

Date: 18-07-2024

The Secretary Listing Department BSE Limited PJ Towers, Dalal Street, Mumbai - 400 001 Script Code: 532696	The Secretary Listing Department National Stock Exchange of India Limited Exchange Plaza, 5th Floor, Plot No. C/1, G Block, Bandra Kurla Complex, Bandra (East), Mumbai 400051 Script Code: EDUCOMP
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Sub: Submission of Audited Standalone Financial Statements for the Financial Year ended March 31, 2024.

Dear Sir / Madam,

Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, please find enclosed herewith the duly signed Audited Standalone Financial Statements for the financial year ended March 31, 2024.

The Standalone Financial Statements of the Company for the year ended March 31, 2024 have been prepared by the Company, RP and his team. The Standalone Financial Statements have been approved by the RP and presented to auditors for their report thereon and the Standalone Financial Statements of the Company are closed by the RP with best of his knowledge and ability and with best available set of information that the RP and his team could gather, collate and present.

Kindly take the above on record and oblige.

Thanking You,

Yours Truly,

For Educomp Solutions Limited



Mahender Khandelwal

Caretaker Resolution Professional in the matter of Educomp Solutions Limited

Email: [mkipeducomp@bdo.in]

IBBI Registration No.: [IBBI/IPA-001/IP-P00033/2016-17/ 10086]

Note: As informed earlier also vide various communications, had ordered the commencement of CIRP in respect of the Company under the provisions of Code. Thereafter, in accordance with Section 17 of the Code, the powers of the Board stood suspended and Dr. Sanjeev Aggarwal was appointed as interim resolution professional of the Company. The IRP carried out his duties from May 30, 2017 till Mr. Mahender Khandelwal was appointed as Resolution Professional ("RP") vide the order of NCLT dated September 12, 2017 and took over the management of the affairs of the Company. On 9th October, 2023 the resolution plan is approved by the NCLT which is yet to be implemented. Thereafter, on November 23, 2023 the NCLT has ordered that the RP would act as caretaker qua the CD and in such capacity, he would discharge all those functions as are required to be discharged by an IP as RP.

Educomp Solutions Limited

(CIN: L74999DL1994PLC061353)

Corporate office: 514, Udyog Vihar, Phase III, Gurgaon – 122001, Haryana (INDIA).

Tel.: 91-124-4529000.

Registered Office: L-314 (Ground and First floor), Gali No.7, Mahipalpur, New Delhi-110037.

Web site www.educomp.com; email: investor.services@educomp.com



Independent Auditor's Report

To the Members of Educomp Solutions Limited

Report on the Audit of the Standalone Ind AS Financial Statements

Adverse Opinion

We have audited the accompanying Standalone Ind AS Financial Statements of **Educomp Solutions Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year then ended and notes to the Standalone Ind AS Financial Statements including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Standalone Ind AS Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, because of the significance of the matters discussed in the Basis for Adverse Opinion section of our report, the aforesaid Standalone Ind AS Financial Statements do not give the information required by the Companies Act, 2013 ("the Act") in the manner so required and also do not give a true and fair view in conformity with the accounting principles generally accepted in India including the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Act, of the state of affairs of the Company as at March 31, 2024, its loss (including other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for Adverse Opinion

1. As mentioned in Note 3.1 to the Standalone Ind AS Financial Statements, the Management did not conduct physical verification of Property, plant and equipment during the year ended March 31, 2024. In absence of the same, we are unable to comment over existence, valuation, and the extent of the adjustment, if any, required in respect of these assets as at March 31, 2024 and the resultant possible impact of the same on the loss for the year ended on that date and on the equity as on that date.
2. As regards trade receivable amounting Rs. 1,072.99 million (net of accumulated loss allowance of Rs. 5,003.23 million) as on March 31, 2024, the management is of the view that the same are good and fully recoverable in due course and hence no further loss allowance is required. In absence of appropriate audit evidences including balance confirmations, correspondences from parties and details of subsequent realization post March 31, 2024, we are unable to comment on the recoverability of the outstanding trade receivables of Rs. 1,072.99 million and the possible impact of the same on the loss for the year ended March 31, 2024, and on the equity as on that date.
3. As mentioned in Note 12.4 to the Standalone Ind AS Financial Statements, the Company has not accrued interest on borrowing post May 30, 2017, being Corporate Insolvency Resolution Process ("CIRP") commencement date. The amount of such interest not accrued is estimated to be Rs. 4,424.75 million for the reporting financial year and Rs. 23,429.93 million till March 31, 2024. This has resulted in understatement of financial liabilities by Rs. 23,429.93 million as at March 31, 2024; understatement of loss for the year by Rs. 4,424.75 million and overstatement of equity by Rs. 23,429.93 million as on that date.



4. As disclosed in Note 14 to the Standalone Ind AS Financial Statements, the advance from customers includes amount received from non-corporate entities of Rs. 80.44 million which is deemed to be deposit u/s 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposit) Rules 2014 and thereby in violation of section 73 to 76 of the Companies Act, 2013. The impact of the non-compliance on the accompanying Standalone Ind AS Financial Statements is presently not ascertainable.
5. As mentioned in Note 24.2 to the Standalone Ind AS Financial Statements, the Company follows Expected Credit Loss (ECL) model for measuring impairment loss allowance of its trade receivables. The ECL allowance or loss rate is computed based on a provision matrix which takes into account historical credit loss experience. However, for the computed loss rate as mentioned in Note 24.2 to the Standalone Ind AS Financial Statements, we have not been provided with any underlying workings of such loss rate computed by the Company.

Further, the Company has not taken effect of aforesaid loss rate in computation of impairment loss allowance, if any on trade receivables over and above the existing provision in the books of account. In absence of relevant workings and other details, we are unable to comment on the appropriateness of the loss rate and the possible impact of not considering the effect of the loss rate in impairment loss allowance on the trade receivables balance as at March 31, 2024 and the loss for the year ended on that date and on the equity as on that date.

6. We have neither got the direct confirmations nor provided with the statements for borrowings from banks and financial institutions amounting to Rs. 14,909.96million (net) as at March 31, 2024. Further, in case of bank borrowings amounting to Rs. 3,425.19 million wherein we have received the confirmations or bank statements, the amount recorded in the Standalone Ind AS Financial Statements is short by Rs. 120.26 million (net) in comparison to amounts reported in the confirmations or bank statements. In the absence of reconciliations and other alternative audit evidence, we are unable to determine any possible impact thereof on the loss for the year ended 31st March 2024 and on balance of borrowings and equity as at March 31, 2024
7. Balance in borrowings other than bank borrowings mentioned in paragraph 6 above, amounting to Rs. 8,088.85 million as at March 31, 2024 are subject to confirmation. Borrowings other than bank borrowings amounting to Rs. 142.58 million wherein we have received the balance confirmation, the amount recorded in the Ind AS Financial Statements is short by Rs. 12.42 million. In the absence of any alternative audit evidence, we are unable to comment on any possible impact thereof on the loss for the year ended 31st March 2024 and on balance of borrowings and equity as at March 31, 2024.
8. As disclosed in Note 28 to the Standalone Ind AS Financial Statements, financial guarantees aggregating Rs. 13,371.97 million were issued to banks on behalf of its erstwhile subsidiaries. As per Ind AS 109 "Financial Instruments", the said financial guarantees are required to be initially measured at fair value and subsequently measured at the higher of (i) the amount of loss allowance in accordance with Expected Credit Loss ("ECL") method and (ii) amount initially recognized less cumulative amount of income recognized in income statement. However, no measurement of financial guarantees at fair value and estimation of loss allowances in accordance with ECL method were performed during the year. In absence of such measurement, we are unable to comment on the resultant impact thereof on the loss for the year ended March 31, 2024 and corresponding liability and equity as on that date.



9. The Company has not determined the provision for penal interest for defaults on borrowings as per the contractual terms of the underlying agreements. In absence of such assessment, we are unable to comment on the possible impact thereof on the loss for the year ended March 31, 2024 and on the balance of borrowings and equity as on that date.
10. As disclosed in Note 6.5 to the Standalone Ind AS Financial Statements, the balance with banks in current account amounting to Rs. 7.52 million is not verifiable as the same is not reflected in the bank statement. As per the bank statements available, the banks have recovered/transferred these amounts but the Company has not recorded these transactions in its books of accounts. It is informed that the Company has taken up the matter with the concerned banks for refund/reversal of amount debited by banks. In the absence of any evidence to the contrary, the cash and bank balance as on March 31, 2024 is overstated by Rs.7.52 million along with overstatement of equity for the equivalent amount on that date.
11. We have neither got the direct confirmation nor provided with the bank statements for balance with banks in current accounts and margin money with aggregate amount of Rs. 0.1 million. In the absence of any alternative evidence, we are unable to comment on any possible impact thereof on the loss for the year ended March 31, 2024 and on the balance with banks as at March 31, 2024 and on equity as on that date.
12. As mentioned in Note 4(ii) to the Standalone Ind AS Financial Statements, the Company has fully amortized its intangible assets (knowledge-based content) as per its accounting policy but the same continues to generate revenue for the company. In absence of re-assessment of the useful life of the intangible assets, we are unable to comment on the resultant impact of amortization on the loss for the year ended on March 31, 2024, carrying value of intangible assets and on the equity as on that date.
13. The Company's investment in its subsidiary companies viz. Educomp Learning Private Limited, Educomp School Management Limited, and Educomp Professional Education Limited aggregating to Rs. 701.73 million (net of provision for impairment of Rs. 2,581.30 million) has not been evaluated for any further impairment since financial year 2020-21. These subsidiary companies have not furnished their audited financial statements nor latest valuation reports of these companies have been made available. The latest audited financial statements of subsidiary companies are available for the financial year 2018-19. In absence of appropriate audit evidence, we are unable to comment upon appropriateness of carrying amount of investments and possible impact of the same on the loss for the year ended March 31, 2024 and equity as on that date.
14. As disclosed in Note No.6.1.3A, the Company has made 100% provision for impairment on its newly allotted Preference Shares with aggregate amount of Rs.9,772.75 million by Edu Smart Services Private Limited (ESSPL) which was undergoing liquidation process as part of the settlement envisaged in the Revival Plan approved by Hon'ble NCLT. These Preference Shares have been allotted in lieu of earlier investment held in Preference Shares of ESSPL with aggregate amount of Rs. Nil (Rs.515.91 million with 100% provision) and trade receivables of Rs. Nil (Rs.9,784.55 million with 100% provision). The Management has represented that newly allotted preference shares have zero value for the Company and accordingly been fully provided for. In the absence of clarification on the basis of valuation and future recoverability, if any, of these preference shares, we are unable to comment on the possible impact thereof on the loss for the year ended March 31, 2024 and equity as on that date.
15. As explained in Note 36 to the Standalone Ind AS Financial Statements regarding managerial remuneration paid to one of the whole time directors of the Company during the quarter

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ended June 30, 2015 and during the year ended March 31, 2015 in non-compliance with the requirements of Section 197 and Section 198 read with Schedule V to the Companies Act, 2013, and paid during the year ended March 31, 2014 in non-compliance with the requirements of Section 198, Section 269 and Section 309 read with Schedule XIII to the Companies Act, 1956, for which the Central Government's approval is yet to be obtained.

16. As disclosed in Note 38 to the Standalone Ind AS Financial Statements, as per the Insolvency & Bankruptcy Code and Regulations issued there under, the RP has received, verified, and admitted the claims submitted by the creditors (Operational and Financial), employees and workmen of the Company aggregating to Rs. 30,437.72 million as on May 30, 2017. These claims have been taken into cognizance by Committee of the Creditors (CoC) in its 12th meeting held on February 17, 2018, while approving the Resolution Plan of the Company. The details of such claims have been disclosed in the said note. As represented by the Management/ Caretaker RP, a reconciliation of the admitted claims vis-à-vis liabilities outstanding as at March 31, 2024 as per books of accounts has not been prepared and any impact thereof has not been considered in the preparation of these Standalone Ind AS Financial Statements as at and for the year ended March 31, 2024.

In absence of the above, we are unable to comment upon appropriateness of carrying value of such liabilities as at March 31, 2024 and any possible impact of the same on the loss for the year ended on that date and equity as at that date.

