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**Independent Auditors' Limited Review Report on Consolidated Unaudited quarterly Financial Results of Trigyn Technologies Limited for the quarter ended 30<sup>th</sup> June 2023 Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**To The Board of Directors of Trigyn Technologies Limited,**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Trigyn Technologies Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit/(loss) after tax and total comprehensive income / loss of its associates and joint ventures for the quarter ended June 2023 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended .
2. This statement, which is the responsibility of the Parent's management and approved by Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard for Interim Financial Reporting ("Ind AS-34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India.  
Our responsibility is to express a conclusion on the statement based on our review
3. We conducted our review of the statement in accordance with the Standard on Review Engagements (SE) 2410, "Review of Interim Financial Information Performed by the Independent Auditors of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards of Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. These consolidated unaudited financial results include results of the following entities:-



Sl. No.	Particulars	Relation
1.	Trigyn Technologies Limited	Holding Company
2.	Trigyn Technologies (India) Private Limited	Subsidiary
3.	Leading Edge Infotech Limited	Subsidiary
4.	Trigyn Technologies Inc.	Subsidiary
5.	Trigyn Technologies Schweiz GmbH, Switzerland	Subsidiary
6.	Trigyn Fin-Tech Private Limited	Subsidiary
7.	Trigyn E-Governance Private Limited	Subsidiary
8.	Trigyn Eduexpert Private Limited	Subsidiary
9.	Trigyn Healthcare Private Limited	Subsidiary

5. Without qualifying our opinion, attention is invited to the following matters: -

- **Note No. 5 A)** of the standalone financial statement with respect to non-accounting of Quarterly Guaranteed Revenue totalling Rupees 80 Crores. The Company has carried forward expenditure amounting to Rupees 3.41 crores in respect of this project to be adjusted with future earnings. The Company's stand for non-booking of revenue is on the ground that it is probable that the Company will not be able to collect the consideration to which it is entitled under the contract in the near future. We have relied on the independent expert's opinion that "**the company may postpone the recognition of revenue till such time there is reasonable certainty on realization of consideration**" (as fully explained in the Notes).

Also, (refer note no. 7 of standalone statement) ECL provision on receivables from this project is provided on the basis of independent expert's opinion obtained as of 31 March 2022. For the quarter ended 30<sup>th</sup> June 2023 ECL has been provided following the same basis of calculations (as fully explained in the notes).

- **Note No. 5 B)** of the standalone financial statement with respect to toll collection project for parking sites in Nashik there was no collection of tolls during the earlier financial year and in the current half year on account of various issues. The Company is in discussion with Nashik Smart City Development Corporation Ltd for sorting out these issues. The Company is carrying in its Balance Sheet an amount of Rupees 7.44 crores towards capital cost of the project. As the Company is in the process of resolving all the issues, this capital cost has not been impaired (as explained in the Notes).
- **Note No. 6 a) to e)** of the standalone financial statement, with respect to pending legal suits for recovery (As fully explained in the Notes).
- **Note No. 8** of the standalone financial statement regarding departmental audit initiated by GST department of Andhra Pradesh Government us. 73 of the GST Act.



- **Note No. 4** of the consolidated financial statement with respect to preparation of financial statements of two subsidiaries on going concern basis for the reason stated in the said note.
- **Note No. 4** of the standalone financial statement, with respect to necessary approval and permissions from RBI under FEMA regulations and carrying forward of balances in respect of wound up overseas subsidiaries and step-down overseas subsidiaries. These balances which are fully provided for have no bearing on the profitability nor on the assets and liabilities position of the Company (as fully explained in the Notes).
- **Note No. 7** of the consolidated financial statements regarding the management certified accounts of the subsidiaries as on 30<sup>th</sup> June 2023 (as fully explained in the notes).

Our conclusion is not modified in respect of this matter.

6. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited consolidated financial results prepared in accordance with applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. We did not review the interim financial information of eight subsidiaries Trigyn Technologies Inc, USA, Trigyn Technologies (India) Private Limited, Leading Edge Infotech Limited and Trigyn Technologies Schweiz GmbH, Switzerland, Trigyn Fin-Tech Private Limited, Trigyn E-Governance Private Limited, Trigyn Eduexpert Private Limited and Trigyn Healthcare Private Limited included in the consolidated unaudited financial results, whose interim financial information reflects total revenue of Rupees 32348 lakhs (Including group Company transaction), total net profit of Rupees 1915.85 lakhs (Including group Company transaction) and total comprehensive income of Rupees 1861.79 lakhs (Including group Company transactions) for the quarter ended 30<sup>th</sup> June 2023, as considered in the unaudited consolidated financial results.



The interim financial statements of Trigyn Technologies Inc, USA; Trigyn Technologies Schweiz GmbH, Switzerland; Leading Edge Infotech Limited; Trigyn Technologies (India) Private Limited; Trigyn Fin-Tech Private Limited; Trigyn E-Governance Private Limited; Trigyn Eduexpert Private Limited and Trigyn Healthcare Private Limited have not been reviewed and are certified by the Management.



Place: Bangalore  
Date :11th August, 2023

For V. Rohatgi & Co.  
Chartered Accountants  
Firm Registration Number: 000980C

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CA Arun Kumar Mishra  
Partner

Membership No.: 076038  
UDIN: 23076038BGUVIW1120

# TRIGYN TECHNOLOGIES LIMITED

Registered Office: 27, SDF-I, SEEPZ, Andheri (East), Mumbai 400 096



## STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2023

(Rupees in lakhs)

	Quarter ended			Year ended
	JUNE 30, 2023	MARCH 31 2023	JUNE 30, 2022	MARCH 31 2023
	Unaudited	Audited	Unaudited	Audited
Revenue from operations	32,250.08	32,403.76	28,527.40	127,272.44
Other income	321.01	222.95	51.41	649.05
<b>Total income</b>	<b>32,571.10</b>	<b>32,626.71</b>	<b>28,578.81</b>	<b>127,921.49</b>
<b>Expenses</b>				
Cost of materials consumed	-	-	-	-
Purchases of Materials including overheads	589.71	768.14	762.43	4,133.34
Changes in inventories of finished goods, work-in-progress and stock-in-trade	(410.47)	(741.31)	(639.73)	(732.95)
Employee benefit expense	20,862.57	21,708.20	19,058.99	81,162.75
Finance costs	42.13	46.65	70.45	224.22
Depreciation, depletion and amortisation expense	166.93	177.87	165.26	680.19
Other Expenses	9,437.68	9,872.40	8,035.07	36,630.43
<b>Total other expenses</b>	<b>30,688.56</b>	<b>31,831.95</b>	<b>27,452.47</b>	<b>122,097.99</b>
<b>Total profit/(loss) before exceptional items and tax</b>	<b>1,882.54</b>	<b>794.76</b>	<b>1,126.34</b>	<b>5,823.50</b>
Exceptional items	-	-	-	-
<b>Total profit/(loss) before tax</b>	<b>1,882.54</b>	<b>794.76</b>	<b>1,126.34</b>	<b>5,823.50</b>
Tax expense				
Current tax	694.14	888.09	537.48	2,638.44
Tax pertaining to prior years	-	(84.34)	-	(84.34)
Deferred tax	(20.59)	(268.32)	(4.97)	(198.32)
<b>Net profit/(loss) for the period</b>	<b>1,208.99</b>	<b>259.34</b>	<b>593.84</b>	<b>3,467.72</b>
<b>Other Comprehensive income (OCI) :</b>				
A (i) Items that will not be reclassified to profit or loss	10.00	(250.98)	8.83	(224.48)
(ii) Income tax relating to items that will not be reclassified to profit or loss	(2.58)	33.41	(2.32)	26.45
B (i) Items that will be reclassified to profit or loss	(53.81)	340.97	1,764.04	4,069.48
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
<b>Total Other Comprehensive Income / (Loss)</b>	<b>(46.39)</b>	<b>123.40</b>	<b>1,770.55</b>	<b>3,871.45</b>
<b>Total Comprehensive Income / (Loss)</b>	<b>1,162.61</b>	<b>382.74</b>	<b>2,364.39</b>	<b>7,339.18</b>
<b>Earnings per equity share</b>				
Basic	3.93	0.84	1.93	11.26
Diluted	3.93	0.84	1.93	11.26



