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**Independent Auditor's Report On Quarterly Consolidated Financial Results and Consolidated Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

To  
Board of Directors of Trigyn Technologies Limited

## **1. Opinion**

We have audited the quarterly consolidated financial results of **Trigyn Technologies Limited** (hereinafter referred to as "the Holding Company") which comprises of Statement Of Consolidated Financial Results for the quarter and year ended 31<sup>st</sup> March 2023, Consolidated Balance sheet as at 31 March 2023 and consolidated Cashflow Statement for the year ended 31<sup>st</sup> March 2023 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These consolidated quarterly financial results as well as the consolidated year to date financial results have been prepared from consolidated interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these consolidated financial results based on our audit of such consolidated interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25 / Ind AS 34), mandated under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

In our opinion and to the best of our information and according to the explanations given to us these consolidated quarterly financial results as well as consolidated the year-to-date results:

1. include the quarterly financial results and year to date of the entities as given in paragraph 6 below.
2. have been presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
3. give a true and fair view of the consolidated net profit and other financial information for the quarter ended 31<sup>st</sup> March 2023 as well as the consolidated year-to-date results for the period from 1<sup>st</sup> April 2022 to 31<sup>st</sup> March 2023 in accordance with Indian Accounting Standards prescribed under Section 133 of the Companies Act 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India.



## 2. Basis of Opinion

We conducted our audit of the consolidated annual financial results 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 Consolidated Annual Financial results section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the consolidated annual financial results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

## 3. Emphasis of Matter

**We draw attention to the following matters:**

- i. Note No.5 of the Consolidated annual financial results regarding preparation of financial statements on going concern basis of the two wholly owned subsidiaries of the Holding Company (as explained in the Notes).
- ii. Note No.5 of the Standalone Financial results, 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 explained in the Notes).
- iii. Note No.6A of Standalone Financial Results with respect to non-accounting of Quarterly Guaranteed Revenue for 3 years period totalling Rs. 80 Crores. 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 (as explained in the Notes).
- iv. Note No.6B of Standalone Financial Results with respect to Toll Collection project for parking sites in Nashik there was no collection of Tolls during the year on account of various issues. The Company is in discussion with Nashik Smart City Development Corporation Ltd for sorting out the various issues. The Company is carrying in its Balance Sheet an amount of Rs.7.72 crores towards capital cost of the project which includes Rs.1.49 crores under CWIP. As the Company is in the process of resolving all the issues this capital cost has not been impaired. (as explained in the Notes).
- v. Note No.7 (a) to (e) of Standalone Financial Results regarding pending legal suits filed by the company and against the company (as explained in the Notes).

Our Report is not modified in respect of the above matters.



#### **4. Managements' and Board of Directors' responsibilities for the Consolidated Annual Financial Results**

These consolidated annual financial results have been prepared on the basis of the consolidated annual financial statements.

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these consolidated annual financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the company in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated annual financial results, the Management and the Board of Directors are 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

#### **5. Auditor's Responsibilities for the Audit of the Consolidated Annual Financial Results**

Our objectives are to obtain reasonable assurance about whether the consolidated annual financial results 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 consolidated annual financial results.

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 consolidated annual financial results, 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 controls.

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors 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 ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report to the related disclosures in the consolidated annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated annual financial results, including the disclosures, and whether the consolidated annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

- 6.** The consolidated quarterly financial results as well as consolidated year-to-date results include the quarterly and year to date financial results of the following entities:

<b>Particulars</b>	<b>Relation</b>
Trigyn Technologies Limited	Holding Company
Trigyn Technologies (India) Private Limited	Wholly owned Subsidiaries
Leading Edge Infotech Limited	Wholly owned Subsidiaries
Trigyn Technologies Inc.	Wholly owned Subsidiaries
Trigyn Technologies Schweiz GmbH, Switzerland	Wholly owned Subsidiaries
Trigyn Fin-Tech Private Limited	Wholly owned Subsidiaries
Trigyn E-Governance Private Limited	Wholly owned Subsidiaries
Trigyn Eduexpert Private Limited	Wholly owned Subsidiaries
Trigyn Healthcare Private Limited	Wholly owned Subsidiaries



## 7. Other Matters

The consolidated annual financial results include the results for the quarter ended 31<sup>st</sup> March, 2023 and the corresponding quarter ended in the previous year being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures upto the end of the third quarter of the relevant financial year which were subjected to limited review by us.



