sy No. 40 & 41, 1st Floor, Guttala Begumpet, Kavuri Hills, Madhapur, Hyderabad- 500034, Telangana.

Tele No: 9494345678, Email: raja.nandigam@gmail.com

NOTICE TO THE SHARE HOLDERS

Notice is hereby given that the 03rd Annual General Meeting of the members of the Company will be held on Friday, the 30th September 2022 at 11:00 a.m. at the Registered Office of the Company situated at Plot No. 92,93 & 94, Sy No. 40 & 41, 1st Floor, Guttala Begumpet, Kavuri Hills, Madhapur, Hyderabad- 500034, Telangana, to transact the following Business:

Ordinary Business:

1. To receive, consider and adopt the audited Balance Sheet of the Company as at 31st March, 2022, the Statement of Profit and Loss and Cash Flow Statement for the year ended on that date together with notes and the reports of Directors and Auditors thereon.

//BY ORDER OF THE BOARD//

For RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED



**RAJA SRINIVAS NANDIGAM
WHOLE TIME DIRECTOR
DIN-08430111**

Place: Hyderabad

Date: 05.09.2022

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THIS ANNUAL GENERAL MEETING MAY APPOINTS A PROXY TO ATTEND AND VOTE ON HIS/HER BEHALF. A PROXY NEED NOT BE A MEMBER OF THE COMPANY.**
2. The instrument appointing the proxy should be deposited at the Registered Office of the Company not later than 48 hours before the commencement of the Meeting. A Proxy form for the AGM is enclosed.
3. The Register of Contracts or arrangements in which Directors are interested, maintained under section 189 of the Companies Act, 2013, will be available for inspection by the members at the AGM.

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Tele No: 9494345678, Email: raja.nandigam@gmail.com

DIRECTORS' REPORT TO THE SHARE HOLDERS

Your Directors have pleasure in presenting the 03rd Annual Report of your Company along with the Audited Accounts for the financial year ended 31st March 2022.

FINANCIAL RESULTS & PERFORMANCE OF THE COMPANY:

During the year under review, the performance of the Company is as follows:

Particulars	(Amount in Lakhs.)	
	FY 2021-22	FY 2020-2021
Revenue from Operations	1,720	467.92
Other Income	1.64	--
Total Revenue	1721.64	467.92
Total Expenditure	1,478	431
Profit/(Loss) before Exceptional Items and Tax	244	37
<u>Less:</u>		
Current Tax	68.49	7.70
Deferred Tax (Asset)/Liability	(0.46)	2.80
MAT Credit	--	(0.70)
Profit/(Loss) for the Year	176	27

During the year under review company has earned revenue of Rs. 1,720 Lakhs from its operation and Rs. 1.64 Lakhs from other income and incurred an expenditure of Rs.1721.64 Lakhs thereby posted a net profit of Rs. 176 Lakhs.

Your Directors are making incessant efforts to realize the market opportunities in order to improve the performance of the Company, and thereby achieve better results in the coming years.

DIVIDEND:

Your Directors wish to plough back the profits in the company. Hence, no dividend is declared by the board of directors during the year under review.

TRANSFER TO GENERAL RESERVES:

During the Financial Year under review, no amount has been transferred to the reserves.

DIRECTORS:

During the year under review, there were no changes in the constitution of board of directors of the company.

BOARD MEETINGS:

The number of Board meetings held during the period from 01.04.2021 to 31.03.2022 was Six (06) and the meetings are held on 02.04.2021, 06.04.2021, 15.07.2021, 08.11.2021, 30.12.2021 and 22.03.2022.

COMPLIANCE OF SECRETARIAL STANDARDS:

During the year under review, company has complied with all the applicable secretarial standards, notified under sec 118 (10) of the Companies Act, 2013.

CHANGE IN THE NATURE OF BUSINESS:

There is no change in the nature of business during the financial year.

DETAILS IN RESPECT OF FRAUDS REPORTED BY THE AUDITORS U/S 143(12) OF THE COMPANIES ACT, 2013:

The auditors have not reported any frauds pursuant to section 143 (12) of the Companies Act, 2013. Hence, the details to be provided pursuant to Section 134 (3) (ca) of the Companies Act, 2013, may be treated as NIL.

ANNUAL RETURN:

Pursuant to the provisions of Section 92(3) and Section 134(3) of the Act read with Rule 12 of the Companies (Management and Administration) Rules, 2014, the Annual Return of the Company for the Financial year has to be placed on the website of the Company. Since, our Company is not maintaining any website there is no requirement to place the annual return.

CONSERVATION OF ENERGY, TECHNOLOGY, ABSORPTION & FOREIGN EXCHANGE EARNINGS AND OUT GO:

The required information as per section 134(3)(m) of the Companies Act 2013, is provided hereunder:

(A) CONSERVATION OF ENERGY:**(i) The steps taken or impact on conservation of energy:**

The Company has been continuously making efforts to reduce energy consumption and the management is striving to achieve cost reduction by economical usage of energy.

(ii) The steps taken by the company for utilising alternate source of energy:

As the Company needs only minimum level of energy, it has not looked in to an alternative source of energy.

(iii) The capital investment on energy conservation equipment:

The Company has not made any capital investment as it is not required at this stage.

(B) TECHNOLOGY ABSORPTION:

Technology, absorption, adaptation and innovation: NIL

The Expenditure incurred on Research and Development (R&D)

Expenditure on R&D	2021-22
a. Capital	Nil
b. Recurring	Nil
c. Total	Nil
d. Total R&D expenditure as a percentage of total turnover	Nil

(C) FOREIGN EXCHANGE EARNINGS AND OUT GO:

Foreign Exchange Earnings	: NIL
Foreign Exchange Outgo	: NIL

STATUTORY AUDITORS:

M/s. K R A Y & Associates, Chartered Accountants, Hyderabad were appointed as statutory auditors of the company for a period of 5 years at the 01st AGM held on 30.11.2020. Accordingly, they will continue as the Auditors of the Company till the conclusion of the 6th Annual General Meeting to be held in the year 2025.