For Trigyn Technologies Limited

**R. Ganapathi**

Chairman & Non- Executive Director

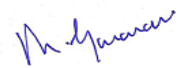
Place : Chennai  
Date : August 11, 2023

- 1 The unaudited financial statement for the quarter ended June 2023 has been reviewed by the audit committee and approved by the Board of Directors at their respective meetings held on August 11, 2023.  
  
The financial results of the company have been prepared in accordance with Indian Accounting Standards (IND AS), the provisions of the Companies Act, 2013, and guidelines issued by the Securities and Exchange Board of India.
- 2 In terms of IND AS 108, the company is having single reportable segment i.e. “Communication and information technology staffing support services”.
- 3 The company has provided for gratuity and leave encashment on proportionate basis as per actuarial valuation report for the year ended 31st March 2023, except in case of overseas subsidiaries where provision is made as per local applicable laws.
- 4 The financial statements of subsidiaries Leading Edge Infotech Limited (LEIL) and Trigyn Technologies India Private Limited (TTIPL) have been prepared on going concern basis despite the negative net worth of the Company as at the quarter-end. As of 30th June 2023, both the above companies are not in a position to meet their commitments on their own and are totally dependent on the financial support of the Holding company. The management is in the process of taking steps to revive the business and is also exploring other alternates such as merger/amalgamation/liquidation. Since both the companies are supported by the holding company, the financial statements have been prepared on going concern basis despite the negative net worth of these Companies at the quarter-end.
- 5 During the year, the Group’s project teams and employees were “Working from Home”. Some of the Group’s projects particularly the Cloud-Based Virtual Classroom System at Andhra Pradesh and toll collection from the Parking project at Nashik were badly affected on account of the prolonged lockdown. The management of respective companies of the Group has evaluated the possible impact of this pandemic on the business operations and the financial position of the Group where fixed expenditures such as permanent staff salary, office and godown rent, finance costs, manpower agency charges, and others which have been accounted but could not be covered by revenue billing due to the prolonged lockdown.
- 6 The full impact of COVID-19 remains uncertain and could be different from the estimates considered while preparing these consolidated Financial Statements. The Group will continue to closely monitor any material changes to future economic conditions.
- 7 The quarterly results of eight subsidiaries namely Trigyn Technologies Inc, USA, Trigyn Technologies Schweiz GmbH, Switzerland, Trigyn Technologies (India) Private Limited, Leading Edge Infotech Limited, Trigyn EduExpert Pvt Ltd, Trigyn e-Governance Pvt Ltd, Trigyn Fin-Tech Pvt Ltd and Trigyn Healthcare Pvt Ltd are management certified.
- 8 Figures of the previous quarter have been regrouped and reclassified, wherever considered necessary to correspond with the current period presentation.