17. As disclosed in Note 39 to the Standalone Ind AS Financial Statements, the Company is currently subjected to the investigations by Serious Fraud Investigation Office (SFIO) and the Central Bureau of Investigation (CBI). As further explained to us, certain information has been requested by them from the Company and the investigations are currently underway and the Company is yet to get any orders or directions in this respect from the said Authorities till the date of signing this report. In absence of pending final outcome of the investigations, we are unable to comment on the consequential impact of these matters on these Standalone Ind AS Financial Statements as at and for the year ended March 31, 2024.
18. As disclosed in Note 40 to the Standalone Ind AS Financial Statements, the Company did not have any internal audit conducted during the year as required under section 138 of the Act. The impact of the non-compliance on the accompanying Standalone Ind AS Financial Statements is presently not ascertainable.
19. As disclosed in Note 41 to the Standalone Ind AS Financial Statements, these Standalone Ind AS Financial Statements are not authenticated by the Company Secretary of the Company which is not in compliance applicable provisions of the Act. Also, the impact of these non-compliances on the accompanying Standalone Ind AS Financial Statements is presently not ascertainable.
20. As disclosed in Note 42 to the Standalone Ind AS Financial Statements, these Standalone Ind AS Financial Statements are not approved by the Chief Financial Officer of the Company which is not in compliance with section 134 (1) of the Act. The impact of this non-compliance on the accompanying Standalone Ind AS Financial Statements is presently not ascertainable.
21. As disclosed in Note 43 to the Standalone Ind AS Financial Statements, the Company has not been in compliance with various other provisions of the Companies Act 2013, SEBI LODR Regulations, 2015, Foreign Exchange Management Act, 1999 and Goods and Services Tax Act, 2017. The financial or other impact of these non-compliances on these Standalone Ind AS Financial Statements is presently not ascertainable.



We conducted our audit in accordance with Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Ind AS 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Ind AS Financial Statements under the provisions of the Act and Rules there under and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse opinion on the Standalone Ind AS Financial Statements.

Material Uncertainty Related to Going Concern

We draw attention to Note 2A(c) to the Standalone Ind AS Financial Statements, which indicates that the Company has incurred substantial losses during the year, its net worth has been completely eroded, has defaulted in repayment of its loans and related interest, and has negative working capital. The Company has undergone Corporate Insolvency Resolution Process under the IBC, 2016 and the resolution plan approved by Hon'ble NCLT has been challenged by the Successful Resolution Applicant. These conditions indicate that a material uncertainty exists that may cast significant doubt about the Company's ability to continue as a going concern. However, these Standalone Ind AS Financial Statements have been prepared on a going concern basis as the management is of the view that the Company has been able to discharge its operational liabilities from its internal accrual of funds till the date of this balance sheet and is also confident that the Company would have sufficient fund balance to continue as going concern as stated in the said note.

Our opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone Ind AS Financial Statements of the current period. These matters were addressed in the context of our audit of the Standalone Ind AS Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Except for the matters described in the Basis for Adverse Opinion section and Material Uncertainty Related to Going Concern section, we have determined that there are no other key audit matters to communicate in our report.

Emphasis of Matter

We draw attention to the following matters in the notes to the Standalone Ind AS Financial Statements:

- (a) Note 2A(a) to the Standalone Ind AS Financial Statements, wherein it is stated that Hon'ble NCLT has approved the resolution plan but the same has not been implemented by the Successful Resolution Applicant (SRA) and therefore in view of the order dated November 23, 2023 of the NCLT, the above standalone financial statements for the year ended March 31, 2024 have been prepared by the Caretaker Resolution Professional and his team. Accordingly, these Standalone Ind AS Financial Statements have been prepared and approved by the Caretaker RP.
- (b) Note 28.1 to the Standalone Ind AS Financial Statements, claims aggregating Rs. 1,659.20 million have been admitted by the RP against guarantees issued on behalf of erstwhile



subsidiaries companies but the same have not been recorded in the books of accounts and continues to be shown under contingent liabilities.

- (c) Note 12.2 & 33 on Trade Payable due to MSME where the company has not made further provision of interest for the period after commencement of CIRP i.e. May 30, 2017 on unpaid dues of the MSMEs pertaining to the pre-CIRP period as these dues would be settled in accordance with the provisions of the Insolvency and Bankruptcy Code, 2016.

Our opinion is not modified in respect of these matters.

Other Information

In view of the current status of the Company, the Caretaker Resolution Professional (RP) is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report, Report on Corporate Governance and Annexures to Board's Report, but does not include the Standalone Ind AS Financial Statements, Consolidated Ind AS Financial Statements and our auditor's report thereon.

Our opinion on the Standalone Ind AS Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Standalone Ind AS Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Ind AS Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Board's Report, Report on Corporate Governance and Annexures to Board's Report are not made available to us as at the date of this auditor's report. We have nothing to report in this regard.

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

The Erstwhile Resolution Professional of the Company appointed by the Committee of Creditors ("CoC") pursuant to the order passed by the Hon'ble National Company Law Tribunal ("NCLT"), with whom the management of the affairs of the Company and the powers of the Board of Directors of the Company were vested after the commencement of CIRP w.e.f. May 30, 2017 under the provisions of Insolvency and Bankruptcy Code, 2016 ("Insolvency Code"), continues to act in the capacity of a Caretaker Resolution Professional as per directions of the Hon'ble NCLT vide its Order dated 23.11.2023 since the approved resolution plan has not been implemented by the Successful Resolution Applicant. Hence the Caretaker Resolution Professional is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Standalone Ind AS Financial Statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Ind AS specified under section 133 of the Act, read with relevant rules issued there under. 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 Standalone Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.



Further, as per Section 134 of the Act, the Standalone Ind AS Financial Statements of a company is required to be authenticated by the Chairperson of the Board of Directors, where authorized by the Board or at least two Directors, of which one shall be the Managing Director or the CEO (being a Director), the CFO and the Company Secretary where they are appointed. However, in view of the current status of the Company post approval of a resolution plan during CIRP but not implemented by the Successful Resolution Applicant, these Standalone Ind AS Financial Statements are approved by the Caretaker RP [refer note 2A(a) of the Standalone Ind AS Financial Statements and paragraph (a) under Emphasis of Matter].

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

Auditor's Responsibilities for the Audit of the Standalone Ind AS Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone Ind AS 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 this Standalone Ind AS 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 Ind AS Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to Standalone Ind AS Financial Statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Company's Directors/management/Caretaker RP (refer note 2A(a) of the Standalone Ind AS Financial Statements and paragraph "(a)" under Emphasis of Matter paragraph).
- 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 Ind AS 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 Ind AS Financial Statements, including the disclosures, and whether the Standalone Ind AS Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone Ind AS 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

- (1) As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in "Annexure 1", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- (2) As required by section 143(3) of the Act, we report that:
 - a. We have sought and except for the matters described in the Basis for Adverse Opinion section of our report, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b. Except for the possible effects of the matters described in the Basis for Adverse Opinion section of our report and matters stated in paragraph (j)(vi) below on reporting under Rule 11 (g) of the Companies (Audit and Auditors) Rules, 2014, in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this report are in agreement with the books of account;
 - d. Except for the possible effects of the matters described in the Basis for Adverse Opinion section of our report, in our opinion, the aforesaid Standalone Ind AS Financial Statements comply with the Indian Accounting Standards specified under section 133 of the Act read with relevant rules issued thereunder;
 - e. The matters described under the Basis for Adverse Opinion and Material Uncertainty Related to Going Concern section of our report, in our opinion, may have an adverse effect on the functioning of the Company;
 - f. We have not received written representation from the directors of the company as on March 31, 2024. In the absence of written representation received, we are unable to



comment whether the director is disqualified as on March 31, 2024 from being appointed as a director in terms of section 164(2) of the Act.

- g. The qualification/reservation/adverse remarks relating to the maintenance of accounts and other matters connected therewith are as stated in the Basis for Adverse Opinion section of our report.
- h. With respect to the adequacy of the internal financial controls with reference to Standalone Ind AS Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure 2". Our report expresses a Disclaimer of Opinion on the Company's internal financial controls with reference to Standalone Ind AS Financial Statements for the reasons stated therein;
- i. In accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, no remuneration has been paid by the Company to its directors during the year and accordingly the provisions of section 197 of the Act are not applicable.
Also refer our comment in paragraph 15 of the "Independent Auditors Report - Basis of adverse opinion" regarding managerial remuneration paid to one of the whole-time director of the Company during the quarter ended June 30, 2015, year ended March 31, 2015 and year ended March 31, 2014 for which Central Government's approval is yet to be obtained by the Company.
- j. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. Except for the matters described in the Basis for Adverse Opinion paragraph above, the Company has disclosed the impact of pending litigations on its financial position in its Standalone Ind AS Financial Statements - Refer Note 28 to the Standalone Ind AS Financial Statements. Also refer paragraph "(b)" under Emphasis of Matter paragraph on Contingent Liabilities;
 - ii. Except for the possible effects of matters described under Basis of Adverse Opinion paragraph, the Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts and derivative contracts if any;
 - iii. The company has not transferred an amount of Rs. 0.31 million on account of unpaid dividend pertaining to FY 2011-12 (declared on 30th May, 2012) which was required to be transferred to Investor Education and Protection Fund by 05th July, 2019;
 - iv. (a) The management has represented that to the best of its knowledge and belief as disclosed in Note 53(A), no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other source or kind of funds) by the company to or in any other persons or entities, including foreign entities ('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) The management has represented that to the best of its knowledge and belief as disclosed in Note 53(B), no funds have been received by the company from any persons or entities including foreign entities ('the 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; and

(c) Based on such audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representation under clause (a) and (b) contain any material mis-statement.

- v. The Company has not declared or paid any dividend during the year. Accordingly, the provision of section 123 of the Act is not applicable to the company.
- vi. Based on our examination, which included test checks, the Company has used software for maintaining its books of account for the financial year ended March 31, 2024 and it is observed that some of the required features of audit trail have been kept manually. Hence we are unable to comment on audit trail feature of the said software.

For Kumar Vijay Gupta & Co.

Chartered Accountants

ICAI Firm Registration No.: 007814N


Rajneesh Ghei

Partner

Membership No.: 086329



Place: New Delhi

Date: 18.07.2024

UDIN: 24086329BKFTB6685

ANNEXURE 1 TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of **Educomp Solutions Limited** on the Standalone Ind AS Financial Statements for the year ended March 31, 2024]

- (i)
- a. (A)The Company has not maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B)The Company has not maintained proper records showing full particulars of intangible assets.
 - b. During the year, the Property, Plant and Equipment of the Company have not been physically verified by the management and hence, we cannot comment on material discrepancies existing, if any.
 - c. According to the information and explanation given by the management the title deeds of the immovable properties, included in property, plant and equipment, have been given as security against borrowings from banks and the original title deeds are kept with the trustee appointed by the banks. On the basis of copy of title deeds of these immovable properties, we report that title deeds of the immovable properties, included in property, plant and equipment, are held in the name of the Company.
 - d. The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets during the year ended March 31, 2024.
 - e. We have been informed that there are no proceedings initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.
- (ii)
- a. The inventory has been physically verified by the management during the year. In our opinion, the coverage and procedures of such verification by the management is appropriate. As informed, no discrepancies of 10% or more in aggregate for each class of inventory were noticed on physical verification carried out during the year.
 - b. The Company was in the earlier years sanctioned working capital limits in excess of five crore rupees on the basis of security of current assets. According to the information and explanation given to us, the Banks have classified such accounts as Non-Performing Assets on account of continuous defaults committed by the company and further the Company has not filed any quarterly returns or statements with the Banks and hence reporting under clause 3(ii)b of the Order is not applicable.
- (iii)
- During the year, the Company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, reporting under clause 3(iii)a to 3(iii)f of the Order is not applicable.
- (iv)
- According to the information and explanation given to us and on the basis of our examination of the records of the Company, no loan granted, investment made or any guarantee or security given during the year falling under the provisions of section 185 & 186 of the Companies Act, 2013. However, based on audit reports of earlier years the Company



has not complied with the provisions of section 185 and 186 of the Act in respect of the following:

Nature of non-compliance	Name of Company/party	Amount granted during the year	Balance as at March 31, 2024
Interest free Loan given*	Edu Smart Services Private Limited (ESSPL)	Nil	Rs. 258.19 million

*Being amount recoverable from ESSPL on invocation of guarantee.

- (v) In our opinion, the Company has accepted deposits through advance from customers which are outstanding for more than 365 days without appropriating such advance with provision of services and thereby in violation of section 73 to 76 of the Act and the rules framed there under. However, we have been informed that these advances pertain to the pre CIRP period and cannot be repaid by the resolution professional and would be settled in accordance with the provisions of the Insolvency and Bankruptcy Code, 2016 and regulations issued there under. We have been further informed that no order has been passed by Company Law Board or National Company Law Tribunal or Reserve Bank of India or any court or any other tribunal in this matter.
- (vi) The maintenance of cost records has been specified by the Central Government under sub-section (1) of section 148 of the Act and rules there under. We have broadly reviewed such records and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- (vii) (a) The Company is generally regular in depositing with appropriate authorities, undisputed statutory dues including Goods and Service Tax, 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 applicable to it though there have been slight delays in few cases.

