



19TH

ANNUAL

REPORT

2019-20

2019-20

Software Data (India) Ltd.



Software Data (India) Limited.

Registered Office: 303. DDA HIG Flats, Block-1, Pocket-B, Motia Khan, New Delhi – 110055

Head Office: H-135, Sector-63, Noida-201301 U.P

Tel. +91-120-4398950 / Fax-91-120-439-8953

E-mail: info@sdil.biz Website: www.sdil.biz

CIN-U72200DL2001PLC111874



Software Data (India) Limited was established in 2001 as a Public Limited Company. SDIL is a leading technology integration and IT staffing firm, delivering enterprise solutions to government agencies and commercial businesses in the country. Our core areas of expertise are Software Development, implementation, integration, and management of mission-critical enterprise solutions along with Manpower Consultancy and HR services. The diverse background and proven management experience, the promoter, along with the professional team, contribute to the core strengths of the company.

ABOUT US

SDIL also works directly with companies, institutions and organizations that are seeking more efficient ways to accomplish their sourcing, recruiting, and talent acquisition requirements. Our flexibility to work both on-site and remotely with companies of all sizes, from publicly traded fortune 500 companies, government agencies to privately funded start-ups, makes SDIL a valuable partner to work with supported by a talented pool of experienced software engineers, SDIL offers you dedicated service at all stages of the project: right from the initial specifications to the final delivery and maintenance, with round the clock support. We aid our clients in increasing their business through the application of the latest technical tools and a careful handling of the changing dynamics of offshore software development.

MISSION AND VISSION

Our mission is to create and sustain a brand focused organization through employee engagement and process excellence. We want to stay ahead of others in our area of operations by having an innovative approach and adapting to the changing and growing needs of various areas of our business.

Our vision is to be a leading consulting firm operating worldwide. Our success is measured by the value we deliver to our clients, the quality of the staff we employ, and our strength and spirit as an organization. Our core values guide our decision making, our interactions with our clients and our relationships with each other. Our people adopt, own and apply our values in their work.

Co-Founder's Message

From our humble beginnings over 30 years ago in the basement of my former home in Washington Township, New Jersey, to the recognized worldwide provider of IT Software and Services solutions we are today, DATA Inc. (now part of ACS Solutions since 2021) and Software Data (India) Limited (SDIL) has prided itself on building a capability of understanding the client and best serving our clients in providing effective and cost-saving solutions by utilizing the right mix of people and controls. This successful strategy has been built in large part through our partnering with organizations on both a local and global basis.

Technology continues to evolve, and the industry continues to change. With cloud computing now prevalent, the internet of things, along with social media and mobile technology, the global competition for talent has become more intense. As we look towards the future and the new and exciting developments taking place, we remain committed to engaging more of the right mix of people and technology in order to continue delivering on our promise of understanding your targets and providing the right solutions to fit your needs.

Arun Verma
Co-Founder



SOFTWARE DATA (INDIA) LIMITED



Directors

Arun Verma
Director

Sudipta Gautam
Director

*Amit Prakash
Shukla*
Director

STATUTORY AUDITOR



Auditors

M/s Rastogi Narain & Co. (FRN: 008775N)
Chartered Accountants
Shanti Narain Kukreja- 087370



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NOTICE OF

AGM

2019-20



NOTICE OF THE ANNUAL GENERAL MEETING

Notice is hereby given that the 19th Annual General Meeting of the Company will be held on Thursday, the 31st day of December 2020 at 11:00 A.M at the registered office of the Company to transact the following business:

ORDINARY BUSINESS: -

- 1. TO CONSIDER AND APPROVE FINANCIAL STATEMENTS, AUDITORS REPORT AND DIRECTORS REPORT THEREON FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2020**

To receive, consider and adopt the Balance Sheet as at March 31, 2020, the Statement of Profit and Loss for the period starting from April 1, 2019 and ending on March 31, 2020 along with the report of the Directors' and the Auditors' thereon.

- 2. TO RE-APPOINT MR. AMIT PRAKASH SHUKLA AS DIRECTOR, WHO RETIRES BY ROTATION AT THIS MEETING, AND, BEING ELIGIBLE, SEEKS RE-APPOINTMENT**

To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution:

“**RESOLVED THAT** per Section 152 and other applicable provisions, if any, of the Companies Act, 2013, approval of the Members of the Company be and is hereby accorded to re-appoint Mr. Amit Prakash Shukla (DIN: 07783082) as Director of the Company liable to retire by rotation.

**By Order of Board of Directors
M/s Software Data (India) Limited**

**Arun Verma
Director
(DIN: 01391813)**

**Date: 07.12.2020
Place: New Delhi**



BOARD'S

REPORT

2019-20

Directors Report

Dear Members,

Your Directors have pleasure in presenting this (19th) Nineteenth Annual Report on the affairs of the Company together with the Audited Statement of Accounts for the year ended on 31st March, 2020.