Place : Chennai  
Date : August 11, 2023



**For Trigyn Technologies Limited**



**R. Ganapathi**  
Chairman & Non- Executive Director



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**Independent Auditors' Limited Review Report**

**Review Report to  
Board of Directors of Trigyn Technologies Limited,**

**Limited Review Report on Un-audited Standalone quarterly Financial Results pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 (as amended)**

1. We have reviewed the accompanying Statement of standalone unaudited financial results of Trigyn Technologies Limited ('the Company') for the quarter ended 30th June 2023 ("the statement").
2. This statement, which is the responsibility of the company's management and approved by Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard for Interim Financial Reporting ("Ind AS-34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").  
Our responsibility is to issue a report on these financial statements based on our review.
3. We conducted our review of the statement in accordance with the Standard on Review Engagements (SE) 2410, "*Review of Interim Financial Information Performed by the Independent Auditors of the Entity*" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatement. A review of interim financial information is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
4. Without qualifying our opinion, attention is invited to the following matters: -
  - **Note No. 4** of the statement, with respect to necessary approval and permissions from RBI under FEMA regulations and carrying forward of balances in respect of wound up overseas subsidiaries and step-down overseas subsidiaries. These balances which are



fully provided for have no bearing on the profitability nor on the assets and liabilities position of the Company (as fully explained in the Notes).

- **Note No. 5 A)** of the statement with respect to non-accounting of Quarterly Guaranteed Revenue totalling Rupees 80 Crores. The Company has carried forward expenditure amounting to Rupees 3.41 crores in respect of this project to be adjusted with future earnings. The Company's stand for non-booking of revenue is on the ground that it is probable that the Company will not be able to collect the consideration to which it is entitled under the contract in the near future. We have relied on the independent expert's opinion that "**the company may postpone the recognition of revenue till such time there is reasonable certainty on realization of consideration**" (as fully explained in the Notes).

Also, (**Refer note 7**) ECL provision on receivables from this project is provided on the basis of independent expert's opinion obtained as of 31 March 2022. For the quarter ended 30th June 2023 ECL has been provided following the same basis of calculations (as fully explained in the notes).

- **Note No. 5 B)** with respect to toll collection project for parking sites in Nashik there was no collection of tolls during the earlier financial year and in the current quarter on account of various issues. The Company is in discussion with Nashik Smart City Development Corporation Ltd for sorting out these issues. The Company is carrying in its Balance Sheet an amount of Rupees 7.44 crores towards capital cost of the project . As the Company is in the process of resolving all the issues, this capital cost has not been impaired (as explained in the Notes).
- **Note No. 6 a) to e)** of the statement, with respect to pending legal suits for recovery (As fully explained in the Notes).
- **Note No. 8** regarding departmental audit initiated by GST department of Andhra Pradesh Government u/s. 73 of the GST Act.

Our report is not modified on the above matter.





5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with applicable Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time, including the manner in which it is to be disclosed, or that it contains any material misstatement.



Place: Bangalore

11<sup>th</sup> August, 2023

For V. Rohatgi & Co.  
Chartered Accountants  
Firm Registration Number: 000980C

A handwritten signature in blue ink, appearing to read "Arun Kumar Mishra".

CA Arun Kumar Mishra  
Partner

Membership No.: 076038  
UDIN: 23076038BGUVIV8634

# TRIGYN TECHNOLOGIES LIMITED

Registered Office: 27, SDF-I, SEEPZ, Andheri (East), Mumbai 400 096



## STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2023

(Rupees in lakhs)

