

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

BALANCESHEET AS AT 31ST MARCH 2022

(Rs. In Thousands)

	Particulars	Note. No	As at 31.03.2022	As at 31.03.2021
I.	<u>EQUITY AND LIABILITIES</u>			
(1)	Shareholder's funds:			
	(a) Share capital	2	28,500.00	28,500.00
A/C	(b) Reserves and surplus	3	2,05,462.26	1,24,369.57
			2,33,962.26	1,52,869.57
(2)	Non-current liabilities			
	(a) Long-term borrowings	4	60,198.54	60,726.47
	(b) Long-term provisions	6	7,869.95	7,425.18
			68,068.48	68,151.64
(3)	Current liabilities			
	(a) Short-term borrowings	7	4,294.17	1,223.34
	(b) Trade payables	8	31,312.79	64,265.92
	(c) Other current liabilities	9	80,682.75	59,329.93
			1,16,289.72	1,24,819.19
	TOTAL		4,18,320.46	3,45,840.40
II.	<u>ASSETS</u>			
(1)	Property, Plant and Equipment			
	(a) Property, Plant and Equipment	10	17,041.98	7,536.02
	(b) Long-term loans and advances	11	92,158.40	14,757.08
	(c) Deferred tax Asset	5	85.51	3,496.89
			1,09,285.89	25,789.99
(2)	Current assets			
	(a) Inventories	12	7,929.70	38,093.95
	(b) Trade receivables	13	2,32,373.67	2,05,670.87
	(c) Cash and cash equivalents	14	7,398.24	37,775.35
	(d) Short-term loans and advances	15	61,332.96	38,510.24
			3,09,034.57	3,20,050.41
	TOTAL		4,18,320.46	3,45,840.40
	Summary of Significant Accounting Policies	1		
	The accompanying notes are an integral part of the financial statements			

As per our report of even date
For PAVULURI & CO
Chartered Accountants
Firm Reg. No: 012194S

CA V N DEEPTHI KONERU
Partner
M.No : F-228424
22228424AWCPDC3937
Place: Hyderabad
Date: 26.09.2022



For and on behalf of the Board of Directors
SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

C.DAMODHAR REDDY
DIRECTOR
DIN: 01643638

SANJAY PUKALAY
DIRECTOR
DIN: 01643626



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2022

(Rs. In Thousands)

	Particulars	Note. No	For Year ending 31.03.2022	For Year ending 31.03.2021
	INCOME :			
I	Revenue from operations	16	6,00,324.26	4,60,007.90
II	Other income	17	2,202.16	1,411.08
III	Total Revenue (I + II)		6,02,526.43	4,61,418.98
IV	EXPENDITURE :			
A/C	Cost of material consumed	18	3,09,993.34	2,33,293.95
	Changes in inventories of finished goods Work-in-progress and Stock-in-trade	19	17,592.40	(14,914.33)
	Employee benefits expense	20	52,776.41	38,747.88
	Finance costs	21	10,546.35	10,365.40
	Depreciation	10	3,188.49	2,391.44
	Other expenses	22	86,753.99	64,198.31
	Total expenses		4,80,850.99	3,34,082.65
V	Profit before tax (III - IV)		1,21,675.43	1,27,336.34
VI	Tax expenses:			
	(1) Current tax		37,171.36	42,446.93
	(2) Deferred tax		3,411.38	(86.99)
VII	Profit/(Loss) for the period (V - VI)		81,092.69	84,976.39
VIII	Earnings per equity share:			
	(1) Basic		28	30
	(2) Diluted		28	30
	Summary of Accounting Policies			
	The accompanying notes are an integral part of the financial statements			

As per our report of even date

For PAVULURI & CO
Chartered Accountants
Firm Reg. No: 012194S

CA V N DEEPTHI KONERU
Partner
M.No : F-228424

Place: Hyderabad
Date: 26.09.2022

For and on behalf of the Board of Directors

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

C.DAMODHAR REDDY
DIRECTOR
DIN:01643638

SANJAY PUKALAY
DIRECTOR
DIN:01643626

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED (Previously SIGMA MICROSYSTEMS PRIVATE LIMITED) CASH FLOW STATEMENT FOR THE YEAR ENDED (Rs. In Thousands)		
	31-Mar-22 Rs.	31-Mar-21 Rs.
<u>Cash flows from operating activities</u>		
Profit before tax from continuing operations	1,21,675.43	1,27,336.34
Depreciation/amortization on continuing operation	3,188.49	2,391.44
<u>Operating profit before working capital changes</u>	1,24,863.93	1,29,727.78
Increase / decrease in Long Term Borrowings	(527.93)	18,673.15
A, Increase / decrease in Long Term Provisions	444.77	(54.52)
Increase / decrease in Short Term Borrowings	3,070.84	236.45
Increase / decrease in Trade Payables	(32,953.13)	48,061.44
Increase / decrease in Other current liabilities	21,352.83	44,540.01
Increase / decrease in Long Term Loans & Advances	(77,401.33)	(13,997.08)
Increase / decrease in Trade Receivables	(26,702.80)	(1,44,867.86)
Increase / decrease in Short-term loans and advances	(22,822.71)	(8,852.39)
Increase / decrease in Inventories	30,164.25	(26,037.47)
Income taxes paid	(37,171.36)	(42,446.93)
<u>Net cash from operating activities</u>	(17,682.66)	4,982.58
<u>Cash flows from investing activities</u>		
Purchase of fixed assets	(12,694.45)	(1,402.38)
Sale of fixed assets	-	-
<u>Net Cash from investing activities</u>	(12,694.45)	(1,402.38)
<u>Cash flows from financing activities</u>		
Finance costs	-	-
<u>Net cash used in financing activities</u>	-	-
Net increase in cash & cash equivalents	(30,377.11)	3,580.20
Cash & Cash equivalents at the beginning of the period	37,775.36	34,195.15
Cash & Cash equivalents at the end of the period	7,398.24	37,775.35
<p>As per our Report attached</p> <p>For PAVULURI & CO Chartered Accountants Firm Reg. No: 012194S</p> <p><i>K.V.N. Deepthi</i> CA V N DEEPTHI KONERU Partner M.No : F-228424</p> <p>Place: Hyderabad Date: 26.09.2022</p> <p>For and on behalf of the Board of Directors SIGMA ADVANCED SYSTEMS PRIVATE LIMITED</p> <p><i>C. Damodhar Reddy</i> C. DAMODHAR REDDY DIRECTOR DIN:01643638</p> <p><i>Santay Pukalay</i> SANTAY PUKALAY DIRECTOR DIN:01643626</p>		

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Notes Forming Part of the Balance sheet

(Rs. In Thousands)
(Except share and per equity share data)

Share Capital

Particulars		As at 31.03.2022		As at 31.03.2021	
		No. of Shares	Amount	No. of Shares	Amount
I. Authorised:					
Equity shares of Rs 10 each with voting rights		30,00,000	30,000.00	30,00,000	30,000.00
II. Issued, Subscribed and Paid up:					
Equity shares of Rs 10 each with voting rights		28,50,000	28,500.00	28,50,000	28,500.00
		28,50,000	28,500.00	28,50,000	28,500.00
a) Details of Reconciliation of Share Capital					
Particulars		As at 31st March, 2022		As at 31st March, 2021	
		No. of Shares	Amount	No. of Shares	Amount
Equity shares with voting rights:-					
Opening Balance		28,50,000	28,500.00	28,50,000	28,500.00
Fresh Issue		-	-	-	-
Closing Balance		28,50,000	28,500.00	28,50,000	28,500.00
b) Details of shares held by each shareholder holding more than 5% shares:					
Sr No	Class of shares / Name of shareholder	As at 31 March, 2022		As at 31 March, 2021	
		Number of shares held	% holding	Number of shares held	% holding
	Equity shares with voting rights				
1	Chintalapati Holdings Private Limited	26,53,125	93.09%	26,53,125	93.09%
2	C.Damodhar Reddy	1,96,875	6.91%	1,96,875	6.91%
	TOTAL	28,50,000	100.00%	28,50,000	100.00%
c) Details of Equity Shares Held by Promoters.					
Shares held by promoters at the end of the year				% Change during the year	
S.No	Promoters	No of shares	% of total Shares		
1	Chintalapati Holdings Private Limited	26,53,125	93.09%		
2	C.Damodhar Reddy	1,96,875	6.91%		
	Total	28,50,000	100.00%		

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

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

(Rs. In Thousands)

Note No	Particulars	As at 31.03.2022	As at 31.03.2021
3	Reserves and Surplus		
	Share Premium Account		
	As at Commencement of the Year	9,250.00	9,250.00
		9,250.00	9,250.00
A/C	Profit & Loss Account		
	As at Commencement of the year	1,15,119.57	30,143.18
	Add : Transferred from Profit and Loss statement	81,092.69	84,976.39
		1,96,212.26	1,15,119.57
	Total	2,05,462.26	1,24,369.57
4	Long Term Borrowings		
	Long Term Loans - Others		
	From Directors	92.05	13,194.20
	From Fellow Subsidiary	53,557.69	47,532.27
	Vehicle Loan	6,548.80	-
	Total	60,198.54	60,726.47
5	Deferred Tax Liability(Asset)		
	Opening Balance	(3,496.89)	(3,409.90)
	Add: Provision during the Year	3,411.38	(86.99)
	Total	(85.51)	(3,496.89)
Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.			
6	Long Term Provisions		
	Gratuity	7,869.95	7,425.18
	Total	7,869.95	7,425.18
7	Short Term Borrowings		
	(i) Working capital loan		
	HDFC Bank Limited	(0.15)	(96.27)
	(ii) HDFC & ICICI-Credit Cards	2,698.43	583.78
	(iii) VK Estates LLP	-	735.78
	Current maturities of Long term debt	1,596.80	-
	Total	4,294.17	1,223.34
Working Capital Limits of Rs. 4,20,53,320/- are availed from HDFC Bank Limited against hypothecation of stock and book debts. Secured by Equitable Mortgage on Property belonging to Chintalabati Holdings Private Limited 1st Floor, 6th Floor, Tidel Park, Gandhi Saig, Kungum Tharamani, Chennai-600 113 and Corporate			
8	Trade Payables		
	Payables for Material	31,312.79	64,265.92
	Total	31,312.79	64,265.92

(i) The details regarding the aging of Trade payables as at March 31, 2022 are as follows:

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Dues	-	-	-	-	-
MSME	-	-	-	-	-
Others	-	-	-	-	-
Disputed Dues	-	-	-	-	-
MSME	-	-	-	-	-
Others	16,140.79	-	15,172.00	-	31,312.79
Total Trade payables					31,312.79

(ii) The details regarding the aging of Trade payables as at March 31, 2021 are as follows:

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Dues	-	-	-	-	-
MSME	-	-	-	-	-
Others	-	-	-	-	-
Disputed Dues	-	-	-	-	-
MSME	-	-	-	-	-
Others	52,483.62	11,782.30	-	-	64,265.92
Total Trade payables					64,265.92



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

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

(Rs. In Thousands)

Note No	Particulars	As at 31.03.2022	As at 31.03.2021
9	Other Current Liabilities		
	Statutory remittances	18,414.00	3,840.98
	Advance from customers	20,403.58	7,954.83
	Creditors for expenses	1,753.14	877.81
	Salaries, Bonus, EL Payable	2,975.25	4,144.63
	Audit Fees Payable	154.75	64.75
	Provision for Income Tax	36,902.04	42,446.93
	Total	80,682.75	59,329.93
11	Long-Term Loans and advances (Unsecured Considered Good)		
	Secured Deposits		
	Deposit for Rent	760.00	760.00
	Fixed Deposits	90,256.85	-
	ICICI Bank Guarantee Margin	1,141.55	13,997.08
	Total	92,158.40	14,757.08
12	Inventories		
	Raw Material	7,522.10	20,093.95
	Work-in-Progress	407.60	18,000.00
	Total	7,929.70	38,093.95
13	Trade Receivables		
	Debtors outstanding for a period exceeding six months		
	Considered Good		22,849.09
	Other Debtors		
	Considered Good	2,32,373.67	1,82,821.77
	Total	2,32,373.67	2,05,670.87

(i) Trade receivables ageing schedule for the year ended as on March 31, 2022:

Particulars	Less than 6 months	6 months to 1 year	1-2 years	2-3 Years	More than 3 years	Total
Undisputed receivables-considered good						
Undisputed receivables-considered doubtful						
Disputed receivables-considered good						
Disputed receivables-considered doubtful	79,916.33	1,43,601.20	6,768.63	2,087.52		2,32,373.67
Total	79,916.33	1,43,601.20	6,768.63	2,087.52		2,32,373.67

(i) Trade receivables ageing schedule for the year ended as on March 31, 2021:

Particulars	Less than 6 months	6 months to 1 year	1-2 years	2-3 Years	More than 3 years	Total
Undisputed receivables-considered good						
Undisputed receivables-considered doubtful						
Disputed receivables-considered good						
Disputed receivables-considered doubtful	1,82,821.78	19,594.67	1,993.42	1,249.02	11.98	2,05,658.89
Total	1,82,821.78	19,594.67	1,993.42	1,249.02	11.98	2,05,658.89

14	Cash & Bank Balances		
	Cash in Hand	14.56	12.17
	Balance with Banks:		
	In Current Accounts		
	ICICI Bank	7,353.66	37,761.66
	State Bank of India	30.02	1.52
	Total	7,398.24	37,775.35
15	Short-term Loans & Advances		
	A) Unsecured Advances		
	(i) Loans and advances to employees	454.65	224.02
	(ii) Accrued Interest	129.86	1,000.00
	(iii) TDS & Advance Tax	31,185.89	8,674.39
	(iv) Others		
	- Advance for Materials & Expenses	29,210.10	28,567.25
	B) Prepaid Insurance	352.45	44.58
	Total	61,332.96	38,510.24

In the opinion of the management, the Current Assets, Loans and Advances are expected to realise at least the amount at which they are stated, if realised in the ordinary course of business and provision for all known liabilities have been adequately made in the accounts.