**V. ROHATGI & Co.**  
CHARTERED ACCOUNTANTS  
FRN 000980C

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

**CA ARUN KUMAR MISHRA**  
PARTNER  
M.NO-076038

DATE: 30<sup>th</sup> May 2023  
PLACE: Bangalore  
UDIN: 23076038BGUVFT3214

# TRIGYN TECHNOLOGIES LIMITED

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

TRIGYN  
technologies

## STATEMENT OF CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED

March 31, 2023

(Rupees in lakhs)

		Quarter ended			Year ended	
		MARCH 31	DECEMBER 31	MARCH 31	MARCH 31	MARCH 31
		2023	2022	2022	2023	2022
		Audited	Unaudited	Audited	Audited	Audited
1	Revenue from operations	32,403.76	33,977.59	27,328.16	127,272.44	104,058.35
2	Other income	222.95	247.20	163.08	649.05	297.79
3	<b>Total income (1+2)</b>	<b>32,626.71</b>	<b>34,224.78</b>	<b>27,491.24</b>	<b>127,921.49</b>	<b>104,356.14</b>
4	<b>Expenses</b>					
	Cost of materials consumed	-	-	-	-	-
	Purchase of materials including overheads	768.14	990.40	83.37	4,133.34	247.56
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(741.31)	461.12	(33.81)	(732.95)	18.83
	Employee benefit expense	21,708.20	20,554.13	19,090.46	81,162.75	71,623.75
	Finance costs	46.65	53.94	84.74	224.22	276.62
	Depreciation, depletion and amortisation expense	177.87	169.91	200.03	680.19	670.08
	Other Expenses	9,872.40	9,710.34	7,381.71	36,630.43	25,636.45
	<b>Total other expenses (4)</b>	<b>31,831.95</b>	<b>31,939.85</b>	<b>26,806.50</b>	<b>122,097.99</b>	<b>98,473.28</b>
5	<b>Total profit before exceptional items and tax (3-4)</b>	<b>794.76</b>	<b>2,284.93</b>	<b>684.74</b>	<b>5,823.50</b>	<b>5,882.86</b>
6	Exceptional items	-	-	-	-	-
7	<b>Total profit (loss) before tax (5-6)</b>	<b>794.76</b>	<b>2,284.93</b>	<b>684.74</b>	<b>5,823.50</b>	<b>5,882.86</b>
8	Tax expense					
	Current tax	888.09	741.18	581.03	2,638.44	2,273.39
	Tax pertaining to prior years	(84.34)	-	6.48	(84.34)	6.48
	Deferred tax	(268.32)	9.80	(273.95)	(198.32)	(304.21)
9	<b>Net Profit (Loss) for the period from continuing operations (7-8)</b>	<b>259.34</b>	<b>1,533.96</b>	<b>371.18</b>	<b>3,467.72</b>	<b>3,907.20</b>
10	Profit (loss) from discontinued operations before tax	-	-	-	-	-
11	Tax expense of discontinued operations	-	-	-	-	-
12	Net profit (loss) from discontinued operation after tax (10-11)	-	-	-	-	-
13	<b>Total profit (loss) for period (9+12)</b>	<b>259.34</b>	<b>1,533.96</b>	<b>371.18</b>	<b>3,467.72</b>	<b>3,907.20</b>
14	Other Comprehensive income :					
	A (i) Items that will not be reclassified to profit or loss	(250.98)	8.83	(56.86)	(224.48)	(46.41)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	33.41	-	(1.67)	26.45	(8.07)
	B (i) Items that will be reclassified to profit or loss	340.97	586.20	1,092.89	4,069.48	1,091.79
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
15	<b>Total Comprehensive Income for the period</b>	<b>382.74</b>	<b>2,128.99</b>	<b>1,405.54</b>	<b>7,339.18</b>	<b>4,944.52</b>
16	<b>Earnings per share</b>					
	<b>Earnings per equity share for continuing operations</b>					
	Basic earnings (loss) per share from continuing operations	0.84	4.98	1.21	11.26	12.69
	Diluted earnings (loss) per share from continuing operations	0.84	4.98	1.21	11.26	12.69
17	<b>Earnings per equity share for discontinued operations</b>					
	Basic earnings (loss) per share from discontinued operations	-	-	-	-	-
	Diluted earnings (loss) per share from discontinued operations	-	-	-	-	-
18	<b>Earnings per equity share</b>					
	Basic earnings (loss) per share from continuing and discontinued operations	0.84	4.98	1.21	11.26	12.69
	Diluted earnings (loss) per share from continuing and discontinued operations	0.84	4.98	1.21	11.26	12.69

For Trigyn Technologies Limited



*R. Ganapathi*

Place : Madurai  
Date : May 30, 2023

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

**Trigyn Technologies Limited**  
**Consolidated Balance sheet as at 31 March 2023**  
*(Amounts in Indian Rupees lakhs unless otherwise stated)*



