



**FALOD & MAHESHWARI**  
**Chartered Accountants**

**Radheyshyam Falod**  
B. Com. (Hons.), FCA  
**Aditya Maheshwari**  
B. Com., FCA, DISA (ICAI)

**INDEPENDENT AUDITOR'S REPORT**

**To the Members of Mimansa Software Systems Private Limited**

**Report on the Audit of the Financial Statements**

**Opinion**

We have audited the accompanying financial statements of Mimansa Software Systems Private Limited ("the Company"), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2021, and the Statement of Profit and Loss, including other comprehensive income, Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principle generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2021, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion the financial statements.

**Information Other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual report, but does not include the financial statements and our auditor's report thereon.

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Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

### **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the preparation and presentation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. The Board of Directors is also responsible for 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; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The Board of Directors is also responsible for overseeing the company's financial reported process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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



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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.



## Other Matters

The financial statements of the Company for the year ended 31<sup>st</sup> March, 2020 were audited by the predecessor auditor who expressed an unmodified opinion on those financial statements on 07<sup>th</sup> May, 2020. Our opinion is not modified in respect of this matter.

## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "**Annexure A**" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
  - (d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Accounting Standards) Amendment Rules, 2016;
  - (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act;
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**".
  - (g) Since no managerial remuneration for the year ended 31<sup>st</sup> March, 2021 has been paid / provided by the company to its directors the provision of section 197 read with schedule V of the Act is not applicable to the Company for the year ended 31<sup>st</sup> March, 2021.



(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

- i. In our opinion and according to the information and explanations given to us, the Company does not have any pending litigations which have impact on its financial position in its financial statements;
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

**For Falod & Maheshwari  
Chartered Accountants  
Firm Registration No. 151051W**

*Radheyshyam Falod*

**Radheyshyam Falod  
(Partner)  
Membership No. 31914  
UDIN : 21031914AAAADS9446**



**Place: Mumbai  
Date: 30<sup>th</sup> April, 2021**

## **Annexure “A” to the independent Auditor’s Report**

The Annexure A referred to in Independent Auditor’s report to the Members of the Company on the Financial Statement for the year ended 31<sup>st</sup> March, 2021, we report that:

- (i) (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.  
  
(b) All fixed assets were physically verified by the management in the previous year in accordance with a planned program of verifying them once in three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such physical verification in the previous year.  
  
(c) According to the information and explanation given to us and on the basis of our examination of the records of the Company, there are no immovable properties, the requirement under paragraph 3(i)(c) of the order are not applicable to the company.
- (ii) The company’s business does not involve inventories and accordingly, the requirements under paragraph 3 (ii) of the order is not applicable to the company.
- (iii) According to the information and explanations given to us, the company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act. Hence the clause of the paragraph 3 (iii) (a), (b) & (c) of the order is not applicable for the year.
- (iv) According to the information and explanations given to us, the provision of section 186 of Companies Act, 2013 in respect of investments made have been complied with by the company. In our opinion and according to the information and explanations given to us, there are no loans and advances, securities and guarantees given in respect of which provisions of section 185 and section 186 of the Act are applicable and hence not commented upon.
- (v) According to the information and explanations given to us, the Company has not accepted any deposit from the public during the year and hence the directives issued by Reserve Bank of India and provisions of section 73 to 76 or any other relevant provisions of the Act and the rules framed there under, are not applicable.
- (vi) We have been informed by the management that the Central Government has not prescribed maintenance of cost records for the Company under sub-section (1) of section 148 of the Companies Act, 2013 for any of the services rendered by the Company. Therefore the provision of paragraph 3 (vi) is not applicable.



- (vii) (a) The company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employee's state insurance, income tax, goods and service tax and other material statutory dues applicable to it. According to the information and explanations given to us, no undisputed amounts payable in respect of the aforesaid dues were outstanding as at 31<sup>st</sup> March, 2021 for a period of more than six months from the date they become payable. As informed to us sales tax, duty of customs, duty of excise are currently not applicable to the company.
- (b) As per the records maintained by the company and according to the information and explanation given to us, there is no disputed income tax or wealth tax or goods and service tax or duty of customs or duty of excise or cess which have not been deposited on account of any dispute.
- (viii) The Company does not have any loans or borrowings from any financial institution, banks, government or debenture holders during the year and hence provisions of paragraph 3(viii) of the Order is not applicable.
- (ix) According to the information and explanations given to us, the Company has not raised money through initial public offer or further public offer (including debt instruments) and term loans and hence the provisions of paragraph 3(ix) of the Order are not applicable.
- (x) During the course of our examination of the books of account and records of the Company, carried out in accordance with generally accepted auditing practices in India and according to the information and explanations given to us, we have neither come across any incidence of fraud on or by the Company noticed or reported during the year, nor we have been informed of any such case by the management.
- (xi) In our opinion and according to the information and explanations given to us, the Company has not paid any managerial remuneration during the year and hence provisions of paragraph 3(xi) of the Order is not applicable.
- (xii) In our opinion, the company is not a Nidhi Company. Therefore, the provisions of clause (xii) of paragraph 3 of the Companies (Auditor's Report) Order, 2016 are not applicable to the company.
- (xiii) According to the information and explanation given to us and based on our examination of the records of the company, transactions with the related parties are in compliance with Section 188 of the Act, wherever applicable, details of such transactions are disclosed in the Financial Statements as required by the applicable accounting standards.
- The provisions of section 177 are not applicable to the Company and accordingly reporting under clause 3(xiii) insofar as it relates to section 177 of the Act is not applicable to the Company and hence not commented upon.



- (xiv) According to the information and explanations given to us, the company has not made any preferential allotment / private placement of shares or fully or partly convertible debentures during the year under review. Hence the provisions of paragraph 3(xiv) of the Order are not applicable.
- (xv) According to the information and explanations given to us, the company has not entered into any non-cash transactions with directors or persons connected with him. Hence the provisions of section 192 of Companies Act, 2013 are not applicable.
- (xvi) In our opinion, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934, hence the provisions of paragraph 3(xvi) of the Order are not applicable.

**For Falod & Maheshwari  
Chartered Accountants  
Firm Registration No. 151051W**

*Radheyshyam Falod*

**Radheyshyam Falod  
(Partner)  
Membership No. 31914  
UDIN : 21031914AAAADS9446**



**Place: Mumbai  
Date : 30<sup>th</sup> April, 2021**



## **Annexure “B” to the Independent Auditor’s Report**

**Annexure B to the independent Auditor’s report of even date on the financial statements of Mimansa Software Systems Private Limited.**

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

We have audited the internal financial controls over financial reporting of Mimansa Software Systems Private Limited (“the Company”) as of 31<sup>st</sup> March, 2021 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

### **Management’s Responsibility for Internal Financial Controls**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditors’ Responsibility**

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

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



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

### **Meaning of Internal Financial Controls Over Financial Reporting**

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

### **Inherent Limitations of Internal Financial Controls Over Financial Reporting**

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

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March, 2021, based on the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by ICAI.

**For Falod & Maheshwari  
Chartered Accountants  
Firm Registration No. 151051W**

*Radheyshyam Falod*

**Radheyshyam Falod  
(Partner)**

**Membership No. 31914  
UDIN : 21031914AAAADS9446**



**Place: Mumbai  
Date : 30<sup>th</sup> April, 2021**

Mimansa Software Systems Private Limited  
Balance Sheet as at 31 March 2021

(Rs. In million)

	Notes	As at 31 March, 2021	As at 31 March 2020
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Property, plant and equipment	4	0.01	0.03
(b) Right of use assets	5	0.77	2.12
(c) Financial assets			
(i) Other financial assets	6	0.53	0.48
(d) Deferred tax asset (net)	7	0.14	0.24
(e) Non Current tax assets (net)	8	-	0.39
<b>Total non-current assets</b>		<b>1.45</b>	<b>3.27</b>
<b>Current assets</b>			
(a) Financial assets			
(i) Investment	9	23.91	22.37
(ii) Cash and cash equivalents	10	0.84	1.30
(iii) Other financial assets	11	0.00	0.00
(b) Other current assets	12	0.02	0.02
<b>Total current assets</b>		<b>24.77</b>	<b>23.70</b>
<b>TOTAL ASSETS</b>		<b>26.22</b>	<b>26.97</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
(a) Equity share capital	13	0.10	0.10
(b) Other equity	14	23.12	22.68
<b>Total equity</b>		<b>23.22</b>	<b>22.78</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
(a) Financial liabilities			
(i) Borrowings	15	-	0.91
(b) Provisions	16	0.25	0.17
<b>Total non-current liabilities</b>		<b>0.25</b>	<b>1.08</b>
<b>Current liabilities</b>			
(a) Financial liabilities			
(i) Trade payables	17	0.08	0.19
(ii) Other financial liabilities	18	2.05	2.59
(b) Other current liabilities	19	0.44	0.32
(c) Provisions	20	0.10	0.01
(d) Tax Liabilities	21	0.08	-
<b>Total current liabilities</b>		<b>2.75</b>	<b>3.11</b>
<b>TOTAL LIABILITIES</b>		<b>3.00</b>	<b>4.19</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>26.22</b>	<b>26.97</b>