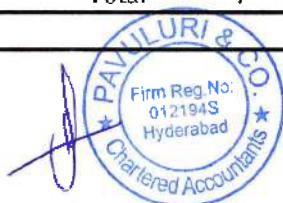
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SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

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

(Rs. In Thousands)

Note No	Particulars	For the Year Ended 31.03.2022	For the Year Ended 31.03.2021
16	Revenue from Operations		
	Sale of Goods	6,00,324.26	4,60,007.90
	Total	6,00,324.26	4,60,007.90
A/C	Other Income		
	Interest Income on FDR	1,608.29	772.26
	Foreign Exchange Gain	546.30	638.82
	Other Income	47.57	-
	Total	2,202.16	1,411.08
18	Cost of Materials Consumed		
	A) Material Consumed		
	Opening Stock	20,093.95	8,970.81
	Purchases	2,78,183.23	2,20,877.97
	Jobwork & Testing Charges	17,901.72	22,655.71
	Freight & Carriage Inward	1,336.53	883.42
		3,17,515.44	2,53,387.90
	Less : Closing Stock	7,522.10	20,093.95
	Raw Material Consumed	3,09,993.34	2,33,293.95
19	Changes in Inventory		
	Closing Stock of :		
	Work-in-Progress (A)	407.60	18,000.00
	Opening Stock of :		
	Work-in-Progress (B)	18,000.00	3,085.67
	(Increase)/Decrease in Stock (B-A)	17,592.40	(14,914.33)
20	Employee Benefits Expense		
	Salary, Wages, Allowances & other Benefits	42,598.20	29,629.00
	Contribution to Provident Fund & Others	1,430.16	760.14
	Directors Remuneration	8,199.14	8,199.14
	Staff Welfare Expenses	548.92	159.59
	Total	52,776.41	38,747.88
21	Financial Cost		
	Bank Charges	1,696.40	885.82
	Interest on :		
	Working Capital Loans	242.35	1,102.67
	LC Discount Charges	132.86	-
	Interest Others	8,178.07	8,376.91
	BG Margin fund waiver	296.68	-
	Total	10,546.35	10,365.40



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

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

(Rs. In Thousands)

Note No	Particulars	For the Year Ended 31.03.2022	For the Year Ended 31.03.2021
22	Other Expenses		
	A) Selling & Distribution Expenses		
	Sales Promotion Expenses	464.27	531.51
	Late Delivery Charges	66,246.54	32,089.86
	Travelling Expenses	905.72	265.16
	Foreign Travel Expenses	1,168.16	-
	Total	68,784.69	32,886.52
	B) Operating, Administrative & Other Expenses		
	Conveyance Expenses	996.32	740.61
	Factory Power & Fuel	1,248.12	1,138.26
	Insurance Charges	129.99	499.82
	Legal & Professional Charges, Consultancy Charges	3,438.61	1,279.47
	Office & General Expenses	1,187.56	345.38
	Postage and Telegram	98.72	97.33
	Printing & Stationary	155.64	201.44
	Rent	2,899.98	2,757.08
	Payment to Auditors :		
	For Statutory Audit	70.00	45.00
	For Tax Audit	30.00	25.00
	Other Professional Services	407.13	370.50
	Duties, Rates & Taxes	1,655.96	75.46
	Professional Tax	7.50	7.50
	Repairs & Maintenance	514.36	258.29
	Telephone & Telex Charges	100.40	228.20
	Security Charges	561.29	384.00
	Building Maintenance	1,100.61	817.28
	Vehicle Maintenance	852.47	-
	Computer Maintenance	184.27	664.48
	Debtors Balances Written off	20.38	1,226.71
	Service charges	2,310.00	20,150.00
	Total	17,969.30	31,311.79



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously: SIGMA MICROSYSTEMS PRIVATE LIMITED)
Hyderabad

Notes-10 Property, Plant and Equipment

Fixed Assets	Gross Block			Accumulated Depreciation			(Rs. In Thousands)	
	Balance as at 1 April 2021	Additions/ (Deletions)	Balance as at 31 March 2022	Balance as at 1 April 2021	Depreciation charge for the year	Depreciation Transfer to Reserves	Balance as at 31 March 2022	Net Block Balance as at 1 April 2021
a Tangible Assets								
Plant and Equipment	9,587.06	1,168.00	10,755.06	7,138.92	1,298.35	-	8,437.27	2,317.79
Test Equipment	6,119.77	253.39	6,373.15	4,786.48	207.67	-	4,994.15	1,379.00
Electrical Equipment	3,798.40		3,798.40	3,323.22	11.99	-	3,335.21	463.18
A/C Furniture and Fixtures	3,035.91	18.45	3,054.37	2,767.96	1.19	-	2,769.15	285.22
Office equipment	1,453.54	412.23	1,865.77	1,315.12	31.80	-	1,346.93	518.84
Others (Specify nature)								
Computers & Computer Software	7,562.72	317.06	7,879.77	6,792.06	207.24	-	6,999.30	880.47
Vehicles	1,308.98	10,525.33	11,834.31	185.18	1,224.34	-	1,409.52	10,424.79
Air Conditioners	2,304.87		2,304.87	1,979.42	103.00	-	2,082.42	222.46
Additions to Rented Building	5,160.37		5,160.37	4,507.22	102.92	-	4,610.13	550.23
TOTAL (A)	40,331.61	12,694.45	53,026.06	32,795.59	3,188.49		35,984.08	17,041.98
(Previous Year)	38,929.23	1,402.38	40,331.61	30,404.14	2,391.44		32,795.59	7,536.03
								8,525.09



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

DEPRECIATION SCHEDULE AS PER INCOME-TAX RULES

PARTICULARS		W.D.V as on 01.04.2021	ADDITIONS		Deletions	Total	Depreciation for the Year	W.D.V as on 31.03.2022
			Upto 30.09.2021	After 30.09.2021				
BLOCK - I	10%							
Furniture & Fixtures		975.01	-	18.45	-	993.46	98.42	895.04
Additions to rented Building		2,110.30	-	-	-	2,110.30	211.03	1,899.27
A/C		3,085.31	-	18.45	-	3,103.76	309.45	2,794.31
BLOCK - II	15%							
Vehicles		1,057.15	10,525.33	-	-	11,582.48	1,737.37	9,845.11
Office Equipment		299.65	24.77	387.47	-	711.89	77.72	634.17
Test Equipments & Plant and Machinery		5,510.21	161.25	1,260.14	-	6,931.59	945.23	5,986.36
Electrical Installations & Equipment		1,422.62	-	-	-	1,422.62	213.39	1,209.23
BLOCK - IV	40%	8,289.64	10,711.34	1,647.61	-	20,648.58	2,973.72	17,674.87
Computers		404.55	44.87	272.18	-	721.61	234.21	487.40
		404.55	44.87	272.18	-	721.61	234.21	487.40
Grand Total		11,779.49	10,756.21	1,938.24	-	24,473.95	3,517.38	20,956.57

Notes:

1. Entire Block of Assets of Vehicles sold during the year and capital loss was calculated as per section 50(2) of IT act.
2. Sale Consideration was shown in deletions and the block was made Zero.



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Deferred Taxes for the year ended 31st March, 2022

Particulars	(Rs. In Thousands)				
	Balance as Per Books	Balance as per IT Act	Difference	Rate	Amount
Items Relating to deferred tax liability					
<u>Items Allowable during the current year:</u>					
Gratuity A/C			(46.04)	26.00%	(11.97)
Deferred tax Liability as on 31.03.2021					(11.97)
Items relating to deferred tax Asset					
Provision for Gratuity			-	26.00%	-
Provision for Earned Leave			-	26.00%	-
Depreciation for the Year	3,188.49	3,517.38	(328.88)	26.00%	(85.51)
Deferred tax Asset as on 31.03.2021					(85.51)
Balance to be Debited/(Credited) to P/L Account for the FY 2021-22					97.48
Net Deferred Tax Liability/(Asset) as on 31.03.2021					(3,496.89)
Net Deferred Tax Liability/(Asset) as on 31.03.2022					3,411.38



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously **SIGMA MICROSYSYSTEMS PRIVATE LIMITED**)
HYDERABAD

RATIOS

The following are the analytical ratios for the year ended 31st March 2022 and 31st March 2021

Particulars	Numerator	Denominator	31st March 2022	31st March 2021	% of Variance
Current Ratio	Current Assets	Current Liabilities	2.66	2.56	3.64%
Debt Equity Ratio	Total Debt	Share Holder Equity	0.26	0.40	-35.23%
Debt Service Coverage Ratio	Earnings available for Debt Service	Debt Service	12.84	13.52	-5.00%
A/C	Net Profit after Taxes	Average Share Holders equity	0.35	0.56	-37.65%
Inventory Turnover Ratio	Cost of Goods Sold	Average Inventory	13.04	9.17	42.20%
Trade Receivables Turnover Ratio	Net Credit Sales	Average Trade Receivables	2.74	3.45	-20.61%
Trade Payable Turnover Ratio	Net Credit Purchases	Average Trade Payables	6.49	5.80	11.87%
Net Capital Turnover Ratio	Net Sales	Working Capital	3.11	2.36	32.19%
Net Profit Ratio	Net Profit	Net Sales	0.14	0.18	-26.88%
Return on Capital Employed	Earnings before interest & tax	Capital Employed	0.45	0.66	-31.40%





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INDEPENDENT AUDITOR'S REPORT

To

The members of,

M/s. SIGMA ADVANCED SYSTEMS PRIVATE LIMITED,

Report on the Audit of Standalone Financial Statements:

Opinion

We have audited the accompanying financial statements of **M/s. SIGMA ADVANCED SYSTEMS PRIVATE LIMITED** ("the Company") which comprise the Balance Sheet as at March 31, 2022, the Statement of Profit and Loss and the Cash Flow statement for the period ended 31st March, 2022 and a summary of significant accounting policies and other explanatory information. (Here in after 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 Standalone financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its profit, for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.





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Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone 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





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reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the Standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone 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 Standalone financial statements, including the disclosures, and whether the Standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



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Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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 Standalone Balance Sheet, the Standalone Statement of Profit and Loss, dealt with by this Report are in agreement with the books of accounts
- d) In our opinion, the aforesaid Standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2022 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) In our opinion and to the best of our information and according to explanations given to us, the Company being a private company, section 197 of the Act related to the managerial remuneration is not applicable.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us





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- i. The Company did not have any pending litigations which will have an impact on its financial position in the Standalone financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts as such the question of commenting on any material foreseeable losses thereon does not arise.
- iii. There have been no occasions in case of the company and its subsidiary company during the year under report to transfer any sums to the Investor Education and Protection Fund.
- iv. The Management has represented that, to the best of its knowledge and belief,
 - a) No funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b) No funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



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- c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The company has neither declared nor paid any dividend during the year

For PAVULURI&Co.
Chartered Accountants
Firm Reg. No: 012194S

Kone Deepthi
(CA V N DEEPTHI KONERU)
Partner
M.No: F-228424



UDIN : 22228424AWCPDC3937

Place: Hyderabad
Date: 26.09.2022



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“Annexure A” to the Independent Auditors’ Report

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the financial statements of the Company for the year ended March 31, 2022:

1. In respect of the Company’s Property, Plant and Equipment and Intangible Assets:

a)

i. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.

ii. The Company has maintained proper records showing full particulars of intangible assets.

b) The Company has a program of physical verification of Property, Plant and Equipment to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification

c) Based on our examination of the property tax receipts and lease agreement for land on which building is constructed, registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title in respect of self-constructed buildings and title deeds of all other immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.

d) The Company has not revalued any of its Property, Plant and Equipment assets during the year.





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- c) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- 2) (a) The management has conducted the physical verification of inventory at reasonable intervals.
- b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account. It is noticed that the stock statements submitted to bank for March 31st 2022 submitted in April 2022 is Rs.8.99cr which was later revised to Rs.0.79Cr.
- c) During the year, the company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.





- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities..
- (b) According to the information and explanations given to us, there are no undisputed amounts payable in respect of Provident Fund, Income Tax, Wealth Tax, Service Tax, Sales Tax, Duty of Customs, Excise Duty, Value added tax and Other material statutory dues were in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.
- 8) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961)
- 9) a) According to the records of the company examined by us, the information and explanations given to us, the company has not defaulted in repayment of loans or borrowings to any financial institutions or banks as on at the balance sheet date.
- b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- c) The Company has taken term loan during the year and have applied for the purpose it was obtained.
- d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- f) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies and hence reporting on clause 3(ix)(f) of the Order is not applicable.





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10)

- a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable
- b) the company has not made any preferential allotment or private placement of shares and convertible debentures (fully convertible) during the year.

11)

- a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- c) We have taken into consideration the whistle blower complaints received by the Company during the year (and upto the date of this report), while determining the nature, timing and extent of our audit procedures.

12) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable

13) According to the information and explanations to us and based on our examination of the records of the company transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details of such transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.

14)

- a) The Company does not have an internal audit system and is not required to have an internal audit system as per section 138 of the Act.
- b) As reported under sub-clause (a) above , the company did not have an internal audit system for the period under audit.





- 15) In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

- 17) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- 18) There has been no resignation of the statutory auditors of the Company during the year.
- 19) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.





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- 20) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

For PAVULURI&Co.
Chartered Accountants
Firm Reg. No: 012194S

KVN. Deepthi
(CA V N DEEPTHI KONERU)
Partner
M.No: F-228424



UDIN : 22228424AWCPDC3937

Place: Hyderabad
Date: 26.09.2022



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“Annexure B” to the Independent Auditor’s Report of even date on the Financial Statements of M/s. SIGMA ADVANCED 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 **M/s. SIGMA ADVANCED SYSTEMS PRIVATE LIMITED** (“the Company”) as of March 31, 2022 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 internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India”. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.



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

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that

the internal financial control over financial reporting may become inadequate





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because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For PAVULURI&Co.
Chartered Accountants

Firm Reg. No: 012194S

K.V.N. Deepthi
(CA V N DEEPTHI KONERU)
Partner

M.No: F-228424

UDIN : 22228424AWCPDC3937



Place: Hyderabad

Date: 26.09.2022

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Acknowledgement Number:296583621240923

Date of filing : 24-Sep-2023

INDIAN INCOME TAX RETURN ACKNOWLEDGEMENT

[Where the data of the Return of Income in Form ITR-1(SAHA)], ITR-2, ITR-3, ITR-4(SUGAM), ITR-5, ITR-6, ITR-7
filed and verified]
(Please see Rule 12 of the Income-tax Rules, 1962)

Assessment
Year
2023-24

PAN	AAECS6137R		
Name	SIGMA ADVANCED SYSTEMS PRIVATE LIMITED		
Address	Plot No 24/A, Hardware park, Kanchaimarat, Raviryala Village, Srisailam Road, Maheswarm Mandal , RR DISTRICT , 36-Telangana, 91-INDIA, 500039		
Status	7-Private company	Form Number	ITR-6
Filed u/s	139(1)-On or before due date	e-Filing Acknowledgement Number	296583621240923

Taxable Income and Tax Details	Current Year business loss, if any	1	0
	Total Income	2	13,03,90,290
	Book Profit under MAT, where applicable	3	12,94,44,892
	Adjusted Total Income under AMT, where applicable	4	0
	Net tax payable	5	3,79,69,652
	Interest and Fee Payable	6	16,56,399
	Total tax, interest and Fee payable	7	3,96,26,051
	Taxes Paid	8	3,96,26,055
Accreted Income and Tax Detail	(+) Tax Payable /(-) Refundable (7-8)	9	0
	Accreted Income as per section 115TD	10	0
	Additional Tax payable u/s 115TD	11	0
	Interest payable u/s 115TE	12	0
	Additional Tax and interest payable	13	0
	Tax and interest paid	14	0
	(+) Tax Payable /(-) Refundable (13-14)	15	0

This return has been digitally signed by CHEEMARLA DAMODHAR REDDY in the capacity of
Director having PAN ACQPC5580R from IP address 115.246.255.205 on
24-Sep-2023 17:43:43 at HYDERABAD (Place) DSC SI.No & Issuer 4445853 &
282234258588CN=Capricorn Sub CA for Organisation DSC 2022,OU=Certifying Authority,O=Capricorn Identity Services
Pvt Ltd.,C=IN

System Generated
Barcode/QR Code



AAECS6137R062965836212409230d4c1c2976fac035398ce1b9d87236b4249ea7e8

DO NOT SEND THIS ACKNOWLEDGEMENT TO CPC, BENGALURU

Name and Address of the Assessee

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)
CIN: U72200TG1996PTC023096

Plot No.24/A, Hardware Park, Kanchaimarat
Raviryal Village, Srisailam Road
Maheswaram Mandal, Ranga Reddy District
Telangana

Date of Incorporation

02.02.1996

Assessment Year

2023-24

Previous year ending

31.03.2023

Status

Private Limited Company

Jurisdiction

Range 3

PAN

AAECS6137R

Bank and Br Name

ICICI BANK LTD

A/C #

410805000313

COMPUTATION OF TAXABLE INCOME		
Particulars	Amount in Rs.	Amount in Rs.
Income from Business:		
Profit/(Loss) as per Profit and Loss Account		12,94,44,891
Add <u>Inadmissible Expenses:</u>		
a) Depreciation as per Companies Act.	25,97,008	
b) Employee Contribution of ESI Not Paid before the due date under the said act	766	
c) Employee Contribution of EPF Not Paid before the due date under the said Act	1,41,158	
d) Provision for Gratuity	21,98,446	
e) Stamp duty on increase of Authorised Share Capital	1,81,689	
f) 30% of Expenditure Disallowed due to Non payment of TDS on Audit Fee	30,000	51,49,067
		13,45,93,958
Less: a) Depreciation as per I.T.Act	38,16,979	
b) Gratuity Paid during the Year	3,56,674	
c) 30% of Expenditure disallowed earlier due to Non payment of TDS now allowed	30,000	
d) Interest income considered separately	7,68,917	49,72,570
Income from Business: (A)		12,96,21,388
<u>Income from other sources:</u>		
Interest on bank deposits		7,68,917
		13,03,90,305
Taxable Income rounded too		
Tax Thereon		3,25,97,576
Add: Surcharge @12%		39,11,709
		3,65,09,285
Add: Health & Education cess @4%		14,60,371
Total Tax Liability		3,79,69,657
Less: Tax Deducted at Source		25,95,275
Tax Payable		3,53,74,382
Less: Advance Tax Paid		3,50,00,000
		3,74,382
Add: Interest under section 234B &C		16,56,399
Total Tax Liability		20,30,781
Less: Self Assessment Tax paid as on		20,30,781
Balance Tax payable rounded too		

Sanjay





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INDEPENDENT AUDITOR'S REPORT

To

The members of,

M/s. SIGMA ADVANCED SYSTEMS PRIVATE LIMITED,

Report on the Audit of Standalone Financial Statements:

Opinion

We have audited the accompanying financial statements of **M/s. SIGMA ADVANCED SYSTEMS PRIVATE LIMITED** ("the Company") which comprise the Balance Sheet as at March 31, 2023, the Statement of Profit and Loss and the Cash Flow statement for the period ended 31st March, 2023 and a summary of significant accounting policies and other explanatory information. (Here in after 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 Standalone financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2023, and its profit, for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.