No undisputed statutory dues in respect of goods and service tax, 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 applicable to it were outstanding, at the year end, for a period of more than six months from the date they became payable except the following: -

Name of the statute	Nature of the dues	Amount	Period to which the amount relates	Due Date	Date of Payment
Punjab Value Added Tax Act, 2005 (PVAT)	Works Contract Tax	0.83 million	2016-17	Various	Not paid
Assam VAT Act 2005	Assam-VAT	4.46 million	2013-14	15th July, 2017	Not paid

- (b) The statutory dues referred to in sub clause (a) which have not been deposited on account of any dispute are disclosed as under:



Name of the Statute	Nature of Dues	Amount Disputed	Amount paid under Protest	Period to which the amount Relates	Forum where dispute is pending
BVAT Act 2005	Bihar-VAT	0.34 million	0.07 million	2011-12	Asstt. Commissioner Trade Tax, Patna
DVAT Act 2004	Delhi-VAT	0.07 million	NIL	2013-14	Appeal/objection filed before Objection Hearing Authority (SOHO) Delhi (DVAT)
DVAT Act 2004	Delhi-VAT	4.57 million	NIL	2014-15	Appeal/objection filed before Objection Hearing Authority (SOHO) Delhi (DVAT)
DVAT Act 2004	Delhi-VAT	1.46 million	NIL	2015-16	Appeal/objection filed before Objection Hearing Authority (SOHO) Delhi (DVAT)
DVAT Act 2004	Delhi-VAT	19.56 million	NIL	2016-17	Appeal/objection filed before Objection Hearing Authority (SOHO) Delhi (DVAT)
DVAT Act 2004	Delhi-VAT	2.91 million	NIL	2017-18	Appeal/objection filed before Objection Hearing Authority (SOHO) Delhi (DVAT)
MVAT Act 2002	Maharashtra-VAT	8.14 million	NIL	2015-16	Rectification application filed before DC of State Tax (MVAT) Mumbai
MVAT Act 2002	Maharashtra-VAT	0.71 million	NIL	2016-17	Rectification application filed before DC of State Tax (MVAT) Mumbai
PVAT Act, 2005 (UT Chandigarh)	Chandigarh-VAT	0.17 million	NIL	2012-13	Appeal pending before DC Excise, Chandigarh
Finance Act 1994	Ahmedabad (Service Tax)	Service Tax-209.8 million Penalty-104.94 million (U/s 78) Penalty-0.010 million (U/s 77) Interest u/s 75	NIL	2014-15	Appeal Pending before Gujarat High Court at Ahmedabad. Recovery proceedings stayed by Hon'ble High Court of Gujarat Vide Order dated 06-01-2021



THE EMPLOYEES' PROVIDENT FUNDS AND MISCELLANEOUS PROVISIONS ACT, 1952	Provident Fund Contributions & other charges	8.78 million	NIL	March 2008 – February 2014	An Appeal Pending before Central Government Industrial Tribunal Cum Labour Court.
INCOME TAX ACT, 1961	Penalty u/s 271B	0.06 million	NIL	2021-22	Appeal filed before CIT (Appeals)
Maharashtra Goods & Service Tax	Maharashtra GST	1.50 million	0.80 million	2018-19	Appeal to Appellate Authority – Mumbai
West Bengal Goods & Service Tax	West Bengal GST	2.83 million	Nil	2018-19	Appeal to Appellate Authority – Kolkata

- (viii) We have been informed that the Company has not surrendered or disclosed any transaction, previously unrecorded in the books of accounts, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- (ix)
- The Company has defaulted in repayment of loans or borrowings to financial institutions, banks, and dues to debenture holders as per details set out in Appendix "A" attached herewith. The amounts of defaults stated in the Appendix are as per contractual terms.
 - According to the information and explanation given to us and on the basis of our audit procedures, we report that the Company has not been declared Willful defaulter by any bank or financial institution or other lender.
 - The Company has not taken any term loan during the year and the term loans outstanding at the beginning of the year were not pending for utilization and hence, reporting under clause 3(ix)c of the Order is not applicable.
 - According to the information and explanation given to us and on the basis of our audit procedures, the Company has not raised any funds on short term basis during the current or previous financial year and hence reporting under clause 3(ix)d of the Order is not applicable.



- e. During the year, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- f. The Company has not raised loans during the year on pledge of securities held in its subsidiaries, joint ventures or associate companies. Hence the requirement to report on clause (ix) f of the Order is not applicable to the Company.
- (x) a. The Company has not raised any money during the year by way of initial public offer or further public offer (including debt instruments). Hence, the requirement to report on clause on 3x(a) of the Order is not applicable to the Company.
- b. The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially, optionally convertible) during the year and hence, the requirement to report on clause on 3x(b) of the Order is not applicable to the Company.
- (xi) a. No fraud by the Company or no fraud on the Company has been noticed or reported during the year. However, we have been informed that the Company is currently subjected to the investigations by Serious Fraud Investigation Office (SFIO) and the Central Bureau of Investigation (CBI). As further explained to us, certain information has been requested by them from the Company and the investigations are currently underway and the Company is yet to get any orders or directions in this respect from the said Authorities till the date of signing this report.
- b. No report under sub section (12) of section 143 of the Companies Act, 2013 has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules 2014 with the Central Government during the year up to the date of report.
- c. The Company has not set up any whistle blower mechanism as required under SEBI (LODR) Regulations 2015. However, as represented to us by the management, no whistle blower complaints have been received by the Company during the year.
- (xii) In our opinion, the Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Accordingly, the requirement to report on clause 3(xii)a to 3(xii)c of the Order is not applicable to the Company.
- (xiii) The transactions with the related parties during the year were not approved by the Audit Committee as required under section 177 of the Act as the Company did not have an audit committee since suspension of board of directors after initiation of CIRP on May 30, 2017.
- In our opinion and based on the information and explanations provided to us by the Management, the details of related party transactions have been disclosed in the Standalone Ind AS Financial Statements etc., as required by the applicable accounting standards.
- (xiv) As mentioned in Paragraph 17 of the Independent Auditors Report – Basis of Adverse Opinion, the Company did not have any internal audit system during the year. Accordingly, requirement to report on clause 3(xiv)a and 3(xiv)b of the Order is not applicable.
- (xv) According to the information and explanation given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him during the year.



- (xvi) a. The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Therefore, the requirement to report on clause (xvi) a is not applicable to the Company.
- b. According to the information and explanation given to us the Company has not conducted any Non-Banking Financial or Housing Finance activities.
- c. The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the requirement to report on clause 3 (xvi)c of the Order is not applicable to the Company.
- d. According to the information and explanation given to us there are no Core Investment Companies within the group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016. Hence, the requirement to report on clause 3(xvi)d of the Order is not applicable.
- (xvii) The Company has incurred cash loss during the year amounting to Rs. 28.30 million and in the immediately preceding financial year for Rs.48.86 million.
- (xviii) There has been no resignation of statutory auditors during the year and accordingly requirement to report on clause 3(xviii) of the Order is not applicable to the Company.
- (xix) On the basis of financial ratios disclosed in Note 34 to the financial statements, ageing and expected date of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, and as stated in the clause 3(ix)a above and in paragraph on 'Material Uncertainty Related to Going Concern' of our report, in our opinion material uncertainty exists on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of the balance sheet as and when they fall due within a period of one year from the balance sheet date. However, the Company has undergone Corporate Insolvency Resolution Process and will discharge its liabilities in accordance with the provisions of the Insolvency and Bankruptcy Code, 2016.
- (xx) According to the information and explanation given to us, the Company does not attract provisions of section 135 of the Companies Act. Accordingly, requirement to report under clause (xx)a& (xx)b of the Order is not applicable to the Company.

For Kumar Vijay Gupta & Co.
Chartered Accountants
ICAI Firm Registration No.: 007814N


Rajneesh Ghei
Partner
Membership No.: 086329

Place: New Delhi
Date: 18.07.2024
UDIN: 24086329BkFXTB6685

Appendix A-Details of Loan Defaults forming part of clause (iii) of CARO report of Educomp Solutions Limited for the year ended March 31, 2024

Default not rectified and existing at year end – Banks

(Amount in Rs. millions)

Name of the Lender	Nature of Facility	Nature of Payment	Total amount of default as on March 31, 2024	Period of default	Remarks
Canara Bank	Term Loan	Principal	458.79	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	66.80		
	Cash Credit	Principal	32.13		
		Interest	0.67		
Central Bank of India	Term Loan	Principal	947.83	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	159.88		
ICICI Bank	Term Loan	Principal	725.79	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	99.44		
	Cash Credit	Principal	11.49		
		Interest	1.10		
IndusInd Bank	Term Loan	Principal	76.28	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	9.30		
State Bank of Bikaner and Jaipur (now State Bank of India)	Term Loan	Principal	304.51	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	33.8		
	Cash Credit	Principal	4.48		
		Interest	0.37		
Syndicate Bank (now Canara Bank)	Term Loan	Principal	369.61	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	54.47		
IDBI Bank	Term Loan	Principal	4,550.00	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	657.49		
J and K Bank	Term Loan	Principal	1,960.00	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	271.59		
Union Bank	Term Loan	Principal	1,171.16	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	168.9		
Axis Bank	Term Loan	Principal	3,237.70	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	461.39		
	Cash Credit	Principal	175.99		
		Interest	18.34		
Standard Chartered Bank	Term Loan	Principal	576.98	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	100.09		
	Cash Credit	Principal	117.08		



Yes bank	Term Loan	Principal	300.00	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	27.74		
State Bank of India	Term Loan	Principal	181.42	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	25.57		
	Cash Credit	Principal	52.49		
		Interest	8.28		
State bank of Patiala (now State Bank of India)	Term Loan	Principal	1,922.45	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	163.99		
	Cash Credit	Principal	799.16		
		Interest	53.64		
DBS Bank	Term Loan	Principal	359.8	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	45.6		

Default not rectified and existing at year end - Financial Institutions

(Amount in Rs. millions)

Name of the Lender	Nature of Facility	Nature of Payment	Total amount of default as on March 31, 2024	Period of default	Remarks
External Commercial Borrowings	Term Loan	Principal	5,834.26	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	1,232.76		
Foreign Currency Convertible Bonds	Term Loan	Principal	1,109.76	More than 5 years	To be paid in accordance with provisions of IBC
Reliance Capital Ltd	Unsecured Loan	Principal	12.00	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	2.69		
IBM Global Financing	Unsecured Loan	Principal	132.58	More than 5 years	To be paid in accordance with provisions of IBC
HP Financial Services (India) Pvt Ltd	Unsecured Loan	Principal	220.62	More than 5 years	To be paid in accordance with provisions of IBC
		Interest	52.99		

Defaults not rectified and existing as on March 31, 2024 in respect of Debentures

(Amount in Rs. millions)

Particulars	Total amount of default as on March 31, 2024	Period of default
Principal on Debentures	450.00	More than 5 years
Interest on Debentures	75.85	



Defaults in respect of guarantees invoked and not rectified as at March 31, 2024

(Amount in Rs. millions)

Particulars	Total amount of default as on March 31, 2024	Period of default
Corporate guarantee invoked - given on behalf of Edu Smart Services Private Limited	258.19	More than 5 years



ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 2(h) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of **Educomp Solutions Limited** on the standalone Ind AS financial statements for the year ended March 31, 2024]

Report on the Internal Financial Controls with reference to Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We were engaged to audit the internal financial controls with reference to financial statements of **Educomp Solutions Limited** ("the Company") as of March 31, 2024 in conjunction with our audit of the standalone Ind AS 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 with reference to financial statements 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 (the "Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, to the extent applicable to an audit of internal financial controls, both issued by the ICAI.

Because of the matter described in Disclaimer of Opinion paragraph below, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on internal financial controls system over financial reporting of the Company.

Meaning of Internal Financial Controls with reference to Financial Statements

A company's internal financial control with reference to financial statements 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 with reference to financial statements 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.



Disclaimer of Opinion

According to the information and explanation given to us, the Company has not established its internal financial controls with reference to financial statements on criteria based on or considering the essential components of internal control stated in the Guidance Note issued by ICAI.

Because of this reason, we are unable to obtain sufficient appropriate audit evidence to provide a basis for our opinion whether the Company had adequate internal financial controls with reference to financial statements and whether such internal financial controls were operating effectively as at March 31, 2024.