The accompanying notes are an integral part of the financial statements

As per our report of even date

For Falod and Maheshwari

Chartered Accountants

Firm Registration No : 151051W

*Radheshyam Falod*

Radheshyam Falod

Partner

Membership No : 31914

Place: Mumbai

Date: 30 April, 2021



For and on behalf of the Board of Directors

Mimansa Software Systems Private Limited

*Dinesh Thakkar*

Dinesh Thakkar

Director

DIN : 00004382

Place: Mumbai

Date: 30 April, 2021

*Mahesh Thakkar*

Mahesh Thakkar

Director

DIN : 00004362

Mimansa Software Systems Private Limited  
Statement of Profit And Loss for the year ended 31 March 2021

(Rs. In million)

	Notes	For the year ended 31 March 2021	For the year ended 31 March 2020
<b>INCOME</b>			
Revenue from operations	22	9.60	9.60
Other income	23	0.77	0.49
<b>Total (I)</b>		<b>10.37</b>	<b>10.09</b>
<b>EXPENSES</b>			
Employee benefits expenses	24	4.53	4.84
Finance costs	25	0.16	0.30
Depreciation & amortisation expense	26	1.37	1.37
Other expenses	27	0.64	0.95
<b>Total (II)</b>		<b>6.70</b>	<b>7.46</b>
<b>Profit Before tax (I-II=III)</b>		<b>3.67</b>	<b>2.64</b>
<b>Tax expense</b>			
Current tax	7	0.80	0.57
Deferred tax	7	0.12	0.01
Earlier year Tax Adjustments	7	-	(0.00)
<b>Total (IV)</b>		<b>0.92</b>	<b>0.57</b>
<b>Profit for the year (III-IV=V)</b>		<b>2.75</b>	<b>2.06</b>
<b>Other comprehensive income</b>			
<i>Items that will not be reclassified to profit or loss</i>			
Remeasurement of net defined benefit liability		(0.07)	(0.04)
Income tax effect		0.02	0.01
<b>Other comprehensive income for the year, net of tax (VI)</b>		<b>(0.05)</b>	<b>(0.03)</b>
<b>Total comprehensive income for the year (V+VI)</b>		<b>2.70</b>	<b>2.03</b>
<b>Earnings per equity share (FV INR 10 each)</b>			
Basic & diluted EPS (INR)	28	274.81	206.24

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

As per our report of even date  
For Falod and Maheshwari  
Chartered Accountants  
Firm Registration No : 151051W

*Radheshyam Falod*  
Radheshyam Falod  
Partner  
Membership No : 31914



For and on behalf of the Board of Directors  
Mimansa Software Systems Private Limited

*Dinesh Thakkar*

Dinesh Thakkar  
Director  
DIN : 00004382

*Maresh Thakkar*

Maresh Thakkar  
Director  
DIN : 00004362

Place: Mumbai  
Date: 30 April, 2021

Place: Mumbai  
Date: 30 April, 2021

Mimansa Software Systems Private Limited Statement Of Cash Flows for the year ended 31 March 2021		
(Rs. In million)		
	For the year ended 31 March 2021	For the year ended 31 March 2020
<b>Cash flow from operating activities</b>		
Net profit before taxation	3.67	2.64
<b>Adjustments for Non cash and non-operating activities:</b>		
Depreciation and amortization expenses	1.37	1.37
Interest on income tax refund	0.00	(0.02)
Interest on fixed deposits with bank	-	(0.00)
Net gain / loss on fair valuation of mutual funds	(0.45)	(0.03)
Profit On Redemption Of Mutual Fund units	(0.14)	(0.01)
Dividend received on mutual fund	(0.13)	(0.39)
Interest income on unwinding security deposit	(0.05)	0.00
Interest on inter corporate deposits	0.00	0.00
Interest expense on lease liability	0.16	0.30
<b>Operating profit before working capital changes</b>	<b>4.43</b>	<b>3.86</b>
<b>Changes in working capital</b>		
(Increase) / Decrease in financial/non-financial assets	(0.00)	(0.04)
(Decrease)/ increase in trade payables	(0.11)	(0.53)
(Decrease)/ increase in financial/non-financial liabilities	0.07	(0.09)
(Decrease)/ increase in provision	0.10	0.01
<b>Cash generated from / used in operations</b>	<b>4.49</b>	<b>3.20</b>
Income tax paid	(0.33)	(0.47)
<b>Net cash flows generated from / used in operating activities (A)</b>	<b>4.16</b>	<b>2.73</b>
<b>Cash flow from Investing activities</b>		
Purchase of mutual fund units	(33.30)	(43.70)
Redemption of mutual fund units	32.36	21.36
Interest on fixed deposits with bank	-	0.00
Dividend received on mutual fund	0.13	0.39
<b>Net cash flows generated from / used in investing activities (B)</b>	<b>(0.81)</b>	<b>(21.95)</b>
<b>Cash flow from Financing activities</b>		
Intercorporate Deposit given	(2.00)	0.00
Repayment of intercorporate deposit	2.00	0.00
Payment of lease liabilities	(1.55)	(1.78)
Interest on inter corporate deposits	(0.00)	0.00
Finance Cost	0.00	0.30
Interim Dividend	(2.25)	0.00
<b>Net Cash flows generated from / used in financing activities</b>	<b>(3.80)</b>	<b>(1.48)</b>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	<b>(0.46)</b>	<b>(20.70)</b>
Cash and cash equivalents at the beginning of the year	1.30	22.00
<b>Cash and cash equivalents at the end of the year</b>	<b>0.84</b>	<b>1.30</b>
<b>Cash and cash equivalents comprise</b>		
Balance with banks		
In current accounts	0.83	1.28
Cash on hand	0.01	0.02
<b>Total cash and cash equivalents at end of the year</b>	<b>0.84</b>	<b>1.30</b>



**Notes:**

**1. Changes in liabilities arising from financing activities**

(Rs. In million)

	For the year ended 31 March 2021	For the year ended 31 March 2020
Opening balance	2.29	3.47
Borrowing taken during the year	0.00	0.00
Amortisation of interest and other charges on borrowings	0.14	0.23
Repayments during the year	(1.55)	(1.10)
Closing balance	0.88	2.60

2. The above statement of cash flow has been prepared under the "Indirect method" as set out in IND AS-7 "Statement of cash flow".

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

As per our report of even date

For and on behalf of the Board of Directors

For Falod and Maheshwari

Mimansa Software Systems Private Limited

Chartered Accountants

Firm Registration No : 151051W

*Radheshyam Falod*  
Radheshyam Falod  
Partner

Partner

Membership No : 31914



*Dinesh Thakkar*

*Mahesh Thakkar*

Dinesh Thakkar

Mahesh Thakkar

Director

Director

DIN : 00004382

DIN : 00004362

Place: Mumbai

Place: Mumbai

Date: 30 April, 2021

Date: 30 April, 2021

Mimansa Software Systems Private Limited  
Standalone Statement Of Changes In Equity for the year ended 31 March 2021

(A) Equity share capital		(Rs. In million)
		Amount
Equity Shares of INR 10 Issued, subscribed and fully paid up		
Balance as at 01 April 2019		0.10
Changes in Equity Share Capital during the year		-
Balance as at 31 March 2020		0.10
Changes in Equity Share Capital during the year		-
Balance as at 31 March 2021		0.10

(B) Other equity			(Rs. In million)
	Reserves and surplus		Total
	Retained earnings		
Balance as at 01 April 2019	20.64		20.64
Profit for the year	2.06		2.06
Other comprehensive income for the year	(0.03)		(0.03)
Total comprehensive income for the year	2.03		2.03
Balance as at 31 March 2020	22.68		22.68
Profit for the year	2.75		2.75
Interim Dividend	(2.25)		(2.25)
Other comprehensive income for the year	(0.05)		(0.05)
Total comprehensive income for the year	0.45		0.45
Balance as at 31 March 2021	23.12		23.12

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

As per our report of even date  
For Falod and Maheshwari  
Chartered Accountants  
Firm Registration No : 151051W

*Radheshyam Falod*  
Radheshyam Falod  
Partner  
Membership No : 31914



For and on behalf of the Board of Directors  
Mimansa Software Systems Private Limited

*Dinesh Thakkar*  
Dinesh Thakkar  
Director  
DIN : 00004382

*Mahesh Thakkar*  
Mahesh Thakkar  
Director  
DIN : 00004362

Place: Mumbai  
Date: 30 April, 2021

Place: Mumbai  
Date: 30 April, 2021

**1 Corporate Information**

Mimansa Software Systems Private Limited ('the Company') is a company registered under the Companies Act, 1956 and is a 100% subsidiary of Angel Broking Limited ('Holding Company'). The company is primarily engaged in Software Consultancy and Annual Maintenance Services. The registered office address of the company is G-1, Ground Floor, Akruiti Trade Centre, road no.-7, MIDC, Andheri (East) Mumbai 400093.