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Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone 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 skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone 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 Standalone financial statements, including the disclosures, and whether the Standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.





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

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.





Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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 Standalone Balance Sheet, the Standalone Statement of Profit and Loss, dealt with by this Report are in agreement with the books of accounts
- d) In our opinion, the aforesaid Standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2023 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) In our opinion and to the best of our information and according to explanations given to us, the Company being a private company, section 197 of the Act related to the managerial remuneration is not applicable.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us





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- i. The Company did not have any pending litigations which will have an impact on its financial position in the Standalone financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts as such the question of commenting on any material foreseeable losses thereon does not arise.
- iii. There have been no occasions in case of the company and its subsidiary company during the year under report to transfer any sums to the Investor Education and Protection Fund.
- iv. The Management has represented that, to the best of its knowledge and belief,
 - a) No funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b) No funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;





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- c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The company has neither declared nor paid any dividend during the year

For PAVULURI & Co.
Chartered Accountants

Firm Reg. No: 012194S

K.V.N. Deepthi
(CA V N DEEPTHI KONERU)

Partner

M.No: F-228424

UDIN: 23228424BGQBMO1819



Place: Hyderabad
Date: 04.09.2023



“Annexure A” to the Independent Auditors’ Report

Referred to in paragraph 1 under the heading ‘Report on Other Legal & Regulatory Requirement’ of our report of even date to the financial statements of the Company for the year ended March 31, 2023:

1. In respect of the Company’s Property, Plant and Equipment and Intangible Assets:
 - a)
 - i. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.
 - ii. The Company has maintained proper records showing full particulars of intangible assets.
 - b) The Company has a program of physical verification of Property, Plant and Equipment to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification
 - c) Based on our examination of the property tax receipts and lease agreement for land on which building is constructed, registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title in respect of self-constructed buildings and title deeds of all other immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.
 - d) The Company has not revalued any of its Property, Plant and Equipment assets during the year.





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- e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- 2) (a) The management has conducted the physical verification of inventory at reasonable intervals.
- b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
- c) During the year, the company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.





- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities.
- (b) According to the information and explanations given to us, there are no undisputed amounts payable in respect of Provident Fund, Income Tax, Wealth Tax, Service Tax, Sales Tax, Duty of Customs, Excise Duty, Value added tax and Other material statutory dues were in arrears as at March 31, 2023 for a period of more than six months from the date they became payable.
- 8) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961)
- 9) a) According to the records of the company examined by us, the information and explanations given to us, the company has not defaulted in repayment of loans or borrowings to any financial institutions or banks as on at the balance sheet date.
- b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- c) The Company has not taken any term loan during the year and have applied for the purpose it was obtained.
- d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- f) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies and hence reporting on clause 3(ix)(f) of the Order is not applicable.





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10)

- a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable
- b) the company has not made any preferential allotment or private placement of shares and convertible debentures (fully convertible) during the year.

11)

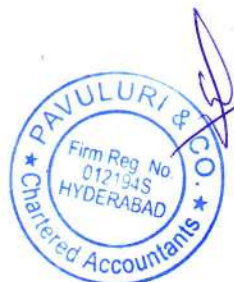
- a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- c) We have taken into consideration the whistle blower complaints received by the Company during the year (and upto the date of this report), while determining the nature, timing and extent of our audit procedures.

12) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable

13) According to the information and explanations to us and based on our examination of the records of the company transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details of such transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.

14)

- a) The Company does not have an internal audit system and is not required to have an internal audit system as per section 138 of the Act.
- b) As reported under sub-clause (a) above, the company did not have an internal audit system for the period under audit.





- 15) In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

- 17) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- 18) There has been no resignation of the statutory auditors of the Company during the year.
- 19) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.





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- 20) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

For PAVULURI & Co.
Chartered Accountants

Firm Reg. No: 012194S

KVN. Deepthi
(CA V N DEEPTHI KONERU)

Partner

M.No: F-228424

UDIN: 23228424BGQBMO1819



Place: Hyderabad
Date: 04.09.2023



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“Annexure B” to the Independent Auditor’s Report of even date on the Financial Statements of M/s. SIGMA ADVANCED 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 **M/s. SIGMA ADVANCED SYSTEMS PRIVATE LIMITED** (“the Company”) as of March 31, 2023 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 internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India”. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.





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

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

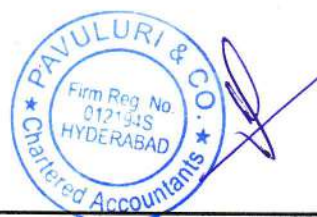
Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that

the internal financial control over financial reporting may become inadequate





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because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For PAVULURI&Co.
Chartered Accountants

Firm Reg. No: 012194S

K.V.N. Deepthi
(CA V N DEEPTHI KONERU)

Partner

M.No: F-228424

UDIN: 23228424BGQBMO1819



Place: Hyderabad

Date: 04.09.2023

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Plot No.24/A, Hardware Park, Kanchaimarat, Raviryala Village, Srisailam Road, Maheswarm Mandal, TG-500005

1. Company Information:

Sigma Advanced Systems private limited is a company registered under companies Act, 1956, having registered office situated at Plot No.24/A, Hardware Park, Kanchaimarat, Raviryala Village, Srisailam Road, Maheswarm Mandal, Ranga Reddy District, Telangana-500005.

2. Basis of preparation and Measurement:

Basis of Preparation:

The financial statements have been prepared and presented under the historic cost convention on accrual basis of accounting, in accordance with generally accepted accounting principles ("GAAP") applicable in India. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') and pronouncements of the Institute of Chartered Accountants of India, the provisions of the Act (to the extent notified).

Key Accounting Estimates and Judgements

The preparation of standalone financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Revisions to accounting estimates are recognized prospectively.

Amendments to Schedule III of the Companies Act, 2013

Ministry of Corporate Affairs (MCA) issued notifications dated 24th March, 2021 to amend Schedule III of the Companies Act, 2013 to enhance the disclosures required to be made by the Company in its financial statements. These amendments are applicable to the Company for the financial year starting 1st April, 2021 and applied to the standalone financial statements as required by Schedule III

Significant Accounting Policies

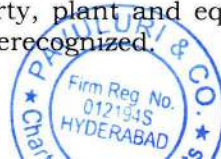
The significant accounting policies used in preparation of the standalone financial statements are as under

Property, Plant and Equipment

Property, plant and equipment is stated at acquisition cost net of accumulated depreciation and accumulated impairment losses, if any. Cost of acquisition or construction of property, plant and equipment comprises its purchase price including import duties and non-refundable purchase taxes after deducting trade discounts, rebates and any directly attributable cost of bringing the item to its working condition for its intended use.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance cost are charged to the standalone statement of profit and loss during the period in which they are incurred.

Gains or losses that arise on disposal or retirement of an asset are measured as the difference between net disposal proceeds and the carrying value of property, plant and equipment and are recognized in the statement of profit and loss when the same is derecognized.



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(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

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Depreciation is calculated on pro rata basis on straight-line / WDV method based on estimated useful life prescribed under Schedule II of the Companies Act, 2013. Freehold land is not depreciated.

The useful life of major components of Property, Plant and Equipment is as follows

PPE	Useful Life (Years)
Land	NA
Buildings	NA
Lease hold Improvements	NA
Temporary erections	NA
Plant and Machinery	15
Tools and Equipment's	5
Data Processing Equipment's	3
Furniture and Fixtures	10
Vehicles	8

Assets costing Rs. 5,000 or less are fully depreciated in the year of purchase

Accelerated Depreciation is charged in case of assets forming part of a restructuring project basis planned remaining useful life of assets.

Leasehold improvements are depreciated on a straight line basis over the useful life of the asset or the lease period, whichever is lower.

Capital work-in-progress comprises of property, plant and equipment that are not ready for their intended use at the end of reporting period and are carried at cost comprising direct costs, related incidental expenses, other directly attributable costs and borrowing costs

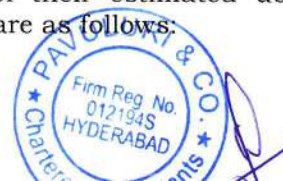
Temporarily suspended projects do not include those projects where temporary suspension is a necessary part of the process of getting an asset ready for its intended use

Goodwill and Other Intangible Assets

Intangible assets purchased are initially measured at cost.

The cost of an intangible asset comprises its purchase price including duties and taxes and any costs directly attributable to making the asset ready for their intended use.

The useful lives of intangible assets are assessed as either finite or indefinite. Finite-life intangible assets are amortized on a straight-line basis over the period of their estimated useful lives. Estimated useful lives by major class of finite-life intangible assets are as follows:



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(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

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Intangible Assets	Useful Life (Years)
Goodwill	NA
Brands and Trademarks	NA
Computer Software	NA
Mastheads and Publishing Titles	NA
Mining rights	NA
Copyrights, patents and IPR	NA
Recipe, Formulae, Models, Designs , prototypes	NA
Licenses and Franchises	NA
Others	NA

Development expenditures on an individual project are recognized at cost as an intangible asset when the following conditions are satisfied.

- The company can demonstrate the technical feasibility of completing the intangible asset so that the asset will be available for use or sale
- The company can demonstrate its intention to complete and its ability and intention to use or sell the asset
- It is probable that the asset will generate future economic benefits
- Adequate resources are allocated to complete the development and to use or sell of the asset
- Expenditure attributable to the intangible asset during development can be measured reliably

Goodwill is initially recognized based on the accounting policy for business combinations and is tested for impairment annually.

Assessment for impairment is done at each Balance Sheet date as to whether there is any indication that an intangible asset may be impaired. If any such indication exists, the Company estimates the recoverable amount (higher of net realizable value and value in use) of the asset. If such recoverable amount of the asset is less than the Carrying amount, the carrying amount is reduced to the recoverable amount. The reduction is treated as an impairment loss and is recognized in the Statement of Profit and Loss.

Inventories:

Inventories of raw materials are valued at lower of cost (on FIFO / weighted average basis) and the net realizable value after providing for obsolescence and other losses, where considered necessary. Cost of raw materials is determined on a weighted average basis and includes all applicable costs incurred in bringing goods to their present location and condition.

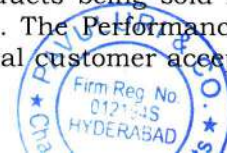
Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

Closing stock of finished goods are valued at cost or market value whichever is lower, inclusive of taxes.

Revenue Recognition:

Revenue is recognized to the extent that it is probable that, the economic benefits will flow to the Company and the revenue can be reliably estimated and collectability is reasonably assured.

Revenue from sale of goods is recognized when control of the products being sold is transferred to our customer and when there are no longer any unfulfilled obligations. The Performance Obligations in our contracts are fulfilled at the time of dispatch, delivery or upon formal customer acceptance depending on customer terms.



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Revenue is measured on the basis of sale price, after deduction of any trade discounts, volume rebates and any taxes or duties collected on behalf of the Government such as goods and services tax, etc. Accumulated experience is used to estimate the provision for such discounts and rebates. Revenue is only recognized to the extent that it is highly probable a significant reversal will not occur.

Unbilled revenue represents earnings on ongoing fixed price and time and material contracts over and above the amounts invoiced to customers.

Other revenues:

Income from interest is being accounted for on time proportion basis taking into account the amount outstanding and the applicable rate of interest.

Employee benefits:

Employee benefits payable wholly within 12 months of leaving employee services are classified as short term employee benefits. These benefits include salaries and wages bonus and ex- gratia. The undiscounted amount of short term employee benefits to be paid in exchange for employee services are recognized as an expense as the related services is rendered by employees.

Provident Fund:

Eligible employees receive benefits from the provident fund, which is a defined contribution plan. Both the employee and the Company make monthly contributions to the provident fund plan equal to specified percentage of the covered employees' basic salary. The Company has no further obligations under the plan beyond its Monthly contributions. Contributions to provident fund are charged to the statement of profit and loss on accrual basis.

Gratuity:

The Company provides gratuity, a defined benefit retirement plan covering eligible employees. Liabilities related to the gratuity plan are determined by actuarial valuation using projected unit credit method carried out by an independent actuary as at the balance sheet date. Actuarial gain or loss is recognized immediately in the statement of profit and loss.

Foreign currency transactions:

Foreign exchange transactions are recorded at the rate prevailing on the date of the respective transaction. Monetary assets and liabilities denominated in foreign currencies as at the balance sheet date are translated at the closing exchange rates on that date. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year and on restatement as at the balance sheet date are recognized in the statement of profit and loss for the year.

Income taxes:

Income-tax expense comprises current tax (i.e. amount of tax for the period determined in accordance with the income-tax law) and deferred tax charge or credit effects of timing differences between accounting income and taxable income for the period). Income-tax expense is recognized in profit or loss except that tax expense related to items recognized directly in reserves is also recognized in those reserves.

Current tax is measured at the amount expected to be paid to (recovered from) the taxation authorities, using the applicable tax rates and tax laws. Deferred tax is recognized in respect of timing differences between taxable income and accounting income i.e. differences that originate in one period and are capable of reversal in one or more subsequent periods. The deferred tax charge or credit and the corresponding deferred tax liabilities or assets are recognized using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax assets are recognized only to the extent there is reasonable certainty that the assets can be realized in future; however, where there

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is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Deferred tax assets are reviewed as at each balance sheet date and written down or written-up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized.

Minimum Alternative Tax ('MAT') under the provisions of the Income-tax Act, 1961 is recognized as current tax in the Statement of Profit and Loss. The credit available under the Act in respect of MAT paid is recognized as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the period for which the MAT credit can be carried forward for set-off against the normal tax liability. MAT credit recognized as an asset is reviewed at each balance sheet date and written down to the extent the aforesaid convincing evidence no longer exists.

Provisions, contingent liabilities and contingent assets :

A provision is recognized when the Company has a present obligation as a result of past event i.e., it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions, but are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognized nor disclosed in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.

Earnings per Share:

Basic earnings per equity share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes, if any) by the weighted average number of equity shares outstanding during the period.

Diluted earnings per share is computed by dividing the net profit or loss for the period attributable to the equity shareholders of the Company and weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. In computing dilutive earnings per share, only potential equity shares that are dilutive and that decrease profit per share are included.



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(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Plot No.24/A, Hardware Park, Kanchaimarat, Raviryala Village, Srisailam Road, Maheswaram
Mandal, TG-500005

(Rs in thousands)

23. Trade Payables includes (i) Rs. Nil (Previous Year Rs. Nil) due to micro and small enterprises registered under the Micro, Small and Medium Enterprises Development Act, 2006 (MSME).

No interest is paid / payable during the year to any enterprise registered under the MSME.

The above information has been determined to the extent such parties could be identified on the basis of the information available with the Company regarding the status of suppliers under the MSME.

24. In the opinion of the Board of Directors the Current Assets, Loans & Advances are approximately of the value stated in the accounts, if realized in the ordinary course of business.