Particulars		31 March 2023	31 March 2022
<b>ASSETS</b>			
<b>(1) Non-current assets</b>			
(a)	Property, plant and equipment	543.42	484.15
(b)	Goodwill	8,674.33	8,674.33
(c)	Other intangible assets	1,033.60	1,454.82
(d)	Capital work-in-progress	149.90	149.90
(e)	Right-to-use Asset	463.14	222.94
(f)	Financial assets		
(i)	Investments	8,291.44	2,136.85
(ii)	Loans	-	-
(iii)	Others	9,657.78	9,155.34
(g)	Non Current tax assets (net)	385.45	193.94
(h)	Deferred tax assets (net)	698.09	473.31
(i)	Other non-current assets	526.97	770.42
<b>Total non-current assets</b>		<b>30,424.12</b>	<b>23,715.99</b>
<b>(2) Current assets</b>			
(a)	Inventories	1,058.17	325.22
(b)	Financial assets		
(i)	Trade receivables	30,451.53	28,156.93
(ii)	Cash and cash equivalents	13,809.15	21,514.29
(iii)	Loans	3,308.88	-
(iv)	Others	2,886.52	607.66
(c)	Current tax asset (net)	345.19	0.99
(d)	Other current assets	3,324.71	1,170.90
<b>Total current assets</b>		<b>55,184.15</b>	<b>51,775.99</b>
<b>TOTAL ASSETS</b>		<b>85,608.27</b>	<b>75,491.98</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a)	Equity share capital	3,078.57	3,078.57
(b)	Other equity	65,021.07	57,681.83
<b>Total equity</b>		<b>68,099.64</b>	<b>60,760.40</b>
<b>Liabilities</b>			
<b>(1) Non-current liabilities</b>			
(a)	Financial liabilities		
(i)	Borrowings	22.15	-
(ii)	Lease Liabilities	365.07	145.86
(b)	Provisions	716.76	567.65
<b>Total non-current liabilities</b>		<b>1,103.98</b>	<b>713.51</b>
<b>(2) Current liabilities</b>			
(a)	Financial liabilities		
(i)	Borrowings	184.12	491.77
(ii)	Lease Liabilities	106.93	98.02
(iii)	Trade payables		
	- Total Outstanding dues of Micro and Small Enterprises	376.11	278.78
	- Total Outstanding dues of other than Micro and Small Enterprises	9,439.57	8,144.49
(iv)	Other financial liabilities	4,577.32	3,768.26
(b)	Other current liabilities	905.88	507.06
(c)	Provisions	814.72	729.69
<b>Total current liabilities</b>		<b>16,404.65</b>	<b>14,018.07</b>
<b>Total liabilities</b>		<b>17,508.63</b>	<b>14,731.58</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>85,608.27</b>	<b>75,491.98</b>



**Trigyn Technologies Limited**
**Consolidated cashflow as on 31 March 2023**
*(Amounts in Indian Rupees Lakhs unless otherwise stated)*


	Particulars	31 March 2023	31 March 2022
<b>A.</b>	<b>Cash flow from operating activities</b>		
	<b>Net profit before exceptional items and tax</b>	<b>5,823.50</b>	<b>5,882.86</b>
	<b>Adjustments to reconcile profit for the year to net cash generated from</b>		
	Unrealised foreign exchange (gain) / loss (net)	181.06	(19.23)
	Depreciation and amortisation	680.19	670.08
	Interest income from deposits with banks and others	(502.68)	(92.55)
	Dividend income	(118.65)	-
	Finance cost	224.22	276.62
	Actuarial gains and losses routed through other comprehensive income	(30.33)	(46.41)
	Provision for Expected Credit Loss & Other	1,358.54	587.94
	<b>Operating profit before working capital changes</b>	<b>7,615.86</b>	<b>7,259.31</b>
	<b>Changes in working capital</b>		
	(Increase) /decrease in Stock in trade	(732.95)	18.83
	(Increase) /decrease in trade receivables	(3,861.91)	(4,725.56)
	(Increase)/decrease in Loan and other financial assets, and other assets	(7,972.84)	1,694.58
	Increase/(decrease) in trade payables	1,392.40	762.41
	Increase/(decrease) in financial liabilities, Other liabilities and provision	1,442.00	1,810.08
	<b>Cash generated from operations</b>	<b>(2,117.44)</b>	<b>6,819.65</b>
	Direct taxes paid (including taxes deducted at source), net of refunds	(3,089.81)	(2,323.32)
	<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>(5,207.25)</b>	<b>4,496.33</b>
<b>B.</b>	<b>Cash flow from investing activities</b>		
	Sale/(Purchase) of property, plant and equipment and intangible assets	(558.44)	(1,576.11)
	Investment including other unquoted equity	(6,348.74)	(1,662.14)
	Interest income	502.68	92.55
	Dividend received/(paid) on investments	118.65	-
	<b>NET CASH FROM / (USED) IN INVESTING ACTIVITIES</b>	<b>(6,285.85)</b>	<b>(3,145.70)</b>
<b>C.</b>	<b>Cash flow from financing activities</b>		
	Borrowing/Lease financing/(Repayment )	(57.38)	(287.06)
	Finance cost	(224.22)	(276.62)
	<b>NET CASH FROM / (USED) IN FINANCING ACTIVITIES</b>	<b>(281.60)</b>	<b>(563.68)</b>
	<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>(11,774.70)</b>	<b>786.96</b>
	Cash and cash equivalents at the beginning of the year (31/03/2022 - 31/03/2021)	21,514.29	19,641.03
	<b>Add: effect of exchange rate difference on translation on cash and cash equivalents</b>	<b>4,069.55</b>	<b>1,086.31</b>
	<b>Cash and cash equivalents at the end of the year ( 31/03/2023 - 31/03/2022)</b>	<b>13,809.15</b>	<b>21,514.29</b>