1. Financial Summary or performance of the Company:

The summarized financial performance of the Company for the financial year ended March 31, 2020 as compared to previous year is as under:

PARTICULARS	(In ₹)	
	YEAR ENDED 31.03.2020	YEAR ENDED 31.03.2019
Sales for the year	292,594,074	231,717,810
Other Income	993,640	865,149
Total Income	293,587,714	232,582,960
Operating profit before Preliminary expenses, Depreciation & Taxation	10,758,744	4,911,530
Less: Depreciation	1,521,282	588,384
Profit before Taxation	9,237,462	4,323,146
Less : Provision for Taxation		
Current Tax	2,429,080	1,657,690
Deferred Tax	(46,551)	306,968
Profit after Taxation	6,761,831	2,972,425
Profit available for appropriation	6,761,831	2,972,425



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 Tel. : +91-120-4398950 / Fax-91-120-4398953
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 Tel. : +91-80-4126 1707-08, 4125 6862-64 Fax : +91-80-4111 9272
E-mail : info@dataincindia.com **Website :** <http://www.dataincindia.com>



2. Operations

The Company has reported total income of ₹ 292,594,074/-for the current year as compared to ₹ 231,717,810/- in the previous year. The Net Profit for the year under review amounted to ₹ 6,761,831/- in the current year as compared to ₹ 2,972,425/- in the previous year.

3 Impact of Covid

The Company is engaged primarily in the business of Software Export & providing Manpower recruitment and supply services. During the last week of March 2020, the Company started to see the impact of COVID-19. The Governments in several countries have imposed stringent lockdown in a bid to contain the spread of the COVID-19 pandemic which has disrupted demand and supply chains across industries negatively impacting the business of companies and driving the global economy towards a recession. The Company has taken necessary steps to ensure that there is no disruption in the operations due to the outbreak of COVID-19 and is able to service its customers seamlessly by moving its employees to work from home environment. The Company has made detailed assessment of its business environment, liquidity position, cash flows and the financial statements as at the Balance Sheet date and has concluded that there are no material adjustments required in these financial statements due to COVID-19. The Company will continue to monitor any material changes to future economic conditions that would have an impact on the subsequent periods as the circumstances evolve

4. Transfer to reserves

The Company has not transferred any amount to the reserves.

5. Dividend

Your directors do not recommend any dividend for financial year 2019-20.

6. Material Changes between the date of the Board report and end of financial year.

There have been no material changes and commitments, 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.

7. 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.

8. Subsidiary /Associate Company

The Company has no subsidiary or associate company in terms of the provisions of Companies Act, 2013.

9. BOARD OF DIRECTORS :

In terms of Section 152 and other applicable provisions, if any, of the Companies Act, 2013, Mr. Arun Verma (DIN 01391813) Director of the Company retires by rotation at the ensuing Annual General Meeting and being eligible offers himself for re-appointment.

Your Board recommends re-appointment of Mr. Arun Verma (DIN 01391813), retiring at the forthcoming AGM of Company in terms Section 152 of the Act, who in opinion of the Board fulfils the conditions for reappointment specified in the Act and rules made thereunder.

10. Statutory Auditor & Audit Report:

M/s. Rastogi Narain & Co., Chartered Accountants, statutory auditors of the Company having registration number FRN No.-008775N hold office until the conclusion of the 23rd Annual General Meeting.

There are no qualifications or observations or remarks made by the Auditors in their Report.

11. Deposits:

The Company has not invited/ accepted any deposits from the public/shareholders in accordance with section 73 of the Companies Act, 2013 and, as such, no amount on account of principal or interest on public deposits was outstanding on the date of the Balance Sheet.

12. Conservation of energy, technology absorption, foreign exchange earnings and outgo:

The information on conservation of energy, technology absorption and foreign exchange earnings and outgo stipulated under Section 134(3)(m) of the Companies Act, 2013 read with Rule, 8 of The Companies (Accounts) Rules, 2014, is annexed herewith as “[Annexure A](#)”.

13. Corporate Social Responsibility:

The Company is not required to constitute a Corporate Social Responsibility Committee as it does not fall within purview of Section 135(1) of the Companies Act, 2013 and hence it is not required to formulate policy on Corporate Social Responsibility.

14. Number of meeting of the Board:

During the financial year 2019-20, the Board of Directors met Five times viz. on 23rd May, 2019; 24th July, 2019; 25th September 2019; 17th December, 2019 and 28th February, 2020.

15. Directors' Responsibility Statement:

Pursuant to the requirement under section 134(3)(C) of the Companies Act, 2013 with respect to Directors' Responsibility Statement, it is hereby confirmed that:

1. The financial statements have been prepared in conformity with the applicable Accounting Standards issued by the Institute of Chartered Accountants of India and requirements of the Companies Act, 2013, to the extent applicable to us; on the historical cost convention; as a going concern and on the accrual basis. There are no material departures in the adoption of the applicable Accounting Standards.
2. The Board of Directors have selected such accounting policies and applied them consistently and made judgments 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 period.
3. The Board of Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
4. The directors had prepared the annual accounts on a going concern basis; and
5. 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.

16. Declaration by Independent Directors

The Company was not required to appoint Independent Directors under Section 149(4) and Rule 4 of the Companies (Appointment and Qualification of Directors) Rules, 2014 hence no declaration has been obtained.

17. Company's policy on directors' appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director and other matters provided under sub-section (3) of section 178;

The Company was not required to constitute a Nomination and Remuneration Committee under Section 178(1) of the Companies Act, 2013 and Rule 6 of the Companies (Meetings of Board and its Powers) Rules, 2014 and Stakeholders Relationship Committee under Section 178(5) of the Companies Act, 2013.

18. Particulars of loans, guarantees or investments under section 186:

During the year under review, the Company has not advanced any fresh loans/ given guarantees/ made investments.