We have considered the disclaimer reported above in determining the nature, timing, and extent of audit tests applied in our audit of the standalone Ind AS financial statements of the Company, and the disclaimer does not affect our opinion on the standalone Ind AS financial statements of the Company.

For **Kumar Vijay Gupta & Co.**

Chartered Accountants

ICAI Firm Registration No.: 007814N


Rajneesh Ghei
Partner
Membership No.: 086329



Place: New Delhi

Date: 18.07.2024

UDIN: 24086329BkFXTB6685

Educomp Solutions Limited
Balance sheet as at March 31, 2024

(in Rs. millions)

Particulars	Notes	As at March 31, 2024	As at March 31, 2023
ASSETS			
Non-current assets			
Property, plant and equipment	3	48.66	51.01
Other intangible assets	4	0.19	0.29
Capital work-in-progress	5	20.42	-
Financial assets			
i) Investments	6.1	813.21	813.21
ii) Loans	6.2	3.11	3.11
iii) Other financial Assets	6.3	-	0.73
Income tax assets		3.43	3.35
Other non-current assets	7	0.06	0.10
Total		889.08	871.80
Current assets			
Inventories	8	2.01	2.01
Financial assets			
i) Loans	6.2	16.99	25.96
ii) Trade receivables	6.4	1,072.99	1,186.28
iii) Cash and Cash equivalents	6.5	17.79	38.59
iv) Bank balances other than (iii) above	6.5 A	95.61	126.02
v) Other Financial Assets	6.3	3.44	2.78
Other current assets	9	63.37	52.27
Total		1,272.20	1,433.91
Total Assets		2,161.28	2,305.71
EQUITY AND LIABILITIES			
EQUITY			
a) Equity Share capital	10	244.93	244.93
b) Other equity	11		
i) Equity component of compound financial instruments		524.45	524.45
ii) Reserves and surplus		(31,377.74)	(31,039.68)
Total Equity		(30,608.36)	(30,270.30)
LIABILITIES			
Non-current liabilities			
Financial liabilities			
i) Borrowings	12.1	472.21	414.21
Provisions	13	2.57	2.33
Total		474.78	416.54

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Educomp Solutions Limited
Balance sheet as at March 31, 2024

(in Rs. millions)

Particulars	Notes	As at	As at
		March 31, 2024	March 31, 2023
Current liabilities			
Financial liabilities			
i) Borrowings	12.1	26,094.37	25,991.58
ii) Trade payables	12.2		11.54
-due to micro and small enterprises		1,477.27	1,463.43
-due to others		4,417.53	4,398.73
iii) other financial liabilities	12.3		0.08
Provisions	13	0.09	0.08
Other current liabilities	14	294.06	294.11
Total		32,294.86	32,159.47
Total liabilities		32,769.64	32,576.01
Total Equity and liabilities		2,161.28	2,305.71

Summary of significant accounting policies 2

The accompanying notes form an integral part of these financial statements 1 to 57

As per our report of even date.

For **Kumar Vijay Gupta & Co.**
Chartered Accountants
ICAI Firm Registration No.: 007814N



Rajneesh Gheji
Partner
Membership No.: 086329

Place: New Delhi

Date: 18.07.2024

UDIN: 24086329BKFBTB6685

For and on behalf of Board of Directors of
Educomp Solutions Limited


Mahender Kumar Khandelwal
Caretaker Resolution Professional
Regn. No IBBI/IPA-001/IP-P00033/2016-17/10086

Place: New Delhi

Date: 18.07.2024



Educomp Solutions Limited
Statement of Profit and loss for the year ended March 31, 2024

(in Rs. millions)

Particulars	Notes	Year ended March 31, 2024	Year ended March 31, 2023
Revenue from operations	15	41.39	39.82
Other Income	16	18.05	11.07
Total Income		59.44	50.89
Expenses			
Purchase of stock-in-trade	17	-	-
Changes in inventories of stock-in-trade	18	-	0.01
Employee benefit expense	19	23.59	24.13
Finance cost	20	58.18	51.00
Depreciation and amortisation expense	3	2.76	3.11
Other expense	21	313.01	774.98
Total expenses		397.54	853.23
Loss before exceptional items and tax		(338.10)	(802.34)
Exceptional items		-	-
Loss before tax		(338.10)	(802.34)
Tax expense	22		
a) Current tax		-	-
b) Deferred tax		-	-
Loss for the year		(338.10)	(802.34)
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Re-measurement of the defined benefit plan		0.04	(0.01)
Income tax related to above item		-	-
Total comprehensive income for the year		0.04	(0.01)
Total comprehensive loss for the year		(338.06)	(802.35)
Earnings/(loss) per equity share (Nominal value Rs. 2 per share)			
a) Basic (in Rs.)	31	(2.76)	(6.55)
b) Diluted (in Rs.)		(2.76)	(6.55)

Summary of significant accounting policies

2

The accompanying notes form an integral part of these financial statements

1 to 57

As per our report of even date.

For Kumar Vijay Gupta & Co.

Chartered Accountants

ICAI Firm Registration No.: 007814N


Rajneesh Ghei
Partner
Membership No.: 086329




Place: New Delhi

Date: 18.07.2024

UDIN: 24086329BkFxTB6685

For and on behalf of Board of Directors of
Educomp Solutions Limited


Mahender Kumar Khandelwal
Caretaker Resolution Professional
Regn. No IBBI/IPA-001/IP-P00033/2016-17/10086



Place: New Delhi

Date: 18.07.2024

Educomp Solutions Limited
Statement of Changes in equity for the year ended March 31, 2024

	(in Rs. millions)
A.) Equity share capital	
As at March 31, 2022	244.93
Changes in equity share capital	-
As at March 31, 2023	244.93
Changes in equity share capital	-
As at March 31, 2024	244.93

(in Rs. millions)

Particulars	Equity Component of Compound financial instruments	Other Comprehensive income	Reserves & Surplus				Total
			Capital Reserve	Security premium reserve	General reserve	Retained earnings	
Balance as at April 01, 2023	524.45	33.52	411.66	10,240.32	1,124.24	(42,849.42)	(30,515.23)
Loss for the year	-	-	-	-	-	-	-
Opening difference/ adjustment	-	-	-	-	-	(338.10)	(338.10)
Other comprehensive income	-	0.04	-	-	-	-	0.04
Total comprehensive loss during the year	-	0.04	-	-	-	(338.10)	(338.06)
Foreign currency monetary item translation difference created during the year (Gain)	-	-	-	-	-	-	-
Foreign currency monetary item translation difference amortised during the year	-	-	-	-	-	-	-
Total Additions/(Deletions) during the year.	-	0.04	-	-	-	(338.10)	(338.06)
Balance as at March 31, 2024	524.45	33.56	411.66	10,240.32	1,124.24	(43,187.52)	(30,853.29)



Educomp Solutions Limited
Statement of Changes in equity for the year ended March 31, 2024

Particulars	Equity Component of Compound financial instruments	Other Comprehensive income	Reserves & Surplus				Other Reserves FCMITDA	Total
			Capital Reserve	Security premium reserve	General reserve	Retained earnings		
Balance as at April 01, 2022	524.45	33.53	411.66	10,240.32	1,124.24	(42,047.08)	(29,712.88)	
Loss for the year	-	-	-	-	-	(802.34)	(802.34)	
Opening difference/ adjustment	-	-	-	-	-	-	-	
Other comprehensive income	-	(0.01)	-	-	-	-	(0.01)	
Total comprehensive loss during the year	-	(0.01)	-	-	-	(802.34)	(802.35)	
Foreign currency monetary item translation difference created during the year (Gain)	-	-	-	-	-	-	-	
Foreign currency monetary item translation difference amortised during the year	-	-	-	-	-	-	-	
Total Additions/(Deletions) during the year	-	(0.01)	-	-	-	(802.34)	(802.35)	
Balance as at March 31, 2023	524.45	33.52	411.66	10,240.32	1,124.24	(42,849.42)	(30,515.23)	

As per our report of even date.

For Kumar Vijay Gupta & Co.
Chartered Accountants
ICAI Firm Registration No.: 007814



Membership No.: 086329

Place: New Delhi

Date: 18-07-2024

UDIN: 24086329BkFXTB6685

For and on behalf of Board of Directors of
Educomp Solutions Limited



Mahender Kumar Khandelwal
Caretaker Resolution Professional

Regn. No IBB/TPA-001/IP-P00033/2016-17/10086

Place: New Delhi

Date: 18-07-2024

Educomp Solutions Limited
Statement of Cash Flows for the year ended March 31, 2024
(All amount in Rs. million unless otherwise stated)

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Cash flows from operating activities		
Loss before tax as per Statement of Profit and Loss	(338.10)	(812.34)
Adjustment for:		
Provision for bad and doubtful debts	105.15	-
Provision for sundry advances	-	15.36
Provision for Inventory	-	(0.11)
Provision for doubtful security deposits	8.45	-
Liabilities/provision no longer required written back	(11.27)	(3.72)
Bad debts written off	10.10	3.42
Provisions for employee benefits	0.48	0.45
Depreciation and amortisation expense	2.76	3.11
Net foreign exchange effects	135.75	684.00
Interest income	(6.77)	(7.31)
Finance costs	58.18	51.00
	(35.27)	(56.14)
Operating loss before working capital changes		
Decrease in trade receivables, loans, other financial assets and other assets	(1.70)	19.76
Decrease/(Increase) in inventories	-	0.11
Decrease/(Increase) in bank balances other than cash and cash equivalents (restricted bank deposits)	30.41	21.95
Increase/(Decrease) in trade and other payables, other financial liabilities, other liabilities	(0.42)	(4.02)
	(6.98)	(18.34)
Net Cash used in operations	(0.14)	0.42
Taxes (paid)/refund received, net	(7.12)	(17.92)
Net cash used in operating activities (A)	(7.12)	(17.92)
Cash flows from investing activities		
Purchase of property, plant and equipment	(20.73)	(1.05)
Interest received	7.05	7.18
Net cash generated from investing activities (B)	(13.68)	6.13
Cash flows from financing activities		
Payment of dividend (including dividend tax)	-	-
Interest on borrowings	-	-
Proceeds of current borrowings (net of repayment)	-	-
Net cash used in financing activities (C)	-	-
Net (decrease) in cash and cash equivalents (A+B+C)	(20.80)	(11.79)
Opening cash and cash equivalents	38.59	50.38
Closing cash and cash equivalents	17.79	38.59
Notes:		
Reconciliation of components of cash and cash equivalents	Year Ended	Year Ended
	March 31, 2024	March 31, 2023
Balances with banks-on current accounts (Refer note 6.5)	17.79	18.20
Cash on hand (Refer note 6.5)	-	-
Term deposit with bank less than 3 months maturity (Refer note 6.5)	-	20.39
	17.79	38.59



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Educomp Solutions Limited
Statement of Cash Flows for the year ended March 31, 2024
(All amount in Rs. million unless otherwise stated)

Reconciliation of liabilities arising from financing activities pursuant to Ind AS 7 Cash flows.

	Year Ended March 31, 2024	Year Ended March 31, 2023
Net debt including interest accrued - Opening balance	30,180.97	29,523.93
Non cash adjustments	178.38	657.04
Net debt including interest accrued - closing balance	30,359.35	30,180.97

Note: Statement of Cash Flow has been prepared under the indirect method as set out in the Ind AS 7 "Statement of Cash Flows".
Summary of significant accounting policies 2

As per our report of even date.

For Kumar Vijay Gupta & Co.
Chartered Accountants
ICAI Firm Registration No : 007814N



Rajneesh Ghei
Partner
Membership No : 086329

Place: New Delhi

Date: 18-07-2024

UDIN: 24086329BkFxTB6685

For and on behalf of Board of Directors of
Educomp Solutions Limited


Mahender Kumar Khandelwal
Caretaker Resolution Professional
Regn. No IBBI/IPA-001/IP-P00033/2016-17/10086

Place: New Delhi

Date: 18-07-2024



Educomp Solutions Limited

Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

1. Background

- (a) Educomp Solutions Limited (the Company) was founded in September, 1994. The Company is engaged in providing end-to-end solutions in the education technology domain through licensing of digital content, solutions for bridging the digital divide (a government initiative to enhance computer literacy), professional development and retail & consulting initiatives. The Company's business can be categorized into four strategic business units namely School Learning Solutions (comprising of Smart Class & Edureach (ICT) business), K-12 Schools (comprising preschools & high schools), Higher Learning Solutions (comprising of vocational, higher education and professional development) and Online, Supplemental & Global business (comprising of internet based educational services and coaching) spreading education ecosystem. The Company is listed on the BSE and the NSE Stock Exchanges.
- (b) The Company was put under Corporate Insolvency Resolution Process ("CIRP") under the provisions of Insolvency & Bankruptcy Code, 2016 ("IBC") by Hon'ble National Company Law Tribunal (NCLT) vide its Order dated May 30, 2017. During the CIRP, Ebix Singapore Pte. Ltd. ("Ebix"), submitted the resolution plan which was approved by the Committee of Creditors ("CoC") consisting of all bankers of the Company on February 17, 2018 and accordingly, an application for the approval of Resolution Plan was filed before Hon'ble NCLT on February 23, 2018.