**2 Basis of Preparation and presentation and Significant accounting policy**

The financial statements (Financial Statements) of the Company comply in all material aspects with Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act, 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and other relevant provisions of the Act.

Accounting policies have been consistently applied to all the financial year presented in the financial statements, including the preparation of the opening Ind AS balance sheet as at 01 April 2018 being the 'date of transition' to Ind AS, except where a newly issued accounting standard is initially adopted or a revision to the existing accounting standard requires a change in the accounting policy hitherto in use.

The Balance Sheet, the Statement of Changes in Equity and the Statement of Profit and Loss are presented in the format prescribed under Division III of Schedule III of the Companies Act, as amended from time to time that are required to comply with Ind AS. The Statement of Cash Flows has been presented as per the requirements of Ind AS 7 Statement of Cash Flows.

The financial statements have been prepared under the historical cost convention and on accrual basis, except for certain financial assets and liabilities and defined benefit plan liabilities being measured at fair value.

Assets and liabilities are classified as current if it is expected to realise or settle within twelve months after the balance sheet date. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

These financial statements are presented in Indian Rupees (INR)/(Rs.), which is also its functional currency and all values are rounded to the nearest million, except when otherwise indicated.

The financial statements for the year ended 31 Mar 2021 are being authorised for issue in accordance with a resolution of the directors on 30 April 2021.

**Significant accounting policy**

**2.1 Revenue Recognition**

Revenue (other than for those items to which Ind AS 109 Financial Instruments are applicable) is measured at fair value of the consideration received or receivable. Ind AS 115 Revenue from contracts with customers outlines a single comprehensive model of accounting for revenue arising from contracts with customers and supersedes current revenue recognition guidance found within Ind ASs.

The Company recognises revenue from contracts with customers based on a five step model as set out in Ind 115:

**Step 1:** Identify contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

**Step 2:** Identify performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

**Step 3:** Determine the transaction price: The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

**Step 4:** Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Company allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

**Step 5:** Recognise revenue when (or as) the Company satisfies a performance obligation.

Specific policies for the Company's different sources of revenue are explained below:

**(i) Software consultancy charges :**

Revenue from software consultancy charges is recognised over the period of time when performance obligation is satisfied.

**(ii) Dividend Income**

Dividend income is recognised when the right to receive the dividend is established, it is probable that the economic benefits associated with the dividend will flow to the entity and the amount of the dividend can be measured reliably.

**(iii) Interest income**

Interest income on a financial asset at amortised cost is recognised on a time proportion basis taking into account the amount outstanding and the effective interest rate ('EIR'). The EIR is the rate that exactly discounts estimated future cash flows of the financial assets through the expected life of the financial asset or, where appropriate, a shorter period, to the net carrying amount of the financial instrument. The internal rate of return on financial assets after netting off the fees received and cost incurred approximates the effective interest rate method of return for the financial asset. The future cash flows are estimated taking into account all the contractual terms of the instrument.

The interest income is calculated by applying the EIR to the gross carrying amount of non-credit impaired financial assets (i.e. at the amortised cost of the financial asset before adjusting for any expected credit loss allowance). For credit-impaired financial assets the interest income is calculated by applying the EIR to the amortised cost of the credit-impaired financial assets (i.e. the gross carrying amount less the allowance for ECLs).

**2.2 Property, plant and equipment**

**(i) Recognition and measurement**

Property, plant and equipment are stated at cost less accumulated depreciation and impairment, if any. The cost of property, plant and equipment comprise purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under other non-financial assets and the cost of assets not put to use before such date are disclosed under 'Capital work-in-progress'.

**(ii) Subsequent expenditure**

Subsequent expenditure relating to property, plant and equipment is capitalised only when it is probable that future economic benefits associated with these will flow with the Company and the cost of the item can be measured reliably.





## Notes forming part of the Financial Statements for the year ended 31 March 2021

## (iii) Depreciation, estimated useful lives and residual value

Depreciation is calculated using the straight-line method to write down the cost of property and equipment to their residual values over their estimated useful lives in the manner prescribed in Schedule II of the Act. The estimated lives used are noted in the table below:-

Assets class	Useful life
Furniture & Fixtures	10 years
Air Conditioners	5 years
Office Equipments	5 years
Computer Equipments	3 to 6 years

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate. Changes in the expected useful life are accounted for by changing the depreciation year or methodology, as appropriate, and treated as changes in accounting estimates.

The carrying amount of an item of property, plant and equipment is derecognised on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the derecognition of an item of property, plant and equipment is measured as the difference between the net disposal proceeds and the carrying amount of the item and is recognised in the statement of Profit and Loss when the item is derecognised. The date of disposal of an item of property, plant and equipment is the date the recipient obtains control of that item in accordance with the requirements for determining when a performance obligation is satisfied in Ind AS 115.

For transition to Ind AS, the Company has elected to continue with carrying value of its property, plant and equipment recognised as of April 1, 2018 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.

## 2.3 Intangible assets

An intangible asset is recognised only when its cost can be measured reliably, and it is probable that the expected future economic benefits that are attributable to it will flow to the Company. Software and system development expenditure are capitalised at cost of acquisition including cost attributable to readying the asset for use. Such intangible assets are subsequently measured at cost less accumulated amortisation and any accumulated impairment losses. The useful life of these intangible assets is estimated at 5 years with zero residual value. Any expenses on such software for support and maintenance payable annually are charged to the statement of profit and loss.

For transition to Ind AS, the Company has elected to continue with carrying value of its intangible assets recognised as of 01 April 2018 (transition date) measured as per the previous GAAP and use that carrying value as its deemed cost as of the transition date.

The residual values, useful lives and methods of amortisation are reviewed at each financial year end and adjusted prospectively, if appropriate. Changes in the expected useful life are accounted for by changing the depreciation period or methodology, as appropriate, and treated as changes in accounting estimates.

## 2.4 Financial Instruments

## (i) Date of recognition

Financial assets and financial liabilities are recognised in the Company's balance sheet when the Company becomes a party to the contractual provisions of the instrument.

## (ii) Initial measurement

Financial assets and liabilities, with the exception of loans, debt securities, deposits and borrowings are initially recognised on the trade date, i.e., the date that the Company becomes a party to the contractual provisions of the instrument. Recognised financial instruments are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

## (iii) Classification and subsequent measurement

## (A) Financial assets

Based on the business model, the contractual characteristics of the financial assets and specific elections where appropriate, the Company classifies and measures financial assets in the following categories:

- Amortised cost
- Fair value through other comprehensive income ('FVOCI')
- Fair value through profit or loss ('FVTPL')

## (a) Financial assets carried at amortised cost

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- the asset is held within a business model whose objective is to hold assets to collect contractual cash flows ('Asset held to collect contractual cash flows'); and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest ('SPPI') on the principal amount outstanding.

After initial measurement and based on the assessment of the business model as asset held to collect contractual cash flows and SPPI, such financial assets are subsequently measured at amortised cost using effective interest rate ('EIR') method. Interest income and impairment expenses are recognised in profit or loss. Interest income from these financial assets is included in finance income using the EIR method. Any gain and loss on derecognition is also recognised in profit or loss.

The EIR method is a method of calculating the amortised cost of a financial instrument and of allocating interest over the relevant period. The EIR is the rate that exactly discounts estimated future cash flows (including all fees paid or received that form an integral part of the EIR, transaction costs and other premiums or discounts) through the expected life of the instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.