1 The audited financial statement for the quarter and year ended March 2023 has been reviewed by the audit committee and approved by the Board of Directors at their respective meetings held on May 30, 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 Figures for the quarter ended 31st March are the balancing figures between the audited figures in respect of the full financial year and the published year-to-date figures up to the third quarter of the relevant financial year subjected to limited review.

3 In terms of IND AS 108, the company is having single reportable segment i.e. "Communication and information technology staffing support services".

4 The company has provided for gratuity and leave encashment expenses for the FY 2022-23 on the basis of the actuarial valuation report, except in the case of overseas subsidiaries, as per applicable local law.

5 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 year-end. As of 31st March 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 year-end.

6 During the year ended March 31, 2023, below 4 companies incorporated in India have allotted 10,000 equity shares each to Trigyn Technologies Limited:

Trigyn Fin-Tech Pvt. Ltd.

Trigyn Eduexpert Pvt. Ltd.

Trigyn E-Governance Pvt. Ltd.

Trigyn Healthcare Pvt. Ltd.

All the above direct subsidiaries are 100% held by Trigyn technologies Limited and are now its wholly owned subsidiaries.

7 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.

8 During the year ended March 31, 2023, the Group has changed its accounting policy to meet the requirements of the standard 'IND AS 21 – The effects of changes in Foreign Exchange Rates'. During the period, the Group has translated all the assets and liabilities of the foreign subsidiaries at closing exchange rate without bifurcating between Monetary and Non-Monetary items. As a result, the group's Gross block as on 1st April 2022 increased by Rs. 98.40 lakhs & Accumulated depreciation increased by 17.26 lakhs.

9 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.

10 The audited financials of the subsidiaries namely Trigyn Technologies Inc, USA, Trigyn Technologies Schweiz GmbH, Switzerland, Trigyn Technologies (India) Private Limited, Leading Edge Infotech Limited, Trigyn Fin-Tech Pvt. Ltd., Trigyn Eduexpert Pvt. Ltd., Trigyn E-Governance Pvt. Ltd., and Trigyn Healthcare Pvt. Ltd. are considered for consolidation during the quarter and year ended March 31, 2023.

11 Trigyn Technologies Inc, USA, Newly Adopted Accounting Pronouncement:

In February 2016, the Financial Accounting Standards Board ("FASB") issued ASC 2016-02, Leases (Topic 842), which supersedes existing guidance for accounting for leases under Topic 840, Leases. The FASB also subsequently issued the following additional ASCs, which amend and clarify Topic 842: ASC 2018-01, Land Easement Practical Expedient for Leases (Topic 842): 'Targeted Improvements'; ASC 2018-20, Narrow-scope Improvements for Lessors; and ASC 2019-01, Leases (Topic 842): 'Codification Improvements'. The most significant change in the new leasing guidance is the requirement to recognize right-of-use ("ROU") assets and lease liabilities for operating leases on the balance sheet. Trigyn Technologies Inc, USA, elected to adopt these ASCs effective April 1, 2022, and utilized all the available practical expedients. The most significant impact of the adoption was the recognition of ROU assets amounting to Rs. 422.30 lakhs (USD 514,001) and lease liabilities amounting to Rs. 422.30 lakhs (USD 514,001) for operating leases on the balance sheet. The accounting for finance leases remained substantially unchanged.