PUBLIC DEPOSITS:

The company has not accepted deposits from the public falling within the meaning of section 73 of the companies Act, and the companies (Acceptance of Deposits) Rule, 2014. Therefore, furnishing of the details of deposits which are not in compliance with the requirements of Chapter V of the Companies Act, 2013 does not arise.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS:

During the year under review, the company has not granted any Loans or given any Guarantees or made any Investments covered under the provisions of Section 186 of the Companies Act, 2013.

RELATED PARTY TRANSACTIONS:

There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons which may have a potential conflict with the interest of the Company at large.

EXPLANATIONS OR COMMENTS BY THE BOARD ON EVERY QUALIFICATION, RESERVATION OR ADVERSE REMARK OR DISCLAIMER MADE:

As there are no qualifications in the Auditors Report, clarifications/ replies of the Board of Directors does not arise.

RISK MANAGEMENT POLICY:

The Company has a business risk management framework to identify and evaluate business risks and opportunities. This framework aims to create transparency, minimize adverse impact on the business objectives and enhance the company's competitive advantage.

LOAN FROM DIRECTORS:

During the year under review, the Company has accepted unsecured loan from the Directors and the necessary declarations pursuant to Section 73 and the rules made thereunder have been obtained from the Directors.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

There were no material changes from the end of the financial year till the date of this report, affecting the financial position of the Company.

INFORMATION AS REQUIRED U/S 22 OF THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 are not applicable to the company.

There were no complaints received/pending under the provisions of The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal), Act, 2013.

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY:

The Company has an Internal Financial Control System, commensurate with the size, scale and complexity of its operations.

MAINTENANCE OF COST RECORDS:

The requirement of maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 is not applicable to the Company. Accordingly, the Company has not maintained such accounts and records for the financial year.

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATIONS IN FUTURE:

During the year under review, there has been no such significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 DURING THE YEAR ALONG WITH THEIR STATUS:

During the year under review, no application is made on company or by company and there were no ongoing/pending proceedings under the provisions of Insolvency and Bankruptcy Code, 2016.

THE DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS:

During the year under review, there are no such cases.

HUMAN RESOURCES DEVELOPMENT:

The human resources systems procedures and the organizational environment are all designed to nurture creativity, innovation and greater efficiencies in its human capital. Training is an integral element of the HR system and empowers employees to work towards shared goals and the common purpose of the Company for providing better quality Services.

DIRECTORS RESPONSIBILITY STATEMENT:

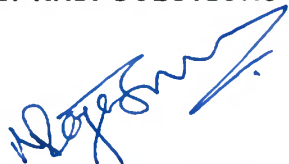
Pursuant to the provisions of Sec 134(3)(c) of the Companies Act, 2013 the Board of Directors of your Company hereby certifies and confirms that:

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

ACKNOWLEDGEMENTS:

The Board wishes to place on record their sincere appreciation of the Co-operation and support extended by the shareholders, Bankers and various Government organisations. The Directors also thank all the employees of the Company for their valuable and dedicated service and support.

//ON BEHALF OF THE BOARD//
For RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED



RAJA SRINIVAS NANDIGAM
WHOLE TIME DIRECTOR
DIN - 08430111



NEELIMA NANDIGAM
DIRECTOR
DIN - 08430112

Place: Hyderabad
Date: 05.09.2022

INDEPENDENT AUDITOR'S REPORT

To the Members of M/s. RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss for the year then ended, and a summary of significant accounting policies and other explanatory information.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, its Profit/Loss, changes in equity and its cash flows for the year ended on that date

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) 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 (ICAI) together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's 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 financial statements.

Information other than the Financial Statements and Auditors' Report thereon

The Company's Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexure(s) to Board's Report, but does not include the Financial Statements and our auditor's report 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 Standalone Financial Statements or our knowledge obtained during the course of our 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.

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 Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with accounting principles generally accepted in India, including the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibility for the audit of financial statements

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

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

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

•Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

1. Companies (Auditor's report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act is applicable to the Company
2. As required by section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - (b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - (c) The Balance Sheet, Statement of Profit and Loss dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under section 133 of the Act, read with the Companies (Accounting Standards) Amendment Rules, 2016;
 - (e) On the basis of written representations received from the directors as on March 31, 2022, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022, from being appointed as a director in terms of section 164 (2) of the Act;
 - (f) Since the Company's turnover as per audited Financial Statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls.
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, we report that section 197 is not applicable on private company. Hence reporting as per section 197(16) is not required.
 - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities

("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

- v. The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- vi. Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) contain any material mis-statement.
- vii. The company has not declared or paid any dividend during the year in contravention of the provisions of section 123 of the Companies Act, 2013.

For **K R A Y & Associates.**
Chartered Accountants
ICAI Firm Registration Number: 018331S

RAGHAVENDRA
RAHUL KORLAM

Digitally signed by RAGHAVENDRA RAHUL KORLAM
DN: cn=PERSONAL,
pseudonym=580940363ecac3031ca777ef4309de
b0891a35a6d3b2b8c9c81e18ba44,
postalCode=500082, st=ANDHRA PRADESH,
serialNumber=888ce2021c015a649cc8be2ad9b1e9a
ba0598daac3ded7571330e54db512572,
cn=RAGHAVENDRA RAHUL KORLAM
Date: 2022.09.05 13:26:46 +05'30'

per Raghavendra Rahul
Partner
Membership Number: 237820

Place: Hyderabad
Date: 05/09/2022
UDIN: 22237820BBNVMG2936

Annexure 1 to the Independent Auditors' Report

Re: RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED) ('the Company')

- (i) (a)(A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (i) (a)(B) The Company has maintained proper records showing full particulars of intangibles assets.
- (b) All fixed assets were physically verified by the management in the previous year in accordance with a planned programme of verifying them once in three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.
- (c) According to the information and explanations given by the management, there are no immovable properties, included in property, plant and equipment/ fixed assets of the company and accordingly, the requirements under paragraph 3(i)(c) of the Order are not applicable to the Company.
- (d) The Company has not revalued its Property, Plant and Equipment (including Right of use assets) or intangible assets during the year ended March 31, 2022
- (e) There are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.
- (ii) (a) The Company's business does not involve inventories and, accordingly, the requirements under paragraph 3(ii) of the Order are not applicable to the Company.
- (ii) (b) The Company has not been sanctioned working capital limits in excess of Rs. five crores in aggregate from banks or financial institutions during any point of time of the year on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company.
- (iii) (a) During the year the Company has not provided loans, advances in the nature of loans, stood guarantee or provided security to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(a) of the Order is not applicable to the Company.
- (iii) (b) During the year the Company has not made investments, provided guarantees, provided security and granted loans and advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(b) of the Order is not applicable to the Company.