25. Foreign Exchange Earnings: Export sales Rs. 1,320.38(USD 16,000)
Expenditure in foreign currencies: Import Purchases Rs. 1,04,577.90
(USD 1270624)

26. Auditors Remuneration: Rs.100.00 (Previous Year: Rs.100.00)

27. Related Party Transactions:

a) Names of Related Parties And Description Of Relationship:

Key Management Personnel:

- i) Sanjay Pukalay- Director
- ii) C. Damodhar Reddy- Director

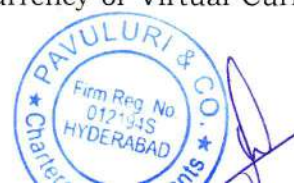
Directors Remuneration

NAME	AMOUNT(Rs.)
SANJAY PUKALAY	3510.9
C.DAMODHAR REDDY	4688.2

27. Contingent liabilities not provided for: Rs.33,461.07

29. Other Statutory Information:

- i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- ii) The Company does not have any transactions with struck off companies.
- iii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- iv) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Plot No.24/A, Hardware Park, Kanchaimarat, Raviryala Village, Srisailam Road, Maheswarm
Mandal, TG-500005

- v) The Company has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) during the year with the understanding that the Intermediary shall
- a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- b) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- vi) The Company has not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall
- a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
- b) Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- vii) The Company has not entered in to any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
- viii) The Company has not been declared as willful defaulter by any bank or financial institution or other lender.
- ix) The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
- x) The Company has not entered into any scheme of arrangement which has an accounting impact on the current or previous financial year.

For PAVULURI & CO.
Chartered Accountants
Firm Reg. No: 012194S

CA V N DEEPTHI KONERU
Partner
M.No: 228424



For and on behalf of the Board of Directors
SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

C.DAMODHAR REDDY
Director
DIN: 01643638

SANJAY PUKALAY
Director
DIN: 01643626



Place: Hyderabad
Date: 04.09.2023

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)
BALANCESHEET AS AT 31ST MARCH 2023

(Rs. In thousands)

	Particulars	Note. No	As at 31.03.2023		As at 31.03.2022	
I.	<u>EQUITY AND LIABILITIES</u>					
(1)	Shareholder's funds:					
	(a) Share capital	2	29,479.19		28,500.00	
	(b) Reserves and surplus	3	2,98,182.61		2,08,788.13	
				3,27,661.80		2,37,288.13
(2)	Non-current liabilities					
	(a) Long-term borrowings	4	4,509.75		60,198.54	
	(b) Long-term provisions	6	9,711.72		7,869.95	
				14,221.47		68,068.48
(3)	Current liabilities					
	(a) Short-term borrowings	7	474.91		4,294.17	
	(b) Trade payables	8	1,98,073.86		31,312.79	
	(c) Other current liabilities	9	64,517.96		80,682.75	
	(d) Short term provision			2,63,066.74		1,16,289.72
	TOTAL			6,04,950.01		4,21,646.33
II.	<u>ASSETS</u>					
(1)	Property, Plant and Equipment					
	(a) Property, Plant and Equipment	10	21,404.13		17,041.98	
	(b) Long-term loans and advances	11	12,469.95		92,158.40	
	(c) Deferred tax Asset	5	3,001.45		3,411.38	
				36,875.54		1,12,611.76
(2)	Current assets					
	(a) Inventories	12	1,21,746.70		7,929.70	
	(b) Trade receivables	13	3,62,098.63		2,32,373.67	
	(c) Cash and cash equivalents	14	3,228.23		7,398.24	
	(d) Short-term loans and advances	15	81,000.91		61,332.96	
				5,68,074.47		3,09,034.57
	TOTAL			6,04,950.01		4,21,646.33
	Summary of Significant Accounting Policies	1				

The accompanying notes are an integral part of the financial statements

As per our report of even date
For PAVULURI & CO
Chartered Accountants
Firm Reg. No: 012194S

K.V.N. Deepthi
CA V N DEEPTHI KONERU
Partner
M.No: F-228424



Place: Hyderabad
Date: 04.09.2023
UDIN: 23228424BGQBM01819

For and on behalf of the Board of Directors
SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

C. Damodhar Reddy
C.DAMODHAR REDDY
DIRECTOR
DIN: 01643638



Sanjay Pukalay
SANJAY PUKALAY
DIRECTOR
DIN: 01643626

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)
STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2023

(Rs. In thousands)

	Particulars	Note. No	For Year ending 31.03.2023	For Year ending 31.03.2022
	INCOME :			
I	Revenue from operations	16	6,37,428.22	6,00,324.26
II	Other income	17	7,974.67	2,202.16
III	Total Revenue (I + II)		6,45,402.89	6,02,526.43
IV	EXPENDITURE :			
	Cost of material consumed	18	3,77,431.55	3,09,993.34
	Changes in inventories of finished goods Work-in-progress and Stock-in-trade	19	(5,902.22)	17,592.40
	Employee benefits expense	20	57,069.74	52,776.41
	Finance costs	21	4,099.42	10,546.35
	Depreciation	10	2,597.01	3,188.49
	Other expenses	22	80,662.49	86,753.99
	Total expenses		5,15,958.00	4,80,850.99
V	Profit before tax (III - IV)		1,29,444.89	1,21,675.43
VI	Tax expenses:			
	(1) Current tax		39,626.06	37,171.36
	(2) Deferred tax		424.35	85.51
VII	Profit/(Loss) for the period (V - VI)		89,394.48	84,418.56
VIII	Earnings per equity share:			
	(1) Basic		30.32	28.00
	(2) Diluted		30.32	28.00
	Summary of Accounting Policies			
	The accompanying notes are an integral part of the financial statements			

As per our report of even date

For PAVULURI & CO

Chartered Accountants

Firm Reg. No: 012194S

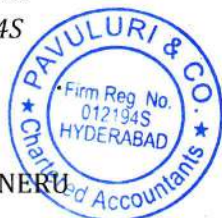
K.V.N. Deepthi
CA V N DEEPTHI KONERU

Partner

M.No :F-228424

Place:Hyderabad

Date:04.09.2023



For and on behalf of the Board of Directors

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

C. Damodhar Reddy
C.DAMODHAR REDDY

DIRECTOR

DIN:01643638



Sanjay Pukalay
SANJAY PUKALAY

DIRECTOR

DIN:01643626

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)
Notes Forming Part of the Balance sheet

(Rs. In thousands)
(Except for No. of shares and % of shares held)

2 Share Capital

Particulars		As at 31.03.2023		As at 31.03.2022	
		No. of Shares	Amount	No. of Shares	Amount
I. Authorised:					
Equity shares of Rs 10 each with voting rights		50,00,000	50,000.00	30,00,000	30,000.00
II. Issued, Subscribed and Paid up:					
Equity shares of Rs 10 each with voting rights		29,47,919	29,479.19	28,50,000	28,500.00
		29,47,919	29,479.19	28,50,000	28,500.00
a) Details of Reconciliation of Share Capital					
Particulars		As at 31.03.2023		As at 31.03.2022	
		No. of Shares	Amount	No. of Shares	Amount
Equity shares with voting rights:-					
Opening Balance		28,50,000	28,500.00	28,50,000	28,500.00
Fresh Issue		97,919	979.19	-	-
Closing Balance		29,47,919	29,479.19	28,50,000	28,500.00
b) Details of shares held by each shareholder holding more than 5% shares:					
Sr No	Class of shares / Name of shareholder	As at 31.03.2023		As at 31.03.2022	
		Number of shares held	% holding	Number of shares held	% holding
	Equity shares with voting rights				
1	Chintalapati Holdings Private Limited	26,53,125	90.00%	26,53,125	93.09%
2	C.Damodhar Reddy	2,94,794	10.00%	1,96,875	6.91%
	TOTAL	29,47,919	100.00%	28,50,000	100.00%
c) Details of Equity Shares Held by Promoters.					
Shares held by promoters at the end of the year				% Change during the year	
S.No	Promoters	No of shares	% of total Shares		
1	Chintalapati Holdings Private Limited	26,53,125	90.00%	-	
2	C.Damodhar Reddy	2,94,794	10.00%	-	
	Total	29,47,919	100.00%		



Notes to the financial statements for the year ended 31st March, 2023

(Rs. In thousands)

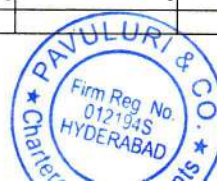
Note No	Particulars	As at 31.03.2023	As at 31.03.2022
3	Reserves and Surplus		
	Share Premium Account		
	As at Commencement of the Year	9,250.00	9,250.00
		9,250.00	9,250.00
	Profit & Loss Account		
	As at Commencement of the year	1,99,538.13	1,15,119.57
	Add : Transferred from Profit and Loss statement	89,394.48	84,418.56
		2,88,932.61	1,99,538.13
	Total	2,98,182.61	2,08,788.13
4	Long Term Borrowings		
	Long Term Loans - Others		
	From Directors	-	92.05
	From Fellow Subsidiary	-	53,557.69
	Vehicle Loan	4,509.75	6,548.80
	Total	4,509.75	60,198.54
5	Deferred Tax Liability(Asset)		
	Opening Balance	(3,425.80)	(3,511.31)
	Add: Provision during the Year	424.35	85.51
	Total	(3,001.45)	(3,425.80)
Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.			
6	Long Term Provisions		
	Provision for Gratuity	9,711.72	7,869.95
	Total	9,711.72	7,869.95
7	Short Term Borrowings		
	Credit cards credit balances	474.91	2,698.33
	Total	474.91	4,294.17
Working Capital Limits of Rs. 4,20,53,320/- are availed from HDFC Bank Limited against hypothecation of stock and book debts. Secured by Equitable Mortgage on Property belonging to Chintalapati Holdings Private Limited at 608, 6th Floor, Tidel Park, Gandhi Salai, Kanagam Tharamani, Chennai-600113 and Corporate Guarantee of Chintalapati Holdings			
8	Trade Payables		
	Payables for Material	1,98,073.86	31,312.79
	Total	1,98,073.86	31,312.79

(i) The details regarding the aging of Trade payables as at March 31, 2023 are as follows:

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Dues	1,98,073.86	-	-	-	1,98,073.86
MSME	-	-	-	-	-
Others	-	-	-	-	-
Disputed Dues	-	-	-	-	-
MSME	-	-	-	-	-
Others	-	-	-	-	-
Total Trade payables	1,98,073.86				1,98,073.86

(ii) The details regarding the aging of Trade payables as at March 31, 2022 are as follows:

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Dues	31,312.79	-	-	-	31,312.79
MSME	-	-	-	-	-
Others	-	-	-	-	-
Disputed Dues	-	-	-	-	-
MSME	-	-	-	-	-
Others	-	-	-	-	-
Total Trade payables	31,312.79				31,312.79



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Notes to the financial statements for the year ended 31st March, 2023

(Rs. In thousands)

Note No	Particulars	As at 31.03.2023	As at 31.03.2022
9	Other Current Liabilities		
	Current maturities of Long term Borrowings	1,907.30	1,596.00
	Statutory remittances	17,915.77	18,414.00
	Advance from customers	-	20,483.58
	Creditors for expenses	1,342.40	1,753.14
	Salaries, Bonus, EL Payable	3,586.36	2,975.25
	Audit Fees Payable	100.00	154.75
	Provision for Income Tax for FY 2022-23	39,666.13	36,902.04
	Total	64,517.96	1,51,896.84
11	Long-Term Loans and advances (Unsecured Considered Good)		
	Deposit with Customs	4,000.00	-
	Deposit for Rent	760.00	760.00
	Fixed Deposits	2,977.48	90,256.85
	ICICI Bank Guarantee Margin	4,732.47	1,141.55
	Total	12,469.95	92,158.40
12	Inventories		
	Raw Material	1,15,436.88	7,522.10
	Work-in-Progress	6,309.82	407.60
	Total	1,21,746.70	7,929.70
13	Trade Receivables		
	Debtors outstanding for a period exceeding six months		
	Considered Good		
	Other Debtors		
	Considered Good	3,62,098.63	2,32,373.67
	Total	3,62,098.63	2,32,373.67

(i) Trade receivables ageing schedule for the year ended as on March 31, 2023:

Particulars	Less than 6 months	6 months to 1 year	1-2 years	2-3 Years	More than 3 years	Total
Undisputed receivables- considered good	2,74,666.14	39,533.01	47,899.49			3,62,098.63
Undisputed receivables-considered doubtful						
Disputed receivables- considered good						
Disputed receivables-considered doubtful						
Total	2,74,666	39,533	47,899			3,62,098.63

(i) Trade receivables ageing schedule for the year ended as on March 31, 2022:

Particulars	Less than 6 months	6 months to 1 year	1-2 years	2-3 Years	More than 3 years	Total
Undisputed receivables- considered good	79,916.33	1,52,457.34	79,836.41			2,32,373.67
Undisputed receivables-considered doubtful						
Disputed receivables- considered good						
Disputed receivables-considered doubtful						
Total	79,916.33	1,52,457.34	79,836.41			2,32,373.67

14	Cash & Bank Balances		
	Cash in Hand	1.65	14.56
	Balance with Banks :		
	ICICI Bank	2,034.06	7,353.66
	ICICI Bank Import account	2.10	-
	State Bank of India	11.91	30.02
	CDR City Bank	32.71	-
	ICICI Credit Card 4450841002752016(CDR)	1,056.43	-
	ICICI CC a/c	89.22	-
	HDFC Bank Limited (working capital loan)	0.15	0.15
	Total	3,228.23	7,398.40
15	Short-term Loans & Advances		
	A) Unsecured Advances		
	(i) Loans and advances to employees	649.92	454.65
	(ii) Accrued Interest	611.98	129.86
	(iii) TDS & Advance Tax	37,916.08	31,185.89
	(iv) Others		
	- Advance for Materials & Expenses	41,487.20	29,210.10
	Other advances	282.37	-
	B) Prepaid Insurance	53.36	352.45
	Total	81,000.91	61,332.96

In the opinion of the management, the Current Assets, Loans and Advances are expected to realise at least the amount at which they are stated, if realised in the ordinary course of business and provision for all known liabilities have been adequately made in the accounts.