12 At March 31, 2023, TTI determined that the expected future revenue on its capitalized software was less than the carrying value. Accordingly, the Company recognized an impairment loss of Rs. 135.45 Lakhs (PY Rs. 219.84 Lakhs) included in Other Expenses. Amortization expense on capitalized software for the years ended March 31, 2023, and 2022 amounted to Rs. 268.29 Lakhs and Rs. 0 (included under depreciation/amortization), respectively. The amortized portion of the software was disposed of at year end as part of impairing the asset.

13 Group's Unbilled revenue as on 31st March 2023, includes Rs 22.46 Crs related to UNDP Project for which service has been rendered but LOI is still under finalisation .

14 Figures of the previous quarter/period/year have been regrouped and reclassified, wherever considered necessary to correspond with the current period presentation.

Place : Madurai

Date : May 30, 2023



For Trigyn Technologies Limited

R. Ganapathi

Chairman & Non- Executive Director



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**Independent Auditor's Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

To  
Board of Directors of Trigyn Technologies Limited

## **1. Opinion**

We have audited the accompanying standalone quarterly financial results of **Trigyn Technologies Limited** (hereinafter referred to as the "Company"), which comprises of Statement of Standalone Financial Results for the quarter and year ended 31<sup>st</sup> March 2023, Standalone Balance sheet as at 31 March 2023 and Standalone Cashflow Statement for the year ended 31<sup>st</sup> March 2023 attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard for Interim Financial Reporting (AS 25 / Ind AS 34), prescribed, under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.

In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year-to-date results:

1. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
2. give a true and fair view of the net profit and other financial information for the quarter ended 31<sup>st</sup> March 2023 as well as the year-to-date results for the period from 1<sup>st</sup> April 2022 to 31<sup>st</sup> March 2023 in accordance with Indian Accounting Standards prescribed under Section 133 of the Companies Act 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India



## 2. Basis of Opinion

We conducted our audit of the standalone annual financial results 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 Standalone Annual Financial results section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone annual financial results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

## 3. Emphasis of Matter

**We draw attention to the following matters:**

- i. Note No.5 of the result, 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 explained in the Notes).
- ii. Note No.6A with respect to non-accounting of Quarterly Guaranteed Revenue for 3 years period totalling Rs. 80 Crores. 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 (as explained in the Notes).
- iii. Note No.6B with respect to Toll Collection project for parking sites in Nashik there was no collection of Tolls during the year on account of various issues. The Company is in discussion with Nashik Smart City Development Corporation Ltd for sorting out the various issues. The Company is carrying in its Balance Sheet an amount of Rs.7.72 crores towards capital cost of the project which includes Rs.1.49 crores under CWIP. As the Company is in the process of resolving all the issues this capital cost has not been impaired. (as explained in the Notes).
- iv. Note No.7 (a) to (e) regarding pending legal suits filed by the company and against the company (as explained in the Notes).

Our Report is not modified in respect of the above matters.



#### **4. Managements' and Board of Directors' responsibilities for the Standalone Annual Financial Results**

These standalone annual financial results have been prepared on the basis of the standalone annual financial statements.

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the company in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone annual financial results, the Management and the Board of Directors are 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

#### **5. Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone annual financial results 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 standalone annual financial results.

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 standalone annual financial results, 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 controls.

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors 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 ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report to the related disclosures in the standalone annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone annual financial results, including the disclosures, and whether the standalone annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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

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



## 6. Other Matters

The standalone annual financial results include the results for the quarter ended 31<sup>st</sup> March, 2023 and the corresponding quarter ended in the previous year being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures upto the end of the third quarter of the relevant financial year which were subjected to limited review by us.



**V. ROHATGI & Co.**  
CHARTERED ACCOUNTANTS  
FRN 000980C

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

**CA ARUN KUMAR MISHRA**  
PARTNER  
M.NO-076038

DATE: 30<sup>th</sup> May 2023  
PLACE: Bangalore  
UDIN: 23076038BGUVFU9467

# TRIGYN TECHNOLOGIES LIMITED

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



## STATEMENT OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2023

(Rupees in lakhs)