19. Risk Management

During the year under review, the Board has taken adequate steps to mitigate the risk foreseen by the Company.

20. Internal financial control

The Company has established adequate internal financial control systems with reference to the financial statements.

21. Information required under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

During the financial year under review, no cases were reported under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

22. Particular of Directors and Key managerial personnel who were appointed or have resigned during the year

During the year no Director and Key Managerial Personnel were appointed or have resigned.

Presently, followings Directors are on the board of the company:-

S.No	Name of Directors	DIN	Designation
1.	Mr. Arun Verma	01391813	Director
2.	Mr. Amit Prakash Shukla	07783082	Director
3.	Mr. Sudipta Gautam	02896765	Additional Director

23. Particulars of Employee:

The Company, being a Limited Company has complied with provisions of Section 197 of Companies Act, 2013 and Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. Details of remuneration to Director are as hereunder:

S.No.	Name	Designation	Amount
1.	Mr. Amit Prakash Shukla	Director	Rs. 19,77,342/-

24. Extract of the Annual Return in Form MGT-9:

The extract of the annual return in Form No MGT-9 pursuant to section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014 is enclosed as Annexure B and forms a part of the Director's Report.

25. Related Party Transactions:

Section 188 does not apply to the company as all transaction entered into during the financial year were on an arm's length basis and were in the ordinary course of business.

Since all the Related Party transactions were entered by the Company in ordinary course of business and were in arm's length basis. Form AOC-2 is not applicable to the Company.

26. Acknowledgments:

The Board places on record, their deep sense of appreciation to various departments of the Central and State Governments, and the Company's Bankers for their valuable guidance and assistance. Your Directors also acknowledge the support and co-operation received from the employees.

**For and on behalf of the Board of Directors of
Software Data (India) Limited**

Arun Verma
Director
(01391813)

Amit Prakash Shukla
Director
(07783082)

Place: New Delhi
Date: 07/12/2020

ANNEXURE – A

Information under Section 134(3)(m) of the Companies Act, 2013 read with rule 8(3) the Companies (Accounts) Rules, 2014 and forming part of the Report of the Directors

(A) Conservation of energy- Not Applicable

- (i) The steps taken or impact on conservation of energy: NIL
- (ii) The steps taken by the company for utilizing alternate sources of energy: NIL
- (iii) The capital investment on energy conservation equipment's: NIL

(B) Technology absorption- Not Applicable

- (i) The efforts made towards technology absorption: NIL
- (ii) The benefits derived like product improvement, cost reduction, product development or import substitution: NIL
- (iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year) - : NIL
- (iv) The expenditure incurred on Research and Development: NIL

(C) Foreign exchange earnings and Outgo-

The Company's main line of business is Software Export & providing Manpower recruitment and supply services, However, there are earnings and outgo in foreign exchange. Details are attached here under:

	Year ended 31.03.2020 INR	Year Ended 31.03.2019 INR
Earnings in Foreign Currency:		
-Software Exports	7,47,79,293	6,14,17,580
-Reimbursement of Expenses	1,68,41,602	4,30,042
Total	<u>9,16,13,895</u>	<u>6,18,47,622</u>



INDEPENDENT

AUDITOR'S

REPORT

2019-20

Independent Auditor's Report

To the Members of Software Data (India) Limited

Report on the audit of the financial statements

Opinion

1. We have audited the accompanying financial statements of Software Data (India) Limited ("the Company"), which comprise the balance sheet as at March 31, 2020, and the statement of Profit and Loss and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.
2. 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 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and profit and loss and its cash flows for the year then ended.

Basis for opinion

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

Other Information

4. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board 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 financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Responsibilities of management and those charged with governance for the financial statements

5. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
6. 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. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the financial statements

7. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
8. 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 Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
9. 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.
 10. 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

11. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure-A**" statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
12. As required by Section 143(3) of the Act, we report that:
 - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books
 - (c) The Balance Sheet, the Statement of Profit and Loss and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules,

2014.

- (e) On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
- (f) With respect to the adequacy of the internal financial controls with reference to financial statements of the company of the Company and the Operating effectiveness of such controls, refer to our separate Report in “**Annexure B**”.
- (g) 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 as at March 31, 2020 which would impact its financial position.
 - (ii) The Company did not have any long-term contracts, including derivative contracts as at March 31, 2020.
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year ended March 31, 2020.

13. The provisions of Section 197 read with Schedule V to the Act are applicable only to public companies. Accordingly, the company has complied with the provisions of Section 197.

For **Rastogi Narain & Co**

Chartered Accountants

FR No: 008775N

Shanti Narain Kukreja

Partner

M. No: 087370

Place: New Delhi

Dated: 04/12/2020

UDIN: **20087370AAAET6522**

Annexure A to Auditor's Report of even date to the members of M/s Software Data (India) Limited on the Financial Statements as of and for the year ended March 31, 2020