- (iii) (c) The Company has not granted loans and advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(c) of the Order is not applicable to the Company.
- (iii) (d) The Company has not granted loans or advances in the nature of loans to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(d) of the Order is not applicable to the Company.
- (iii) (e) There were no loans or advance in the nature of loan granted to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(e) of the Order is not applicable to the Company.
- (iii) (f) The Company has not granted any loans or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company.
- (iv) In our opinion and according to the information and explanations given to us, there are no loans, guarantees, and securities granted in respect of which provisions of sections 185 and 186 of the Act are applicable and hence not commented upon.
- (v) The Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.
- (vi) To the best of our knowledge and as explained, the Central Government has not specified the maintenance of cost records under Section 148(1) of the Companies Act, 2013, for the products/services of the Company.
- (vii) (a) Undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of custom, duty of excise, value added tax, goods and service tax, cess and other statutory dues have been regularly deposited with the appropriate authorities with minor delays in certain cases which have been thereafter rectified along with the penal interest.
- (b) According to the information and explanations given to us, there are no dues of income tax, sales-tax, service tax, customs duty, excise duty, value added tax, goods and service tax and cess which have not been deposited on account of any dispute.

- (viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- (ix) (a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (ix) (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (ix) (c) NO Term loans were Taken in the Year. Hence, the requirement to report on clause (ix)(c) of the Order is not applicable to the Company
- (ix) (d) On an overall examination of the financial statements of the Company, no funds raised on short-term basis have been used for long-term purposes by the Company.
- (ix) (e) The Company does not have subsidiary. Hence, the requirement to report on clause (ix)(e) of the Order is not applicable to the Company
- (ix) (f) The Company does not have any subsidiary. Hence, the requirement to report on clause (ix)(f) of the Order is not applicable to the Company
- (x) (a) The Company has not raised any money during the year by way of initial public offer /further public offer (including debt instruments) hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.
- (x) (b) The Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.
- (xi) (a) No fraud/ material fraud by the Company or no fraud / material fraud on the Company has been noticed or reported during the year.
- (xi) (b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by cost auditor/ secretarial auditor or by us in Form ADT - 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (xi) (c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- (xii) The Company is not a nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii) of the Order is

not applicable to the Company.

- (xiii) Transactions with the related parties are in compliance with sections 188 of Companies Act, 2013 where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards. The provisions of section 177 are not applicable to the Company and accordingly the requirements to report under clause 3(xiii) of the Order insofar as it relates to section 177 of the Act is not applicable to the Company.
- (xiv) (a) The Company is not required to have an internal audit system under Section 138 of the Companies Act, 2013. and hence requirement to report on clause (xiv)(a) of the Order is not applicable to the Company.
- (xiv) (b) The Company is not required to report on Internal financial controls. hence requirement to report on clause (xiv)(b) of the Order is not applicable to the Company.
- (xv) The Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence requirement to report on clause 3(xv) of the Order is not applicable to the Company.
- (xvi) (a) The provisions of section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the requirement to report on clause (xvi)(a) of the Order is not applicable to the Company.
- (xvi) (b) The Company is not engaged in any Non-Banking Financial or Housing Finance activities. Accordingly, the requirement to report on clause (xvi)(b) of the Order is not applicable to the Company.
- (xvi) (c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi) (c) of the Order is not applicable to the Company.
- (xvi) (d) There is no Core Investment Company as a part of the Group, hence, the requirement to report on clause 3(xvi)(d) of the Order is not applicable to the Company.
- (xvii) The Company has not incurred cash losses in the current financial year.
- (xviii) There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.
- (xix) On the basis of the financial ratios disclosed in note 24 to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial

statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) The provisions of Section 135 to the Companies Act, 2013 in relation to Corporate Social Responsibility is not applicable to the Company. Accordingly, the requirement to report on clause 3(xx) of the Order is not applicable to the Company.

(xxi) There are no qualifications or adverse remarks by the respective auditors in the Companies (Auditors Report) Order (CARO) reports of the companies included in the consolidated financial statements. Accordingly, the requirement to report on clause 3(xxi) of the Order is not applicable to the Holding Company.

For K R A Y & Associates
Chartered Accountants
ICAI Firm Registration Number: 018331S

**RAGHAVENDRA
RAHUL KORLAM**

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pseudonym=580940363cacb3031ca7f77e4309fd
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postalCode=535003, st=ANDHRA PRADESH,
serialNumber=888ce2921c015a649cc8be2ad9b1e9
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cn=RAGHAVENDRA RAHUL KORLAM
Date: 2022.09.05 13:25:42 +05'30'

Per Korlam Raghavendra Rahul
Partner
Membership Number: 237820

Place: Hyderabad
Date: 05/09/2022
UDIN: 22237820BBNVMG2936

RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED**CIN: U72900TG2019PTC132226****Balance Sheet for the year ended March 31, 2022***(All amounts in INR Lakhs except for share data or as otherwise stated)*