	Quarter ended			Year ended
	JUNE 30, 2023	MARCH 31 2023	JUNE 30, 2022	MARCH 31 2023
	Unaudited	Audited	Unaudited	Audited
Revenue from operations	3,126.82	4,544.86	2,699.30	17,251.95
Other income	28.21	2,540.31	21.58	2,625.42
<b>Total income</b>	<b>3,155.03</b>	<b>7,085.16</b>	<b>2,720.88</b>	<b>19,877.37</b>
<b>Expenses</b>				
Cost of materials consumed	-	-	-	-
Purchases of Materials including overheads	589.71	768.14	762.43	4,133.34
Changes in inventories of finished goods, work-in-progress and stock-in-trade	(410.47)	(741.31)	(639.73)	(732.95)
Employee benefit expense	2,545.79	2,561.90	2,170.04	9,414.69
Finance costs	18.37	33.22	39.75	159.92
Depreciation, depletion and amortisation expense	113.87	94.33	101.91	406.63
Other Expenses	1,025.20	1,532.29	1,142.35	5,794.82
<b>Total other expenses</b>	<b>3,882.48</b>	<b>4,248.57</b>	<b>3,576.74</b>	<b>19,176.44</b>
<b>Total profit/(loss) before exceptional items and tax</b>	<b>(727.45)</b>	<b>2,836.59</b>	<b>(855.87)</b>	<b>700.93</b>
Exceptional items (refer note no 13)	(1.06)	(2.62)	(1.59)	(5.55)
<b>Total profit/(loss) before tax</b>	<b>(728.51)</b>	<b>2,833.97</b>	<b>(857.45)</b>	<b>695.38</b>
Tax expense				
Current tax	-	369.14	-	369.14
Tax pertaining to prior years	-	(84.69)	-	(84.69)
Deferred tax	(20.59)	5.44	(4.97)	(19.24)
<b>Net Profit/(Loss) for the period</b>	<b>(707.92)</b>	<b>2,544.09</b>	<b>(852.48)</b>	<b>430.17</b>
<b>Other Comprehensive income (OCI) :</b>				
A (i) Items that will not be reclassified to profit or loss	10.25	(136.44)	9.21	(108.82)
(ii) Income tax relating to items that will not be reclassified to profit or loss	(2.58)	33.41	(2.32)	26.45
B (i) Items that will be reclassified to profit or loss	-	-	-	-
(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
<b>Total Other Comprehensive Income / (Loss)</b>	<b>7.67</b>	<b>(103.03)</b>	<b>6.89</b>	<b>(82.37)</b>
<b>Total Comprehensive Income / (Loss)</b>	<b>(700.25)</b>	<b>2,441.05</b>	<b>(845.59)</b>	<b>347.81</b>
<b>Earnings per equity share</b>				
Basic	(2.30)	8.26	(2.77)	1.40
Diluted	(2.30)	8.26	(2.77)	1.40



For Trigyn Technologies Limited

*R. Ganapathi*

**R. Ganapathi**

Chairman & Non- Executive Director

Place : Chennai

Date : August 11, 2023



- 1 The unaudited financial statement for the quarter ended June 2023 has been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 11, 2023.

The financial results of the company have been prepared in accordance with Indian Accounting Standards (IND AS), the provisions of the Companies Act, 2013, and guidelines issued by the Securities and Exchange Board of India.

- 2 In terms of IND AS 108, the company is having a single reportable segment i.e. “Communication and information technology staffing support services”.
- 3 The company has provided for gratuity and leave encashment expenses on proportionate as per actuarial valuation report for the year ended 31st March 2023.
- 4 Investments, Receivables and Loans and advances include balances in the accounts relating to overseas subsidiaries and step down overseas subsidiaries which were wound-up/liquidated/under liquidation in the earlier years and are fully provided for, are as under :

Particulars	<i>(Rupees in lacs)</i>	
	30th June 2023	31st March 2023
<b>Investments</b>		
Ecapital Solutions (Bermuda) Ltd*	50,972.96	50,972.96
<b>Debtors</b>		
Trigyn Technologies Limited, UK*	60.09	60.09
<b>Loans and Advances</b>		
Trigyn Technologies Limited, UK*	20.76	20.76
eVector Inc USA*	0.27	0.27
eCapital Solutions (Mauritius) Limited*	2.09	2.09
eVector India Private Limited*	0.10	0.10

\*The company has carried forward in the book of accounts the balance of the above-mentioned overseas subsidiaries which has been wound up. The company is awaiting approval from the Reserve Bank of India for writing off these balances.

The process for obtaining necessary approval and permissions from the Reserve Bank of India (RBI) under FEMA regulations is in progress. In view of this, Investments, Loans & advances, and provision for doubtful debts and impairment in the value of investments are retained and other entries are given effect in the books of account which are subject to the approval of RBI. This matter is being carried forward for more than 7 years.