Notes forming part of the Financial Statements for the year ended 31 March 2021

- (b) **Financial assets at fair value through other comprehensive income**  
Financial assets that are held within a business model whose objective is both to collect the contractual cash flows and to sell the assets, ('Contractual cash flows of assets collected through hold and sell model') and contractual cash flows that are SPPI, are subsequently measured at FVOCI. Movements in the carrying amount of such financial assets are recognised in Other Comprehensive Income ('OCI'), except interest / dividend income which is recognised in profit and loss. Amounts recorded in OCI are subsequently transferred to the statement of profit and loss in case of debt instruments however, in case of equity instruments it will be directly transferred to reserves. Equity instruments at FVOCI are not subject to an impairment assessment.
- (c) **Financial assets at fair value through profit and loss**  
Financial assets, which do not meet the criteria for categorization as at amortized cost or as FVOCI, are measured at FVTPL. Subsequent changes in fair value are recognised in profit or loss.
- (B) **Financial liabilities and equity instrument**  
Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.
- (a) **Equity instrument**  
An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company is recognised at the proceeds received, net of directly attributable transaction costs.
- (b) **Financial liabilities**  
Financial liabilities are measured at amortised cost. The carrying amounts are initially recognised at fair value and subsequently determined based on the EIR method. Interest expense is recognised in profit or loss. Any gain or loss on de-recognition of financial liabilities is also recognised in profit or loss. The company does not have any financial liability which are measured at FVTPL.
- (iv) **Reclassification**  
Financial assets are not reclassified subsequent to their initial recognition, apart from the exceptional circumstances in which the Company acquires, disposes of, or terminates a business line or in the year the Company changes its business model for managing financial assets. Financial liabilities are not reclassified.
- (v) **Derecognition**
- (A) **Financial assets**  
A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognised when:  
- The contractual rights to receive cash flows from the financial asset have expired, or  
- The Company has transferred its rights to receive cash flows from the asset and the Company has transferred substantially all the risks and rewards of the asset, or the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.
- If the Company neither transfers nor retains substantially all of the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the asset and an associated liability for the amount it may have to pay.
- On derecognition of a financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset derecognised) and the sum of (i) the consideration received (including any new asset obtained less any new liability assumed) and (ii) any cumulative gain or loss that had been recognised in OCI is recognised in profit or loss (except for equity instruments measured at FVOCI).
- (B) **Financial liabilities**  
A financial liability is derecognised when the obligation under the liability is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying value of the original financial liability and the new financial liability with modified terms is recognised in profit or loss.
- (vi) **Impairment of financial assets**
- (A) **Trade receivables**  
The Company applies the Ind AS 109 simplified approach to measuring expected credit losses which uses a lifetime expected loss allowance (ECL) for all trade receivables.  
The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.  
To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due. The expected loss rates are based on average of historical loss rate adjusted to reflect current and available forward-looking information affecting the ability of the customers to settle the receivables. The Company has also computed expected credit loss due to significant delay in collection.
- (B) **Other financial assets:**  
For recognition of impairment loss on financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If in subsequent years, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognizing impairment loss allowance based on 12 month ECL.  
Life time ECLs are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12 month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the year end.  
ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e. all shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider all contractual terms of the financial instrument (including prepayment, extension etc.) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument.  
ECL impairment loss allowance (or reversal) recognized during the year is recognized as income/expense in the statement of profit and loss. In balance sheet ECL for financial assets measured at amortized cost is presented as an allowance, i.e. as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write off criteria, the Company does not reduce impairment allowance from the gross carrying amount.



**2.5 Leases**

**Company as a lessee**

The determination of whether an arrangement is a lease, or contains a lease, is based on the substance of the arrangement and requires an assessment of whether the fulfilment of the arrangement is dependent on the use of a specific asset or assets or whether the arrangement conveys a right to use the asset. The company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a year of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified assets, the company assesses whether (i) the contract involves the use of an identified assets; (ii) the company has substantially all the economic benefits from use of the assets through the period of the lease and (iii) the company has the right to direct the use of the asset.

At the date of commencement of the lease, the company recognises a right-of-use assets (ROU) and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of 12 month or less (short term leases) and low value leases. For these short term and low value leases, the company recognises the lease payments as an operating expense on a straight line basis over the term of the lease.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The cost of the right-of-use assets comprises the amount of the initial measurement of the lease liability, any lease payments made at or before the inception date of the lease, less any lease incentives received. Subsequently, the right-of-use assets is measured at cost less any accumulated depreciation and accumulated impairment losses, if any. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use assets.

For lease liabilities at inception, the Company measures the lease liability at the present value of the lease payments that are not paid at that date. The lease payments are discounted using the interest rate implicit in the lease, if that rate is readily determined, if that rate is not readily determined, the lease payments are discounted using the incremental borrowing rate.

Lease liability has been included in borrowing and ROU asset has been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

**2.6 Cash and cash equivalents**

Cash and cash equivalents includes cash at banks and on hand, demand deposits with banks, other short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. For the purpose of statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, as they are considered an integral part of the Company's cash management.

**2.7 Impairments of Non-financial assets**

The Company assesses at each balance sheet date whether there is any indication that an asset may be impaired. An asset is impaired when the carrying amount of the asset exceeds its recoverable amount. An impairment loss is charged to the Statement of Profit and Loss in the period in which an asset is identified as impaired. An impairment loss is reversed to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined if no impairment loss had previously been recognised.

An asset's recoverable amount is the higher of an asset's or cash-generating unit's (CGU) net selling price and its value in use. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining net selling price, recent market transactions are taken into account, if available. If no such transactions can be identified, an appropriate valuation model is used.

**2.8 Retirement and other employee benefits**

**(i) Provident fund**

Retirement benefit in the form of provident fund, is a defined contribution scheme. The Company has no obligation, other than the contribution payable to the provident fund. The Company recognises contribution payable to the provident fund scheme as an expense, when an employee renders the related service.

**(ii) Gratuity**

Every employee is entitled to a benefit equivalent to 15 days salary last drawn for each completed year of service in line with The Payment of Gratuity Act, 1972. The same is payable at the time of separation from the company or retirement, whichever is earlier. The benefit vest after five years of continuous service.

The company's gratuity scheme is a defined benefit plan. The company's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that the employees have earned in return for their service in the current and prior year. Such benefit is discounted to determine its present value, and the fair value of any plan assets, if any, is deducted.

The present value of the obligation under such benefit plan is determined based on actuarial valuation using the Projected Unit credit Method which recognizes each year of services as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at present values of estimated future cash flows. The discounted rates used for determining the present value are based on the market yields on Government Securities as at the balance sheet date.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the year in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

**(iii) Compensated absences**

The employees of the Company are entitled to compensated absences as per the policy of the Company. The Company recognises the charge to the statement of profit and loss and corresponding liability on account of such non-vesting accumulated leave entitlement based on a valuation by an independent actuary. The cost of providing compensated absences are determined using the projected unit credit method. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in statement of Profit and Loss.

**(iv) Presentation**

For the purpose of presentation of defined benefit plans and other long term employee benefits, the allocation between current and non-current has been made as determined by an actuary.



**2.9 Provisions, contingent liabilities and contingent assets**

A provision is recognised when the Company has a present obligation as a result of a past event and it is probable that an outflow of embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance sheet date. Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

Contingent liabilities are not recognized but are disclosed in the notes. Contingent assets are neither recognised nor disclosed in the financial statements. Provisions are reviewed at each balance sheet date and adjusted to effect current management estimates. Contingent liabilities are recognised when there is possible obligation arising from past events.

**2.10 Income Taxes**

Income tax expense comprises current and deferred tax. It is recognised in statement of profit and loss except to the extent that it relates to items recognised directly in equity or in OCI.

**(i) Current tax**

Current tax is measured at the amount expected to be paid in respect of taxable income for the year in accordance with the Income Tax Act, 1961. Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date.

Current income tax relating to items recognised outside profit or loss is recognised outside profit or loss (either in other comprehensive income or in equity). Current tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Current tax assets and current tax liabilities are offset only if the Company has a legally enforceable right to set off the recognised amounts, and it intends to realise the asset and settle the liability on a net basis or simultaneously.

**(ii) Deferred tax**

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements.

Deferred tax assets arising mainly on account of carry forward losses and unabsorbed depreciation under tax laws are recognised only if there is reasonable certainty of its realisation, supported by convincing evidence.

Deferred tax assets on account of other temporary differences are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

Deferred tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted at the Balance Sheet date. Changes in deferred tax assets / liabilities on account of changes in enacted tax rates are given effect to in the standalone statement of profit and loss in the year of the change. The carrying amount of deferred tax assets are reviewed at each Balance Sheet date.

Deferred tax assets and deferred tax liabilities are off set when there is a legally enforceable right to set-off assets against liabilities representing current tax and where the deferred tax assets and deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

**2.11 Earning per share (basic and diluted)**

The Company reports basic and diluted earnings per equity share. Basic earnings per equity share have been computed by dividing net profit/loss attributable to the equity share holders for the year by the weighted average number of equity shares outstanding during the year. Diluted earnings per equity share have been computed by dividing the net profit attributable to the equity share holders after giving impact of dilutive potential equity shares for the year by the weighted average number of equity shares and dilutive potential equity shares outstanding during the year, except where the results are anti-dilutive.

**2.12 Borrowing costs**

Expenses related to borrowing cost are accounted using effective interest rate. Borrowing costs are interest and other costs (including exchange differences relating to foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs) incurred in connection with the borrowing of funds. Borrowing costs directly attributable to acquisition or construction of an asset which necessarily take a substantial year of time to get ready for their intended use are capitalised as part of the cost of that asset. Other borrowing costs are recognised as an expense in the year in which they are incurred.

**2.13 Goods and services tax paid on acquisition of assets or on incurring expenses**

Expenses and assets are recognised net of the goods and services tax paid, except when the tax incurred on a purchase of assets or services is not recoverable from the tax authority, in which case, the tax paid is recognised as part of the cost of acquisition of the asset or as part of the expense item, as applicable.

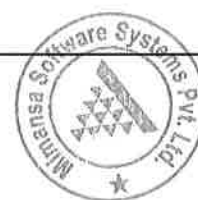
The net amount of tax recoverable from, or payable to, the tax authority is included as part of receivables or payables, respectively, in the balance sheet.