		Quarter ended			Year ended	
		MARCH 31	DECEMBER 31	MARCH 31	MARCH 31	MARCH 31
		2023	2022	2022	2023	2022
		Audited	Unaudited	Audited	Audited	Audited
1	Revenue from operations	4,544.86	5,065.40	2,469.43	17,251.95	9,425.59
2	Other income	2,540.31	32.84	1,175.35	2,625.42	1,808.83
3	<b>Total income (1+2)</b>	<b>7,085.16</b>	<b>5,098.24</b>	<b>3,644.78</b>	<b>19,877.37</b>	<b>11,234.41</b>
4	<b>Expenses</b>					
	Cost of materials consumed	-	-	-	-	-
	Purchase of materials including overheads	768.14	990.40	83.37	4,133.34	247.56
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(741.31)	461.12	(33.81)	(732.95)	18.83
	Employee benefit expense	2,561.90	2,388.28	2,001.12	9,414.69	7,438.82
	Finance costs	33.22	45.86	60.44	159.92	207.54
	Depreciation, depletion and amortisation expense	94.33	106.56	102.49	406.63	361.28
	Other Expenses	1,532.29	1,667.41	739.69	5,794.82	2,600.80
	<b>Total other expenses (4)</b>	<b>4,248.57</b>	<b>5,659.64</b>	<b>2,953.31</b>	<b>19,176.44</b>	<b>10,874.83</b>
5	<b>Total profit (loss) before exceptional items and tax (3-4)</b>	<b>2,836.59</b>	<b>(561.40)</b>	<b>691.47</b>	<b>700.93</b>	<b>359.58</b>
6	Exceptional items	2.62	0.34	0.74	5.55	4.30
7	<b>Total profit (loss) before tax (5-6)</b>	<b>2,833.97</b>	<b>(561.75)</b>	<b>690.73</b>	<b>695.38</b>	<b>355.29</b>
8	Tax expense					
	Current tax	369.14	-	194.36	369.14	288.80
	Tax pertaining to prior years	(84.69)	-	6.48	(84.69)	6.48
	Deferred tax	5.44	(8.57)	(11.33)	(19.24)	(41.59)
9	<b>Net Profit (Loss) for the period from continuing operations (7-8)</b>	<b>2,544.09</b>	<b>(553.18)</b>	<b>501.22</b>	<b>430.17</b>	<b>101.59</b>
10	Profit (loss) from discontinued operations before tax	-	-	-	-	-
11	Tax expense of discontinued operations	-	-	-	-	-
12	Net profit (loss) from discontinued operation after tax (10-11)	-	-	-	-	-
13	<b>Total profit (loss) for period (9+12)</b>	<b>2,544.09</b>	<b>(553.18)</b>	<b>501.22</b>	<b>430.17</b>	<b>101.59</b>
14	Other Comprehensive income :					
	A (i) Items that will not be reclassified to profit or loss	(136.44)	9.21	(59.89)	(108.82)	(47.19)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	33.41	-	(1.67)	26.45	(8.07)
	B (i) Items that will be reclassified to profit or loss	-	-	5.48	-	5.48
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-
15	<b>Total Comprehensive Income for the period</b>	<b>2,441.05</b>	<b>(543.97)</b>	<b>445.14</b>	<b>347.81</b>	<b>51.83</b>
16	<b>Earnings per share</b>					
	<b>Earnings per equity share for continuing operations</b>					
	Basic earnings (loss) per share from continuing operations	8.26	(1.80)	1.63	1.40	0.33
	Diluted earnings (loss) per share from continuing operations	8.26	(1.80)	1.63	1.40	0.33
17	<b>Earnings per equity share for discontinued operations</b>					
	Basic earnings (loss) per share from discontinued operations	-	-	-	-	-
	Diluted earnings (loss) per share from discontinued operations	-	-	-	-	-
18	<b>Earnings per equity share</b>					
	Basic earnings (loss) per share from continuing and discontinued operations	8.26	(1.80)	1.63	1.40	0.33
	Diluted earnings (loss) per share from continuing and discontinued operations	8.26	(1.80)	1.63	1.40	0.33



For Trigyn Technologies Limited

*R. Ganapathi*

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

Place : Madurai  
Date : May 30, 2023

**Trigyn Technologies Limited**  
**Standalone Balance sheet as at 31 March 2023**  
(Amounts in Indian Rupees Lakhs unless otherwise stated)