1	<p>a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.</p> <p>b) The fixed assets have been physically verified by the management at the end of the year. In our opinion, the frequency of verification is reasonable having regard to the size of the company and the nature of its fixed assets. No discrepancies were noticed on such verification.</p> <p>c) The Company does not own any immovable properties as disclosed in Note-9 on fixed assets to the financial statements. Therefore, the provisions of Clause 3(i)(c) of the said Order are not applicable to the Company.</p>
2	The company is engaged in the provisions of services, hence this clause will not be applicable on the company.
3	The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
4	In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees, and security.
5	The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
6	The Central Government of India has not prescribed the maintenance of cost records under sub-section 1 of Section 148 of the Companies Act, 2013 for any services rendered by the company.
7	<p>i. According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including Income tax, Goods and Services Tax, Cess, Professional tax and other material statutory dues to the extent applicable, have been regularly deposited during the year by the Company with the appropriate authorities. According to the information and explanation given to us there are no undisputed statutory dues as on 31st March 2020 for a period of more than six months from the date they became payable.</p> <p>ii. According to the information and explanations given to us, the company has no disputed demand in income tax or service tax, Goods and Service Tax or duty of excise or value added tax or cess.</p> <p>iii. The company is not required to transfer any amount to the Investor Education and Protection Fund in accordance with the relevant provisions of the Companies Act, 2013 and rules made thereunder has been transferred to such fund within time.</p>
8	The company has not defaulted in repayment of loans or borrowing to bank and has not issued any debenture during the year.
9	Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or

	further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
10	Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
11	Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act.
12	In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 3 (xii) of the Order are not applicable to the Company
13	In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of the Act and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
14	Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
15	Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
16	In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For **Rastogi Narain & Co**

Chartered Accountants

FR No: 008775N

Shanti Narain Kukreja

Partner

M. No: 087370

Place: New Delhi

Dated: 04/12/2020

UDIN: **20087370AAAET6522**



Annexure-B Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of Software Data (India) Limited (“the Company”) as of March 31, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Rastogi Narain & Co

Chartered Accountants

FR No: 008775N

Shanti Narain Kukreja

Partner

M. No: 087370

Place: New Delhi

Dated: 04/12/2020

UDIN: **20087370AAAET6522**



FINANCIALS & NOTES TO ACCOUNTS

(INCLUDING SIGNIFICANT
ACCOUNTING POLICIES)

2019-20

SOFTWARE DATA (INDIA) LIMITED

Balance Sheet As At March 31, 2020

(Amount in Rs.)

Particulars	Notes	As at 31st March, 2020	As at 31st March, 2019
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	2	2,28,16,780	2,28,16,780
Reserves & Surplus	3	4,79,38,609	4,11,76,779
		7,07,55,389	6,39,93,559
Non-Current Liabilities			
Long Term Provisions	4	59,83,231	66,85,917
		59,83,231	66,85,917
Current Liabilities			
Short Term Borrowings	5	74,98,586	-
Trade Payables	6	35,53,912	5,08,897
Other Current Liabilities	7	2,36,59,247	2,12,36,759
Short Term Provisions	8	16,62,681	12,28,816
		3,63,74,426	2,29,74,472
TOTAL		11,31,13,046	9,36,53,948
ASSETS			
Non-Current Assets			
Property Plant & Equipment:			
<i>Tangible Assets</i>	9	99,18,702	16,15,983
<i>Intangible Assets</i>	9	15,82,675	12,00,788
		1,15,01,377	28,16,771
Non-Current Investments	10	70,00,000	70,00,000
Deferred Tax Assets (Net)	11	16,51,994	16,98,545
Long Term Loans & Advances	12	42,27,820	38,60,320
		1,28,79,814	1,25,58,865
Current Assets			
Trade Receivables	13	3,12,96,874	3,96,42,896
Cash & Bank Balances	14	1,42,35,657	1,30,59,754
Short Term Loans & Advances	15	9,55,000	12,87,281
Other Current Assets	16	4,22,44,324	2,42,88,380
		8,87,31,855	7,82,78,311
TOTAL		11,31,13,046	9,36,53,948
Significant Accounting Policies Notes on Financial Statements	1 1 to 27		

As per our Report of even date

For **Rastogi Narain & Co.**
Chartered Accountants
Firm Registration No: 008775N

For and on behalf of the Board of Directors
Software Data (India) Ltd.

Shanti Narain Kukreja
Partner
M.No. 087370

Arun Verma
Director
DIN:01391813

Amit Prakash Shukla
Director
DIN:07783082

Place: New Delhi
Date: 07/12/2020

SOFTWARE DATA (INDIA) LIMITED

Statement Of Profit & Loss For The Year Ended March 31st, 2020

(Amount in Rs `)

Particulars	Notes	As at 31st March, 2020	As at 31st March, 2019
Income			
Revenue from Operations	17	29,25,94,074	23,17,17,810
Other Incomes	18	9,93,640	8,65,149
Total Revenue		29,35,87,714	23,25,82,960
Expenses			
Purchases	19	-	-
Change in inventories of Stock-in-Trade	20	-	-
Employee Benefits Expense	21	26,02,98,359	21,00,29,567
Finance Charges	22	1,99,149	84,562
Depreciation and Amortisation	23	15,21,282	5,88,384
Other Expenses	24	2,23,31,463	1,75,57,300
Total Expenses		28,43,50,253	22,82,59,813
Profit before tax		92,37,462	43,23,146
Tax Expense			
<i>Current Tax</i>		24,29,080	16,57,690
<i>Deferred Tax</i>		(46,551)	3,06,968
Profit for the Year		67,61,831	29,72,425
Earning Per Share of face value ` 10 each Basic and Diluted	25	3.24	1.43
Significant Accounting Policies Notes on Financial Statements	1 1 to 27		

As per our Report of even date

For Rastogi Narain & Co.
Chartered Accountants
Firm Registration No: 008775N

For and on behalf of the Board of Directors.
Software Data (India) Ltd.