MA ADVANCED SYSTEMS PRIVATE LIMITED
 (formerly SIGMA MICROSYSTEMS PRIVATE LIMITED)
 Hyderabad

Particulars: Fixed Assets

Fixed Assets	Gross Block			Accumulated Depreciation			Net Block		
	Balance as at 1 April 2022	Additions/ (Deletions)	Balance as at 31 March 2023	Balance as at 1 April 2022	Depreciation charge for the year	Depreciation Transfer to Reserves	on Deletions	Balance as at 31 March 2023	Balance as at 1 April 2022
Tangible Assets									
	Plant and Machinery	10,755.06	3,985.88	14,740.94	8,437.27	721.12	-	9,158.39	2,317.79
	Test Equipment	6,373.15		6,373.15	4,994.15	110.51	-	5,104.66	1,379.00
	Electrical Equipment	3,798.40		3,798.40	3,335.21	11.99	-	3,347.21	463.18
	Furniture and Fixtures	3,054.37	1,722.25	4,776.62	2,769.15	70.93	-	2,840.08	285.22
Office equipment	1,865.77	195.42	2,061.19	1,346.93	100.86	-	1,447.78	613.40	
Others (specify nature)									
	Computers & Computer Software	7,879.77	1,055.61	8,935.38	6,999.30	254.53	-	7,253.83	880.47
	Vehicles	11,834.31		11,834.31	1,409.52	1,327.07	-	2,736.59	10,424.79
Air Conditioners	2,304.87		2,304.87	2,082.42		-	2,082.42	222.46	
Additions to Rented Building	5,160.37		5,160.37	4,610.13		-	-	4,610.13	550.23
TOTAL (A)	53,026.06	6,959.16	59,985.22	35,984.08	2,597.01	-	-	38,581.09	17,041.98
(Previous Year)	40,331.61	1,402.38	41,733.99	32,795.59	2,391.44	-	-	32,795.59	8,525.09



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Notes to the financial statements for the year ended 31st March, 2023

(Rs. In thousands)

Note. No	Particulars	For the Year Ended 31.03.2023	For the Year Ended 31.03.2022
16	Revenue from Operations		
	Sale of Goods	6,14,785.62	6,00,324.26
	Sale of Services	22,642.59	-
	Total	6,37,428.22	6,00,324.26
17	Other Income		
	Discount allowed	6.00	-
	Interest Income on FDR	768.92	1,608.29
	Foreign Exchange Gain	386.10	546.30
	Excess provision written back	747.58	-
	Other Income	38.79	47.57
	sales Tax Reimbursement	4,227.15	-
	Sales Tax Incentive	1,000.00	-
	Recovery of Late Delivery Charges	800.14	-
	Total	7,974.67	2,202.16
18	Cost of Materials Consumed		
	A) Material Consumed		
	Opening Stock	7,522.10	20,093.95
	Purchases	4,41,552.44	2,78,183.23
	Jobwork & Testing Charges	41,802.47	17,901.72
	Freight & Carriage Inward	1,991.42	1,336.53
		4,92,868.43	3,17,515.44
	Less : Closing Stock	1,15,436.88	7,522.10
	Raw Material Consumed	3,77,431.55	3,09,993.34
19	Changes in Inventory		
	Closing Stock of :		
	Work-in-Progress (A)	6,309.82	407.60
	Opening Stock of :		
	Work-in-Progress (B)	407.60	18,000.00
	(Increase)/Decrease in Stock (B-A)	(5,902.22)	17,592.40
20	Employee Benefits Expense		
	Salary, Wages, Allowances & other Benefits	47,960.00	42,598.20
	Contribution to Provident Fund & Others	670.72	1,430.16
	Directors Remuneration	8,199.14	8,199.14
	Staff Welfare Expenses	239.89	548.92
	Total	57,069.74	52,776.41
21	Financial Cost		
	Bank Charges	2,113.69	1,696.40
	Interest on :		
	Working Capital Loans	885.50	242.35
	LC Discount Charges	495.60	132.86
	Interest Others	5.99	8,178.07
	BG Margin fund waiver	-	296.68
	Interest on Car loan	598.64	-
	Total	4,099.42	10,546.35



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Notes to the financial statements for the year ended 31st March, 2023

(Rs. In thousands)

Note. No	Particulars	For the Year Ended 31.03.2023	For the Year Ended 31.03.2022
22	Other Expenses	(Rs. In thousands)	(Rs. In thousands)
	A) Selling & Distribution Expenses		
	Sales Promotion Expenses	1,489.61	464.27
	Late Delivery Charges	24,517.58	66,246.54
	Travelling Expenses	1,848.64	905.72
	Foreign Travel Expenses	270.41	1,168.16
	Total	28,126.24	68,784.69
	B) Operating, Administrative & Other Expenses		
	Conveyance Expenses	1,372.36	996.32
	Factory Power & Fuel	1,551.66	1,248.12
	Insurance Charges	843.07	129.99
	Legal & Professional Charges, Consultancy Charges	30,460.22	3,438.61
	Office & General Expenses	1,381.73	1,187.56
	Postage and corier	89.23	98.72
	Printing & Stationary	431.49	155.64
	Rent	3,061.80	2,899.98
	<i>Payment to Auditors :</i>		
	For Statutory Audit	70.00	70.00
	For Tax Audit	30.00	30.00
	Other Professional Services	765.51	407.13
	Duties, Rates & Taxes	339.78	1,655.96
	Professional Tax	7.50	7.50
	Repairs & Maintenance	6,481.72	514.36
	Telephone & Telex Charges	50.19	100.40
	Security Charges	420.00	561.29
	Building Maintenance	401.06	1,100.61
	Vehicle Maintenance	659.40	852.47
	Computer Maintenance	1,369.54	184.27
	Debit Balances Written off	-	20.38
	Service charges	2,750.00	2,310.00
	Total of B	52,536.25	17,969.30
	Total	80,662.49	86,753.99



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)
CASH FLOW STATEMENT FOR THE YEAR ENDED

(Rs. In thousands)

	31-Mar-23 Rs.	31-Mar-22 Rs.
<u>Cash flows from operating activities</u>		
Profit before tax from continuing operations	1,29,444.89	1,21,675.43
Depreciation/amortization on continuing operation	2,597.01	3,188.49
<u>Operating profit before working capital changes</u>	1,32,041.90	1,24,863.93
Increase / decrease in Long Term Borrowings	(55,688.78)	(527.93)
Increase / decrease in Long Term Provisions	1,841.77	444.77
Increase / decrease in Short Term Borrowings	(3,819.26)	3,070.84
Increase / decrease in Trade Payables	1,66,761.07	(32,953.13)
Increase / decrease in Other current liabilities	(16,164.79)	21,352.83
Increase / decrease in Long Term Loans & Advances	79,688.45	(77,401.33)
Increase / decrease in Trade Receivables	(1,29,724.96)	(26,702.80)
Increase / decrease in Short-term loans and advances	(19,667.95)	(22,822.71)
Increase / decrease in Inventories	(1,13,817.00)	30,164.25
Income taxes paid	(39,640.48)	(37,171.36)
<u>Net cash from operating activities</u>	1,809.96	(17,682.66)
<u>Cash flows from investing activities</u>		
Purchase of fixed assets	(6,959.16)	(12,694.45)
Sale of fixed assets	-	-
<u>Net Cash from investing activities</u>	(6,959.16)	(12,694.45)
<u>Cash flows from financing activities</u>		
Increase in share capital	979.19	-
<u>Net cash used in financing activities</u>	979.19	-
Net increase in cash & cash equivalents	(4,170.01)	(30,377.11)
Cash & Cash equivalents at the beginning of the period	7,398.24	37,775.35
Cash & Cash equivalents at the end of the period	3,228.23	7,398.24

For and on behalf of the Board of Directors
SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

As per our Report attached

For PAVULURI & CO

Chartered Accountants

Firm Reg. No: 012194S

K.V.N. Deepthi
CA V N DEEPTHI KONERU

Partner

M.No :F-228424

Place: Hyderabad

Date: 04.09.2023



Sanjay Pukalay
SANJAY PUKALAY

DIRECTOR

DIN:01643626

C. Damodhar Reddy
C.DAMODHAR REDDY

DIRECTOR

DIN:01643638



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

DEPRECIATION SCHEDULE AS PER INCOME-TAX RULES

PARTICULARS		W.D.V as on 01.04.2022	: ADDITIONS		Deletions	Total	Depreciation for the Year	W.D.V as on 31.03.2023
			Upto 30.09.2022	After 30.09.2022				
BLOCK - I	10%							
Furniture & Fixtures		895.04		1,722.25	-	2,617.29	175.62	2,441.67
Additions to rented Building		1,899.27		-	-	1,899.27	189.93	1,709.34
		2,794.31		1,722.25	-	4,516.56	365.54	4,151.01
BLOCK - II	15%							
Vehicles		9,845.11		-	-	9,845.11	1,476.77	8,368.34
Office Equipment		634.17	44.92	150.50	-	829.59	113.15	716.44
Test Equipments & Plant and Machinery		5,986.36	489.00	3,496.88	-	9,972.24	1,233.57	8,738.67
Electrical Installations & Equipment		1,209.23	-	-	-	1,209.23	181.39	1,027.85
		17,674.87	533.92	3,647.38	-	21,856.17	3,004.87	18,851.30
BLOCK - IV	40%							
Computers		487.40	202.41	853.19	-	1,543.01	446.56	1,096.44
		487.40	202.41	853.19	-	1,543.01	446.56	1,096.44
Grand Total		20,956.57	736.34	6,222.82	-	27,915.73	3,816.98	24,098.75



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)
HYDERABAD

RATIOS

The following are the analytical ratios for the year ended 31st March 2023 and 31st March 2022

Particulars	Numerator	Denominator	31st March 2023	31st March 2022	% of Variance
Current Ratio	Current Assets	Current Liabilities	2.16	2.66	-18.74%
Debt Equity Ratio	Total Debt	Share Holder Equity	0.01	0.25	-94.57%
Debt Service Coverage Ratio	Earnings available for Debt Servi	Debt Service	33.21	12.84	158.65%
Return on Equity	Net Profit after Taxes	Average Share Holders equi	0.27	0.36	-23.31%
Inventory Turnover Ratio	Cost of Goods Sold	Average Inventory	4.92	13.04	-62.32%
Trade Receivables Turnover Ratio	Net Credit Sales	Average Trade Receivables	2.14	4.10	-47.63%
Trade Payable Turnover Ratio	Net Credit Purchases	Average Trade Payables	3.29	13.05	-74.78%
Net Capital Turnover Ratio	Net Sales	Working Capital	2.09	3.11	-32.90%
Net Profit Ratio	Net Profit	Net Sales	0.14	0.14	-0.27%
Return on Capital Employed	Earnings before interest & tax	Capital Employed	0.41	0.45	-9.77%

Reason:

Debt Equity Ratio: Due to rising equity and declining debt, the Debt Equity Ratio is showing a positive trend.

Debt Service Coverage Ratio: Increased earnings available for debt service and decreased debt led to an increase in the ratio.

Inventory Turnover Ratio: The Ratio decline as a result of a precipitous drop in stock level maintenance

Trade Receivables Turnover Ratio : The decline in ratio brought on by a sharp rise in trade receivables and an increase in turnover

Trade Payable Turnover Ratio : Positive ratio changes brought on by rising purchases and declining trade payables increase the likelihood of timely payments

Net Capital Turnover Ratio: The Fall in Ratio raise in Net working capital and Stagnance increase in Turnover



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)
Hyderabad

Deferred Taxes for the year ended 31st March, 2023

(Rs. In thousands)

Particulars	Balance as Per Books	Balance as per IT Act	Difference	Rate	Amount
Items Relating to deferred tax liability					
<u>Items Allowable during the current year:</u>					
Gratuity			(356.67)	26.00%	(92.74)
Leave Encashment					
Deferred tax Liability as on 31.03.2023					(92.74)
Items relating to deferred tax Asset					
Provision for Gratuity			-	26.00%	-
Provision for Earned Leave			-	26.00%	-
Depreciation for the Year	2,597.01	3,816.98	(1,219.97)	26.00%	(317.19)
Deferred tax Asset as on 31.03.2022					(317.19)
Balance to be Debited/(Credited) to P/L Account for the FY 2022-23					(409.93)
Net Deferred Tax Liability/(Asset) as on 31.03.2022					(3,411.38)
Net Deferred Tax Liability/(Asset) as on 31.03.2023					3,001.45



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)
STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2024

(Rs In Thousands)

	Particulars	Note. No	For Year ending 31.03.2024	For Year ending 31.03.2023
	INCOME :			
I	Revenue from operations	16	838517.14	637428.22
II	Other income	17	36078.25	7974.67
III	Total Revenue (I + II)		874595.39	645402.89
IV	EXPENDITURE :			
	Cost of material consumed	18	717771.39	377431.55
	Changes in inventories of finished goods	19	-145810.69	-5902.22
	Work-in-progress and Stock-in-trade			
	Employee benefits expense	20	64526.80	57069.74
	Finance costs	21	9010.40	4099.42
	Depreciation	10	3502.38	2597.01
	Other expenses	22	28741.09	80662.49
	Total expenses		677741.37	515958.00
V	Profit before exceptional items and tax (III - IV)		196854.02	129444.89
VI	Exceptional item	23	30000.00	-
VII	Profit after Exceptional items and before tax(V-VI)		166854.02	-
VI	Tax expenses:			
	(1) Current tax		48894.03	39626.06
	(2) Deferred tax		-1056.40	424.35
VII	Profit/(Loss) for the period (V - VI)		119016.39	89394.48
VIII	Earnings per equity share:			
	(1) Basic		0.04	0.03
	(2) Diluted		0.04	0.03
	Summary of Accounting Policies			

The accompanying notes are an integral part of the financial statements

As per our report of even date
For PAVULURI & CO
Chartered Accountants
Firm Reg. No: 012194S

K.V. Deepthi
CA V N DEEPTHI K
Partner
M.No :F-228424



For and on behalf of the Board of Directors
SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

C. DAMODAR REDDY
DIRECTOR
DIN:01643638



Sanjay
SANJAY PUKALAY
DIRECTOR
DIN:01643626

Place:Hyderabad
Date:24.08.2024
UDIN: 24228424BKUXX9662

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)
BALANCESHEET AS AT 31ST MARCH 2024

(Rs in Thousands)

	Particulars	Note. No	As at 31.03.2024		As at 31.03.2023	
I.	EQUITY AND LIABILITIES					
1	Shareholder's funds:					
	(a) Share capital	2	29479.19		29479.19	
	(b) Reserves and surplus	3	417199.00		298182.61	
				446678.19		327661.80
2	Non-current liabilities					
	(a) Long-term borrowings	4	91676.80		4509.75	
	(b) Long-term provisions	6	10712.36		9711.72	
				102389.16		14221.47
3	Current liabilities					
	(a) Short-term borrowings	7	230699.92		2382.21	
	(b) Trade payables	8	80606.52		173073.86	
	(c) Other current liabilities	9	134210.73		87610.67	
				445517.17		263066.74
	TOTAL			994584.52		604950.01
II.	ASSETS					
1	Non -Current assets					
	(a) Property, Plant and Equipment	10	20211.53		21404.13	
	(b) Non -Current Investments	11	83500.00		-	
	(c) Long-term loans and advances	12	770.00		12469.95	
	(d) Deferred tax Asset	5	4057.85		3001.45	
				108539.38		36875.54
2	Current assets					
	(a) Inventories	13	204130.71		121746.70	
	(b) Trade receivables	14	519621.68		362098.64	
	(c) Cash and cash equivalents	15	32229.69		3228.23	
	(d) Short-term loans and advances	16	130063.06		81000.91	
				886045.14		568074.47
	TOTAL			994584.52		604950.01

Summary of Significant Accounting Policies 1

The accompanying notes are an integral part of the financial statements

As per our report of even date
For PAVULURI & CO
Chartered Accountants
Firm Reg. No: 012194S

PAVULURI & CO.
Firm Reg. No. 012194S
Hyderabad
Chartered Accountants
K.V.N. DEEPTHI KONDUR
Partner
M.No : F-228424

Place: Hyderabad
Date: 24.08.2024
UDIN: 24228424BKUXX9662

For and on behalf of the Board of Directors
SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

C. DAMODAR REDDY
DIRECTOR
DIN: 01643638

SANJAY PUKALAY
DIRECTOR
DIN: 01643626

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)
Notes Forming Part of the Balance sheet

(Rs In Thousands)

2 Share Capital

Particulars		As at 31.03.2024		As at 31.03.2023	
		No. of Shares	Amount	No. of Shares	Amount
I. Authorised:					
Equity shares of Rs 10 each with voting rights		5000.00	50000.00	5000.00	50000.00
II. Issued,Subscribed and Paid up:					
Equity shares of Rs 10 each with voting rights		2947.92	29479.19	2947.92	29479.19
		2947.92	29479.19	2947.92	29479.19
a) Details of Reconciliation of Share Capital					
Particulars		As at 31.03.2024		As at 31.03.2023	
		No. of Shares	Amount	No. of Shares	Amount
Equity shares with voting rights:-					
Opening Balance		2947.92	29479.19	2850.00	28500.00
Fresh Issue		-	-	97.92	979.19
Closing Balance		2947.92	29479.19	2947.92	29479.19
b) Details of shares held by each shareholder holding more than 5% shares:					
Sr No	Class of shares / Name of shareholder	As at 31.03.2024		As at 31.03.2023	
		Number of shares held	% holding	Number of shares held	% holding
	Equity shares with voting rights				
1	Chintalapati Holdings Private Limited	2653.13	90%	2653.13	90%
2	C. Damodar Reddy	294.79	10%	294.79	10%
	TOTAL	2947.92	100%	2947.92	100%
c) Details of Equity Shares Held by Promoters.					
Shares held by promoters at the end of the year				% Change during the year	
S.No	Promoters	No of shares	% of total Shares		
1	Chintalapati Holdings Private Limited	2653.13	90%	-	
2	C. Damodar Reddy	294.79	10%	-	
	Total	2947.92	100%		