**3 Critical accounting estimates and judgements**

The preparation of financial statements in conformity with Ind AS requires management to make estimates, judgements and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities (including contingent liabilities) and disclosures as of the date of the financial statements and the reported amounts of revenues and expenses for the reporting year. Actual results could differ from these estimates. Accounting estimates and underlying assumptions are reviewed on an ongoing basis and could change from year to year. Appropriate changes in estimates are recognised in the years in which the Company becomes aware of the changes in circumstances surrounding the estimates. Any revisions to accounting estimates are recognized prospectively in the year in which the estimate is revised and future years. Following are estimates and judgements that have significant impact on the carrying amount of assets and liabilities at each balance sheet:

**3.1 Business model assessment**

Classification and measurement of financial assets depends on the results of the SPPI (Solely Payments of Principal and Interest) and the business model test. The Company determines the business model at a level that reflects how groups of financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed. The Company monitors financial assets measured at amortised cost or fair value through other comprehensive income that are derecognised prior to their maturity to understand the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Fair value through profit or loss (FVTPL), where the assets are managed in accordance with an approved investment strategy that triggers purchase and sale decisions based on the fair value of such assets. Such assets are subsequently measured at fair value, with unrealised gains and losses arising from changes in the fair value being recognised in the standalone statement of profit and loss in the year in which they arise.



**3.2 Fair value of financial Instruments**

The fair value of financial instruments is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e., an exit price) regardless of whether that price is directly observable or estimated using another valuation technique. When the fair values of financial assets and financial liabilities recorded in the balance sheet cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values. Judgements and estimates include considerations of liquidity and model inputs related to items such as credit risk (both own and counterparty), funding value adjustments, correlation and volatility.

Some of the Company's assets and liabilities are measured at fair value for financial reporting purposes. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date regardless of whether that price is directly observable or estimated using another valuation technique.

Fair value measurements under Ind AS are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at measurement date
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs) that the Company can access at measurement date

**3.3 Effective Interest Rate (EIR) method**

The Company's EIR methodology, recognises interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioural life of loans given / taken and recognises the effect of potentially different interest rates at various stages and other characteristics of the financial instruments.

This estimation, by nature, requires an element of judgement regarding the expected behaviour and life-cycle of the instruments, as well expected changes to base rate and other fee income/expense that are integral parts of the instrument.

**3.4 Provisions and other contingent liabilities**

The company operates in a regulatory and legal environment that, by nature, has a heightened element of litigation risk inherent to its operations. As a result, it is involved in various litigation, arbitration and regulatory investigations and proceedings in the ordinary course of the company's business.

When the Company can reliably measure the outflow of economic benefits in relation to a specific case and considers such outflows to be probable, the Company records a provision against the case. Where the probability of outflow is considered to be remote, or probable, but a reliable estimate cannot be made, a contingent liability is disclosed.

Given the subjectivity and uncertainty of determining the probability and amount of losses, the Company takes into account a number of factors including legal advice, the stage of the matter and historical evidence from similar incidents. Significant judgement is required to conclude on these estimates.

**3.5 Expected Credit loss**

When determining whether the risk of default on a financial instruments has increased significantly since initial recognition, the company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the company's historical experience and credit assessment and including forward looking information.

**3.6 Deferred Tax**

Deferred tax is recorded on temporary differences between the tax bases of assets and liabilities and their carrying amounts, at the rates that have been enacted or substantively enacted at the reporting date. The ultimate realisation of deferred tax assets is dependent upon the generation of future taxable profits during the years in which those temporary differences become deductible. The Company considers the expected reversal of deferred tax liabilities and projected future taxable income in making this assessment. The amount of the deferred tax assets considered realisable, however, could be reduced in the near term if estimates of future taxable income during the carry-forward year are reduced.

**3.7 Defined benefit plans**

The cost of the defined benefit plans and the present value of the defined benefit obligation are based on actuarial valuation using the projected unit credit method. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

**3.8 Leases**

Ind AS 116 defines a lease term as the non-cancellable year for which the lessee has the right to use an underlying asset including optional years, when an entity is reasonably certain to exercise an option to extend (or not to terminate) a lease. The Company consider all relevant facts and circumstances that create an economic incentive for the lessee to exercise the option when determining the lease term. The option to extend the lease term are included in the lease term, if it is reasonably certain that the lessee will exercise the option. The Company reassess the option when significant events or changes in circumstances occur that are within the control of the lessee.



4 Property, Plant And Equipment (Rs. In million)			
	Office equipments	Computer equipments	Total
<b>GROSS CARRYING VALUE</b>			
Balance as on 01 April 2019	0.01	0.05	0.06
Additions	-	-	-
Disposals	-	-	-
Balance as on 31 March 2020	0.01	0.05	0.06
Additions			
Disposals			
Balance as on 31 March 2021	0.01	0.05	0.06
<b>Accumulated depreciation</b>			
Balance as on 01 April 2019	0.01	0.02	0.03
Depreciation for the year	-	-	-
Deductions/Adjustments during the year	-	-	-
As at 31 March 2020	0.01	0.02	0.03
Depreciation for the year	0.00	0.02	0.02
Deductions/Adjustments during the year	-	-	-
As at 31 March 2021	0.00	0.02	0.02
Net Carrying value as at 31 March 2020	0.00	0.03	0.03
Net Carrying value as at 31 March 2021	0.00	0.01	0.01

5 Right of use assets (Rs. In million)		
	As at 31 March, 2021	As at 31 March, 2020
Right of use assets	0.77	2.12
<b>Total</b>	<b>0.77</b>	<b>2.12</b>

Changes in carrying value of right of use assets for the year/year ended: (Rs. In million)		
	As at 31 March, 2021	As at 31 March, 2020
Opening Balance	2.12	3.47
Amortisation	(1.35)	(1.35)
<b>Closing Balance</b>	<b>0.77</b>	<b>2.12</b>

6 Other Financial Assets (Non-Current) (Rs. In million)		
	As at 31 March, 2021	As at 31 March, 2020
Security Deposits - Premises	0.53	0.48
<b>Total</b>	<b>0.53</b>	<b>0.48</b>



Mimansa Software Systems Private Limited  
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7 Deferred tax asset (net)

(A) Deferred tax relates to the following:			(Rs. In million)
	As at 31 March 2021	As at 31 March, 2020	
<b>Deferred tax assets</b>			
On property, plant and equipment	0.14	0.16	
On provision for employee benefits	0.09	0.05	
On financial assets measured at amortised cost	0.01	0.00	
On operating lease capitalised as per Ind AS 116	0.01	0.04	
	<b>0.25</b>	<b>0.25</b>	
<b>Deferred tax liabilities</b>			
On Fair Valuation of Investments	(0.11)	(0.01)	
<b>Deferred tax asset (net)</b>	<b>0.14</b>	<b>0.24</b>	

(B) The movement in deferred tax assets and liabilities during the year/year:		(Rs. In million)
<b>Deferred tax assets/(liabilities)</b>		
As at 01 April 2019		0.24
Expense allowed in the year of payment (Gratuity and compensated absences)		0.01
Difference between book and tax depreciation on financial assets measured at amortised cost		(0.02)
On operating lease capitalised as per Ind AS 116		0.00
on others		0.02
		<b>(0.01)</b>
As at 31 March 2020		0.24
Expense allowed in the year of payment (Gratuity and compensated absences)		0.04
Difference between book and tax depreciation on financial assets measured at amortised cost		(0.02)
On operating lease capitalised as per Ind AS 116		0.01
On Fair Valuation of Investments		(0.03)
		<b>(0.11)</b>
As at 31 March 2021		<b>0.14</b>

(C) Income tax expense			(Rs. In million)
	As at 31 March 2021	As at 31 March, 2020	
Current tax taxes	0.81	0.57	
Deferred tax charge / (income)	0.12	0.01	
Earlier year adjustments	-	(0.00)	
<b>Income tax expense reported in the statement of profit or loss</b>	<b>0.93</b>	<b>0.57</b>	

(D) Income Tax recognised in other comprehensive income			(Rs. In million)
	As at 31 March 2021	As at 31 March, 2020	
Deferred tax on net gain/(loss) on remeasurements of defined benefit plans	0.02	0.01	
<b>Income tax credited/(charged) to OCI</b>	<b>0.02</b>	<b>0.01</b>	

(E) Reconciliation of tax charge			(Rs. In million)
	As at 31 March 2021	As at 31 March, 2020	
Profit before tax	3.67	2.64	
Enacted income tax rate in India	25.17%	25.17%	
Tax amount at the enacted income tax rate	0.92	0.66	
<b>Tax effect on:</b>			
Non- deductible expenses for tax purpose	0.00	0.00	
Income exempt from income tax	-	(0.10)	
Taxes of earlier years	-	(0.00)	
Tax rate change impact	-	0.01	
Others	0.00	0.00	
<b>Total tax expense charged to the statement of profit and loss</b>	<b>0.93</b>	<b>0.57</b>	
<b>Effective tax rate</b>	<b>25.21%</b>	<b>21.78%</b>	



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8 Non Current Tax Assets (Net)		(Rs. In million)	
	As at 31 March 2021	As at 31 March, 2020	
Advance income tax (net of provisions for tax : Rs. NIL (31st March, 2020 0.57 mn))	-	0.39	
<b>Total</b>	<b>-</b>	<b>0.39</b>	