#### 5 Major Contracts of the company

##### **A) Implementation and Management of Cloud-Based Virtual Classroom System in Identified Schools in Andhra Pradesh**

The total contract value of the Andhra Pradesh State Fibernet Limited (APSFL) project amounts to Rs. 160 Crores inclusive of GST. This comprises Rs. 80 crores for the supply of materials and installation of video conferencing equipment and the balance Rs. 80 crores towards operations and maintenance. The company has completed a major portion of the supply contract. Balance work at 59 schools, 1 District Studio and Central Studio is still pending for completion due to non-allotment of sites from APSFL.

The Company has recognized revenue of Rs. 79.90 crores in respect of the supply contract which includes unbilled revenue of Rs. 49.73 lacs up to 30th June 2023. This is in line with IND AS 115 – (Revenue from contracts with customers) accounting for contracts based on completion of the performance obligation. Prepaid expenses include an amount of Rs.340.81 Lakhs representing project work in progress in respect of this project.

Against the milestone billings done of Rs. 79.40 crores, Rs. 17.90 crores have been received and balance of Rs. 61.50 crores is outstanding for more than 3 years. The Company is also holding an inventory of Rs. 2.22 crores as on 30th June 2023.

The operation and maintenance part of the contract was taken up in February 2019. The management has not booked any Quarterly Guaranteed Revenue on this part of the contract amounting to Rs. 80 crores, in view of uncertainty of collection.

Keeping in view the old outstanding of Rs. 61.50 crores being carried forward and poor collection till date, the management is of the view that their decision for not accounting unbilled revenue for AMC charges is justified and proper due to uncertainty of collection. In support of the management’s stand, the company has obtained an opinion from a subject matter expert as of 31st March 2022.

**B) Design, Development, Implementation, Operation, and Maintenance of Smart Parking Solution at Nashik**

Due to various reasons, there was no collection of tolls from the 15 commissioned parking sites in Nashik. The company is in discussion with Nashik Smart City Development Corporation Ltd to sort out various issues related to the Smart Parking Project. During the quarter, the company has charged in the statement of Profit & Loss, the total expenditure of Rs. 45.09 lacs. The company has also amortized an amount of Rs. 27.90 lacs in respect of the capitalized portion of completed sites.

The unamortized Capital Cost carried forward in the Balance Sheet as at 30.06.2023 of Rs. 7.44 Crores.

**6 Pending legal suits for recovery**

**a) Legal case filed by the company against Millennium Synergy Pvt. Ltd. and Iram Technologies Pvt. Ltd.**

The company has filed a special civil suit for the recovery of the damages from the above-mentioned parties. The next hearing is on 12th September, 2023.

**b) Case filed by Iram Technologies Pvt. Ltd. against the company**

Cheque bouncing case has been filed by Iram Technologies Pvt. Ltd. against the company in Small Causes Court, Bengaluru under Section 138 of the Negotiable Instruments Act. In lieu of the above cheque, the company had cleared the liability and had requested the complainant to return the postdated cheques. However, the complainant has proceeded in filing the case against the company under Section 138 of the Negotiable Instruments Act. The company's lawyer presented arguments and filed written statements on behalf of the company. On 9th December 2021 relying on the purchase order, the Small Causes Court, Bengaluru had asked the company to deposit 20% of the purchase order value within 60 days. The company filed an appeal with Honorable High Court of Karnataka against the above order and obtained an interim stay on the order passed by the Small Causes Court, Bengaluru. On 11th July, 2023, the Counsel of accused filed a memo. The matter was stayed and is posted for hearing on 9th November, 2023.