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Note No	Particulars	As at 31.03.2024	As at 31.03.2023
3	Reserves and Surplus		
	Share Premium Account		
	As at Commencement of the Year	9250.00	9250.00
		9250.00	9250.00
	Profit & Loss Account		
	As at Commencement of the year	288932.61	199538.13
	Add: Transferred from Profit and Loss statement	119016.39	89394.48
		407949.00	288932.61
	Total	417199.00	298182.61
4	Long Term Borrowings		
	Long Term Loans - Others		
	Unsecured		
	From Directors	8554.51	-
	Inter Corporate deposit	30560.22	-
	Vehicle Loan	2562.07	4509.75
	Secured		
	Inter Corporate deposit	50000.00	-
	Total	91676.80	4509.75
Loan of Rs 50000000/- are availed From Aryakube Capital Private Limited against Secondary Hypothecation of stock & Book Debts. Rate of Interest - 12% per annum.			
5	Deferred Tax Liability(Asset)		
	Opening Balance	-3001.45	-3425.80
	Add: Provision during the Year	-1056.40	424.35
	Total	-4057.85	-3001.45
Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are recognised for timing differences of other items only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.			
6	Long Term Provisions		
	Provision for Gratuity	10712.36	9711.72
	Total	10712.36	9711.72



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SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)
Hyderabad

Notes- 10 Property, Plant and Equipment

(Rs In Thousands)

	Gross Block		Accumulated Depreciation			Net Block	
	Balance as at 1 April 2023	Balance as at 31 March 2024	Balance as at 31 March 2024	Depreciation charge for the year	Depreciation Transfer to Reserves	Balance as at 31 March 2024	Balance as at 1 April 2023
Fixed Assets							
a Tangible Assets							
Plant and Equipment							
Plant and Machinery	14740.94	14740.94		972.15	0.00	10130.54	5582.55
Test Equipment	6373.15	6618.25		160.95	0.00	5265.61	1352.64
Electrical Equipment	3798.40	3798.40		11.99	0.00	3359.20	451.19
Furniture and Fixtures	4776.62	4776.62		162.70	0.00	3002.78	1773.84
Office equipment	2061.19	2061.19		106.34	-	1554.13	613.40
Others (specify nature)							
Computers & Computer Software	8935.38	11000.06		761.17	-	8015.00	1681.55
Vehicles	11834.31	11834.31		1327.07	-	4063.66	7770.65
Air Conditioners	2304.87	2304.87		-	-	2082.42	222.46
Additions to Rented Building	5160.37	5160.37		-	-	4610.13	550.23
TOTAL (A)	59985.22	62295.00	38581.09	3502.38	-	20211.53	21404.13
(Previous Year)	53026.06	59985.22	35984.08	2597.01	-	21404.13	17041.98



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Notes to the financial statements for the year ended 31st March, 2024

(Rs in Thousands)

Note No	Particulars	As at 31.03.2024	As at 31.03.2023
7	Short Term Borrowings		
	Current maturities of Long term Borrowings	1935.60	1907.30
	Credit cards credit balances	1526.42	474.91
	ICICI CC A/c	113771.35	-
	Documentary Credit with ICICI	113466.54	-
	Total	230699.92	2382.21
	Working Capital Limits of Rs. 29,00,00,000/- are with ICICI Bank Limited (Fund based and Non Fund based) against hypothecation of stock and book debts. Secured by Mortgage of fixed deposits and BGs belonging to Chintalapati Holdings Private Limited.		
8	Trade Payables		
	Payables for Material	80376.32	173073.86
	Payables for Services	230.20	-
	Total	80606.52	173073.86

(i) The details regarding the aging of Trade payables as at March 31, 2024 are as follows:

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Dues	4,19,64,140	3,86,42,378	0.00	-	8,06,06,518
MSME	-	-	-	-	-
Others	-	-	-	-	-
Disputed Dues	-	-	-	-	-
MSME	-	-	-	-	-
Others	-	-	-	-	-
Total Trade payables	4,19,64,140				8,06,06,518

8,06,06,518

(ii) The details regarding the aging of Trade payables as at March 31, 2023 are as follows:

Particulars	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Dues	17,30,73,863	-	-	-	17,30,73,863
MSME	-	-	-	-	-
Others	-	-	-	-	-
Disputed Dues	-	-	-	-	-
MSME	-	-	-	-	-
Others	-	-	-	-	-
Total Trade payables	17,30,73,863				17,30,73,863

9	Other Current Liabilities		
	Statutory remittances	29863.29	17915.77
	Advance from customers	27000.36	0.00
	Payable for expenses	25311.97	26342.40
	Salaries, Bonus, EL Payable	351.08	3586.36
	Audit Fees Payable	90.00	100.00
	Provision for Income Tax for FY 2023-24	48894.03	39666.13
	Provision for Bonus	2700.00	-
	Total	134210.73	87610.67
11	Non Current Investment		
	Investment in Indrajala Drone Defence India Pvt Ltd	83500.00	-
	1250000 Unquoted shares of RS 2/- each in Indrajala Drone Defence India Pvt Ltd	83500.00	-
12	Long-Term Loans and advances (Unsecured Considered Good)		
	Deposit with Customs	-	4000.00
	Cylinder Deposit	10.00	-
	Deposit for Rent	760.00	760.00
	Fixed Deposits	-	2977.48
	ICICI Bank Guarantee Margin	-	4732.47
	Total	770.00	12469.95



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SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Notes to the financial statements for the year ended 31st March, 2024

(Rs In Thousands)

Note No	Particulars	As at 31.03.2024	As at 31.03.2023
13	Inventories		
	Raw Material	52010.20	-
	Work-in-Progress	152120.51	-
	Total	204130.71	-
14	Trade Receivables		
	Unsecured, Considered Good		
	Debtors outstanding for a period Not exceeding six months	83179.49	274666.14
	Unsecured, Considered Good		
	Debtors outstanding for a period exceeding six months	436442.18	87432.50
	Total	519621.68	362098.64

(i) Trade receivables ageing schedule for the year ended as on March 31, 2024:

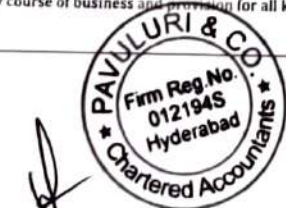
Particulars	Less than 6 months	6 months to 1 year	1-2 years	2-3 Years	More than 3 years	Total
Undisputed receivables- considered good	43,64,42,183	83179.49	0.00			51,96,21,677
Undisputed receivables-considered doubtful						
Disputed receivables- considered good						
Disputed receivables-considered doubtful						
Total	43,64,42,183	83179.49	0.00			51,96,21,677

(i) Trade receivables ageing schedule for the year ended as on March 31, 2023:

Particulars	Less than 6 months	6 months to 1 year	1-2 years	2-3 Years	More than 3 years	Total
Undisputed receivables- considered good	27,46,66,137	3,95,33,008	4,78,99,490	-		36,20,98,635
Undisputed receivables-considered doubtful						
Disputed receivables- considered good						
Disputed receivables-considered doubtful						
Total	27,46,66,137	3,95,33,008	4,78,99,490	-		36,20,98,635

15	Cash & Bank Balances		
	Cash in Hand	0.20	1.65
	Balance with Banks :		
	ICICI Bank	0.18	2034.06
	ICICI Bank Import account	0.00	2.10
	State Bank of India	11.91	11.91
	CDR City Bank CC	-	32.71
	ICICI 4450841002752016 (CDR) CC	-	1056.43
	ICICI a/c	-	89.22
	HDFC Bank Limited (working capital loan)	0.10	0.15
	Fixed Deposits - 100% against BG	5674.35	-
	Fixed Deposits - against LC	23333.86	-
	Fixed Deposits - 20% against Bank Guarantee	3209.09	-
	Total	32229.69	3228.23
16	Short-term Loans & Advances		
	A) Unsecured Advances		
	(i) Loans and advances to employees	226.22	649.92
	(ii) Accrued Interest	-	611.98
	(iii) TDS & Advance Tax	5161.61	37916.08
	(iv) Income tax receivable for fy 20-21	254.90	-
	(v) Gst Input	11548.29	-
	(vi) Others	-	-
	- Advance for Materials & Expenses	112680.09	41487.20
	Other advances	-	282.37
	(vii) Advance to suppliers - Imported	97.37	0.00
	B) Prepaid Insurance	94.56	53.36
	Total	130063.06	81000.91

In the opinion of the management, the Current Assets, Loans and Advances are expected to realise at least the amount at which they are stated, if realised in the ordinary course of business and provision for all known liabilities have been adequately made in the accounts.



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SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Notes to the financial statements for the year ended 31st March, 2024

(Rs in Thousands)

Note No	Particulars	For the Year Ended 31.03.2024	For the Year Ended 31.03.2023
16	Revenue from Operations		
	Sale of Goods	838016.01	614785.62
	Sale of Services	501.13	22642.59
	Total	838517.14	637428.22
17	Other Income		
	Discount received	3.00	6.00
	Interest Income on FDR	765.57	768.92
	Foreign Exchange Gain	479.79	386.10
	Excess provision written back	-	747.58
	Other Income	-	38.79
	sales Tax Reimbursement	-	4227.15
	Sales Tax Incentive	-	1000.00
	Recovery of Late Delivery Charges	34829.89	800.14
	Total	36078.25	7974.67
18	Cost of Materials Consumed		
	A) Material Consumed		
	Opening Stock	115436.88	7522.10
	Purchases	634576.01	441552.44
	Jobwork & Testing Charges	12603.85	41802.47
	customs clearance charges	134.18	-
	Packing & Calibration charges	267.57	-
	Insurance related to stock	131.07	-
	Factory Power & Fuel	1447.81	1551.66
	Freight & Carriage Inward	5184.20	1991.42
		769781.59	492868.43
	Less : Closing Stock	52010.20	115436.88
	Raw Material Consumed	717771.39	377431.55
19	Changes in Inventory		
	Closing Stock of :		
	Work-in-Progress (A)	152120.51	6309.82
	Opening Stock of :		
	Work-in-Progress (B)	6309.82	407.60
	(Increase)/Decrease in Stock (B-A)	-145810.69	-5902.22
20	Employee Benefits Expense		
	Salary,Wages,Allowances & other Benefits	54691.40	47960.00
	Contribution to Provident Fund & Others	804.07	670.72
	Insurance related to employees	550.28	-
	Directors Remuneration	8199.14	8199.14
	Staff Welfare Expenses	281.91	239.89
	Total	64526.80	57069.74
21	Financial Cost		
	Bank Charges	2379.85	2113.69
	Interest on :		
	Working Capital Loans	3301.62	885.50
	LC Discount Charges	-	495.60
	Interest Others	3.27	5.99
	Interest on unsecured loan	2918.65	-
	Interest on Car loan	407.02	598.64
	Total	9010.40	4099.42



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Notes to the financial statements for the year ended 31st March, 2024

(Rs In Thousands)

Note. No	Particulars	For the Year Ended 31.03.2024	For the Year Ended 31.03.2023
			0.00
22	Other Expenses		
	A) Selling & Distribution Expenses		
	Sales Promotion Expenses	1458.39	1489.61
	Late Delivery Charges	-	24517.58
	Travelling Expenses	2255.65	1848.64
	Foreign Travel Expenses	2074.45	270.41
	Total	5788.50	28126.24
	B) Operating, Administrative & Other Expenses		
	Conveyance Expenses	1583.22	1372.36
	Insurance Charges	202.61	843.07
	Legal & Professional Charges, Consultancy Charges	5562.80	31225.72
	Office & General Expenses	1016.76	1381.73
	Postage and courier	231.68	89.23
	Printing & Stationary	432.93	431.49
	Rent	3214.89	3061.80
	<i>Payment to Auditors :</i>		
	For Statutory Audit	70.00	70.00
	For Tax Audit	30.00	30.00
	Duties, Rates & Taxes	290.19	339.78
	Professional Tax	7.50	7.50
	Repairs & Maintenance	2150.18	6481.72
	Telephone & Telex Charges	71.99	50.19
	Training charges	65.71	-
	Transport charges	130.65	-
	Security Charges	420.00	420.00
	Building Maintenance	3000.00	3151.06
	Vehicle Maintenance	916.68	659.40
	House keeping charges	1182.16	-
	Computer Maintenance	33.41	1369.54
	Corporate social responsibility	1877.12	-
	Debit Balances Written off	355.49	-
	Miscellaneous expenses	106.64	-
	Total of B	22952.60	52536.25
	Total	28741.09	80662.49
23	Exceptional items		
	Political contribution	30000.00	-
	Total	30000.00	-



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SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Notes to financial statements for the year ended 31st March 2024
(All Amounts are in Rupees except as otherwise stated)

24 Corporate Information

Sigma Advanced Systems Private limited (Previously known as Sigma Micro Systems Private Limited) has been incorporated on 2nd February 1996. At present the company is engaged in the business of manufacturing of electronic products and solutions used in Aerospace, Defence, Power and Transport sectors. The major products that are being manufactured by Sigma are : Solid State Flight Data Recorders for IJT and ALH, Incom Controller for MIG-27, Auxiliary Display Unit, Servo Controller for Akash Missile, Sigma BUS, PCI Add-on Cards, Hand-held Terminals, COTS Solutions Etc.

25 Disclosure under MSMED Act, 2006

i) Disclosure of Sundry Creditors under Trade Payables is based on the information available with the Company regarding the status of the suppliers as defined under the "Micro, Small and Medium Enterprises Development Act, 2006" and relied upon by the Auditors.

ii) Details of total outstanding dues to Micro and Small Enterprises as per "Micro, Small and Medium Enterprises Development Act, 2006" -NIL

26 Contingent Liabilities :

The following contingent liabilities are not provided for.

(i) On account of Bank Guarantees (net of margin monies) amounting to Rs. 2,54,44,870 /- as on 31.03.2024

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes.

27 Auditors Remuneration: Rs 100000 (Previous year: Rs.100000)

28 Provision for Gratuity

The Company has defined benefit gratuity plan. Every employee gets a gratuity on departure at 15 days salary (based on last drawn basic salary) for each completed year of service. The Company is providing for gratuity but has not obtained Actuarial Certificate.

29 Related party disclosures :

a) Name of the related parties:

Key Management Personnel :

Name	Nature of Relationship
Cheemarla Damodar Reddy	Director
Sanjay Pukalay	Director
Companies	Nature of Relationship
Chinthalapati Holdings Pvt Ltd	Holding Company

Related Party Transactions:

Nature of Transaction	Transactions during the Year		Closing Balance	
	Key management personnel	Fellow Subsidiary	As At 31.03.2024	As At 31.03.2023
Remuneration	81,99,144.00	-	-	-
Interest on Unsecured Loan	54,510	-	-	-
Unsecured Loan	1,62,79,510	-	85,54,510	-
			85,54,510	-



SIGMA MICROSYSTEMS PRIVATE LIMITED**Notes to financial statements for the year ended 31st March 2024**

(All Amounts are in Rupees except as otherwise stated)

30 Calculation of earnings per share :

Particulars	For the Year 31st March, 2024	For the Year 31st March, 2023
Profit attributable to Share Holders	11,90,16,385.40	8,93,94,480.98
No. of Equity Shares Outstanding	29,47,919	28,50,000
Weighted No. of Equity Shares	29,47,919	28,50,000
Nominal Value of Equity Share	10.00	10.00
Basic and diluted EPS	40.37	31.37

Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year.

31 Segment Information

The company is operating in only one segment business of Defense Electronics and there is no geographical segment to be reported.

32 Value of Imported and Indigeneous Materials and their Percentage :

Particulars	As at 31st March, 2024		As at 31st March, 2023	
	Value	%	Value	%
Imported	23,54,46,513.00	37.10	10,45,77,906.00	23.68
Indigeneous	39,91,28,598.00	62.90	33,69,74,532.00	76.32
Total	63,45,75,111.00	100%	44,15,52,438.00	100%

33 Foreign Currency / Exchange Transactions :

Particulars	For the Year 31st March, 2024	For the Year 31st March, 2023
Value of Imports on CIF Basis		
Import of Raw Materials	23,54,46,513.00	10,45,77,906.00

All the Foreign Exchange transactions entered into during the current financial year are accounted at the exchange rate prevailing on the date of documentation/invoicing. Foreign Exchange Fluctuation on transactions entered into during the current financial year and received/paid during the year are accounted in the current financial year.