9 Investment		(Rs. In million)	
	As at 31 March 2021	As at 31 March, 2020	
Investment in India			
Investments measured at Fair Value through Profit or Loss			
Investments in mutual fund units	23.91	22.37	
<b>Total</b>	<b>23.91</b>	<b>22.37</b>	

A Details of Investments		(Rs. In million)	
	As at 31 March 2021	As at 31 March, 2020	
<b>Investments measured at Fair Value through Profit or Loss</b>			
-NIL units of ICICI Prudential Liquid Fund - DP Daily Dividend (31 March 2020: 1,75,217.173 units)	-	17.54	
NAV : NIL (31 March, 2020 : Rs. 100.1082 per Unit)			
-NIL units of ICICI Prudential Liquid Fund - Overnight Fund DP Growth (31 March 2020: 44,846.912 units)	-	4.83	
NAV NIL (31 March, 2020 : Rs. 107.7488 per Unit)			
-78452.452 units of ICICI Prudential Liquid Fund - DP Growth (31 March, 2020 : NIL)	23.91	-	
(NAV Rs. 304.7364 per Unit , 31 March 2020 : NIL)			
Less: Allowance for Impairment loss	-	-	
<b>Total</b>	<b>23.91</b>	<b>22.37</b>	

10 Cash And Cash Equivalents		(Rs. In million)	
	As at 31 March 2021	As at 31 March, 2020	
Balances with banks:			
-in current accounts	0.83	1.28	
Cash on hand	0.01	0.02	
<b>Total</b>	<b>0.84</b>	<b>1.30</b>	

11 Other Financial Assets (Current)		(Rs. In million)	
	As at 31 March 2021	As at 31 March, 2020	
Security Deposit - Others	0.00	0.00	
<b>Total</b>	<b>0.00</b>	<b>0.00</b>	

12 Other Current Assets		(Rs. In million)	
	As at 31 March 2021	As at 31 March, 2020	
Prepaid expenses	0.01	0.01	
Advances to vendors	0.00	0.01	
Others	0.00	0.00	
<b>Total</b>	<b>0.02</b>	<b>0.02</b>	





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13 Equity Share Capital		(Rs. In million)	
	As at 31 March 2021	As at 31 March, 2020	
<b>Authorized Share Capital</b>			
500,000 (31 March 2020 : 500,000) equity shares of INR 10/- each	5.00	5.00	
	5.00	5.00	
<b>Equity shares</b>			
<b>Issued, subscribed and fully paid up</b>			
10,000 (31 March 2020 : 10,000) equity shares of INR 10/- each	0.10	0.10	
<b>Total</b>	<b>0.10</b>	<b>0.10</b>	

(a) Reconciliation of equity shares outstanding at the beginning and at the end of the year: (Rs. In million)

	As at 31 March 2020	
	Number of shares	Amount
Outstanding at the beginning of the year	10,000	0.10
Add: Issued during the year	-	-
Outstanding at the end of the year	10,000	0.10

(Rs. In million)

	As at 31 March 2021	
	Number of shares	Amount
Outstanding at the beginning of the year	10,000	0.10
Add: Issued during the year	-	-
Outstanding at the end of the year	10,000	0.10

(b) Rights, preferences and restrictions attached to shares

The Company has one class of equity shares having a par value of Rs. 10/- per share. Each shareholder is eligible for one vote per share held. The dividend proposed if any by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation of Company, the equity shareholders are eligible to receive the remaining assets of the Company after distributions of all preferential amounts, in proportion to their shareholding.

(c) Shares held by the holding company: (Rs. In million)

	As at 31 March 2021	As at 31 March, 2020
Angel Broking Limited, the holding company 10,000 (31 March 2020 : 10,000) equity shares of Rs. 10/- each, fully paid up	0.01	0.01

(d) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

	As at 31 March 2020	
	Number of shares	% of holding in the class
<b>Name of the shareholder</b> Equity shares of INR 10 each fully paid Angel Broking Limited, the holding company	10,000	100.00%



Mimansa Software Systems Private Limited  
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	As at 31 March 2021	
	Number of shares	% of holding in the class
Name of the shareholder Equity shares of INR 10 each fully paid Angel Broking Limited, the holding company	10,000	100.00%

No securities convertible into equity/preference shares.

14 Other Equity

(Rs. In million)

	As at 31 March 2021	As at 31 March, 2020
Retained earnings	23.12	22.68
<b>Total</b>	<b>23.12</b>	<b>22.68</b>

Retained earnings

(Rs. In million)

	As at 31 March 2021	As at 31 March, 2020
Opening balance	22.68	20.64
Add: Profit for the year	2.75	2.06
Add: Other comprehensive income/(loss) for the year	(0.06)	(0.03)
Less: Interim Dividend	(2.25)	0.00
<b>Closing balance</b>	<b>23.12</b>	<b>22.68</b>

Nature and purpose of reserves

Retained earnings:

Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to Shareholders. It also includes remeasurement gains and losses on defined benefit plans recognised in other comprehensive income (net of taxes).



Mimansa Software Systems Private Limited  
Notes forming part of the Financial Statements for the year ended 31 March 2021

15 Borrowings (Non-Current)		(Rs. In million)	
	As at 31 March 2021	As at 31 March, 2020	
<b>Unsecured</b>			
Lease liability	-	0.91	
<b>Total</b>	-	0.91	

Movement of lease liabilities		(Rs. In million)	
	As at 31 March 2021	As at 31 March, 2020	
Opening Balance	2.29	3.47	
Additions	-	-	
Interest expense	0.15	0.30	
Lease payments	(1.55)	(1.48)	
<b>Closing Balance</b>	<b>0.89</b>	<b>2.29</b>	

The following is the breakup of current and non-current lease liabilities:		(Rs. In million)	
	As at 31 March 2021	As at 31 March, 2020	
Current portion (Refer Note 18)	0.89	1.38	
Non-current portion	-	1.11	
	<b>0.89</b>	<b>2.49</b>	

16 Provisions (Non-Current)		(Rs. In million)	
	As at 31 March 2021	As at 31 March, 2020	
<b>Provision for employee benefits</b>			
Provision for gratuity (Refer note no 29)	0.19	0.14	
Provision for leave encashment	0.06	0.03	
<b>Total</b>	<b>0.25</b>	<b>0.17</b>	

17 Trade Payables		(Rs. In million)	
	As at 31 March 2021	As at 31 March, 2020	
Total outstanding dues of micro, small and medium enterprises*	-	-	
Total outstanding dues of creditors other than micro, small and medium enterprises	0.08	0.19	
<b>Total</b>	<b>0.08</b>	<b>0.19</b>	

\* No interest was paid during the quarter / previous year in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 and no amount was paid to the supplier beyond the appointed day. No amount of interest is due and payable for the year of delay in making payment but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006. Nil (31 March 2020 : INR Nil) interest was accrued and unpaid at the end of the accounting year. No further interest remaining due and payable even in the succeeding years for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006. The above information regarding Micro, Small and Medium Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the Auditors.

18 Other Financial Liabilities (Current)		(Rs. In million)	
	As at 31 March 2021	As at 31 March, 2020	
Current maturity of lease liability	0.89	1.38	
Payable to holding company	0.26	0.37	
Expense Payable	0.23	-	
Employee related payable	0.67	0.84	
<b>Total</b>	<b>2.05</b>	<b>2.59</b>	



Mimansa Software Systems Private Limited  
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19 Other Current Liabilities			(Rs. In million)
	As at 31 March 2021	As at 31 March, 2020	
Statutory dues payable	0.44	0.32	
Others	0.00	-	
<b>Total</b>	<b>0.44</b>	<b>0.32</b>	

20 Provisions (Current)			(Rs. In million)
	As at 31 March 2021	As at 31 March, 2020	
Provision for employee benefits			
- Provision for gratuity (Refer note no 30)	0.05	0.00	
- Provision for leave encashment	0.05	0.01	
<b>Total</b>	<b>0.10</b>	<b>0.01</b>	

21 Tax Liabilities			(Rs. In million)
	As at 31 March 2021	As at 31 March, 2020	
Tax liabilities (Net of advance tax : Rs. 1.37 mn (31st March, 2020 : Rs. NIL))	0.08	-	
<b>Total</b>	<b>0.08</b>	<b>-</b>	



Mimansa Software Systems Private Limited  
Notes forming part of the Financial Statements for the year ended 31 March 2021

**22 Revenue From Operations** (Rs. In million)

	For the year ended 31 March 2021	For the year ended 31 March 2020
Income from software consultancy charges	9.60	9.60
<b>Total</b>	<b>9.60</b>	<b>9.60</b>

Revenue from contracts with customers

Set out below is the revenue from contracts with customers and reconciliation to Statement of Profit and Loss: (Rs. In million)