Shanti Narain Kukreja
Partner
M.No. 087370

Arun Verma
Director
DIN:01391813

Amit Prakash Shukla
Director
DIN:07783082

Place: New Delhi
Date: 07/12/2020

SOFTWARE DATA (INDIA) LIMITED

Cash flow statement for the year ended 31st March 2020

(Amount in Rs `)

Particulars	As at 31.03.2020	As at 31.03.2019
<u>Cash Flows from Operating Activities</u>		
Profit before tax and exceptional items adjustments to reconcile profit before tax to cash generated by operating activities	92,37,462	43,23,146
Adjustment for:		
Add: Depreciation	15,21,282	5,88,384
Add: Finance Cost	1,99,149	84,562
Less: Interest Income	(8,16,032)	(8,86,641)
Profit before extraordinary items	1,01,41,861	41,09,451.41
<u>Changes in Assets and Liabilities</u>		
Add: Decrease in Current Assets		
Sundry Debtors	83,46,022.00	-
Short Term Loans & Advances	3,32,281	(10,31,889)
Add: Increase in Current Liabilities		
Trade Payables	30,45,015	(22,69,898)
Short Term Provisions	4,33,865	5,17,384
Short Term Borrowing	-	-
Other Current Liabilities	24,22,488	13,73,114
Less: Increase in Current Assets		
Sundry Debtors	-	23,33,767
Other Current Assets	1,79,55,944	27,22,394
Operating Profit for the period	67,65,588	(23,57,999)
Less: Tax paid	24,29,080	16,57,690
Cash flow from Operating Activities(A)	43,36,508	(40,15,689)
<u>Cash Flows from Investing Activities</u>		
Interest received	8,16,032	8,86,641
Sale of investment	-	26,51,850
Purchase of investment	-	-
Increase in Security Deposit	(3,67,500)	(12,31,319)
Net addition to fixed assets	(1,02,05,887)	(9,26,627)
Cash Flow from Investing Activities (B)	(97,57,355)	13,80,545
<u>Cash Flows from Financing Activities</u>		
Finance Cost	(1,99,149)	(84,562)
Short Term Borrowing	74,98,586	-
Long Term Provisions	(7,02,686)	18,22,372
Cash Flow from Financing Activities (C)	65,96,751	17,37,810
Net Increase/Decrease in cash and cash equivalents (A+B+C)	11,75,904	(8,97,334)
Cash and cash Equivalent at the beginning of the period	1,30,59,754	1,39,57,089
Cash and cash Equivalent at the end of the period	1,42,35,657	1,30,59,754

As per our Report of even date

For **Rastogi Narain & Co.**
Chartered Accountants
Firm Registration No: 008775N

Shanti Narain Kukreja
Partner
M.No. 087370
Place: New Delhi
Date: 07/12/2020

Director
DIN: 01391813

Amit Prakash Shukla
Director
DIN: 07783082

SOFTWARE DATA INDIA LTD

Notes on Financial Statements for the Year ended 31st March 2020

Note 1: SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Accounting

The financial statements have been prepared under the historical cost convention, on accrual basis, and in accordance with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant provisions of the Companies Act, 2013.

B. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Examples of such estimates include estimated useful life of fixed assets and provision for doubtful debts. Actual results could differ from these estimates and any changes in estimates are recognized prospectively.

C. Contingencies

A provision is created when there is a present obligation as a result of a past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

D. Revenue Recognition

Income from service transactions is recognised by proportionate completion method and completed service contract method whereby revenue is recognised to the extent of performance under each contract. Where performance consists of the execution of more than one act, revenue is recognised proportionately by reference to the performance of each act and where performance consists of execution of a single act, and then the revenue has been recognised when that sole or final act has taken place.

Provision is made for all known liabilities whether the amount is known with certainty or is a best estimate in the light of the information available.

E. Property Plant & Equipment/Intangible Assets

Property Plant & Equipment

Tangible Assets have been stated at cost of acquisition less depreciation. The cost of an asset comprises its purchase price and any cost directly attributable to bringing the asset to its present condition for its intended use.

Intangible Assets

Intangible assets are recognized if:

- It is probable that the future economic benefits that are attributable to the Assets will flow to the company, and
- The cost /fair value of the assets can be measured reliably

F. Depreciation

Property Plant & Equipment

Depreciation on Tangible Assets is provided on Straight Line Method at the rates specified under Schedule II to the Companies Act, 2013.

Intangible Assets

Depreciation on the Intangible Asset is provided on straight-line method based on the estimated useful life of the assets as provided in schedule II of Companies Act 2013. Estimated useful life of fixed assets considered during the year are as follows:

SOFTWARE DATA INDIA LTD

Notes on Financial Statements for the Year ended 31st March 2020

Assets Category	Estimated Useful life (in Years)
Office equipment	5
Office equipment – Mobile Phones	5
Computers – servers and networks	6
Computers and peripherals	3
Furniture and fixtures	10

G. Retirement Benefits

Contributions to defined contribution schemes such as Provident Fund and Family Pension Fund are charged to Profit & Loss Account.

The provision for gratuity is calculated at 15 days salary for each completed year of service (rounded off to the nearest year) and not on an actuarial basis. Similarly, Provision for leave encashment is made on an arithmetical basis and not on an actuarial basis.