34 Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

35 In the opinion of the Board of Directors the Current Assets, Loans & Advances are approximately of the value stated in the accounts, if realized in the ordinary course of business



36 Other Statutory Information:

i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

ii) The Company does not have any transactions with struck off companies.

iii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

iv) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

V) The Company has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) during the year with the understanding that the Intermediary shall

a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

b) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

Vi) The Company has not received any fund from any persons or entities, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall

a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

b) Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

Vii) The Company has not entered in to any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

Viii) The Company has not been declared as willful defaulter by any bank or financial institution or other lender.

ix) The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.

x) The Company has not entered into any scheme of arrangement which has an accounting impact on the current or previous financial year.

As per our report of even date

For **PAVULURI & CO**

Chartered Accountants

Firm Reg. No: 012194S

Hyderabad

CA V N DEEPTHI KUMARU

Partner

M.No : 228424

Place : Hyderabad.

For and on behalf of the Board of Directors

C. D. MODAR REDDY

DIRECTOR

DIN:01643638



Sanjay

For and on behalf of the Board of Directors

SANJAY PUKALAY

DIRECTOR

DIN:01643626

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)
CASH FLOW STATEMENT FOR THE YEAR ENDED

(Rs In Thousands)

	31-03-2024	31-03-2023
	Rs.	Rs.
Cash flows from operating activities		
Profit before tax from continuing operations	166854.02	129444.89
Depreciation/amortization on continuing operation	3502.38	2611.44
Operating profit before working capital changes	170356.40	132056.33
Increase / decrease in Long Term Borrowings	87167.05	-55688.78
Increase / decrease in Long Term Provisions	1000.65	1841.77
Increase / decrease in Short Term Borrowings	228317.71	-1911.97
Increase / decrease in Trade Payables	-92467.35	166761.07
Increase / decrease in Other current liabilities	46600.06	-18072.08
Increase / decrease in Long Term Loans & Advances	11699.95	79688.45
Increase / decrease in Trade Receivables	-157523.04	-129724.96
Increase / decrease in Short-term loans and advances	-49062.15	-19667.95
Increase / decrease in Inventories	-82384.01	-113817.00
Income taxes paid	-48908.46	-39640.48
Net cash from operating activities	114796.82	-130231.94
Cash flows from investing activities		
Purchase of fixed assets	-2309.79	-6959.16
Sale of fixed assets	0.00	0.00
Investment in Equity shares	-83500.00	0.00
Net Cash from investing activities	-85809.79	-6959.16
Cash flows from financing activities		
Increase in share capital	-	979.19
Net cash used in financing activities	-	979.19
Net increase in cash & cash equivalents	28987.04	-4155.58
Cash & Cash equivalents at the beginning of the period	3242.66	7398.24
Cash & Cash equivalents at the end of the period	32229.69	3242.66

As per our Report attached

For PAVULURI & CO

Chartered Accountants

Firm Reg. No: 012194S

KVN Deepthi
CA V N DEEPTHI KONERU

Partner

M.No :F-228424

Place: Hyderabad

Date: 24.08.2024



For and on behalf of the Board of Directors
SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

C. Damodar Reddy
C. DAMODAR REDDY

DIRECTOR

DIN:01643638

Sanjay Pukalay
SANJAY PUKALAY

DIRECTOR

DIN:01643626



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Plot No.24/A, Hardware Park, Kanchaimarat, Raviryala Village, Srisailam Road, Maheswaram Mandal, TG-500005

1. Company Information:

Sigma Advanced Systems private limited is a company registered under companies Act, 1956, having registered office situated at Plot No.24/A, Hardware Park, Kanchaimarat, Raviryala Village, Srisailam Road, Maheswaram Mandal, Ranga Reddy District, Telangana-500005.

2. Basis of preparation and Measurement:

Basis of Preparation:

The financial statements have been prepared and presented under the historic cost convention on accrual basis of accounting, in accordance with generally accepted accounting principles ("GAAP") applicable in India. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') and pronouncements of the Institute of Chartered Accountants of India, the provisions of the Act (to the extent notified).

Key Accounting Estimates and Judgements

The preparation of standalone financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Revisions to accounting estimates are recognized prospectively.

Amendments to Schedule III of the Companies Act, 2013

Ministry of Corporate Affairs (MCA) issued notifications dated 24th March, 2021 to amend Schedule III of the Companies Act, 2013 to enhance the disclosures required to be made by the Company in its financial statements. These amendments are applicable to the Company for the financial year starting 1st April, 2021 and applied to the standalone financial statements as required by Schedule III

Significant Accounting Policies

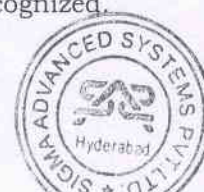
The significant accounting policies used in preparation of the standalone financial statements are as under

Property, Plant and Equipment

Property, plant and equipment is stated at acquisition cost net of accumulated depreciation and accumulated impairment losses, if any. Cost of acquisition or construction of property, plant and equipment comprises its purchase price including import duties and non-refundable purchase taxes after deducting trade discounts, rebates and any directly attributable cost of bringing the item to its working condition for its intended use.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance cost are charged to the standalone statement of profit and loss during the period in which they are incurred.

Gains or losses that arise on disposal or retirement of an asset are measured as the difference between net disposal proceeds and the carrying value of property, plant and equipment and are recognized in the statement of profit and loss when the same is derecognized.



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Plot No.24/A, Hardware Park, Kanchaimarat, Raviryala Village, Srisailam Road, Maheswaram Mandal, TG-500005

Intangible Assets	Useful Life (Years)
Goodwill	NA
Brands and Trademarks	NA
Computer Software	NA
Mastheads and Publishing Titles	NA
Mining rights	NA
Copyrights, patents and IPR	NA
Recipe, Formulae, Models, Designs , prototypes	NA
Licenses and Franchises	NA
Others	NA

Development expenditures on an individual project are recognized at cost as an intangible asset when the following conditions are satisfied.

- The company can demonstrate the technical feasibility of completing the intangible asset so that the asset will be available for use or sale
 - The company can demonstrate its intention to complete and its ability and intention to use or sell the asset
 - It is probable that the asset will generate future economic benefits
 - Adequate resources are allocated to complete the development and to use or sell of the asset
- Expenditure attributable to the intangible asset during development can be measured reliably

Goodwill is initially recognized based on the accounting policy for business combinations and is tested for impairment annually.

Assessment for impairment is done at each Balance Sheet date as to whether there is any indication that an intangible asset may be impaired. If any such indication exists, the Company estimates the recoverable amount (higher of net realizable value and value in use) of the asset. If such recoverable amount of the asset is less than the Carrying amount, the carrying amount is reduced to the recoverable amount. The reduction is treated as an impairment loss and is recognized in the Statement of Profit and Loss.

Inventories:

Inventories of raw materials are valued at lower of cost (on FIFO / weighted average basis) and the net realizable value after providing for obsolescence and other losses, where considered necessary. Cost of raw materials is determined on a weighted average basis and includes all applicable costs incurred in bringing goods to their present location and condition.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

Closing stock of finished goods are valued at cost or market value whichever is lower, inclusive of taxes.

Revenue Recognition:

Revenue is recognized to the extent that it is probable that, the economic benefits will flow to the Company and the revenue can be reliably estimated and collectability is reasonably assured.

Revenue from sale of goods is recognized when control of the products being sold is transferred to our customer and when there are no longer any unfulfilled obligations. The Performance Obligations in our contracts are fulfilled at the time of dispatch or upon formal customer acceptance depending on customer terms.



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is unabsorbed depreciation or carried forward loss under taxation laws, deferred tax assets are recognized only if there is a virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized.

Deferred tax assets are reviewed as at each balance sheet date and written down or written-up to reflect the amount that is reasonably/virtually certain (as the case may be) to be realized.

Minimum Alternative Tax ('MAT') under the provisions of the Income-tax Act, 1961 is recognized as current tax in the Statement of Profit and Loss. The credit available under the Act in respect of MAT paid is recognized as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the period for which the MAT credit can be carried forward for set-off against the normal tax liability. MAT credit recognized as an asset is reviewed at each balance sheet date and written down to the extent the aforesaid convincing evidence no longer exists.

Provisions, contingent liabilities and contingent assets :

A provision is recognized when the Company has a present obligation as a result of past event i.e., it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

A contingent liability exists when there is a possible but not probable obligation, or a present obligation that may, but probably will not, require an outflow of resources, or a present obligation whose amount cannot be estimated reliably. Contingent liabilities do not warrant provisions, but are disclosed unless the possibility of outflow of resources is remote. Contingent assets are neither recognized nor disclosed in the financial statements. However, contingent assets are assessed continually and if it is virtually certain that an inflow of economic benefits will arise, the asset and related income are recognized in the period in which the change occurs.



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1. Company Information:

Sigma Advanced Systems private limited is a company registered under companies Act, 1956, having registered office situated at Plot No.24/A, Hardware Park, Kanchaimarat, Raviryala Village, Srisailam Road, Maheswarm Mandal, Ranga Reddy District, Telangana-500005.

2. Basis of preparation and Measurement:

Basis of Preparation:

The financial statements have been prepared and presented under the historic cost convention on accrual basis of accounting, in accordance with generally accepted accounting principles ("GAAP") applicable in India. GAAP comprises mandatory accounting standards as prescribed under Section 133 of the Companies Act, 2013 ('Act') and pronouncements of the Institute of Chartered Accountants of India, the provisions of the Act (to the extent notified).

Key Accounting Estimates and Judgements

The preparation of standalone financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and judgments based on historical experience and other factors, including expectations of future events that are believed to be reasonable. Revisions to accounting estimates are recognized prospectively.

Amendments to Schedule III of the Companies Act, 2013

Ministry of Corporate Affairs (MCA) issued notifications dated 24th March, 2021 to amend Schedule III of the Companies Act, 2013 to enhance the disclosures required to be made by the Company in its financial statements. These amendments are applicable to the Company for the financial year starting 1st April, 2021 and applied to the standalone financial statements as required by Schedule III

Significant Accounting Policies

The significant accounting policies used in preparation of the standalone financial statements are as under

Property, Plant and Equipment

Property, plant and equipment is stated at acquisition cost net of accumulated depreciation and accumulated impairment losses, if any. Cost of acquisition or construction of property, plant and equipment comprises its purchase price including import duties and non-refundable purchase taxes after deducting trade discounts, rebates and any directly attributable cost of bringing the item to its working condition for its intended use.

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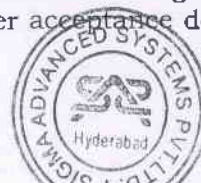
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A handwritten signature, possibly of a company representative, located to the right of the corporate stamp.

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Earnings per Share:

Basic earnings per equity share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividends and attributable taxes, if any) by the weighted average number of equity shares outstanding during the period.

Diluted earnings per share is computed by dividing the net profit or loss for the period attributable to the equity shareholders of the Company and weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. In computing dilutive earnings per share, only potential equity shares that are dilutive and that decrease per share are included.

For PAVULURI & CO.
Chartered Accountants
Firm Reg. No: 012194S

KVN-Deepthi
CA V N DEEPTHI KONEERU
Partner
M.No: 228424



For and on behalf of the Board of Directors
SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

C. Damodhar Reddy
C.DAMODHAR REDDY
Director
DIN: 01643638



Sanjay Pukalay
SANJAY PUKALAY
Director
DIN: 01643626

Place: Hyderabad
Date: 26.08.2024



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INDEPENDENT AUDITOR'S REPORT

To
The members of,
M/s. SIGMA ADVANCED SYSTEMS PRIVATE LIMITED,
Report on the Audit of Standalone Financial Statements:

Opinion

We have audited the accompanying financial statements of **M/s. SIGMA ADVANCED SYSTEMS PRIVATE LIMITED** ("the Company") which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss and the Cash Flow statement for the period ended 31st March, 2024 and a summary of significant accounting policies and other explanatory information. (Here in after 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 Standalone financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, and its profit, for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.





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Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

As required by Section 143(3) of the Act, we report that:

- 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.
- 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
- The Standalone Balance Sheet, the Standalone Statement of Profit and Loss, dealt with by this Report are in agreement with the books of accounts
- In our opinion, the aforesaid Standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2024 from being appointed as a director in terms of Section 164(2) of the Act.
- 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".
- In our opinion and to the best of our information and according to explanations given to us, the Company being a private company, section 197 of the Act related to the managerial remuneration is not applicable.
- With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us



Branches :

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reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the Standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone 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 Standalone financial statements, including the disclosures, and whether the Standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone financial statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone 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





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- i. The Company did not have any pending litigations which will have an impact on its financial position in the Standalone financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts as such the question of commenting on any material foreseeable losses thereon does not arise.
- iii. There have been no occasions in case of the company and its subsidiary company during the year under report to transfer any sums to the Investor Education and Protection Fund.
- iv. The Management has represented that, to the best of its knowledge and belief,
 - a) No funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b) No funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;



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- c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The company has neither declared nor paid any dividend during the year.
- vi. Based on our examination which included test checks, the company has not used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility.

For PAVULURI & Co.

Chartered Accountants

Firm Reg. No: 012194S

KVN. Deepthi
(CA V N DEEPTHI KONEERU)

Partner

M.No: F-228424

UDIN: 24228424BKUXX962



Place: Hyderabad

Date: 24.08.2024

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"Annexure A" to the Independent Auditors' Report

Referred to in paragraph 1 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2024:

1. In respect of the Company's Property, Plant and Equipment and Intangible Assets:

a)

i. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and relevant details of right-of-use assets.

ii. The Company has maintained proper records showing full particulars of intangible assets.

b) The Company has a program of physical verification of Property, Plant and Equipment to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification

c) Based on our examination of the property tax receipts and lease agreement for land on which building is constructed, registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title in respect of self-constructed buildings and title deeds of all other immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.

d) The Company has not revalued any of its Property, Plant and Equipment assets during the year.





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- e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2023 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- 2) (a) The management has conducted the physical verification of inventory at reasonable intervals.
- b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
- c) During the year, the company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.



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- 7) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities.
- (b) According to the information and explanations given to us, there are no undisputed amounts payable in respect of Provident Fund, Income Tax, Wealth Tax, Service Tax, Sales Tax, Duty of Customs, Excise Duty, Value added tax and Other material statutory dues were in arrears as at March 31, 2023 for a period of more than six months from the date they became payable.
- 8) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961)
- 9) a) According to the records of the company examined by us, the information and explanations given to us, the company has not defaulted in repayment of loans or borrowings to any financial institutions or banks as on at the balance sheet date.
- b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- c) The Company has not taken any term loan during the year and have applied for the purpose it was obtained.
- d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- f) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies and hence reporting on clause 3(ix)(f) of the Order is not applicable.





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10)

- a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable
- b) the company has not made any preferential allotment or private placement of shares and convertible debentures (fully convertible) during the year.

11)

- a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
- c) We have taken into consideration the whistle blower complaints received by the Company during the year (and up to the date of this report), while determining the nature, timing and extent of our audit procedures.

12) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable

13) According to the information and explanations to us and based on our examination of the records of the company transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 where applicable and the details of such transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.

14)

- a) The Company does not have an internal audit system and is not required to have an internal audit system as per section 138 of the Act.
- b) As reported under sub-clause (a) above, the company did not have an internal audit system for the period under audit.





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- 15) In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors. and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

- 17) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- 18) There has been no resignation of the statutory auditors of the Company during the year.
- 19) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.



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- 20) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

For PAVULURI & Co.
Chartered Accountants

Firm Reg. No: 012194S

K.V.N. Deepthi

(CA V N DEEPTHI KONERU)

Partner

M.No: F-228424

UDIN: 24228424BKUXX962



Place: Hyderabad

Date: 24.08.2024



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"Annexure B" to the Independent Auditor's Report of even date on the Financial Statements of M/s. SIGMA ADVANCED 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 **M/s. SIGMA ADVANCED SYSTEMS PRIVATE LIMITED** ("the Company") as of March 31, 2024 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 internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the 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, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.