	For the year ended 31 March 2021	For the year ended 31 March 2020
<b>Type of Services or Service</b>		
Income from software consultancy charges	9.60	9.60
<b>Total revenue from contract with customers</b>	<b>9.60</b>	<b>9.60</b>
<b>Geographical markets</b>		
India	9.60	9.60
Outside India	-	-
<b>Total revenue from contract with customers</b>	<b>9.60</b>	<b>9.60</b>
<b>Timing of revenue recognition</b>		
Services transferred at a point in time	-	-
Services transferred over time	9.60	9.60
<b>Total revenue from contracts with customers</b>	<b>9.60</b>	<b>9.60</b>

**Contract Balance**

(Rs. In million)

	As at 31 March, 2021	As at 31 March, 2020
Trade Receivables	-	-

**23 Other Income**

(Rs. In million)

	For the year ended 31 March 2021	For the year ended 31 March 2020
Net gain/(loss) on fair valuation of investments through profit and loss (Unrealised)	0.45	0.03
Profit On Redemption Of Mutual Fund units	0.14	0.01
Dividend received on mutual fund	0.13	0.39
Interest income on income tax	0.00	0.02
Interest on fixed deposits with bank measured at amortised cost	-	0.00
Unwinding of interest on security deposits	0.05	0.04
<b>Total</b>	<b>0.77</b>	<b>0.49</b>

**24 Employee Benefits Expenses**

(Rs. In million)

	For the year ended 31 March 2021	For the year ended 31 March 2020
Salaries, allowances and bonus	4.19	4.50
Contribution to Provident and other funds (Refer note no 30)	0.20	0.22
Contribution to Gratuity fund (Refer note no 30)	0.03	0.02
Compensated Absences	0.06	0.02
Staff welfare expenses	0.05	0.08
<b>Total</b>	<b>4.53</b>	<b>4.84</b>

**25 Finance Costs**

(Rs. In million)

	For the year ended 31 March 2021	For the year ended 31 March 2020
Interest on inter corporate deposits	0.00	-
Interest expense on lease liability	0.16	0.30
<b>Total</b>	<b>0.16</b>	<b>0.30</b>

**26 Depreciation & Amortisation Expense**

(Rs. In million)

	For the year ended 31 March 2021	For the year ended 31 March 2020
Depreciation on property, plant & equipment (Refer note 4)	0.02	0.02
Depreciation of right to use assets (Refer Note 5)	1.35	1.35
<b>Total</b>	<b>1.37</b>	<b>1.37</b>



27 Other Expenses		(Rs. In million)	
	For the year ended 31 March 2021	For the year ended 31 March 2020	
Software connectivity license/maintenance expenses	0.16	0.09	
Rent, rates and taxes	-	0.00	
Communication expenses	0.08	0.05	
Printing and stationary	-	-	
Printing and stationary	-	0.00	
Travelling and conveyance	0.08	0.11	
Electricity	0.11	0.43	
Legal & professional charges	0.13	0.14	
Repairs and maintenance - others	0.01	0.03	
Auditors' remuneration*	0.05	0.05	
Bank Charges	0.01	0.00	
Interest on income tax	0.01	-	
Miscellaneous expenses	0.00	0.05	
<b>Total other expenses</b>	<b>0.64</b>	<b>0.95</b>	

\*Note : The following is the break-up of Auditor's remuneration (excluding input credit of GST availed, if any)

		(Rs. In million)	
	For the year ended 31 March 2021	For the year ended 31 March 2020	
Statutory audit fees	0.05	0.05	
Out of pocket expenses	-	0.00	
<b>Total</b>	<b>0.05</b>	<b>0.05</b>	



Mimansa Software Systems Private Limited  
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28 Earnings/ Loss Per Share			(Rs. In million)
	For the year ended 31 March 2021	For the year ended 31 March 2020	
Profit attributable to ordinary equity holders	2.75	2.06	
Weighted average number of equity shares outstanding	10,000	10,000	
Face Value per share	10.00	10.00	
Basic & diluted earnings per share (INR)	274.81	206.24	

29 **Contingent Liabilities and Capital Commitments**  
There is no contingent liabilities and capital commitments outstanding as at each reporting date.

30 **Employee Benefits**

(A) **Defined contribution plans**

During the year, the Company has recognized the following amounts in the Statement of Profit and Loss

			(Rs. In million)
	For the year ended 31 March 2021	For the year ended 31 March 2020	
Employers' Contribution to Provident Fund and Employee State Insurance	0.20	0.22	

(B) **Defined benefit plans**

**Gratuity payable to employees**

The Company's liabilities under the Payment of Gratuity Act, 1972 are determined on the basis of actuarial valuation made at the end of each financial year using the projected unit credit method.

The gratuity benefit is provided through unfunded plan and annual contributions are charged to the statement of profit and loss. Under the scheme, the settlement obligation remains with the Company. Company accounts for the liability for future gratuity benefits based on an actuarial valuation. The net present value of the Company's obligation towards the same is actuarially determined based on the projected unit credit method as at the Balance Sheet date.

The plan is of a final salary defined benefit in nature which is sponsored by the Company and hence it underwrites all the risks pertaining to the plan. The actuarial risks associated are:

**Discount rate**

Discount Rate for this valuation is based on Government bonds having similar term to duration of liabilities. Due to lack of a deep & secondary bond market in India, government bond yields are used to arrive at the discount rate.

**Mortality/ disability**

If the actual mortality rate in the future turns out to be more or less than expected then it may result in increase / decrease in the liability.

**Employee turnover/withdrawal rate**

If the actual withdrawal rate in the future turns out to be more or less than expected then it may result in increase / decrease in the liability

**Salary escalation rate**

More or less than expected increase in the future salary levels may result in increase / decrease in the liability.

i) **Actuarial assumptions**

			(Rs. In million)
	As at 31 March 2021	As at 31 March 2020	
<b>Economic Assumptions</b>			
Discount rate (per annum)	5.10%	5.74%	
Salary Escalation rate	3.00%	3.00%	
<b>Demographic Assumptions</b>			
<b>Mortality</b>			
Employee turnover/Withdrawal rate	IALM (2012-14) Ultimate	IALM (2012-14) Ultimate	
<b>(A) Sales Employees</b>			
(i) For service less than 4 years	92%	99%	
(ii) Thereafter	29%	2%	
<b>(B) Non-sales employees</b>			
(i) For service less than 4 years	49%	49%	
(ii) Thereafter	19%	2%	
Retirement age	58 years	58 years	

ii) **Amount recognised in balance sheet**

			(Rs. In million)
	As at 31 March 2021	As at 31 March 2020	
Present value of unfunded defined benefit obligation	0.25	0.14	
Fair value of plan assets	-	-	
<b>Net liability recognized in Balance Sheet</b>	<b>0.25</b>	<b>0.14</b>	
Current benefit obligation	0.05	0.00	
Non-current obligation	0.19	0.14	
	<b>0.25</b>	<b>0.14</b>	



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iii) Changes in the present value of defined benefit obligation (DBO)		(Rs. In million)	
	As at 31 March 2021	As at 31 March 2020	
Present value of obligation at the beginning of the year	0.14	0.08	
Interest cost on DBO	0.01	0.01	
Current service cost	0.03	0.02	
Actuarial (gain)/ loss on obligations			
- due to change in financial assumption	0.02	0.02	
- due to change in demographic assumption	0.05	-	
- due to experience (gains)/loss	0.01	0.01	
Present value of obligation at the end of the year	0.25	0.14	

The estimated term of the defined benefit obligation works out to 3.32 years (31 March 2020- 3.3 years).

iv) Expense recognized in the Statement of Profit and Loss		(Rs. In million)	
	For the year ended 31 March 2021	For the year ended 31 March 2020	
Current service cost	0.03	0.02	
Interest cost	0.01	0.01	
Total expenses recognized in the Statement Profit and Loss	0.03	0.02	

v) Expense recognized in Other comprehensive income (OCI)		(Rs. In million)	
	For the year ended 31 March 2021	For the year ended 31 March 2020	
Remeasurements due to-			
- Effect of change in financial assumptions	0.02	0.02	
- due to change in demographic assumption	0.05	-	
- Effect of experience adjustments	0.01	0.01	
Net actuarial (gains) / losses recognised in OCI	0.07	0.04	

vi) Quantitative sensitivity analysis		(Rs. In million)	
	For the year ended 31 March 2021	For the year ended 31 March 2020	
Impact on defined benefit obligation			
Discount rate			
1% increase	-0.01	-0.02	
1% decrease	0.01	0.03	
Rate of Increase in salary			
1% increase	0.01	0.02	
1% decrease	-0.01	-0.02	
Withdrawal rate			
1% increase	0.00	0.01	
1% decrease	-0.00	-0.01	

vii) Maturity profile of defined benefit obligation		(Rs. In million)	
	As at 31 March 2021	As at 31 March 2020	
Within next 12 months	0.06	0.00	
Between 2 and 5 years	0.17	0.02	
Between 6 and 10 years	0.08	0.03	
Beyond 10 years	0.05	0.36	
Total expected payments	0.36	0.42	





Mimansa Software Systems Private Limited

Notes forming part of the Financial Statements for the year ended 31 March 2021

31 Related Party Disclosures:

(A) Names of related parties and description of relationship as Identified and certified by the Company:

		Ownership of Interest	
		As at 31 March 2021	As at 31 March 2020
<b>a) Holding Company</b>			
Angel Broking Limited		100%	100%
<b>b) Fellow Subsidiary Company</b>			
Angel Fincap Private Limited	India		
Angel Securities Limited	India		
Angel Financial Advisors Private Limited	India		
Angel Digitech Private Limited (Formerly known as "Angel Wellness Private Limited")	India		
<b>c) Individuals owning directly or indirectly interest and voting power that gives them control</b>			
Mr. Dinesh Thakkar			
Mr. Lalit Thakkar			
<b>d) Key management personnel (KMP) and their relatives</b>			
Mr. Dinesh Thakkar			

(B) Details of transactions with related party in the ordinary course of business for the year ended:

(Rs. In million)

	For the year ended 31 March 2021	For the year ended 31 March 2020
<b>Holding Company</b>		
<u>Angel Broking Limited</u>		
Software maintenance charges received	9.60	9.60
Reimbursement of expenses	0.26	0.84
Dividend Paid	2.25	-
<b>Fellow Subsidiary Company</b>		
<u>Angel Fincap Private Limited</u>		
Interest expense	0.00	-
Inter corporate deposit taken	2.00	-
Repayment of Inter corporate deposit taken	2.00	-

(C) Amount due to/from related party as on:

(Rs. In million)

	As at 31 March 2021	As at 31 March 2020
<b>Holding Company- Angel Broking Limited</b>		
Other Payables	0.26	0.37

32 Segment Reporting

The Company's operations predominantly operates in the business of software consultancy and annual maintenance charges. The Chief Operating Decision Maker (CODM) reviews the operations of the Company as one operating segment. Hence no separate segment information has been furnished herewith.

33 Leases

The company's lease asset classes primarily consist of office premises. The Company has taken office premises at Pune on operating lease. The agreement is for a year of 3 years.

The changes in the carrying value of right of use assets for the year ended 31 March 2021 and year ended 31 March 2020 has been disclosed in Note 5.

The aggregate depreciation expense on ROU assets is included under depreciation expense in the statement of Profit and Loss.

The movement in lease liabilities has been disclosed in Note 15.

The below table provides the details regarding the contractual maturities of lease liabilities on an undiscounted basis:

(Rs. In million)

	As at 31 March 2021	As at 31 March 2020
Less than one year	0.89	1.56
One to five years	-	0.91
More than five years	-	-
<b>Total</b>	<b>0.89</b>	<b>2.47</b>

The Company does not face a significant liquidity risk with regard to its lease liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.

Rental expense incurred and paid for short term lease was INR Nil (31 March 2020 : NIL).



Mimansa Software Systems Private Limited  
Notes forming part of the Financial Statements for the year ended 31 March 2021

34 Fair Value Measurement

Financial instrument by category	(Rs. In million)		
	FVOCI	FVTPL	Amortised Cost
<b>As at 31 March 2021</b>			
<b>Financial Assets</b>			
Cash and cash equivalents	-	-	0.84
Investment	-	23.91	-
Other Financial assets (Non-current+Current)	-	-	0.02
<b>Total Financial Assets</b>	<b>-</b>	<b>23.91</b>	<b>0.86</b>
<b>Financial Liabilities</b>			
Trade payables	-	-	0.08
Borrowings	-	-	0.44
Other financial liabilities	-	-	2.05
<b>Total Financial Liabilities</b>	<b>-</b>	<b>-</b>	<b>2.57</b>
<b>As at 31 March 2020</b>			
<b>Financial Assets</b>			
Cash and cash equivalents	-	-	1.30
Investment	-	22.37	-
Other Financial assets (Non-current+Current)	-	-	0.02
<b>Total Financial Assets</b>	<b>-</b>	<b>22.37</b>	<b>1.32</b>
<b>Financial Liabilities</b>			
Trade payables	-	-	-0.22
Borrowings	-	-	0.89
Other financial liabilities	-	-	1.15
<b>Total Financial Liabilities</b>	<b>-</b>	<b>-</b>	<b>1.82</b>

35 Fair Value Hierarchy

The carrying amount of cash and bank balances, trade receivables, loans, trade payables, borrowings and other receivables & payables are considered to be the same as their fair values due to their short term nature. The fair values of borrowings and security deposits were calculated based on cash flows discounted using a current lending rate. They are classified as level 3 fair values in the fair value hierarchy due to the inclusion of unobservable inputs including own and counterparty credit risk.

36 Financial Risk Management Objectives And Policies

The Company is exposed to various financial risks. These risks are categorized into market risk, credit risk and liquidity risk. The Company's risk management is coordinated by the Board of Directors and focuses on securing long term and short term cash flows. The Company does not engage in trading of financial assets for speculative purposes.

(A) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises following types of risk: interest rate risk and currency risk. Financial instruments affected by market risk include borrowings.

(i) Interest rate risk Exposure

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not have any variable interest rate borrowings at any reporting date, therefore it does not have interest rate risk.

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. As at each reporting date, the company does not have exposure in foreign currency, therefore it is not exposed to currency risk.

(B) Credit risk

Credit risk is the risk that the Company will incur a loss because its customers or counterparties fail to discharge their contractual obligation. The Company manages and controls credit risk by setting limits on the amount of risk it is willing to accept for individual counterparties, and by monitoring exposures in relations to such limits.

The maximum exposure to credit risk for each class of financial instruments is the carrying amount of that class of financial instruments presented in the financial statements. The Company's major classes of financial assets are cash and cash equivalents, term deposits, trade receivables and security deposits.



Mimansa Software Systems Private Limited

Notes forming part of the Financial Statements for the year ended 31 March 2021

(C) Liquidity risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk by ensuring, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due.

The table below summarizes the maturity profile of the Company's financial liabilities:

(Rs. In million)

	0 - 1 year	1-2 year	2-3 year	3-4 year	Beyond 4 years	Total
<b>As at 31 March 2020</b>						
Trade payables	0.19	-	-	-	-	0.19
Other financial liabilities	1.15	-	-	-	-	1.15
	<b>1.34</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1.34</b>
<b>As at 31 March 2021</b>						
Trade payables	0.08	-	-	-	-	0.08
Other financial liabilities	1.15	-	-	-	-	1.15
	<b>1.23</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1.23</b>

37 Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders. The primary objective of the Company's capital management is to maximize the shareholder value and to ensure the Company's ability to continue as a going concern.

The Company monitors gearing ratio i.e. total debt in proportion to its overall financing structure, i.e. equity and debt. Total debt comprises of non-current borrowing. The Company manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets.

(Rs. In million)

		As at 31 March 2021	As at 31 March 2020
Borrowings		0.89	2.49
Less: cash and marketable securities		24.74	23.68
<b>Net debt</b>	(i)	<b>(23.85)</b>	<b>(21.19)</b>
<b>Total Equity</b>	(ii)	<b>23.22</b>	<b>22.78</b>
<b>Gearing ratio</b>	(i)/(ii)	<b>(1.03)</b>	<b>(0.93)</b>

38 The Board of Directors have declared interim dividend on 13 July 2020 of Rs. 225 per equity share for ordinary equity shareholders total amounting to Rs. 2.25 Mn. No final dividend has been proposed or paid during the year ended 31 March 2021 and 31 March 2020.

39 The previous year numbers for the year ended 31 March, 2020 were audited by independent firm of chartered accountants other than Falod & Maheshwari.

40 COVID-19 outbreak was declared a pandemic by the World Health Organization on 11 March 2020. Information Technology and its maintenance services have been declared as essential services and accordingly, the Company faced no business interruption on account of the lockdown. There has been no material change in the controls or processes followed in the closing of the financial statements of the Company.

As at 31 March, 2021, based on facts and circumstances existing as of that date, the Company does not anticipate any material uncertainties, which affect its liquidity position; and its ability to continue as a going concern. The ongoing COVID-19 situation may result in some changes in the overall economic and market conditions, which may in turn have an impact on the operations of the Company.

41 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified and the final rules/interpretation have not yet been issued. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

42 The financial statements of the company were authorised for issued in accordance with a resolution of the directors on 30 April, 2021.

As per our report of even date

For Falod and Maheshwari

Chartered Accountants

Firm Registration No : 151051W

Radheshyam Falod

Partner

Membership No : 31914

Place: Mumbai

Date: 30 April, 2021

For and on behalf of the Board of Directors

Mimansa Software Systems Private Limited

Dinesh Thakkar

Director

DIN : 00004382

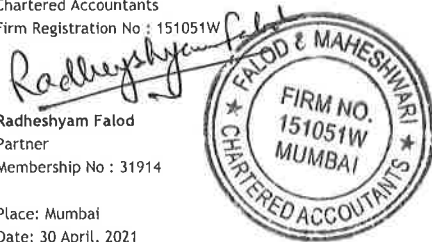
Place: Mumbai

Date: 30 April, 2021

Mahesh Thakkar

Director

DIN : 00004362



*Dinesh Thakkar*

*Mahesh Thakkar*