H. Foreign Currency Transactions

Foreign Exchange transactions during the year are recorded at the exchange rate prevailing on the dates of the transactions. Gain or losses out of fluctuations in rate between transaction date and settlement date in respect of revenue and expense items are recognized to the Profit & Loss account except those relating to acquisition of fixed assets, which are adjusted in the carrying cost of the respective fixed assets.

I. Taxation

Tax expense for the year, comprising current tax and deferred tax is included in determining the net profit for the year.

Deferred tax assets are recognized, subject to the consideration of prudence, for all deductible timing differences and carried forward to the extent it is probable that future taxable profit will be available against which such deferred tax assets can be realized. Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantively enacted by the Balance Sheet date.

J. Earnings per share

Basic earning per share is computed by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

SOFTWARE DATA (INDIA) LIMITED

Notes to Financial Statements for the Year ended March 31, 2020

2 SHARE CAPITAL*(Amount in Rs`)*

Particulars	As at	As at
	31st March, 2020	31st March, 2019
Authorized Share Capital: 25,00,000 Equity Shares of `10/- each	2,50,00,000	2,50,00,000
	2,50,00,000	2,50,00,000
Issued, Subscribed and Paid Up: 22,81,678 Equity Shares of `10/- each	2,28,16,780	2,28,16,780
Total	2,28,16,780	2,28,16,780

Notes:**2 Terms / Rights attached to equity shares:**

The company has only one class of equity share having a par value of `10 per share. Each shareholder of equity share is entitled to dividends approved

2 The reconciliation of the number of shares outstanding is set out below :

Particulars	As at	As at
	31st March, 2020	31st March, 2019
	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	22,81,678	22,81,678
Add: Shares issued during the year	-	-
Equity Shares at the end of the year	22,81,678	22,81,678

2 The details of shareholders holding more than 5% shares :

Name of Shareholder	As at		As at	
	31st March, 2020		31st March, 2019	
	No. of Shares	%	No. of Shares	%
Mr. Arun Verma	20,85,978	91.42	20,85,978	91.42

3 RESERVES & SURPLUS*(Amount in Rs`)*

Particulars	As at	As at
	31st March, 2020	31st March, 2019
Securities Premium Reserve	30,16,778	30,16,778
Profit & Loss Account As per last Balance Sheet	3,81,60,001	3,51,87,576
Add : Profit for the year	67,61,831	4,49,21,831
Total	4,79,38,609	4,11,76,779

4 LONG TERM PROVISIONS*(Amount in Rs`)*

Particulars	As at	As at
	31st March, 2020	31st March, 2019
Provision for Gratuity	59,83,231	66,85,917
Total	59,83,231	66,85,917

5 SHORT TERM BORROWING*(Amount in Rs`)*

Particulars	As at	As at
	31st March, 2020	31st March, 2019
Loan from Related Parties	50,00,000	-
HDFC Bank Limited - OD Account	24,98,586	18,812.00
Total	74,98,586	18,812.00

6 TRADE PAYABLES*(Amount in Rs`)*

Particulars	As at	As at
	31st March, 2020	31st March, 2019
Trade Payables	35,53,912	5,08,897
Total	35,53,912	5,08,897

7 OTHER CURRENT LIABILITIES*(Amount in Rs`)*

Particulars	As at	As at
	31st March, 2020	31st March, 2019
Other Payables*	2,36,59,247	2,12,36,759
Total	2,36,59,247	2,12,36,759

* Includes Statutory Dues & Advances

8 SHORT TERM PROVISIONS

(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Provision for Employee Benefits*	16,62,681	12,28,816
Total	16,62,681	12,28,816

* Includes Provision for Bonus & Leave Encashment

10 NON-CURRENT INVESTMENTS

(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
In Mutual Fund *		
Debt Fund		
Birla Sun Life Medium Term Plan	32,00,000	32,00,000
Reliance Regular Savings Fund-Debt	33,00,000	33,00,000
Birla Sun Life Short Term Opportunities Fund	5,00,000	5,00,000
Total	70,00,000	70,00,000

* Market Value of Investments

74,19,404

1,01,72,670

11 DEFERRED TAX ASSETS (NET)

(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Provision for employee benefits	19,24,476	18,10,891
Excess of depreciation on fixed assets under accounts over depreciation provided in income tax	(2,72,482)	(1,12,345)
Total	16,51,994	16,98,545

12 LONG TERM LOANS & ADVANCES

(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Kushal Kant Sharma	25,00,000	25,00,000
Security Deposits	17,27,820	13,60,320
Total	42,27,820	38,60,320

**13 TRADE RECEIVABLES
(UNSECURED & CONSIDERED GOOD)**

(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Over Six Months	26,04,109	8,71,475
Trade Receivable	2,86,92,765	3,87,71,421
Total	3,12,96,874	3,96,42,896

14 CASH & BANK BALANCES

(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Cash & Cash Equivalents		
Cash in Hand	11,469	44,020
Cash at Banks	89,03,731	97,60,791
Other Bank Balances		
Fixed Deposits with Banks*	53,20,457	32,54,944
Total	1,42,35,657	1,30,59,754

*Bank guarantee amounting to Rs. 3,83,500 (PY Rs. 3,83,500) has expired, however, yet to be released by clients.