	Notes	March 31, 2022	March 31, 2021
<u>EQUITY AND LIABILITIES</u>			
Shareholders' Funds			
Share capital	3	1.00	1.00
Reserves and surplus	4	206.78	31.27
		207.78	32.27
Non-current Liabilities			
Long Term Borrowings	5	55.99	274.94
Deferred tax liability	6	1.78	2.23
		57.77	277.17
Current Liabilities			
Trade Payables	7		
Total outstanding dues of micro enterprises and small enterprises			
Total outstanding dues of creditors other than micro enterprises and small enterprises		63.81	89.37
Other current liabilities	8	71.40	46.18
		135.21	135.55
TOTAL		400.76	445.00
<u>ASSETS</u>			
Non-Current Assets			
Fixed Asset			
Property, plant and equipment	9	4.57	4.51
Intangible Asset	10	121.35	161.99
Long term loans & advances	11A	1.88	10.86
Other non current assets	12	21.61	27.50
		149.40	204.86
Current Assets			
Trade receivables	13	108.37	11.30
Cash and cash equivalents	14	25.53	53.04
Short term loans & advances	11B	39.73	139.78
Other Current Asset	15	77.73	36.01
		251.36	240.14
TOTAL		400.76	445.00

Summary of significant accounting policies 2.1

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

As per our report of even date attached

For K R A Y & Associates

Chartered Accountants

Firm Reg. No. 018331S

RAGHAVENDRA
RAHUL KORLAM
Korlam Raghavendra Rahul

Partner

Membership No: 237820

Place : Hyderabad

Date: Sep 05, 2022

UDIN: 22237820BBNVMG2936

For and on behalf of the Board of Directors**RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED**
RAJA
SRINIVAS
NANDIGAM
N.Raja Srinivas

Whole time Director

DIN: 08430111

Place : Hyderabad

Date: Sep 05, 2022

nandigam
neelima
N.Neelima

Director

DIN: 08430112

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 pseudonym=5a6c22f39c1b2c40c9fa250a07
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 serialNumber=4580344552520454985615a0
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 06996474, postalCode=500072,
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 serialNumber=390f97c2339f46c7ad2ede
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RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED**CIN: U72900TG2019PTC132226****Profit & Loss for the year ended March 31, 2022***(All amounts in INR Lakhs except for share data or as otherwise stated)*

	Notes	March 31, 2022	March 31, 2021
I INCOME			
Revenue from operations (Net)	16	1,720.00	467.92
Other Income	17	1.64	-
Total Income (I)		1,721.64	467.92
II Expenses			
Operating expenses	18	618.93	46.30
Employee benefits expense	19	464.08	209.26
Finance costs	20	0.11	-
Depreciation & Amortization expense	9&10	41.09	41.98
Other expenses	21	353.89	133.17
Total Expenses (II)		1,478.09	430.71
III Profit/(Loss) before tax (I - II)		243.54	37.22
IV Tax expenses			
Deferred Tax		(0.46)	2.80
Current tax		68.49	7.70
MAT Credit		-	(0.70)
V Profit/(Loss) for the year		175.51	27.42
VI Earnings Per Equity Share Rs. 10/- each fully paid (March 31, 2022: Rs. 10/- each fully paid)			
Basic		1,755.09	274.17
Diluted			

Summary of significant accounting policies

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

As per our report of even date attached

For K R A Y & Associates

Chartered Accountants

Firm Reg. No. 0183315

RAGHAVENDRA
RAHUL KORLAM

Korlam Raghavendra Rahul

Partner

Membership No: 237820

Place : Hyderabad

Date: Sep 05, 2022

For and on behalf of the Board of Directors**RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED**

RAJA
SRINIVAS
NANDIGAM

N.Raja Srinivas

Whole time Director

Din: 08430111

Place : Hyderabad

Date: Sep 05, 2022

nandigam
neelima

N.Neelima

Director

DIN: 08430112

Place : Hyderabad

Date: Sep 05, 2022

RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED
CIN: U72900TG2019PTC132226
Consolidated Statement of Cash Flows for year ended March 31, 2022

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

Particulars	For the year ended March 31, 2022	For the year ended March 31, 2021
Cash flow from operating activities		
Profit before tax	243.54	37.22
Adjustments for:		
Depreciation and amortisation	41.09	41.98
Interest income	(1.54)	-
Operating profit before working capital changes	283.09	79.20
Movement in working capital:		
Increase in trade payables	(25.56)	83.28
Increase/(decrease) in other current liabilities	25.22	30.27
Increase in provisions other than taxes	-	-
Increase in trade receivables	(97.06)	5.36
Decrease/(increase) in loans & advances (excluding tax paid)	109.04	(150.45)
Increase in other current assets	(35.82)	(28.21)
Cash generated from operations	258.91	19.45
Income tax paid	(68.49)	(7.00)
Net cash flows from operating activities (A)	190.42	12.45
Cash Flow from investing activities		
Purchase of property, plant and equipment	(0.51)	(1.25)
Interest received	1.54	-
Net cash used in investing activities (B)	1.03	(1.25)
Cash flows from financing activities		
Proceeds from borrowings	-	28.50
Repayment of borrowings	(218.95)	-
Net cash used in financing activities (C)	(218.95)	28.50
Effect of exchange rate changes on cash and cash equivalents (D)	-	-
Net increase in cash and cash equivalents (A+B+C+D)	(27.50)	39.70
Cash and cash equivalents at the beginning of the year	53.04	13.34
Cash and cash equivalents at the year end	25.54	53.04
Components of cash and cash equivalents:		
Balances with banks		
On current accounts	25.44	52.97
Cash in Hand	0.10	0.07
Total cash and cash equivalents	25.54	53.04

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

As per our report of even date.