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

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that

the internal financial control over financial reporting may become inadequate





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

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

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



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because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India".

For PAVULURI&Co.
Chartered Accountants
Firm Reg. No: 012194S

KVN. Deepthi
(CA V N DEEPTHI KONERU)
Partner
M.No: F-228424
UDIN: 24228424BKUXX962



Place: Hyderabad
Date: 24.08.2024

Branches :

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SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)
PROVISIONAL BALANCE SHEET AS AT 31ST AUGUST 2024

	Particulars	Note. No	As at 31.08.2024		As at 31.03.2024	
I.	<u>EQUITY AND LIABILITIES</u>					
1	Shareholder's funds:					
	(a) Share capital	2	2,94,79,190		2,94,79,190	
	(b) Reserves and surplus	3	43,00,26,605		41,71,98,995	
				45,95,05,795		44,66,78,185
2	Non-current liabilities					
	(a) Long-term borrowings	4	5,46,60,669		9,16,76,801	
	(b) Long-term provisions	6	1,06,39,251		1,07,12,363	
				6,52,99,920		10,23,89,164
3	Current liabilities					
	(a) Short-term borrowings	7	6,52,36,541		23,06,99,920	
	(b) Trade payables	8	3,16,42,602		8,06,06,518	
	(c) Other current liabilities	9	4,14,36,365		13,42,10,731	
				13,83,15,508		44,55,17,168
	TOTAL			66,31,21,223		99,45,84,517
II.	<u>ASSETS</u>					
1	Non -Current assets					
	(a) Property, Plant and Equipment	10	1,94,99,982		2,02,11,534	
	(b) Non -Current Investments	11	8,35,00,000		8,35,00,000	
	(c) Long-term loans and advances	12	7,70,000		7,70,000	
	(d) Deferred tax Asset	5	40,21,288		40,57,848	
				10,77,91,271		10,85,39,382
2	Current assets					
	(a) Inventories	13	25,14,63,875		20,41,30,710	
	(b) Trade receivables	14	24,64,13,247		51,96,21,677	
	(c) Cash and cash equivalents	15	1,02,23,272		3,22,29,689	
	(d) Short-term loans and advances	16	4,72,29,558		13,00,63,057	
				55,53,29,952		88,60,45,135
	TOTAL			66,31,21,223		99,45,84,517
	Summary of Significant Accounting Policies	1				

The accompanying notes are an integral part of the financial statements

As per Books of Accounts
For PAVULURI & CO
Chartered Accountants
Firm Reg. No: 012194S

K.V.N. Deepthi
CA V N DEEPTHI KONERU
Partner
M.No :F-228424



For and on behalf of the Board of Directors
SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

C.DAMODHAR REDDY
DIRECTOR
DIN:01643638

SANJAY PUKALAY
DIRECTOR
DIN:01643626

Place:Hyderabad
Date: 30.09.2024
UDIN: 24228424BKAVAE2247

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)
PROVISIONAL STATEMENT OF PROFIT & LOSS ACCOUNT FOR THE PERIOD ENDED 31ST AUGUST 2024

	Particulars	Note. No	For Year ending 31.08.2024	For Year ending 31.03.2024
	INCOME :			
I	Revenue from operations	16	22,06,62,124	83,85,17,145
II	Other income	17	21,17,283	3,60,78,249
III	Total Revenue (I + II)		22,27,79,407	87,45,95,394
IV	EXPENDITURE :			
	Cost of material consumed	18	15,48,09,096	71,77,71,386
	Changes in inventories of finished goods Work-in-progress and Stock-in-trade	19	(39,99,490)	(14,58,10,693)
	Employee benefits expense	20	2,65,58,801	6,45,26,802
	Finance costs	21	89,48,930	90,10,404
	Depreciation	10	14,90,626	35,02,382
	Other expenses	22	1,61,43,357	2,87,41,093
	Total expenses		20,39,51,320	67,77,41,375
V	Profit before exceptional items and tax (III - IV)		1,88,28,087	19,68,54,019
VI	Exceptional item	23	-	3,00,00,000
VII	Profit after Exceptional items and before tax(V-VI)		1,88,28,087	16,68,54,019
VI	Tax expenses:			
	(1) Current tax		59,63,925	4,88,94,032
	(2) Deferred tax		36,558	(10,56,398)
VII	Profit/(Loss) for the period (V - VI)		1,28,27,605	11,90,16,385
VIII	Earnings per equity share:			
	(1) Basic		4.35	40.37
	(2) Diluted		4.35	40.37
	Summary of Accounting Policies			

The accompanying notes are an integral part of the financial statements

As per Books of Accounts
For PAVULURI & CO
Chartered Accountants
Firm Reg. No: 012194S

KVN. Deepthi
CA V N DEEPTHI KONERU
Partner
M.No :F-228424



For and on behalf of the Board of Directors
SIGMA ADVANCED SYSTEMS PRIVATE LIMITED

C.DAMODHAR REDDY
DIRECTOR
DIN:01643638

SANJAY PUKALAY
DIRECTOR
DIN:01643626

Place:Hyderabad
Date: 30.09.2024

SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)
Notes Forming Part of the Balance sheet

2 Share Capital

Particulars		As at 31.08.2024		As at 31.03.2024	
		No. of Shares	Amount	No. of Shares	Amount
I. Authorised:					
Equity shares of Rs 10 each with voting rights		50,00,000	5,00,00,000	50,00,000	5,00,00,000
II. Issued,Subscribed and Paid up:					
Equity shares of Rs 10 each with voting rights		29,47,919	2,94,79,190	29,47,919	2,94,79,190
		29,47,919	2,94,79,190	29,47,919	2,94,79,190
a) Details of Reconciliation of Share Capital					
Particulars		As at 31.08.2024		As at 31.03.2024	
		No. of Shares	Amount	No. of Shares	Amount
Equity shares with voting rights:-					
Opening Balance		29,47,919	2,94,79,190	29,47,919	2,94,79,190
Fresh Issue		-	-	-	-
Closing Balance		29,47,919	2,94,79,190	29,47,919	2,94,79,190
b) Details of shares held by each shareholder holding more than 5% shares:					
Sr No	Class of shares / Name of shareholder	As at 31.08.2024		As at 31.03.2024	
		Number of shares held	% holding	Number of shares held	% holding
	Equity shares with voting rights				
1	Chintalapati Holdings Private Limited	26,53,125	90%	26,53,125	90%
2	C.Damodhar Reddy	2,94,794	10%	2,94,794	10%
	TOTAL	29,47,919	100%	29,47,919	100%
C) Details of Equity Shares Held by Promoters.					
Shares held by promoters at the end of the year				% Change during the year	
S.No	Promoters	No of shares	% of total Shares		
1	Chintalapati Holdings Private Limited	26,53,125	90%	-	
2	C.Damodhar Reddy	2,94,794	10%	-	
	Total	29,47,919	100%		

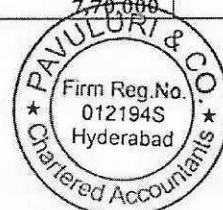


SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Provisional Notes to the financial statements for the year ended 31st August, 2024

#REF!

Note. No	Particulars		As at 31.08.2024	As at 31.03.2024
3	Reserves and Surplus			
	Share Premium Account			
	As at Commencement of the Year		92,50,000	92,50,000
			92,50,000	92,50,000
	Profit & Loss Account			
	As at Commencement of the year		40,79,49,000	28,89,32,610
	Add : Transferred from Profit and Loss statement		1,28,27,605	11,90,16,385
			42,07,76,605	40,79,48,995
	Total		43,00,26,605	41,71,98,995
4	Long Term Borrowings			
	Long Term Loans - Others			
	Unsecured			
	From Directors		1,95,33,455	85,54,510
	Inter Corporate deposit		-	3,05,60,218
	Vehicle Loan		35,28,344	25,62,073
	From Others		3,15,98,870	
	Secured			
	Inter Corporate deposit		-	5,00,00,000
	Total		5,46,60,669	9,16,76,801
5	Deferred Tax Liability(Asset)			
	Opening Balance		(40,57,846)	(30,01,448)
	Add: Provision during the Year		36,558	(10,56,398)
	Total		(40,21,288)	(40,57,846)
6	Long Term Provisions			
	Provision for Gratuity		1,06,39,251	1,07,12,363
	Total		1,06,39,251	1,07,12,363
7	Short Term Borrowings			
	Current maturities of Long term Borrowings		-	19,35,601
	Credit cards credit balances		6,52,36,541	15,26,424
	ICICI CC A/c		-	11,37,71,350
	Documentary Credit with ICICI		-	11,34,66,544
	Total		6,52,36,541	23,06,99,920
8	Trade Payables			
	Payables for Material		3,16,42,602	8,03,76,323
	Payables for Services		-	2,30,195
	Total		3,16,42,602	8,06,06,518
9	Other Current Liabilities			
	Statutory remittances		12,90,174	2,98,63,289
	Advance from customers		3,00,30,177	2,70,00,362
	Payable for expenses		17,52,289	2,53,11,966
	Salaries, Bonus, EL Payable		22,69,722	3,51,078
	Audit Fees Payable		90,000	90,000
	Provision for Income Tax		60,04,003	4,88,94,032
	Provision for Bonus		-	27,00,000
	Total		4,14,36,365	13,42,10,727
11	Non Current Investment			
	Investment in Indrajaa Drone Defence India Pvt Ltd		0,35,00,000	0,35,00,000
	1250000 Unquoted shares of RS 2/- each in Indrajaa Drone Defence India Pvt Ltd		8,35,00,000	8,35,00,000
12	Long-Term Loans and advances (Unsecured Considered Good)			
	Cylinder Deposit		10,000	10,000
	Deposit for Rent		7,60,000	7,60,000
	Total		7,70,000	7,70,000



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Provisional Notes to the financial statements for the year ended 31st August, 2024

#REF!

Note. No	Particulars		As at 31.08.2024	As at 31.03.2024
13	Inventories			
	Raw Material		9,53,43,875	5,20,10,200
	Work-in-Progress		15,61,20,000	15,21,20,510
	Total		25,14,63,875	20,41,30,710
14	Trade Receivables			
	Unsecured, Considered Good			
	Debtors outstanding for a period Not exceeding six months		24,64,13,247	8,31,79,494
	Unsecured, Considered Good			
	Debtors outstanding for a period exceeding six Months		-	43,64,42,183
	Total		24,64,13,247	51,96,21,677
15	Cash & Bank Balances			
	Cash in Hand		3,168	195
	Balance with Banks :			
	ICICI Bank		15,05,566	180
	State Bank of India		11,910	11,910
	HDFC Bank Limited (working capital loan)		-	104
	Fixed Deposits - 100% against BG		53,39,844	56,74,352
	Fixed Deposits - against LC		-	2,33,33,859
	Fixed Deposits - 20% against Bank Gurantee		33,62,784	32,09,088
	Total		1,02,23,272	3,22,29,689
16	Short-term Loans & Advances			
	A) Unsecured Advances			
	(i) Loans and advances to employees		6,15,105	2,26,225
	(ii) Accrued Interest		15,719	-
	(iii) TDS & Advance Tax		1,54,945	51,61,615
	(iv) Income tax receivable for fy 20-21		2,54,904	2,54,904
	(v) Gst Input		1,11,29,295	1,15,48,294
	- Advance for Materials & Expenses		3,27,72,597	11,26,80,095
	(vi) Advance to suppliers - Imported		20,80,293	97,366
	B) Prepaid Insurance		2,06,701	94,558
	Total		4,72,29,558	13,00,63,056
In the opinion of the management, the Current Assets, Loans and Advances are expected to realise at least the amount at which they are stated, if realised in the ordinary course of business and provision for all known liabilities have been adequately made in the accounts.				



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Provisional Notes to the financial statements for the period ended 31st August, 2024

Note. No	Particulars	For the Year Period 31.08.2024	For the Year Ended 31.03.2024
16	Revenue from Operations		
	Sale of Goods	22,06,62,124	61,47,85,624
	Sale of Services	-	2,26,42,593
	Total	22,06,62,124	63,74,28,217
17	Other Income		
	Discount received	16,800	3,000
	Interest Income on FDR	1,61,797	7,65,568
	Foreign Exchange Gain	19,38,687	4,79,789
	Recovery of Late Delivery Charges		3,48,29,892
	Total	21,17,283	3,60,78,249
18	Cost of Materials Consumed		
	A) Material Consumed		
	Opening Stock	5,20,10,200	11,54,36,880
	Purchases	19,37,42,882	63,45,76,012
	Jobwork & Testing Charges	28,60,134	1,26,03,851
	customs clearance charges	1,55,453	1,34,184
	Packing & Calibration charges	39,330	2,67,573
	Insurance related to stock	1,61,570	1,31,070
	Factory Power & Fuel	7,03,456	14,47,814
	Freight & Carriage Inward	4,79,945	51,84,203
		25,01,52,971	76,97,81,586
	Less : Closing Stock	9,53,43,875	5,20,10,200
	Raw Material Consumed	15,48,09,096	71,77,71,386
19	Changes in Inventory		
	Closing Stock of :		
	Work-in-Progress (A)	15,61,20,000	15,21,20,510
	Opening Stock of :		
	Work-in-Progress (B)	15,21,20,510	63,09,817
	(Increase)/Decrease in Stock (B-A)	(39,99,490)	(14,58,10,693)
20	Employee Benefits Expense		
	Salary, Wages, Allowances & other Benefits	2,21,38,112	5,46,91,402
	Contribution to Provident Fund & Others	4,06,231	8,04,069
	Insurance related to employees	4,34,946	5,50,280
	Directors Remuneration	34,16,310	81,99,144
	Staff Welfare Expenses	1,63,202	2,81,907
	Total	2,65,58,801	6,45,26,802
21	Financial Cost		
	Bank Charges	6,18,935	23,79,845
	Interest on :		
	Working Capital Loans	43,31,837	33,01,623
	Interest Others	16,16,041	3,272
	Interest on unsecured loan	23,82,118	29,18,647
	Interest on Car loan	-	4,07,017
	Total	89,48,930	90,10,404



SIGMA ADVANCED SYSTEMS PRIVATE LIMITED
(Previously SIGMA MICROSYSTEMS PRIVATE LIMITED)

Provisional Notes to the financial statements for the period ended 31st August, 2024

Note. No	Particulars	For the Year Period 31.08.2024	For the Year Ended 31.03.2024
22	Other Expenses		-
	A) Selling & Distribution Expenses		
	Sales Promotion Expenses	2,76,573	14,58,391
	Late Delivery Charges	46,68,849	-
	Travelling Expenses	9,56,050	22,55,653
	Foreign Travel Expenses	3,84,991	20,74,454
	Total	62,86,464	57,88,498
	B) Operating, Administrative & Other Expenses		
	Conveyance Expenses	5,76,468	15,83,220
	Insurance Charges		2,02,605
	Legal & Professional Charges, Consultancy Charges	7,11,486	55,62,796
	Office & General Expenses	1,32,214	10,16,762
	Postage and courier	75,240	2,31,683
	Printing & Stationary	1,53,331	4,32,931
	Rent	13,89,150	32,14,890
	<i>Payment to Auditors :</i>		
	For Statutory Audit	-	70,000
	For Tax Audit	-	30,000
	Duties, Rates & Taxes	750	2,90,193
	Professional Tax	7,500	7,500
	Repairs & Maintenance	2,75,895	21,50,181
	Telephone & Telex Charges	41,534	71,990
	Training charges	80,000	65,711
	Transport charges	22,592	1,30,645
	Security Charges	1,40,000	4,20,000
	Building Maintenance	5,60,651	30,00,000
	Vehicle Maintenance	5,55,534	9,16,679
	House keeping charges	3,60,000	11,82,158
	Computer Maintenance	1,16,955	33,408
	Corporate social responsibility	7,82,000	18,77,120
	Debit Balances Written off	4,697	3,55,487
	Interest on IT	37,64,530	-
	Miscellaneous expenses	1,06,365	1,06,637
	Total of B	98,56,894	2,29,52,595
	Total	1,61,43,357	2,87,41,093