**15 SHORT TERM LOANS & ADVANCES
(UNSECURED & CONSIDERED GOOD)**

(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Earnest Money Deposits	1,35,000	2,27,500
Kushal Kant Sharma	8,00,000	10,00,000
Advance Against Salary	20,000	59,781
Total	9,55,000	12,87,281

16 OTHER CURRENT ASSETS
(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Interest Accrued on Fixed Deposits	2,22,761	1,95,842
Unbilled Revenue	1,56,37,657	17,72,427
Income Tax & TDS Refund	2,40,94,895	1,98,88,270
Stock-in-hand	3,93,530	3,93,530
Others	18,95,481	20,38,311
Total	4,22,44,324	2,42,88,380

17 REVENUE FROM OPERATIONS
(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Sale of Services	29,25,94,074	23,17,17,810
Total	29,25,94,074	23,17,17,810

18 OTHER INCOMES
(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Interests		
From Fixed Deposits with banks	2,53,610	1,22,104
From Income Tax Refund	5,62,422	7,64,537
Other Non-Operating Incomes	1,77,608	-
Short Term Capital Gain on sale of Investment	-	(21,492)
Total	9,93,640	8,65,149

19 Purchase
(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Purchase	-	-
Total	-	-

20 Change in inventories of Stock-in-Trade
(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Closing Stock	3,93,530	3,93,530
Less: Opening Stock	(3,93,530)	(3,93,530)
Total	-	-

21 EMPLOYEE BENEFIT EXPENSES
(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Salaries & Wages	24,95,71,285	20,03,54,327
Director Remuneration	19,77,342	18,45,278
Staff Welfare Expenses	12,88,007	7,50,887
Contribution to Provident & Other Funds	74,61,725	70,79,075
Total	26,02,98,359	21,00,29,567

22 FINANCE CHARGES
(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Finance Charges	1,99,149	84,562
Total	1,99,149	84,562

23 DEPRECIATION & AMORTIZATION
(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Depreciation Expense	15,21,282	5,88,384
Total	15,21,282	5,88,384

24 OTHER EXPENSES

(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Establishment Expenses		
Professional Fees	58,17,606	75,25,928
Audit Fees	2,40,000	2,40,000
Compliance & Company Law Matters	90,000	70,000
Filing Fee	1,200	620
Festival Expenses (GST-Paid)	33,948	3,31,623
Postage & Courier	45,856	54,465
Membership & Subscription	50,000	50,000
Printing & Stationery	2,39,643	67,979
Electricity , Diesel & Water Expenses	16,08,209	13,26,856
Telecommunication Exp	6,33,789	5,51,252
Office Exp	23,10,529	16,53,985
Travelling Expenses	6,98,866	7,89,633
Repairs	21,174	1,66,543
Rent Rates and Taxes	67,93,154	33,30,924
Repair Charges	2,20,613	1,38,990
Insurance	22,25,113	14,56,837
Consumables	-	36,804
Exchange Difference (Net)	2,02,655	2,84,956
Security Services for Cab	5,88,873	-
Auditor Expenses	4,740	5,062
Mis. Expenditure	4,58,993	14,12,007
	2,22,84,961	1,94,94,464
Selling & Distribution Expenses		
Business Promotion	46,502	1,49,819
Total	2,23,31,463	1,96,44,283

25 EARNING PER SHARE

(Amount in Rs`)

Particulars	As at	
	31st March, 2020	31st March, 2019
Net Profit after Tax as per Statement of Profit and Loss attributable to Equity Shareholders	67,61,831	29,72,425
Weighted Number of Equity Shares used as denominator for calculating EPS	20,85,678	20,85,678
Basic & Diluted Earning Per Share	3.24	1.43
Face Value per Equity Share	10.00	10.00

SOFTWARE DATA (INDIA) LIMITED
Notes to Financial Statements for the Year ended March 31, 2020

9 Property Plant & Equipment

Particulars	Gross Block				Depreciation/ Amortization			Net Block		
	As at 01/04/2019	Additions	Deductions /Adjustments	As at 31/03/2020	As at 01/04/2019	*Adjust through retained earnings	*Depreciation for the year	Up to 31/03/2020	As at 31/03/2020	As at 31/03/2019
Tangible Assets										
Owned Assets:										
Plant and Machinery	32,77,799	9,94,565		42,72,364	25,64,663	-	81,026	26,45,689	16,26,675	7,05,875
Furniture and Fixtures	7,94,978	58,51,410		66,46,388	5,70,599	-	1,89,763	7,60,362	58,86,027	2,18,652
Computers & Peripherals	56,45,182	24,47,090		80,92,272	49,69,314	-	7,16,958	56,86,272	24,06,000	6,91,456
Total (A)	97,17,959	92,93,065	-	1,90,11,024	81,04,576	-	9,87,747	90,92,323	99,18,702	16,15,983
Intangible Assets										
Owned Assets:										
Computer Softwares	48,22,625	9,12,829	-	57,35,454	36,19,244	-	5,33,535	41,52,779	15,82,675	8,36,912
Total (B)	48,22,625	9,12,829	-	57,35,454	36,19,244	-	5,33,535	41,52,779	15,82,675	8,36,912
Total (A+B)	1,45,40,584	1,02,05,887	-	2,47,46,478	1,17,23,820	-	15,21,282	1,32,45,102	1,15,01,377	24,52,895
Previous Year	1,36,13,956	9,26,627	-	1,45,40,583	1,11,35,429	-	5,86,384	1,17,23,813	28,16,771	24,52,895