For K R A Y & Associates

Chartered Accountants

Firm Reg. No. 018331S

**RAGHAVENDRA
RAHUL KORLAM**

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pseudoym=80962633ca3b3031ca777f43096ab08
91a35fab3b288f9c0f1e18bad44, postalCode=531003,
ou=ANANDRA PRADESH
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Date: 2022.09.05 13:23:31 +05'30'

Korlam Raghavendra Rahul

Partner

Membership No: 237820

Place : Hyderabad

Date: Sep 05, 2022

For and on behalf of the Board of Directors
RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED
**RAJA
SRINIVAS
NANDIGAM**

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N.Raja Srinivas

Whole time Director

DIN: 08430111

Place : Hyderabad

Date: Sep 05, 2022

**nandigam
neelima**

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23b96ec7309c0970d9166e40f234c805,
cn=nandigam neelima
Date: 2022.09.05 13:20:39 +05'30'

N.Neelima

Director

DIN: 08430112

RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED

CIN: U72900TG2019PTC132226

Notes to financial statements for the year ended March 31, 2022

(All amounts in INR Lakhs except for share data or as otherwise stated)

1. Corporate information

RNIT Solutions and Services Private Limited is a software development country incorporated under the provisions of Companies Act, 2013. It's registered office is located at Plot No. 92,93 & 94, Sy No. 40 & 41, 1st Floor, Guttala Begumpet, Kavuri Hills, Madhapur Hyderabad, 500034. The company is engaged in the business activities of Internet of Things (IOT), Artificial Intelligence, Mobile Solutions, Application Development.

2. Basis of preparation

The financial statements of the company have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements in accordance with the Companies (Accounting Standards) Rules, 2006 (as amended) specified under section 133 of the Act, read with the Companies (Accounts) Rules, 2014. The financial statements have been prepared on an accrual basis and under the historical cost convention.

The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

2.1 Summary of significant accounting policies

(a) Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

The Company has considered the possible effects that may result from the pandemic relating to COVID 19 on the carrying amount of assets including advances, trade receivables etc in developing the assumptions relating to the possible future uncertainties in the economic conditions because of the pandemic, the Company, as at the date of approval of these financial statements has used internal and external source of information. The Company expects that the carrying amount of the assets will be recovered. The impact of COVID 19 on the Company's financial statements may differ from that estimated as at the date of these financial statements.

(b) Property, plant and equipment

Property, plant and equipment, capital work in progress are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. The cost comprises purchase price, borrowing costs if capitalization criteria are met, directly attributable cost of bringing the asset to its working condition for the intended use and initial estimate of decommissioning, restoring and similar liabilities. Any trade discounts and rebates are deducted in arriving at the purchase price. Such cost includes the cost of replacing part of the plant and equipment. When significant parts of property, plant and equipment are required to be replaced at intervals, the Company depreciates them separately based on their specific useful lives. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in profit or loss as incurred.

Leasehold improvements are amortised using straight line method over the estimated useful life of asset or lease term, whichever is shorter.

Items of stores and spares that meet the definition of property, plant and equipment are capitalized at cost and depreciated over their useful life.

Gains or losses arising from derecognition of property, plant and equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

The Company identifies and determines cost of each component/ part of the asset separately, if the component/ part has a cost which is significant to the total cost of the asset and has useful life that is materially different from that of the remaining asset.

Property, plant and equipment held for sale is valued at lower of their carrying amount and net realizable value. Any write-down is recognized in the statement of profit and loss.

(c) Depreciation on property, plant and equipment

Depreciation on property, plant and equipment is calculated on written down value basis using the rates arrived at based on the useful lives estimated by the management which is based on technical evaluation and past experience. The identified components are depreciated over their useful lives; the remaining asset is depreciated over the life of the principal asset.

Depreciation on additions to assets or on sale/disposal of asset is calculated pro-rata from the month of such addition, or up to the month of such sale/disposal as the case may be.

(d) Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any.

Intangible assets are amortized on a straight line basis over the estimated useful economic life. The company uses a rebuttable presumption that the useful life of an intangible asset will not exceed five years from the date when the asset is available for use.

The amortization period and the amortization method are reviewed at least at each financial year end. If the expected useful life of the asset is significantly different from previous estimates, the amortization period is changed accordingly. If there has been a significant change in the expected pattern of economic benefits from the asset, the amortization method is changed to reflect the changed pattern. Such changes are accounted for in accordance with AS 5 Net Profit or Loss for the Period, Prior Period Items and Changes in Accounting Policies.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

A summary of amortization policies applied to the company's intangible assets is as below:

	Rates (SLM)
Product Development Expense	5 years
Software and Databases	3 years

The estimated useful life of the Intangible assets and the amortization period are reviewed at the end of each financial year and the amortization method is revised to reflect the changed pattern.

(e) Leases

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Lease payments under operating lease are recognised as an expense in the statement of profit and loss on straight line basis over the lease term.

(f) Impairment

The carrying amounts are reviewed at each balance sheet date when required to assess whether they are recorded in excess of their recoverable amounts, and where carrying values exceed this estimated recoverable amount, assets are written down to their recoverable amount.

(g) Revenue recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized.

(h) Interest

Interest income is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable. Interest income is included under the head "other income" in the statement of profit and loss.

(i) Retirement and other employee benefits

Retirement benefit in the form of provident fund is a defined contribution scheme. The company has no obligation, other than the contribution payable to the provident fund. The company recognizes benefits payable towards provident fund as an expenditure, when an employee renders the related service. If the contribution payable for service received before the balance sheet date exceeds the contribution already paid, the deficit payable to the scheme is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the balance sheet date, then excess is recognized as an asset to the extent that the pre payment will lead to, for example, a reduction in future payment or a cash refund.

(j) Taxes on income

Tax expense comprises current and deferred tax. Current income-tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognised for all taxable timing differences. Deferred tax assets are recognised for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. The Company restricts recognition of deferred tax assets to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized. For recognition of deferred taxes, the timing differences which originate first are considered to reverse first.

At each reporting date, the Company re-assesses unrecognized deferred tax assets. It recognizes unrecognized deferred tax asset to the extent that it has become reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax assets are reviewed at each reporting date. The Company writes-down the carrying amount of deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

Minimum alternate tax (MAT) paid in a year is charged to the statement of profit and loss as current tax. The company recognizes MAT credit available as an asset only to the extent that there is convincing evidence that the company will pay normal income tax during the specified period, i.e., the period for which MAT credit is allowed to be carried forward. In the year in which the company recognizes MAT credit as an asset in accordance with the Guidance Note on Accounting for Credit Available in respect of Minimum Alternative Tax under the Income-tax Act, 1961, the said asset is created by way of credit to the statement of profit and loss and shown as "MAT Credit Entitlement." The company reviews the "MAT credit entitlement" asset at each reporting date and writes down the asset to the extent the company does not have convincing evidence that it will pay normal tax during the specified period.