**c) Toshniwal Enterprises Control Limited (TECL)**

The company and TECL entered into an MOU on 24-April-2019 to work on the ONGC project. Insolvency proceeding against TECL was admitted on 22-11-2019 at NCLT – Kolkata. ONGC terminated the contract on 29-11-2019. The Company's advocate had filed an application with NCLT in September 2020. There were certain defects raised by the Registry department while scrutinizing the file. The same was duly corrected by the company's advocate and the matter was heard by the NCLT Kolkata bench on April 8, 2021. The Bench condoned the delay in submitting the claim by the company. Further, it allowed the application of the company and directed the resolution professional to verify and accept the claim on its merit. NCLT has ordered the commencement of liquidation of the Toshniwal Enterprises Control Limited on 4th April 2022 and the stakeholders were called upon to submit their claim with proof. The matter was last heard on 27.06.2022 and Counsel appearing for Liquidator submitted the preliminary report and list of stakeholders. There has been no development in the case.

**d) Suit filed against ESDS Software Solution Pvt. Ltd. by the Company**

The company had filed a suit in the Bombay High Court on August 2, 2019, appealing that the above party is restrained from terminating the consortium agreement and honor their commitments under the master service agreement. The court has appointed an arbitrator in the above matter. The cross examination of witness was carried out on November 29, 30 and December 1, 2021. The hearing for cross examination of claimant witness was done on 05/06-08-2022. The process of re-examination of claimant has started. The virtual meeting was held on February 3, 2023, for production of certain documents by the respondent based on which the final judgement will be given by the arbitrator. On 17th and 18th March, 2023 Arbitration meeting was held to hear the final arguments by claimant and certain document were requested to be produced from STPI by the Justice. On 10th June 2023, Arbitration Meeting with regard to the documents received from STPI for final hearing of Respondent's arguments (and Claimant's arguments in rejoinder) was held. On 15th July, 2023, a meeting was held for hearing the arguments of the Respondent. Subsequently to conclude the argument by Respondent and hear the final arguments of claimant, Arbitration meetings are fixed on 1st September, 2023 and 2nd September, 2023.

**e) Writ Petitions filed by the company relating to Tamil Nadu projects**

**1) Coimbatore Smart City Limited**

The company had bid for the Selection of a System Integrator to Design, Supply, Implement, Operate, & Manage Integrated Command and Control Centre in Coimbatore Smart City Limited. The company's bid got rejected and therefore a Writ Petition challenging the disqualification was filed in Madras High Court. The writ petition was filed on 19th February 2021 with Madras High Court. The date of hearing for admission of the petition was 4th March 2021. The petition is pending for admission and a reply has been sought from the other party.



**II) Tiruppur Smart City Limited**

The company had bid for the Selection of a System Integrator to Design, Supply, Implement, Operate, & Manage Integrated Command and Control Centre in Tiruppur Smart City Limited. The company's bid got rejected and therefore a Writ Petition challenging the disqualification was filed in Madras High Court. The writ petition was filed on 11th February 2021 with Madras High Court. The date of hearing for admission was 23-02-2021. The petition is pending for admission and a reply has been sought from the other party.

The management has evaluated all the pending legal cases in consultation with their legal counsel and they believe that they have got a good case and expect a favorable outcome in the majority of the above cases.

**III) ISYX Technologies India Private Limited.**

Trigyn had received a notice from District Legal Service Authority, Krishna at Machilipatnam under Commercial Courts Act 2015 for mediation on claim for Rs. 5,08,87,381 Principal and Rs. 2,41,66,089 as interest calculated till 28-10-2022.

We had requested for four weeks' time, thereafter we have not received any communication from the authority.