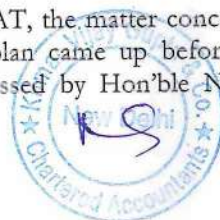
In the meantime, Ebix has filed three Applications before the Hon'ble NCLT, for the withdrawal of the Resolution Plan. The Hon'ble NCLT was pleased to dismiss the First and Second Withdrawal Application, however, has allowed the third one vide its order dated January 02, 2020. As a result, on January 03, 2020, the plan approval application was also dismissed as infructuous.

The CoC had filed an appeal before the Hon'ble NCLAT against the order dated January 02, 2020, The NCLAT was pleased to set aside the said order on July 29, 2020. The order of Hon'ble NCLAT was assailed by Successful Resolution Applicant i.e. Ebix (SRA) before the Hon'ble Supreme Court and the same was dismissed by the Hon'ble Supreme Court vide its order dated September 13, 2021.

On November 29, 2021, an application for the restoration of Plan Approval Application was filed before the NCLT, Principal Bench at New Delhi and after various hearings, the Hon'ble NCLT approved the Resolution Plan vide its order dated October 09, 2023 and directed the Successful Resolution Applicant i.e., Ebix to furnish bank guarantee equivalent to 10% of the plan amount. However, the SRA has not complied with directions given and the matter came up before Hon'ble NCLT on November 23, 2023 wherein the counsel of SRA sought adjournment by stating that SRA has assailed the plan approval Order and has filed an appeal before Hon'ble NCLAT on November 03, 2023. Acceding to the submission made on behalf of the SRA, the hearing was adjourned to the next date on January 03, 2024.

In the meantime, the appeal filed by the SRA against the plan approval order dated October 09, 2023 of the Hon'ble NCLT got listed before the Hon'ble NCLAT on January 24, 2024. It was submitted by the counsel for COC that despite having filed a caveat, they had not been served with a copy of the Appeal. Accordingly, directions were given to implead COC as one of the Respondents in the Appeal and to file an Amended Memo within three days. Upon hearing the parties in the matter, NCLAT permitted the application filed by SRA seeking condonation of re-filing delay and listed the matter on January 31, 2024. After hearing the parties NCLAT dismissed the appeal vide its order dated February 23, 2024.

After dismissal of appeal by Hon'ble NCLAT, the matter concerning non-compliance by SRA with respect to implementation of resolution plan came up before Hon'ble NCLT on June 4, 2024 wherein the SRA informed that order passed by Hon'ble NCLAT has been challenged before



Educomp Solutions Limited

Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

Hon'ble Supreme Court. In view of the appeal pending before Hon'ble Supreme Court the hearing has been deferred by Hon'ble NCLT to July 22, 2024.

During the course of proceedings on November 23, 2023, the counsels appearing for CoC informed the Court that role of RP has ceased to exist on approval of Resolution Plan and there is no one to look after the affairs of the Corporate Debtor (CD) during this period. The Court then directed that the RP would act as caretaker qua the CD and in such capacity, he would discharge all those functions as are required to be discharged by an IP as RP and the cost of the caretaker RP would be borne by the SRA.

(c) Moratorium period

The moratorium period declared by Hon'ble NCLT on initiation of CIRP on May 30, 2017 as per provisions of section 13(1)(a) of the Insolvency and Bankruptcy Code, 2016 ("Insolvency Code") has come to an end on approval of the Resolution Plan by Hon'ble NCLT vide its order dated October 09, 2023.

2A. Basis for preparation

(a) Statement of compliance

The standalone Ind AS financial statements ("financial statements") of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 notified under Section 133 of Companies Act, 2013, ("the Act") and other relevant provisions of the Act.

These financial statements for the year ended 31 March 2024 are the financial statements that are prepared in accordance with Ind AS.

The Hon'ble NCLT has approved the resolution plan but the same has not been implemented by the Successful Resolution Applicant (SRA) and therefore in view of the order dated November 23, 2023 of the NCLT, the above standalone financial statements for the year ended March 31, 2024 have been prepared by the Caretaker Resolution Professional and his team. Accordingly, these standalone financial statements of the Company for the year ended March 31, 2024 have been reviewed and approved by the Caretaker Resolution Professional on July 18, 2024.

(b) Historical cost convention

The financial statements have been prepared under the historical cost convention on the accrual basis of accounting except for certain financial assets and financial liabilities that are measured at fair values at the end of each reporting period, as stated in the accounting policies set out below.

- (c) The Company, has incurred substantial losses, its net worth has been completely eroded, has defaulted in repayment of its loans and related interest, has negative working capital. The Company has undergone Corporate Insolvency Resolution Process under IBC 2016 and the resolution plan approved by the Hon'ble NCLT has been challenged by the Successful Resolution Applicant. All these conditions has raised substantial doubt about the Company's ability to continue as a going concern.

The management is of the view that the Company has been able to fund its operational liabilities from its internal accrual of funds and is also confident that the Company would have sufficient fund balance to continue as a going concern. Further, a resolution plan has been approved during the



Educomp Solutions Limited

Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

course of CIRP and accordingly, the financial statements have been prepared on a going concern basis and do not include any adjustment relating to the recoverability and classification of recorded assets, or to amounts and classification of liabilities that may be necessary if the entity is unable to continue as a going concern.

(d) Functional currency:

The financial statements are presented in Indian Rupees (INR), which is also the functional currency of the Company as functional currency is the currency of the primary economic environment in which the entity operates.

(e) Rounding off

All the amounts have been rounded off to nearest millions or decimal thereof, unless otherwise indicated. The sign '0.00' in these financial statements indicates that the amounts involved are below INR ten thousand and the sign '-' indicates that amounts are nil.

(f) Current/Non-current classification of assets/liabilities

All assets and liabilities have been classified as current or non-current as per the criteria set out in the Schedule III to the Companies Act, 2013. The Company has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities.

2B. Summary of significant accounting policies

a) Segment reporting

Identification of segments:

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Company's operating businesses are organized and managed separately in according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets. The analysis of geographical segments is based on the areas in which major operating divisions of the Company operate.

The board of directors of the Company through RP assesses the financial performance and position of the Company, and makes strategic decisions. The RP been identified as being the chief operating decision maker.

Intersegment transfers:

The Company generally accounts for intersegment sales and transfers at cost.

Allocation of common cost

Common allocable costs are allocated to each segment according to the relative contribution of each segment to the total common costs.

Unallocated items

Unallocated items include general corporate income and expense items which are not allocated to any business segment and include interest expense and income tax.



Educomp Solutions Limited

Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

Segment accounting policy

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the company as a whole.

b) Property, Plant and Equipment

Freehold land is carried at historical cost. Other property, plant and equipment are stated at cost of acquisition net of recoverable taxes (wherever applicable), less accumulated depreciation and impairment losses, if any. Cost comprises the purchase price and any cost attributable to bringing the assets to its working condition for its intended use.

Where cost of a part of the asset is significant to the total cost of the asset and the useful life of the part is different from the remaining asset, then useful life of that part is determined separately and accounted as separate component.

Subsequent costs are included in the asset's carrying amount or recognised 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. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. All other repairs and maintenance are charged to the statement of profit and loss during the reporting period in which they are incurred.

Losses arising from the retirement of, and gain or losses arising from disposal of tangible asset are determined as the difference between the net disposal proceeds and the carrying amount of asset and recognised as income or expense in the Statement of Profit and Loss.

c) Intangible assets

An intangible asset is recognized, where it is probable that the future economic benefits attributable to the asset will flow to the enterprise and where its cost can be reliably measured.

Cost of an internally generated asset comprises of all expenditure that can be directly attributed, or allocated on a reasonable and consistent basis, to create, produce and make the asset ready for its intended use.

Losses arising from the retirement of, and gain or losses arising from disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of asset and recognised as income or expense in the Statement of Profit and Loss.

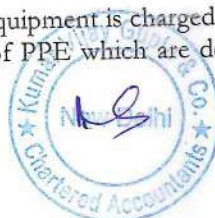
Intangible assets are stated at cost of acquisition less accumulated amortization and impairment loss.

d) Capital work-in-progress

Capital work-in-progress represents expenditure incurred in respect of capital projects are carried at cost. Cost includes related acquisition expenses, development costs, borrowing costs (wherever applicable) and other direct expenditure.

e) Depreciation and amortization methods, estimated useful lives and residual value

Depreciation on all property, plant and equipment is charged to the statement of profit and loss on a straight line basis, except certain items of PPE which are depreciated using diminishing basis. The



Educomp Solutions Limited

Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

depreciation is charged upto 95% of the total cost of the asset over the useful life of assets as estimated by the management.

Pursuant to the notification of Schedule II of the Companies Act, 2013, by the Ministry of Corporate Affairs, effective 1 April 2014, the management has reassessed and revised, wherever necessary, the useful lives of the assets, so as to align them with the ones prescribed under schedule II of the Companies Act, 2013. Management reviews the method and estimations of residual values at each financial yearend.

The useful lives estimated by the management are as follows:

Particulars	Useful life (years)
Building*	60
Furniture and fixtures	5-10
Office equipment	5
Vehicle	8
Computer equipment	3
Computer software	6

*The Management has assessed the estimate of useful life of the Electrical and External work 24 year and 15 year respectively.

Depreciation on addition to PPE is provided on pro-rata basis from the date the assets are ready to use. Depreciation on sale / deduction from assets is provided for upto the date of sale, deduction, discernment as the case may be.

Cost of leasehold improvements depreciation on a straight line basis over the period of lease or useful life of the underlying assets, whichever is shorter.

Amortization on the intangible assets is provided on pro-rata basis on straight-line method based on management's estimate of useful life, i.e. 3 years for software and 4 years for knowledge-based content. Licensed intangible assets are amortised over the period of license or expected useful life, whichever is shorter.

Depreciation and amortization methods, useful lives and residual values are reviewed at the end of each reporting period and adjusted if appropriate.

f) Revenue recognition

Effective April 1, 2018, the Company has applied Ind AS 115 which establishes a comprehensive framework for determining whether, how much and when revenue is to be recognized. The Standard requires apportioning revenue earned from contracts to individual promises, or performance obligations, on a relative stand-alone selling price basis, using a five step model. Ind AS 115 replaces Ind AS 18 Revenue and Ind AS 11 Construction Contract. The Company has adopted Ind AS 115 using the cumulative effect method. The effect of initially applying this standard is recognized at the date of initial application (i.e. April 1, 2018) and the comparative information in the statement of profit and loss is not restated – i.e. the comparative information continues to be reported under Ind AS 18.

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the company and revenue can be reliably measured.



Educomp Solutions Limited

Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

The Company derives its revenue from sale, supply and installation of educational products and rendering of educational services.

Revenue from sale of educational products including technology equipments are recognised as and when significant risk and rewards of the ownership of goods get transferred to the buyer.

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are net of returns, trade allowances, rebates, taxes and amounts collected on behalf of third parties, if any.

Revenue under Build, Own, Operate and Transfer ("BOOT model") contracts is recognized on upfront basis in the statement of profit and loss on the initiation of the contracts. These contracts are considered and evaluated as per Appendix "C" to IND AS 17. Also, refer note 2B.1 of the significant accounting policies.

Revenue from educational support services are recognised in the accounting period in which services are rendered.

Interest income

Interest income from debt instruments is recognised using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset. When calculating the effective interest rate, the Company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

g) Investment and other financial assets

g.1. Classification

The Company classifies its financial assets in the following measurement categories:

- i. those to be measured at fair value (either through other comprehensive income, or through profit or loss),
- ii. those measured at amortized cost; and
- iii. Investment in equity of subsidiaries, joint ventures and associates are accounted and carried at cost less impairment in accordance with Ind AS 27.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

The Company reclassifies debt investments when and only when its business model for managing those assets changes.



Educomp Solutions Limited

Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

g.2. Initial Measurement

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the statement of profit and loss.

g.3. Subsequent Measurement:

g.3.1 Debt instruments

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the Company classifies its debt instruments:

Amortised cost:

Assets that are held for collection of contractual cash flows with specified dates and where those cash flows represent solely payments of principal and interest are measured at amortised cost using the effective interest rate method. A gain or loss on a debt investment that is subsequently measured at amortised cost and is not part of a hedging relationship is recognised in the statement of profit and loss when the asset is derecognised or impaired. Interest income from these financial assets is included in finance income using the effective interest rate method.