(k) Earnings Per Share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares, if any.

(l) Provisions

A provision is recognised when the Company has a present obligation as a result of past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

(m) Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognised because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognised because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

(n) Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

3. Share Capital

	March 31, 2022	March 31, 2021
Authorised Share Capital		
100,000 Equity shares of Rs.10/- each	10.00	10.00
Total	10.00	10.00
Issued, Subscribed and Paid Up		
10,000 Equity shares of Rs.10/- each	1.00	1.00
Total	1.00	1.00

3.1 Reconciliation of the shares outstanding at the beginning and at the end of the reporting year/period

	March 31, 2022		March 31, 2021	
	No.	Amount	No.	Amount
Equity shares of Rs. 10/- each fully paid up				
At the beginning of the year/period	10,000	100,000	10,000	100,000
Issued during the year/period	-	-	-	-
Outstanding at the end of the year/period	10,000	100,000	10,000	100,000

3.2 Rights attached to Equity Shares

The Company has only one class of equity share having a par value of Rs.10 each. Each holder of equity share is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In event of liquidation of the Company, the holders of equity shares would be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

3.3 Details of Shareholders holding more than 5% shares of the Company:

	March 31, 2022		March 31, 2021	
	% Holding	No.	% Holding	No.
Raja Srinivas Nandigam	80%	8,000	80%	8,000
Neelima Nandigam	10%	1,000	10%	1,000
Sumithra Devi Lanka	10%	1,000	10%	1,000
Total	100%	10,000	100%	10,000

3.4 Details of Promoters Shareholders holding of the Company

	March 31, 2022		March 31, 2021		% Change during the year
Promoter name	% Holding	No.	% Holding	No.	
Raja Srinivas Nandigam	80%	8,000	80%	8,000	0%
Neelima Nandigam	10%	1,000	10%	1,000	0%
Sumithra Devi Lanka	10%	1,000	10%	1,000	0%
	100%	10,000	100%	10,000	0%

4. Reserves and surplus

	March 31, 2022	March 31, 2021
Surplus/ (Deficit) in the Statement of profit and loss		
Balance as per last financial statements	31.27	3.86
Add: Profit for the year	175.51	27.42
Net Surplus/ (Deficit) in the Statement of profit and loss	206.78	31.27
Total Reserves and Surplus	206.78	31.27

5. Long Term Borrowings

	March 31, 2022	March 31, 2021
Loan from Directors (Unsecured)	55.99	274.94
Total	55.99	274.94

6. Deferred tax liability

	March 31, 2022	March 31, 2021
Deferred tax liability / (asset)		
Difference between tax depreciation and depreciation/amortisation charged for the financial reporting	1.78	2.23
	1.78	2.23

7. Trade Payables

	March 31, 2022	March 31, 2021
Trade payables		
Total outstanding dues of micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	63.81	89.37
Total	63.81	89.37

As at March 31, 2022

	Current but not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	40.32	23.11	-0.30	0.69	-	63.81
	40.32	23.11	-0.30	0.69	-	63.81

As at March 31, 2021

	Current but not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	30.32	59.05	-	-	-	89.37
	30.32	59.05	-	-	-	89.37

8. Other current liabilities

	March 31, 2022	March 31, 2021
Statutory dues payable	18.46	8.86
Rent payable	1.68	0.06
Employee Payables	39.94	28.40
Other Liability	11.32	8.87
	71.40	46.18

11. Loans & Advances

	March 31, 2022	March 31, 2021
A. Long term loans & advances		
Advances to suppliers	1.01	10.00
Preliminary Expenses not written off	0.16	0.16
MAT Credit Entitlement	0.70	0.70
Total	1.88	10.86
B. Short term loans & advances		
Employee Loans	0.64	8.32
Unbilled revenue	39.09	131.46
Total	39.73	139.78

12. Other Non current Assets

	March 31, 2022	March 31, 2021
Security Deposit	21.61	27.50
	21.61	27.50

13. Trade receivables

	March 31, 2022	March 31, 2021
Other Receivables		
Unsecured, considered good		
Trade Receivables outstanding for more than six months from the date they became due for payment	67.44	-
Less than Six Months	40.92	11.30
Total	108.37	11.30

Trade receivables Ageing Schedule#

As at 31 March 2022

	Current but not due	Outstanding for following periods from due date of payment					Total
		Less than 6 Months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade Receivables - considered good	31.67	9.26	66.22	0.33	0.90	-	108.37
	31.67	9.26	66.22	0.33	0.90	-	108.37

Trade receivables Ageing Schedule#

As at 31 March 2022

	Current but not due	Outstanding for following periods from due date of payment					Total
		Less than 6 Months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade Receivables - considered good	-	11.30	-	-	-	-	11.30
	-	11.30	-	-	-	-	11.30

14. Cash and Bank Balances

	March 31, 2022	March 31, 2021
Cash and Cash Equivalents		
Balance with Bank	25.44	52.97
Cash in Hand	0.10	0.07
Total	25.53	53.04

15. Other Current Asset

	March 31, 2022	March 31, 2021
Input GST	39.58	2.40
TDS Receivable (Net)	11.42	24.25
Other Current Asset	15.13	1.21
Bank Guarantee	11.59	8.16
Total	77.73	36.01

RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED
CIN: U72900TG2019PTC132226
Notes to financial statements for the year ended March 31, 2022
(All amounts are expressed in INR Lakhs unless otherwise stated)
09. Property plant and equipment

	Computers & networking equipment	Furniture and fixtures	Plant & Machinery	Total assets
Gross block				
As at April 01, 2020	0.88	0.09	4.14	5.11
Additions	-	-	1.25	1.25
Disposals	-	-	-	-
As at March 31, 2021	0.88	0.09	5.39	6.36
Additions	-	0.03	0.48	0.51
Disposals	-	-	-	-
As at March 31, 2022	0.88	0.11	5.87	6.87