	Particulars	31 March 2023	31 March 2022
	<b>ASSETS</b>		
(1)	<b>Non-current assets</b>		
(a)	Property, plant and equipment	534.98	475.08
(b)	Other intangible assets	622.80	711.97
(c)	Capital work-in-progress	149.90	149.90
(d)	Right-to-use Asset	81.55	222.93
(e)	Financial assets		
(i)	Investments	10,036.36	9,308.38
(ii)	Loans	-	-
(iii)	Others	1,944.61	2,065.33
(f)	Non-Current tax asset (net)	357.93	166.04
(g)	Deferred tax assets (net)	257.71	212.01
(h)	Other non-current assets	526.97	770.66
	<b>Total non-current assets</b>	<b>14,512.81</b>	<b>14,082.30</b>
(2)	<b>Current assets</b>		
(a)	Inventories	1,058.17	325.22
(b)	Financial assets		
(i)	Trade receivables	4,978.77	6,193.27
(ii)	Cash and cash equivalents	758.54	356.21
(iii)	Loans	22.48	-
(iv)	Others	2,886.52	607.66
(c)	Current tax asset (net)	197.30	1.01
(d)	Other current assets	2,750.97	699.84
	<b>Total current assets</b>	<b>12,652.75</b>	<b>8,183.21</b>
	<b>TOTAL ASSETS</b>	<b>27,165.56</b>	<b>22,265.51</b>
	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
(a)	Equity share capital	3,078.57	3,078.57
(b)	Other equity	15,840.90	15,493.09
	<b>Total equity</b>	<b>18,919.47</b>	<b>18,571.66</b>
(1)	<b>Liabilities</b>		
(a)	<b>Non-current liabilities</b>		
(i)	Financial liabilities		
(i)	Borrowings	22.15	-
(ii)	Lease Liabilities	25.07	145.86
(b)	Provisions	706.18	554.89
	<b>Total non-current liabilities</b>	<b>753.40</b>	<b>700.75</b>
(2)	<b>Current liabilities</b>		
(a)	Financial liabilities		
(i)	Borrowings	184.12	491.77
(ii)	Lease Liabilities	62.34	98.02
(iii)	Trade payables		
	- Total Outstanding dues of Micro and Small Enterprises	376.11	278.78
	- Total Outstanding dues of other than Micro and Small Enterprises	541.05	537.84
(iv)	Other financial liabilities	1,429.64	1,307.43
(b)	Other current liabilities	4,735.85	165.18
(c)	Provisions	163.58	114.07
	<b>Total current liabilities</b>	<b>7,492.69</b>	<b>2,993.10</b>
	<b>Total liabilities</b>	<b>8,246.09</b>	<b>3,693.84</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>27,165.56</b>	<b>22,265.51</b>





**Trigyn Technologies Limited**
**Standalone cashflow as on 31 March 2023**
*(Amounts in Indian Rupees Lakhs unless otherwise stated)*


	Particulars	31 March 2023	31 March 2022
A.	<b>Cash flow from operating activities</b>		
	<b>Net profit before exceptional items and tax</b>	<b>700.93</b>	<b>359.58</b>
	<b>Adjustments to reconcile profit for the year to net cash generated from</b>		
	Unrealised foreign exchange (gain) / loss (net)	208.61	(18.54)
	Depreciation and amortisation	406.63	361.28
	Interest income from deposits with banks and others	(114.05)	(69.16)
	Dividend income	(2,487.97)	(1,683.00)
	Finance cost	159.92	207.54
	Actuarial gains and losses routed through other comprehensive income	(32.81)	(47.19)
	Provision for Expected Credit Loss & Other	1,362.86	690.89
	<b>Operating profit before working capital changes</b>	<b>204.11</b>	<b>(198.59)</b>
	<b>Changes in working capital</b>		
	(Increase) /decrease in Stock in trade	(732.95)	18.83
	(Increase) /decrease in trade receivables	(380.36)	502.60
	(Increase)/decrease in Loan and other financial assets, and other assets	(3,964.67)	(941.91)
Increase/(decrease) in trade payables	100.53	(549.04)	
Increase/(decrease) in financial liabilities, Other liabilities and provision	4,893.69	538.61	
<b>Cash generated from operations</b>	<b>120.35</b>	<b>(629.50)</b>	
Direct taxes paid (including taxes deducted at source), net of refunds	(672.63)	(357.14)	
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>(552.29)</b>	<b>(986.64)</b>	
B.	<b>Cash flow from investing activities</b>		
	Sale/(Purchase) of property, plant and equipment and intangible assets	(235.98)	(522.48)
	Investment in other unquoted equity	(804.00)	-
	Interest income	114.05	69.16
	Dividend received/(paid) on investments	2,487.97	1,683.00
<b>NET CASH FROM / (USED) IN INVESTING ACTIVITIES</b>	<b>1,562.05</b>	<b>1,229.68</b>	
C.	<b>Cash flow from financing activities</b>		
	Borrowing/Lease financing/(Repayment )	(447.51)	(291.35)
	Finance cost	(159.92)	(207.54)
<b>NET CASH FROM / (USED) IN FINANCING ACTIVITIES</b>	<b>(607.43)</b>	<b>(498.89)</b>	
	<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>402.33</b>	<b>(255.86)</b>
	Cash and cash equivalents at the beginning of the year (31/03/2022 - 31/03/2021)	356.21	612.07
	<b>Add: effect of exchange rate difference on translation on cash and cash equivalents</b>	<b>-</b>	<b>-</b>
	<b>Cash and cash equivalents at the end of the year ( 31/03/2023 - 31/03/2022)</b>	<b>758.54</b>	<b>356.21</b>