Fair value through other comprehensive income (FVOCI):

Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at fair value through other comprehensive income (FVOCI). Movements in the carrying amount are taken through OCI, except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in the statement of profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to the statement of profit and loss and recognised in other gains/ (losses). Interest income from these financial assets is included in other income using the effective interest rate method.

Fair value through profit or loss (FVTPL):

Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through statement of profit and loss. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss and is not part of a hedging relationship is recognised in the statement of profit and loss and presented net in the statement of profit and loss within other gains/ (losses) in the period in which it arises. Interest income from these financial assets is included in other income.

g.3.2 Equity instruments

All equity investments in scope of Ind AS 109 are measured at fair value. For equity instruments, the Company may make an irrevocable election to present in other comprehensive income subsequent changes in the fair value. The Company makes such election on an instrument by-instrument basis. The classification is made on initial recognition and is irrevocable.

If the Company decides to classify an equity instrument as at FVOCI, then all fair value changes on



Educomp Solutions Limited

Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

the instrument, excluding dividends, are recognised in the OCI. There is no recycling of the amounts from OCI to the Statement of Profit and Loss, even on sale of investment. However, the Company may transfer the cumulative gain or loss within equity. Equity instruments included within the FVPL category are measured at fair value with all changes recognised in the Statement of Profit and Loss.

Investments in subsidiaries/ joint ventures/associates

Investments are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments, the difference between net disposal proceeds and the carrying amounts are recognized in the Statement of Profit and Loss.

g.4. Impairment of financial assets

The Company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost and FVOCI debt instruments. The impairment methodology applied depends on whether there has been a significant increase in credit risk. Note 25 details how the Company determines whether there has been a significant increase in credit risk.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company has used a practical expedient as permitted under Ind AS 109. This expected credit loss allowance is computed based on a provision matrix which takes into account historical credit loss experience and adjusted for forward-looking information.

g.5. Derecognition of financial asset

A financial asset is derecognised only when the Company has transferred the rights to receive cash flows from the financial asset or retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

h) Financial Liabilities

Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the statement of profit and loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan.

The fair value of the liability portion of optionally convertible bonds is determined using a market interest rate for equivalent non-convertible bonds. This amount is recorded as a liability on an amortised cost basis until extinguished on conversion or redemption of the bonds. The remainder of



Educomp Solutions Limited

Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

the proceeds is attributable to the equity portion of the compound instrument. This is recognised and included in shareholders' equity, net of income tax effects, and not subsequently remeasured.

Borrowings, where there is an change in the terms of the agreements whether monetary, non-monetary or both shall be accounted for as an modification or an extinguishment of the original financial liability and the recognition of a new liability. The difference between the carrying amount of a financial liability (or part of a financial liability) extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, shall be recognised in the statement of profit and loss.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

Trade and other payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid within the operating cycle of the business. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method, if any.

Financial Guarantee Contracts

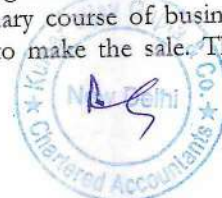
Financial guarantee contracts issued by the group are those contracts that require a payment to be made to reimburse the holder for a loss it incurs because the specified debtor fails to make a payment when due in accordance with the terms of a debt instrument. Financial guarantee contracts are recognised initially as a liability at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee. Subsequently, the liability is measured at the higher of the amount of impairment loss allowance determined as per impairment requirements of Ind-AS 109 and the amount recognised less cumulative amortisation.

Derecognition

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit or loss.

i) Inventories

Inventories are valued at cost or net realisable value, whichever is lower. Cost of inventories comprises all cost of purchases inclusive of custom duty (except the refundable component) and other incidental expenses incurred in bringing such inventories to their present location and condition. In determining the cost, moving weighted average cost method is used. Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale. The comparison of cost and net



Educomp Solutions Limited

Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

realizable value is made on item by item basis.

j) Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

k) Income taxes

Income tax expense for the year comprises of current tax and deferred tax. Income tax is recognized in the Statement of Profit and Loss except to the extent that it relates to items recognized in 'Other comprehensive income' or directly in equity and Regulatory Assets, in which case the tax is recognized in 'Other comprehensive income' or directly in equity, respectively.

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities arising on the temporary differences and to unused tax losses.

Current tax

Calculation of current tax is based on tax rates applicable for the respective years on the basis of tax law enacted or substantially enacted at the end of the reporting period. Current income tax assets and/or liabilities comprise those obligations to, or claims from, fiscal authorities relating to the current or prior reporting periods, that are unpaid/un-recovered at the reporting date. Current tax is payable on taxable profit, which differs from the profit or loss in the financial statements. Current tax is charged to statement of profit and loss. Provision for current tax is made after taking in to consideration benefits admissible under Income Tax Act, 1961.

Deferred taxes

Deferred income taxes are calculated, without discounting using the balance sheet method on temporary differences between the carrying amounts of assets and liabilities and their tax bases using the tax laws that have been enacted or substantively enacted by the reporting date. However, deferred tax is not provided on the initial recognition of an asset or liability unless the related transaction is a business combination or affects tax or accounting profit. Tax losses available to be carried forward and other income tax credits available to the entity are assessed for recognition as deferred tax assets.

Deferred tax liabilities are always provided for in full. Deferred tax assets are recognised to the extent that it is probable that they will be able to be utilized against future taxable income. Deferred tax arising during the holiday period is not recognised to the extent that the management expects its reversal during holiday period.

Deferred tax assets are recognised to the extent that it is probable that the underlying tax loss or deductible temporary difference will be utilised against future taxable income. This is assessed based on the Company's forecast of future operating income at each reporting date.

Deferred tax assets and liabilities are offset only when the entity has a right and intention to set off current tax assets and liabilities from the same taxation authority.



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Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

Minimum Alternative Tax (MAT)

Minimum alternate tax credit entitlement paid in accordance with tax laws, which gives rise to future economic benefit in form of adjustment to future tax liability, is considered as an asset to the extent management estimates its recovery in future years.

1) Leases

Operating lease

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases.

Where the Company is lessee:

Lease rentals in respect of operating lease arrangements including assets taken on operating lease are recognized as an expense in the Statement of Profit and Loss on straight line basis over the lease term.

Where the Company is lessor:

Lease income on an operating lease arrangement is recognized in the Statement of Profit and Loss on straight line basis over the lease term.

Finance lease

Where the Company is lessee

Finance leases, which effectively transfer to the Company substantially all the risks and benefits incidental to ownership of the leased item, are capitalized at the inception of the lease term at the lower of the fair value of the leased property and present value of minimum lease payments. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised as finance costs in the Statement of Profit and Loss. Lease management fees, legal charges and other initial direct costs of lease are capitalised.

A leased asset is depreciated on a straight-line basis over the useful life of the asset as determined by the management or the useful life envisaged in Schedule II to the Act, whichever is lower. However, if there is no reasonable certainty that the Company will obtain the ownership by the end of the lease term, the capitalized asset is depreciated on a straight-line basis over the shorter of the estimated useful life of the asset, the lease term and the useful life envisaged in Schedule II to the Act.

Leases, where the lessor effectively retains substantially all the risks and benefits of ownership of the leased item, are classified as operating leases. Operating lease payments are recognised as an expense in the Statement of Profit and Loss on a straight-line basis over the lease term.

Where the Company is the lessor:

Leases in which the Company transfers substantially all the risks and benefits of ownership of the asset are classified as finance leases. Assets given under finance lease are recognised as a receivable at an amount equal to the net investment in the lease. After initial recognition, the Company apportions lease rentals between the principal repayment and interest income so as to achieve a constant



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Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

periodic rate of return on the net investment outstanding in respect of the finance lease. The interest income is recognised in the Statement of Profit and Loss. Initial direct costs such as legal costs, brokerage costs, etc. are recognised immediately in the Statement of Profit and Loss.

m) Foreign exchange transactions

Initial recognition

Foreign currency transactions are recorded in the reporting currency, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of transaction.

Conversion

Foreign currency monetary items are retranslated using the exchange rate prevailing at the reporting date. Non-monetary item, which are measured in terms of historical cost denomination in a foreign currency, are reported using the exchange rate at the date of transaction. Except for non-monetary items measured at fair value which are translated using the exchange rates at the date when fair value was determined.

Monetary assets and liabilities outstanding as at Balance Sheet date are restated at the rate of exchange ruling at the reporting date.

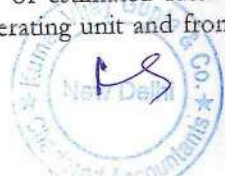
Exchange difference

Exchange differences arising on the settlement of monetary items or on restatement of the Company's monetary items at rates different from those at which they were initially recorded during the year or reported in previous Financial Statements (other than those relating to fixed assets and other long term monetary assets) are recognised as income or as expenses in the year in which they arise.

n) Impairment of non-financial assets

Assessment for impairment is done at each Balance Sheet date as to whether there is any indication that a non-financial asset may be impaired. Indefinite-life intangibles are subject to a review for impairment annually or more frequently if events or circumstances indicate that it is necessary. For the purpose of assessing impairment, the smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or group of assets is considered as a cash generating unit. Goodwill acquired in a business combination is, from the acquisition date, allocated to each of the company's cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the acquiree are assigned to those units.

If any indication of impairment exists, an estimate of the recoverable amount of the individual asset/cash generating unit is made. Asset/cash generating unit whose carrying value exceeds their recoverable amount are written down to the recoverable amount by recognizing the impairment loss as an expense in the Statement of Profit and Loss. The impairment loss is allocated first to reduce the carrying amount of any goodwill (if any) allocated to the cash generating unit and then to the other assets of the unit pro rata based on the carrying amount of each asset in the unit. Recoverable amount is higher of an asset's or cash generating unit's fair value less cost of disposal and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset or cash generating unit and from its disposal at the end of its useful life.



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Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

Assessment is also done at each Balance Sheet date as to whether there is any indication that an impairment loss recognized for an asset in prior accounting periods may no longer exist or may have decreased. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the assets carrying amount does not exceed the carrying amount that would have been determined, net of depreciation and amortization, if no impairment loss had been recognized. An impairment loss recognized for goodwill is not reversed in subsequent periods.

o) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

p) Share-based payment

The Company operates equity-settled share-based remuneration plans for its employees, where persons are rewarded using share-based payments, the fair values of services rendered by employees and others are determined indirectly by reference to the fair value of the equity instruments granted. This fair value is appraised using the Black Scholes model.

In the case of employees and others providing similar services, the fair value is measured at the grant date. In the case of franchisees, consultants and investors the fair value is determined as services are received, using average fair values during each year. The fair value excludes the impact of non-market vesting conditions.

If vesting periods or other vesting conditions apply, the expense is allocated over the vesting period, based on the best available estimate of the number of share options expected to vest. Non-market vesting conditions are included in assumptions about the number of options that are expected to become exercisable.

Upon exercise of share options, the proceeds received up to the nominal value of the shares issued are allocated to share capital with any excess being recorded as additional paid-in capital.

q) Borrowing Cost

Borrowing cost includes interest and amortization of ancillary costs incurred in connection with the arrangement of borrowings. Borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur.

r) Contingent liabilities, contingent assets and provisions

Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in



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Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the Financial Statements.

Contingent Assets

Possible inflows of economic benefits to the entity that do not yet meet the recognition criteria of an asset are considered contingent assets.

Provisions

A provision is recognized when the Company has a present obligation or constructive obligation as a result of past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

All repairs and maintenance cost of hardware sold under the contracts during the remaining contract period is borne by the Company on the basis of experience of actual cost incurred in servicing such hardware during the previous financial year. Provision are not recognised for future operating losses.

Provisions are discounted to their present value and are determined based on the best estimate required to settle the obligation at the reporting date. These estimates are reviewed at each reporting date and adjusted to reflect the current best estimates.

Where the Company expects some or all of a provision to be reimbursed, the reimbursement is recognized as a separate asset but only when the reimbursement is virtually certain and the amount of recovery can be measured reliably. The expense relating to any provision is presented in the Statement of Profit and Loss net of any reimbursement.

s) Equity and Reserves

Share capital represents the nominal value of shares that have been issued.

Proceeds received in addition to the nominal value of the shares issued during the year have been included in "additional paid-in capital".

t) Earnings per share

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders after tax by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the period, are adjusted for events of bonus issued to existing shareholders.