Depreciation and amortisation

As at April 01, 2020	0.53	0.02	0.71	1.26
Charge for the year	0.29	0.01	0.29	0.59
Disposals / Adjustments	-	-	-	-
As at March 31, 2021	0.82	0.03	1.00	1.85
Charge for the year	0.06	0.01	0.38	0.45
Disposals / Adjustments	-	-	-	-
As at March 31, 2022	0.88	0.04	1.38	2.30
Net Block				
As at March 31, 2021	0.06	0.06	4.39	4.51
As at March 31, 2022	-	0.07	4.49	4.57

10. Intangible Assets

	Software	Product Development	Total
Gross Block			
As at April 01, 2020	2.80	202.25	205.05
Additions	-	-	-
Disposals	-	-	-
As at March 31, 2021	2.80	202.25	205.05
Additions	-	-	-
Disposals	-	-	-
As at March 31, 2022	2.80	202.25	205.05

Depreciation and amortisation

As at April 01, 2020	1.68	-	1.68
Charge for the year	0.93	40.45	41.38
Disposals / Adjustments	-	-	-
As at March 31, 2021	2.61	40.45	43.06
Charge for the year	0.19	40.45	40.64
Disposals / Adjustments	-	-	-
As at March 31, 2022	2.80	80.90	83.70

Net Block

As at March 31, 2021	0.19	161.80	161.99
As at March 31, 2022	-	121.35	121.35

RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED
CIN: U72900TG2019PTC132226
Notes to financial statements for the year ended March 31, 2022
(All amounts are expressed in INR unless otherwise stated)
16. Revenue from operations

	For the year ended March 31, 2022	For the year ended March 31, 2021
Sale of Services	1,720.00	467.92
Total	1,720.00	467.92

17. Other Income

	For the year ended March 31, 2022	For the year ended March 31, 2021
Laptop Damage recovery	0.10	-
Interest on Fixed deposit	1.54	-
	1.64	-

18. Operating expenses

	For the year ended March 31, 2022	For the year ended March 31, 2021
Consultancy Charges	265.48	45.59
Business Licence and Permits	2.59	0.71
Product development charges	350.87	-
Total	618.93	46.30

19. Employee benefit expenses

	For the year ended March 31, 2022	For the year ended March 31, 2021
Salaries & wages	421.10	205.37
Staff Welfare Expenses	42.98	3.88
Total	464.08	209.26

20. Finance Costs

	For the year ended March 31, 2022	For the year ended March 31, 2021
Finance Charges	0.11	-
Total	0.11	-

21. Other expenses

	For the year ended March 31, 2022	For the year ended March 31, 2021
Rent	46.05	35.90
Directors Remuneration	100.46	35.28
Memberships & Subscriptions	31.13	28.75
Travelling Expense	51.41	13.22
Frontier Server	43.21	-
Software one time expense	3.84	-
Marketing Expense	28.47	8.27
Power & Fuel	5.81	3.46
Repairs & Maintenance	12.44	1.96
Rates & Taxes	0.58	1.58
Internet Charges	1.37	1.37
Office Maintenance	6.53	1.04
Audit Fee	1.50	0.70
Legal & Professional Charges	-	0.63
Printing & Stationery	0.31	0.40
Bank Charges	0.48	0.20
Other Expenses	16.36	0.37
Food Expense	0.12	-
Preliminary Expenses written off	-	0.04
Interest On Statutory Dues	2.82	-
Client Entertainment Office	0.28	-
Conveyance Charges	0.01	-
House Keeping Charges	0.69	-
Total	353.89	133.17

22. Related Party Disclosures

i) Names of related parties and related party relationship

Name of the related party	Relationship
Key Management Personnel	
Raja Srinivas Nandigam	Director
Neelima Nandigam	Director
Sumithradevi Lanka	Director

ii) Transactions during the year

Name of the related party	March 31, 2022	March 31, 2021
Key Management Personnel		
Raja Srinivas Nandigam		
- Repayment of loan	100.00	-
- Loans received	32.00	68.50
- Managerial Remuneration	70.46	35.28
Neelima Nandigam		
- Repayment of loan	68.95	15.00
- Loans received	-	-
- Managerial Remuneration	30.00	-
Sumithradevi Lanka		
- Repayment of loan	82.00	25.00
- Loans received	-	-

iii) Balances as at year end

Name of the related party	March 31, 2021	March 31, 2022
Key Management Personnel		
Raja Srinivas Nandigam		
- Loans from Directors	55.99	123.99
- Managerial Remuneration	7.13	35.28
Neelima Nandigam		
- Loans from Directors	-	68.95
Sumithradevi Lanka		
- Loans from Directors	-	82.00

23. Details of dues to micro and small enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006 ("MSMED Act, 2006")

Based on the information available with the Company there are no suppliers who are registered as micro, small or medium enterprises under the MSMED Act, 2006 as at March 31, 2022 and March 31, 2021

24 Ratio Analysis and its elements**

Ratio	Numerator	Denominator	31-Mar-22	31-Mar-21	% change	Reason for variance
Current ratio	Current Assets	Current Liabilities	1.86	1.77	4.94%	There is Increase in Trade Receivables in 21-22
Debt- Equity Ratio	Total Debt	Shareholder's Equity	0.27	8.52	-96.84%	Company repaid Loans in the FY 21-22
Debt Service Coverage ratio	Earnings for debt service = Net profit after taxes + Non-cash operating expenses	Debt service = Interest & Lease Payments + Principal Repayments	NA	NA		
Return on Equity ratio	Net Profits after taxes – Preference Dividend	Average Shareholder's Equity	175.51	27.42	540.14%	There is increase in net profit in 2021-22
Inventory Turnover ratio	Cost of goods sold	Average Inventory	NA	NA	-	
Trade Receivable Turnover Ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	28.75	33.47	-14.11%	% increase in Revenue in 21-22 is less than Avg trade receivables
Trade Payable Turnover Ratio	Net credit purchases = Gross credit purchases - purchase return	Average Trade Payables	NA	NA		
Net Capital Turnover Ratio	Net sales = Total sales - sales return	Working capital = Current assets – Current liabilities	14.81	4.47	230.99%	Increase in Working capital in 2021-22
Net Profit ratio	Net Profit	Net sales = Total sales - sales return	10%	6%	74.15%	Increase in net profit in 2021-22
Return on Capital Employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	1.48	0.31	371.98%	Increase in EBIT in 2021-22

25. Other Disclosures as per Schedule-III

(a) Loans or Advances in the nature of Loan granted to promoters, directors, KMPs and the related parties.