- 7 Other expenses of the Company includes ECL provision Rs. 2.45 crores for the current quarter including Rs. 2.25 crores for APSFL. The cumulative ECL provision made is Rs. 34.70 crores including Rs. 33.03 crores for APSFL.
- 8 The company was served with an Audit report for its Andhra Pradesh unit under Section 65(6) of the CGST Act 2017 under rule 101(5) on 5th April 2021 for FY 2017-18 and FY 2018-19. The company did not agree with the contents of the said audit report and filed a detailed reply on 21st May 2021 raising various preliminary objections along with a rebuttal to various audit paras. The GST department issued one more audit report titled "Final Audit Report" dated 15th June 2021. The company replied to the final audit report vide its letter dated 26th June 2021 raising various preliminary objections against the said final audit report. The department issued a pre-SCN Consultation Notice dated 4th August 2021 to the company wherein tax amounting to Rs. 36.39 lakhs, interest amounting to Rs. 182 Lakhs and a penalty amounting to Rs. 102 Lakhs were quantified during the audit. The company paid Rs. 22.33 lakhs under protest against the said demand. The company has submitted to the GST department that the liability of tax, interest, and penalty as mentioned in Form DRC-01A is not acceptable. On 18th February 2022 GST department issued SCN and the company has replied on the same.  
  
The case has been settled in May 2023 and Company has received an order from the GST authorities dropping substantial demand. For the balance demand of Rs. 38.44 Lakhs, the company has filed an appeal.
- 9 A search u/s 132 of the Income Tax Act was conducted by the Income Tax department on 29th August 2018. Thereafter the notices were issued for the block assessment for the period 2014-15 to 2019-20 (7 assessment years). The company has received the assessment orders for said Block raising a fresh demand of Rs.3.14 crores. The main reason for the demand is on account of adjustments to the returned income made at the processing stage and in one case dividend distribution tax credit has not been considered by the department which has resulted in wrongful addition. There being mistakes apparent from records, the company filed appeals/rectifications wherever applicable in consultation with the company's tax advisors.
- 10 The full impact of COVID-19 remains uncertain and could be different from the estimates considered while preparing these Standalone Financial Statements. The company will continue to closely monitor any material changes to future economic conditions.
- 11 During the year, the company project teams and employees were "Working from Home". Some of the Group's projects particularly the Cloud-Based Virtual Classroom System at Andhra Pradesh and toll collection from the Parking project at Nashik were badly affected on account of the prolonged lockdown. The management of respective companies of the Group has evaluated the possible impact of this pandemic on the business operations and the financial position of the Group where fixed expenditures such as permanent staff salary, office and godown rent, finance costs, manpower agency charges, and others which have been accounted but could not be covered by revenue billing due to the prolonged lockdown.
- 12 The new code on Social Security, 2020 (the Code) has been enacted, which would impact the contributions by the Company towards Provident Fund and Gratuity. The effective date from which the changes are applicable is yet to be notified. The Ministry of Labour and Employment (the Ministry) released draft rules for the Code on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will complete its evaluation and will give appropriate impact in its financial statements in the period in which the Code becomes effective and the related rules are published.
- 13 The exceptional item for the quarter & year to date ended represents provision for the loan given to the subsidiary.

- 14 The balance of associate companies of United Telecoms Limited (UTL) in the books of Trigyn Technologies Limited as of 30th June 2023 is as follows:

<b>Particulars</b>	<b>Amount (Rs. in lakhs)</b>
Receivable from Promuk Hoffman International Pvt. Ltd.	70.00
Receivable from United Telelinks (Bangalore) Ltd.	1.32
Rental Advance to United Telecoms Limited	68.21
Security Deposit to United Telecoms Limited for premises rented	34.55
Security Deposit to Aktivolt Celtek Pvt Ltd. for premises rented	29.50
Receivable from United Telecoms Limited given as an advance for bidding for new project and providing expertise	500.00

- 15 Earnings per share for the quarters ended June 30, 2023, March 31, 2023 and June 30, 2022 are not annualised.
- 16 Figures of the previous quarter/period/year have been regrouped and reclassified, wherever considered necessary to correspond with the current period presentation.

Place : Chennai

**Date : August 11, 2023**



**For Trigyn Technologies Limited**



**R. Ganapathi**  
Chairman & Non- Executive Director