For the purpose of calculating diluted earnings per share, the net profit or loss attributable to equity shareholders and the weighted average number of shares outstanding are adjusted for the effects of all dilutive potential equity shares, if any.

u) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank



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Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

v) Employee benefits

Short term employee benefits

Short term benefits comprise of employee costs such as salaries, bonuses, and accumulated absents are accrued in the year in which the associated services are rendered by employees of the Company and are measured at the amounts expected to be paid when the liabilities are settled.

The liabilities are presented as current employee benefit obligations in the balance sheet.

Other long term employee benefits

The liabilities for accumulated absents are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields of Indian Government at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in the statement of profit and loss.

Post-employment obligations

The Company operates the following post-employment schemes:

- (a) defined benefit plans such as gratuity, pension, post-employment medical plans; and
- (b) defined contribution plans such as provident fund.

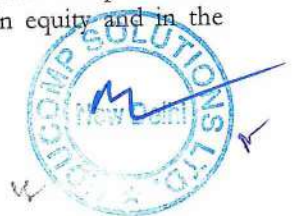
Pension and gratuity obligations

The liability or asset recognised in the balance sheet in respect of defined benefit pension and gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation denominated in INR is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

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



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Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in the statement of profit and loss as past service cost.

Defined contribution plan

A defined contribution plan is a plan under which the Company pays fixed contributions into an independent fund administered by the government. The entity has no legal or constructive obligations to pay further contributions after its payment of the fixed contribution.

Contributions to Provident Fund, Labour Welfare Fund and Employee State Insurance are deposited with the appropriate authorities and charged to the Statement of Profit and Loss on accrual basis. The Company has no further obligations under these plans beyond its monthly contributions.

w) Exceptional items

Items of income or expense from ordinary activities which are of such size, nature or incidence that, their disclosure is relevant to explain the performance of the enterprises for the period, are disclosed separately in the Statement of Profit and Loss.

x) Measurement of fair values

A number of the accounting policies and disclosures require measurement of fair values, for both financial and non-financial assets and liabilities. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The Company has an established control framework with respect to the measurement of fair values. This includes a finance team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values.

The finance team regularly reviews significant unobservable inputs and valuation adjustments. If third party information is used to measure fair values, then the finance team assesses the evidence obtained from the third parties to support the conclusion that these valuations meet the requirements of Ind AS, including the level in the fair value hierarchy in which the valuations should be classified.

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. Further information about the assumptions made in measuring fair values used in preparing these financial statements is included in the respective notes.

y) Critical estimates and judgments

The preparation of financial statements requires the use of accounting estimates which, by definition,



Educomp Solutions Limited

Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

will seldom equal the actual results. Management also needs to exercise judgement in applying the Company's accounting policies.

This note provides an overview of the areas that involved a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

Critical estimates and judgments

The areas involving critical estimates or judgments are:

■ Estimated useful life of property, plant and equipment and intangible asset

The estimated useful life of property, plant and equipment is based on a number of factors including the effects of obsolescence, demand, competition and other economic factors (such as the stability of the industry and known technological advances) and the level of maintenance expenditures required to obtain the expected future cash flows from the asset.

The Company reviews, at the end of each reporting date, the useful life of property, plant and equipment and intangible asset and changes, if any, are adjusted prospectively, if appropriate

■ Recoverable amount of property, plant and equipment

The recoverable amount of plant and equipment is based on estimates and assumptions regarding in particular the expected market outlook and future cash flows. Any changes in these assumptions may have a material impact on the measurement of the recoverable amount and could result in impairment.

■ Estimation of defined benefit obligation

Employee benefit obligations are measured on the basis of actuarial assumptions which include mortality and withdrawal rates as well as assumptions concerning future developments in discount rates, the rate of salary increases and the inflation rate. The Company considers that the assumptions used to measure its obligations are appropriate and documented. However, any changes in these assumptions may have a material impact on the resulting calculations.

■ Recognition of deferred tax assets for carried forward tax losses and current tax expenses

The Company review carrying amount of deferred tax assets and Liabilities at the end of each reporting period. The policy for the same has been explained under Note No 2(k).

■ Going concern

When preparing financial statements, management make an assessment of an entity's ability to continue as a going concern. Financial statements prepared on a going concern basis unless management either intends to liquidate the entity or to cease trading, or has no realistic alternative but to do so. When management is aware, in making its assessment, of material uncertainties related to events or conditions that may cast significant doubt upon the entity's ability to continue as a going concern, those uncertainties shall be disclosed.



Educomp Solutions Limited

Notes to the Standalone Ind AS Financial Statements for the year ended March 31, 2024

■ Impairment of trade receivables

The Company review carrying amount of Trade receivable at the end of each reporting period and Provide for Expected Credit Loss. The policy for the same explained in the Note No.2 (g) (4).

■ Fair value measurement

Management uses valuation techniques in measuring the fair value of financial instruments where active market quotes are not available. Details of the assumptions used are given in the notes regarding financial assets and liabilities. In applying the valuation techniques, management makes maximum use of market inputs and uses estimates and assumptions that are, as far as possible, consistent with observable data that market participants would use in pricing the instrument. Where applicable data is not observable, management uses its best estimate about the assumptions that market participants would make. These estimates may vary from the actual prices that would be achieved in an arm's length transaction at the reporting date.

Estimates and judgments are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances.



Educomp Solutions Limited
Notes to the Ind AS financial statements for the year ended March 31, 2024
(All amount in Rs. million, unless otherwise stated)

Note 3 Property plant and equipment

Particulars	Current year					Accumulated depreciation					Net carrying amount Balance as at March 31, 2024
	Gross carrying amount			Balance as at March 31, 2024	On disposals/ Adjustment	Balance as at March 31, 2024	Depreciation for the year	Impairment Loss/ Assets written off	On disposals/ Adjustment	Balance as at March 31, 2024	
	Balance as at April 01, 2023	Additions	Disposals/ Adjustment								
Freehold land	8.93	-	-	8.93	-	-	-	-	-	-	8.93
Building	52.17	-	-	52.17	1.77	-	-	-	-	20.69	31.48
Leasehold improvements	0.77	-	-	0.77	-	-	-	-	-	0.77	-
Office equipment	20.08	-	-	20.08	16.38	0.44	-	-	-	16.82	3.26
Furniture and fixtures	11.07	-	-	11.07	8.57	0.09	-	-	-	8.66	2.41
Computers and equipment	23.05	0.26	-	23.31	20.63	0.31	-	-	-	20.94	2.37
Vehicles	0.51	-	-	0.51	0.30	-	-	-	-	0.30	0.21
Sub total	116.58	0.26	-	116.84	65.57	2.61	-	-	-	68.18	48.66

Particulars	Previous year					Accumulated depreciation					Net carrying amount Balance as at March 31, 2023
	Gross carrying amount			Balance as at March 31, 2023	On disposals/ Adjustment	Balance as at March 31, 2023	Depreciation for the year	Impairment Loss/ Assets written off	On disposals/ Adjustment	Balance as at March 31, 2023	
	Balance as at April 01, 2022	Additions	Disposals/ Adjustment								
Freehold land	8.93	-	-	8.93	-	-	-	-	-	-	8.93
Building	52.17	-	-	52.17	17.04	1.88	-	-	-	18.92	33.25
Leasehold improvements	0.77	-	-	0.77	0.77	-	-	-	-	0.77	-
Office equipment	19.59	0.49	-	20.08	15.85	0.53	-	-	-	16.38	3.70
Furniture and fixtures	11.07	-	-	11.07	8.45	0.12	-	-	-	8.57	2.50
Computers and equipment	22.89	0.16	-	23.05	20.16	0.47	-	-	-	20.63	2.42
Vehicles	0.51	-	-	0.51	0.30	-	-	-	-	0.30	0.21
Sub total	115.93	0.65	-	116.58	62.57	3.00	-	-	-	65.57	51.01

3.1 No physical verification of fixed assets has been conducted during the year.



Educomp Solutions Limited
Notes to the Ind AS financial statements for the year ended March 31, 2024
(All amount in Rs. million, unless otherwise stated)

Note 4 Other intangible assets

Particulars	Current year						Net carrying amount Balance as at March 31, 2024	
	Gross carrying amount			Accumulated amortisation				
	Balance as at April 01, 2023	Additions	Disposals	Balance as at April 01, 2023	Amortisation for the year	Impairment Loss/ Assets written off		On disposals/ Adjustment
Software	3.49	0.05	-	3.20	0.15	-	-	3.35
Knowledge-based content (refer note i & ii)	831.85	-	-	831.85	-	-	-	831.85
Total	835.34	0.05	-	835.05	0.15	-	-	835.20
								0.19
								0.19

Particulars	Previous year						Net carrying amount Balance as at March 31, 2023	
	Gross carrying amount			Accumulated amortisation				
	Balance as at April 01, 2022	Additions	Disposals	Balance as at April 01, 2022	Amortisation for the year	Impairment Loss/ Assets written off		On disposals/ Adjustment
Software	3.09	0.40	-	3.09	0.11	-	-	3.20
Knowledge-based content (refer note i)	831.85	-	-	831.85	-	-	-	831.85
Total	834.94	0.40	-	834.94	0.11	-	-	835.05
								0.29
								0.29

Foot Notes:

(i) Knowledge based content includes internally generated asset:

	Gross carrying amount				Accumulated amortisation				Net carrying amount Closing balance
	For the year ended March 31, 2024		For the year ended March 31, 2023		For the year ended March 31, 2024		For the year ended March 31, 2023		
	Opening balance	Additions	Disposals	Closing balance	Opening balance	Amortisation for the year	Impairment Loss/ Assets written off	On disposals/ Adjustment	
	447.31	-	-	447.31	447.31	-	-	-	447.31
	447.31	-	-	447.31	447.31	-	-	-	447.31

(ii) The intangible assets have been fully amortized till the previous year 2020-21 in accordance with the accounting policy of the company. However the intangible assets are still in use and continue to generate revenue.



Educomp Solutions Limited
Notes to the Ind AS financial statements for the year ended March 31, 2024
 (All amount in Rs. million, unless otherwise stated)

Note 5 Capital work-in-progress

	2023-24		2022-23					
	Balance as at April 01, 2023	Additions	Capitalised during the year / written off	Balance as at April 01, 2022	Additions	Impairment Loss/ Assets written off	Capitalised during the year / written off	Balance as at March 31, 2023
Capital work-in-progress	49.15	20.42	-	49.15	-	-	-	49.15
Provision for Capital work-in-progress	(49.15)	-	-	(49.15)	-	-	-	(49.15)
Net block	-	20.42	-	-	-	-	-	-

The capital work-in-progress ageing schedule for the year ended March 31, 2024

Particulars	Amount in capital work-in-progress for a period of			Total
	Less than 1 year	1-2 years	2-3 years	
Projects in progress	20.42	-	-	20.42
Projects temporarily suspended	-	-	49.15	49.15
Provision for Capital work-in-progress	-	-	-	(49.15)

The capital work-in-progress ageing schedule for the year ended March 31, 2023

Particulars	Amount in capital work-in-progress for a period of			Total
	Less than 1 year	1-2 years	2-3 years	
Projects temporarily suspended	-	-	49.15	49.15
Provision for Capital work-in-progress	-	-	-	(49.15)

5.1 Capital work-in-progress represent expenditure incurred in respect of capital projects and carried at cost.

5.2 The balance amount of CWIP as of March 31, 2024, pertains to the work performed on the basis of a contract with the Chhattisgarh government. The Company has completed the work on certain schools but progress payment has not been received as per the Contract. The Company has initiated arbitration proceedings against the Directorate of Public Instruction (DOPI), Government of Chhattisgarh, Raipur by appointing an Arbitrator invoking arbitration clause of Agreement dated January 27, 2011. The claim filed by the Company before the Arbitrator was to recover the due amount along with the revocation of Bank Guarantee. After completion of Arbitration proceedings, the award was passed in favour of the Company vide order dated March 21, 2017.

Award was challenged by the DOPI before Commercial Court which was allowed and the Award was set aside vide order dated 16.07.2021. Thereafter, ESL filed appeal before Chhattisgarh High Court which was dismissed vide order dated 05.03.2024 with a liberty to ESL to seek the appointment of arbitrator in terms of law. Thereafter, ESL has sent a Notice of Arbitration dated 15.03.2024 to the DPI suggesting the name of an Arbitrator. If DPI does not agree, an application will be filed by ESL before Chhattisgarh High Court for the appointment of an Arbitrator.