- 1 The audited financial statement for the quarter and year ended March 2023 has been reviewed by the audit committee and approved by the Board of Directors at their respective meetings held on May 30, 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 Figures for the quarter ended 31st March are the balancing figures between the audited figures in respect of the full financial year and the published year-to-date figures up to the third quarter of the relevant financial year subjected to limited review.
- 3 In terms of IND AS 108, the company is having a single reportable segment i.e. "Communication and information technology staffing support services".
- 4 The company has provided for gratuity and leave encashment expenses for the FY 2022-23 on the basis of the actuarial valuation report.
- 5 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 :

(Rupees in lakhs)

Particulars	31st March 2023	31st March 2022
<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.

- 6 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 31st March 2023. This is in line with IND AS 115 – (Revenue from contracts with customers) accounting for contracts based on completion of the performance obligation. Non-current Prepaid Expenses include an amount of Rs.454.41 Lakhs representing project work in progress in respect of this project.

Against the milestone billings done of Rs. 79.40 crores, Rs. 17.85 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 31st March 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. 60.21 lacs, the company has also amortized an amount of Rs. 22.48 lacs in respect of the capitalized portion of completed sites.

The unamortized Capital Cost carried forward in the Balance Sheet as at 31.03.2023 of Rs. 7.72 Crores including Rs. 1.49 Crores (Capital WIP) is not considered as impaired and not provided for.

**C) During the quarter, Company has won the below projects:**

Design, Development, Implementation and Operation/maintenance of eMigrate project of Ministry of External Affairs (MEA): During the quarter, the Company and United Telecoms Limited consortium has won a project for implementation and O&M services for eMigrate v2 project for 5 years. The total contract value is Rs. 66.51 CR.

**7 Pending legal suits**

**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 19th July, 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. The matter was posted for hearing on 11th July, 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. The next date for the Arbitration is fixed on 10th June 2023 with regard to the documents received from STPI for final hearing of Respondent's arguments (and Claimant's arguments in rejoinder).

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

*I) 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.

- 8 During the year, the company has received Dividends from its wholly-owned subsidiary Trigyn Technologies INC – 25,50,000 USD (Gross USD 30,00,000 less withholding tax in USA USD 450,000 ) i.e. USD 2973 per share (equivalent to 2973%). In the Previous year Dividend received was 19,12,500 USD (Gross USD 22,50,000 less withholding tax in USA USD 337,500) i.e. USD 2230 per share (equivalent to 2230%).
- 9 Other expenses of the Company includes Provision for ECL and other. The Company has revised it's policy on ECL provisioning as on 31st March, 2022. As per the revised policy, the ECL provision for the current quarter is Rs. 1.63 crores and for twelve months ended Rs. 16.17 crores included under other expenses. The cumulative ECL provision made is Rs. 32.24 crores for the above outstanding.
- 10 During the quarter, the Company has made an investment of Rs. 8 Cr in Sampada Business Solutions Limited via Private Placement process. The share has a face value of Rs. 5 per share. It is fair valued at Rs. 90 per share as on 31.03.2023.
- 11 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 the substantial demand. This order is received after the balance sheet date but before the approval of financial statements.


- 12 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.
- 13 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.
- 14 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.
- 15 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.
- 16 Unbilled revenue as on 31st March 2023, includes Rs 22.46 Crs related to UNDP Project for which service has been rendered but LOI is still under finalisation .
- 17 The exceptional item for the quarter & year to date ended represents provision for the loan given to the subsidiary.
- 18 The balance of United Telecoms Limited (UTL) & its associate companies in the books of Trigyn Technologies Limited as of 31st March 2023 is as follows:

Particulars	Amount (Rs. in lakhs)
Receivable from Promuk Hoffman International Pvt. Ltd.	70.00
Receivable from United Telelinks(Bangalore) Ltd.	1.32
Advance to United Telecoms Limited for future rent	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

- 19 Figures of the previous quarter/period/year have been regrouped and reclassified, wherever considered necessary to correspond with the current period presentation.

For Trigyn Technologies Limited

Place : Madurai  
Date : May 30, 2023

R. Ganapathi  
Chairman & Non- Executive Director