SOFTWARE DATA INDIA LTDNotes on Financial Statements for the Year ended 31st March 2020**26. Related Party Disclosures****a. Related parties where control exist during the year:**

Arun Verma	Director & Shareholder
Sudipta Gautam	Director & Shareholder
Amit Prakash Shukla	Director & Shareholder

b. Other related parties with whom transactions have taken place during the year:

Data Inc. US	Mr. Arun Verma is the majority shareholder in Data Inc. US
Data Inc. (UK) Ltd.	Mr. Arun Verma is the majority shareholder in Data Inc. (UK) Ltd.

c. Transactions with related parties:

Name	Year Ended 31 st March 2020	Year Ended 31 st March 2019
Sale of Services		
- Data Inc. US	7,24,39,933	5,84,20,503
- Data Inc (UK) Ltd	2,359,360	29,97,077
Reimbursement of Expenses		
- Data Inc. US	16,340,588	3,19,221
- Data Inc (UK) Ltd	473,994	1,10,820

d. Transactions with Directors & Key Managerial Persons.

Particulars (Amounts paid or payable to a Directors)	Year ended 31.03.2020	Year ended 31.03.2019
Salary & Allowances		
- Director	1,977,342	1,845,278
Total	1,977,342	1,845,278

e. Outstanding balances as at year end:

Name	As at 31 st March 2020	As at 31 st March 2019
Data Inc. US	7,292,844	5,207,758
Data Inc (UK) Ltd.	2,201,052	280,799

SOFTWARE DATA INDIA LTD

Notes on Financial Statements for the Year ended 31st March 2020

27. Additional Notes to accounts

- a) Contingent Liabilities:
Claims against the Company not acknowledged as debts: Nil
- b) The gratuity liability has been provided as per the Payment of Gratuity Act, 1972 and & Leave Encashment on leave accrued on last day of balance sheet date on the basis of last salary drawn. In absence of actuarial valuation, Gratuity liability has been considered as long term liability and Leave Encashment has been considered as short term liability. The Shortfall between the amount as actuarially determined as at the balance sheet date and gratuity & leave encashment provided has neither been ascertained nor provided in the books of accounts.
- c) Due to the spread of COVID-19, a global pandemic, the operations of the Company were impacted and its warehouses and offices were shutdown following a nationwide lockdown imposed by the Government of India. The Company has resumed its operations in accordance with the directives of the Government of India. The Company has evaluated impact of this pandemic on its business operations and financial position & based on its review of current indicators and considering future economic conditions, there is no significant impact on its financial statements for the year ended March 31, 2020. However, the impact assessment of COVID-19 is a continuing process given the uncertainties associated with its nature and duration and accordingly the impact may be different from that estimated as at the date of approval of these financial statements. The Company will continue to monitor any material changes in the future economic conditions
- d) The Finance Act, 2019 reduced the Company's applicable tax rate from 30% to 25% plus applicable surcharge and cess. Additionally, the newly inserted Section 115BAA by the Taxation Laws (Amendment) Act, 2019 effective from April 1, 2019, provided an option to pay taxes at 22% plus applicable surcharge and cess, subject to complying with certain conditions. Accordingly, the Company has made provision of income tax on lower rates of tax as per section 115BAA of the Income Tax Act, 1961 and remeasured its deferred tax assets accordingly.
- e) The Ministry of Micro, Small and Medium Enterprises has issued an Office Memorandum dated 26 August 2008 which recommends that the Micro and Small Enterprises should mention in their correspondence with its customers the Entrepreneurs Memorandum Number as allocated after filing of the Memorandum. Based on the information available with the management, there are no overdue outstanding to micro and small enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006. Further, the Company has not received any claim for interest from any supplier under the said Act.
- f) The Company is in the process of identifying Micro & Small Enterprises as defined under the Micro, Small and Medium Enterprises Development Act, 2006. Consequently it is not possible for the company to give relevant disclosure under the said Act.

SOFTWARE DATA INDIA LTDNotes on Financial Statements for the Year ended 31st March 2020

e) In few cases, debtors / creditors remained unconfirmed.

	Year ended 31.03.2020 INR	Year ended 31.03.2019 INR
Auditor's Remuneration:		
- Audit Fees	240,000	240,000
- Other Matters	90,000	70,000
Total	<u>330,000</u>	<u>310,000</u>

Additional information pursuant to the Provisions of Schedule III of the Companies Act, 2013 to the extent applicable is given :-

Earnings in Foreign Currency:

-Software Exports	7,47,79,293	61,417,580
-Reimbursement of Expenses	<u>1,68,41,602</u>	<u>430,042</u>
Total	<u>9,16,13,895</u>	<u>61,847,622</u>

g) Previous year figures are regrouped or rearranged wherever necessary to make them comparable with the current year figures.

As per our report of even date attached

For **Rastogi Narain & Co.**
Chartered Accountants
Firm Registration No.: 008775NFor and on behalf of the Board of Directors
Software Data (India) Ltd.**Shanti Narain Kukreja**
Partner
Membership No.:087370**Arun Verma**
Director
DIN: 01391813**Amit Prakash Shukla**
Director
DIN: 07783082Place: New Delhi
Date: 07/12/2020