The Company has not given any loan or advance in nature of loans to any promoters, directors, KMPs or any related parties during the year ended March 31, 2022 and March 31, 2021.

(b) Benami property

No proceedings have been initiated on or are pending against the company for holding Benami property under the Prohibition of Benami Property Transaction Act 1988 (as amended in 2016) (formally the Benami Transactions (Prohibition) Act 1988 (45 of 1988) and Rules made thereunder during the year ended March 31, 2022, and March 31, 2021.

(c) Wilful Defaulter

The company has not been declared a wilful defaulter by any bank or financial institution or government or any government authorities during the year ended March 31, 2022 and March 31, 2021.

(d) Relationship with Struck off Companies

The company does not have any transaction with the companies struck off under section 248 of the Companies Act 2013 or section 560 of the Companies Act 1956 during the year ended March 31, 2022 and March 31, 2021.

(e) Details of crypto currency or virtual currency

The company has not invested or traded in cryptocurrency or virtual currency during the year ended March 31 2022 and March 31 2021.

(f) Utilisation of Borrowed funds from Banks and Financial Institutions.

The Company has not borrowed funds from any of the banks and financial institutions

(g) Registration of charges or satisfaction

There are no charges or satisfaction which are to be registered with the registrar of companies during the year ended March 31, 2022 and March 31, 2021.

(h) Compliance with number of layers of companies

Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017, the name and CIN of the companies beyond the specified layers and the relationship or extent of holding of the company in such downstream companies.

(i) Utilization of Borrowed Funds and Share premium

A) During the year ended March 31 2022 and March 31 2021, the company has not advanced or loaned or invested funds (either borrowed funds or the share premium or kind of funds) to any other person or entities, including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the intermediary shall:

- directly or indirectly land or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (ultimate beneficiaries) or
- provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

B) During the year ended March 31 2022 and March 31 2021, the company has not received any funds from any persons or entities including foreign entities (Funding party) with the understanding (whether recorded in writing or otherwise) that the company shall :

- directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or
- provide any guarantee, security or the like on behalf of the ultimate beneficiaries.

(j) Undisclosed Income

No transactions recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

26. Previous year figures have been regrouped / reclassified, where necessary, to conform to this year's classification.

For K R A Y & Associates

Chartered Accountants

Firm Reg. No. 018331S

RAGHAVENDRA
RAHUL
KORLAM

Korlam Raghavendra Rahul

Partner

Membership No: 237820

Place : Hyderabad

Date: Sep 05, 2022

For and on behalf of the Board of Directors

RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED

RAJA
SRINIVAS
NANDIGAM

N.Raja Srinivas

Whole time Director

DIN: 08430111

Place : Hyderabad

Date: Sep 05, 2022

nandigam
neelima

N.Neelima

Director

DIN: 08430112

RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED

Attendance Slip

03rd Annual General Meeting on Friday, the 30th September 2022.

Registered Folio No. _____

I certify that I am a Registered Shareholder / Proxy for the Registered Shareholder of the Company.

I hereby record my presence at the 03rd Annual General Meeting of the Company to be held on Friday, the 30th September 2022 at 11:00 a.m. at the Registered Office of the Company situated at Plot No. 92,93 & 94, Sy No. 40 & 41, 1st Floor, Guttala Begumpet, Kavuri Hills, Madhapur, Hyderabad - 500034, Telangana.

Member's / Proxy Name in BLOCK letters

Member's / Proxy's Signature

Note:

1. You are requested to sign and hand this over at the entrance.
2. If you are attending the meeting in person or by proxy please bring copy of notice and annual report for reference at the meeting.

RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED

Proxy Form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN	U72900TG2019PTC132226
Name of the Company	RNIT SOLUTIONS AND SERVICES PRIVATE LIMITED
Registered Office	Plot No. 92,93 & 94, Sy No. 40 & 41, 1 st Floor, Guttala Begumpet, Kavuri Hills, Madhapur, Hyderabad - 500034, Telangana.

Name of the Member(s)	
Registered Address	
E-mail Id	
Folio No./ Client ID	
DP ID	

We, being the member (s) of shares of the above named Company, hereby appoint

1.of.....having e-mail id.....or failing him
2.of.....having e-mail id.....or failing him
3.of.....having e-mail id.....

and whose signature(s) are appended below as our proxy to attend and vote (on a poll) for us and on our behalf at the 03rd Annual General Meeting of the Company, to be held on Friday, the 30th September 2022 at 11:00 a.m. at the Registered Office of the Company situated at Plot No. 92,93 & 94, Sy No. 40 & 41, 1st Floor, Guttala Begumpet, Kavuri Hills, Madhapur, Hyderabad - 500034, Telangana and at any adjournment thereof in respect of such resolutions as are indicated below:

Resol. No.	Particulars of Resolution	Vote	
Ordinary Business –Ordinary Resolutions		For	Against
1.	To receive, consider and adopt the Audited Balance Sheet of the Company as at 31 st March, 2022, the Statement of Profit and Loss and Cash Flow Statement for the year ended on that date together with notes and the reports of Directors and Auditors thereon.		

Signed this day of 2022.

Signature of Shareholder _____

Signature of Proxy holder(s) _____

Re.1 revenue stamp

Notes:

1. The proxy duly completed should be deposited at the Registered Office of the Company not less than 48 (Forty Eight) hours before time fixed for holding the meeting.