Educomp Solutions Limited
Notes to the Ind AS financial statements for the year ended March 31, 2024
(All amount in Rs. million, unless otherwise stated)

Note 6.1 Non-current investments
Particulars

Particulars	Number of shares/units as at		Face value	Proportion of the ownership interest		As at	
	March 31, 2024	March 31, 2023		March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
Investments at cost (Un-quoted)							
a) Investment in subsidiaries in equity instruments							
Wheatstone Productions Private Limited	85,899	85,899	Rs. 10	51.00%	51.00%	3.35	3.35
Less: Provision for impairment of investment						(3.35)	(3.35)
Savvica Inc., Canada	35,03,522	35,03,522	CAD 1	79.55%	79.55%	150.72	150.72
Less: Provision for impairment of investment						(150.72)	(150.72)
Educomp Corporation Inc, United States of America (refer note 6.1.2)	13,66,092	13,66,092	USD 1	100.00%	100.00%	62.09	62.09
Less: Provision for impairment of investment						(62.09)	(62.09)
Educomp Learning Private Limited (refer note 6.1.2)	53,550	53,550	Rs. 10	51.00%	51.00%	1.96	1.96
Educomp School Management Limited (refer note 6.1.2)	34,000	34,000	Rs. 10	68.00%	68.00%	50.00	50.00
Less: Provision for impairment of investment						(42.32)	(42.32)
Educomp Professional Education Limited (refer note 6.1.2)	42,84,095	42,84,095	Rs. 10	100.00%	100.00%	2,960.09	2,960.09
Less: Provision for impairment of investment						(2,385.81)	(2,385.81)
Educomp Inteliprop Ventures Pte Limited, Singapore (refer note 6.1.4)	11,98,755	11,98,755	SGD 1	100.00%	100.00%	39.30	39.30
Less: Provision for impairment of investment						(39.30)	(39.30)
Educomp Online Supplemental Services Limited (refer note 6.1.2)	9,04,056	9,04,056	Rs. 10	24.72%	24.72%	14.56	14.56
Less: Provision for impairment of investment						(14.56)	(14.56)
Educomp Online Supplemental Services Limited - ₹ 5 paid up	43,51,675	43,51,675	Rs. 10	59.49%	59.49%	502.62	502.62
Less: Provision for impairment of investment						(502.62)	(502.62)
Educomp Investment Management Limited (refer note 6.1.2)	6,89,045	6,89,045	Rs. 10	100.00%	100.00%	7.32	7.32
Less: Provision for impairment of investment						(7.32)	(7.32)
Educomp Global Holding W.L.L., Kingdom of Bahrain (refer note 6.1.2)	2,475	2,475	BHD 100	100.00%	100.00%	29.61	29.61
Less: Provision for impairment of investment						(29.61)	(29.61)
Educomp Global FZE, United Arab Emirates (refer note 6.1.2)	1	1	AED 100,000	100.00%	100.00%	1.46	1.46
Less: Provision for impairment of investment						(1.46)	(1.46)
b) Investment in associates in equity shares							
Little Millennium Education Private Limited (refer note 6.1.2)	1,61,10,239	1,61,10,239	Rs. 10	48.29%	48.29%	161.10	161.10
Less: Provision for impairment of investment						(49.62)	(49.62)
c) Investment in others in equity shares							
Vidya Mandir Classes Private Limited	39,088	39,088	Rs. 10	14.10%	14.10%	277.97	277.97
Less: Provision for impairment of investment						(277.97)	(277.97)
Educomp Asia Pacific Pte.Ltd., Singapore (refer note 6.1.2 and 6.1.5)	2,40,85,351	2,40,85,351	USD 1	100.00%	100.00%	1,220.51	1,220.51
Less: Provision for impairment of investment						(1,220.51)	(1,220.51)
Greycells 18 Media Limited (refer note 6.1.2)	29,99,749	29,99,749	Rs. 10	10.31%	10.31%	159.91	159.91
Less: Provision for impairment of investment						(159.91)	(159.91)
8% Cumulative Redeemable Non-convertible Preference Shares, in Edu Smart Services Private Limited (Equity component) (refer note 6.1.3 and 6.1.3A)	-	-	-	-	-	394.18	394.18
Less: Provision for impairment of investment						(394.18)	(394.18)
d) Investment in subsidiaries in preference shares							
0.10% Non Cumulative optionally convertible Preference shares Educomp Professional Education Limited	11,50,772	11,50,772	Rs. 10	100.00%	100.00%	269.98	269.98
Less: Provision for impairment of investment						(152.17)	(152.17)



Educomp Solutions Limited
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Note 6.1 Non-current investments
Particulars

	Number of shares/units as at		Face value		Proportion of the ownership interest		As at	
	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023	March 31, 2024	March 31, 2023
e) Investment in others in preference shares								
8% Cumulative Redeemable Non-convertible Preference Shares, Edu Smart Services Private Limited (Financial Liability portion) (refer note 6.1.3 and 6.1.3A)		45,00,000	Rs. 100	-	-	-	121.72	-
Less: Provision for impairment of investment							(121.72)	
0.1% Non Cumulative Redeemable Non-convertible Preference Shares, in Edu Smart Services Private Limited (refer note 6.1.3 and 6.1.3A)		9,77,27,495	Rs. 100	-	-	-	9,772.75	-
Less: Provision for impairment of investment							(9,772.75)	-
							<u>813.21</u>	<u>813.21</u>
Net value of investments (Unquoted Investments)							(14,872.09)	(5,615.24)

Aggregate value of provision for diminution in value of investments

- 6.1.1 Aggregate amount of quoted investments at market and carrying value Rs. Nil (March 31, 2023 Rs. Nil)
- 6.1.2 Shares are earmarked as per terms of Master Restructuring Agreement (MRA) pursuant to CDR. (Refer note 12 (f)(c)(s)).
- 6.1.3 The Company had a controlling power on Edu Smart Services Private Limited by virtue of Ind AS 110. The difference between the coupon rate and the market rate has been considered as investment in equity and is being valued at cost by virtue of Ind AS 27. The Company has valued the debt component in the investments at amortised cost as per Ind AS 109. Also refer note 6.1.5.
- 6.1.3A The Company has been allotted 9,77,27,495 0.1% Non Cumulative, Redeemable Non Convertible Preference Shares (New Shares) of Rs.100 each by Edu Smart Services Private Limited (ESSPL) which was undergoing liquidation proceedings, as part of the settlement envisaged in the Revival Plan approved by the Hon'ble NCLT.
- Out of the total new shares, 10,000 shares have been allotted in lieu of investment held in 8% cumulative Redeemable Non Convertible Preference Shares shown at Nil value after setting off provision for impairment of Rs.515.90 million. The balance 9,77,17,495 new shares have been allotted against Trade Receivables of Rs.97,84.55 million which were also fully provided for through provision for bad and doubtful debts.
- As per the approved Revival Plan, assets and liabilities of ESSPL have been divided into two Undertakings A & B. Undertaking A has been taken over by the Revival Applicant and Undertaking B is continuing as ESSPL and will be liquidated as per law. The allotment of New Shares to the Company forms part of Undertaking B which has hardly any realizable assets. Hence the management is of the view that allotment of New Shares has zero value for the Company and has accordingly made 100% provision for impairment.
- 6.1.4 This investment is pledged against loan taken by the subsidiary company.
- 6.1.5 One of the subsidiary namely Educomp Asia Pacific Pre Limited. (EAPL) is under liquidation in Singapore and all the powers to direct the state of affairs of this company rests with the liquidator. Accordingly, the Company has lost its controlling power over this subsidiary and hence the same has been disclosed as an investment in others.



Educomp Solutions Limited
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Note 6.2 Loans

Particulars	As at March 31, 2024		As at March 31, 2023	
	Non current	Current	Non current	Current
Security deposits	3.11	1.05	3.11	9.74
Unsecured, considered good	-	165.04	-	156.59
Unsecured, considered doubtful	-	(165.04)	-	(156.59)
Less: Allowance for doubtful	-	-	-	-
Loans to employees	-	0.56	-	0.66
Unsecured, considered good	-	18.71	-	18.71
Unsecured, considered doubtful*	-	(3.33)	-	(3.33)
Less: Allowance for doubtful	-	-	-	-
Earnest money deposit	-	-	-	0.18
Unsecured, considered good	-	10.47	-	10.47
Unsecured, considered doubtful	-	(10.47)	-	(10.47)
Less: Allowance for doubtful	-	-	-	-
Total	3.11	16.99	3.11	25.96

For explanation on the companies credit risk management refer note 24.

* The advance given to employees is adjustable against provision for expenses amounting to Rs. 15.24 million (March 31, 2023 Rs. 15.24 million) as appearing under the head trade payable in current liabilities.

Note 6.3 Other financial assets

Particulars	As at March 31, 2024		As at March 31, 2023	
	Non current	Current	Non current	Current
Considered good	-	1.47	0.73	1.02
Interest accrued but not due	-	1.97	-	1.76
Unbilled revenue	-	-	-	-
Considered doubtful	-	102.21	-	102.21
Advances to related party (refer note (ii) below)	-	-	-	258.19
Receivable against corporate guarantee (refer note (i) below and refer note 6.1.3A)	-	(102.21)	-	(360.40)
Less: Allowance for bad & doubtful advances	-	-	-	-
Total	-	3.44	0.73	2.78

(i) This receivable is recognised against the corporate guarantee given on behalf of Edu Smart Services Private Limited to a bank. Simultaneously a payable to the bank for the same amount is recognised as a liability against the guarantee given by the company. (refer note 12.3)

(ii) Advances to related parties comprise the following:

Particulars	As at March 31, 2024		As at March 31, 2023	
	Non current	Current	Non current	Current
Advance call money to subsidiary	-	102.21	-	102.21
Educomp Online Supplemental Services Limited (EOSSL)	-	-	-	-
Total	-	102.21	-	102.21

(iii) For explanation on the Company's credit risk management, refer note 24.



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Educomp Solutions Limited
Notes to the Ind AS financial statements for the year ended March 31, 2024
 (All amount in Rs. million, unless otherwise stated)

Note 6.4 Trade receivables

Particulars	As at	As at
	March 31, 2024	March 31, 2023
(i) Unsecured Considered good		
- due from related parties - refer (i) below	1,072.99	1,186.28
- due from other		
(ii) Trade Receivables unsecured considered doubtful		
- due from related parties - refer (i) below	17.53	17.44
- due from other (refer note 6.1.3A)	4,985.70	14,663.00
Less: allowance for doubtful	(5,003.23)	(14,680.44)
	<u>1,072.99</u>	<u>1,186.28</u>

The trade receivables ageing schedule for the year ended March 31, 2024.

Particulars	Outstanding for followings periods from due date of payment					Total
	Less than 6 months	6 months to 1 year	1-2 years	2-3 years	More than 3 years	
	Undisputed trade receivables - Considered good	0.19	-	0.08	-	
Undisputed trade receivables - Credit impaired	-	-	-	-	1,101.55	1,101.55
Disputed trade receivables - Considered good	-	-	-	-	1,068.59	1,068.59
Disputed trade receivables - Credit impaired	-	-	-	-	3,901.68	3,901.68
						<u>6,076.22</u>
Less: allowance for doubtful						<u>5,003.23</u>
Total trade receivables						<u><u>1,072.99</u></u>

The trade receivables ageing schedule for the year ended March 31, 2023.

Particulars	Outstanding for followings periods from due date of payment					Total
	Less than 6 months	6 months to 1 year	1-2 years	2-3 years	More than 3 years	
	Undisputed trade receivables - Considered good	2.19	0.04	0.02	0.62	
Undisputed trade receivables - Credit impaired	-	-	-	0.78	10,900.82	10,900.60
Disputed trade receivables - Considered good	-	-	-	-	1,108.44	1,108.44
Disputed trade receivables - Credit impaired	-	-	-	0.19	3,779.65	3,779.84
						<u>15,866.72</u>
Less: allowance for doubtful						<u>14,680.44</u>
Total trade receivables						<u><u>1,186.28</u></u>

(i) Trade receivables from related parties comprise:

Particulars	As at	As at
	March 31, 2024	March 31, 2023
Trade Receivables unsecured doubtful		
Receivables from subsidiaries		
Savvica Inc.	6.72	6.63
Educomp School Management Limited	0.31	0.31
Educomp Learning Private Limited	0.14	0.14
Educomp Online Supplemental Services Limited	0.90	0.90
Educomp software Limited	0.01	0.01
Receivables from associates		
Little Millenium Education Private Limited	0.26	0.26
Other related parties		
Learning Leadership Foundation	0.14	0.14
League India Education Foundation	9.04	9.04
Siya Ram Educational Trust	0.01	0.01
Total	<u>17.53</u>	<u>17.44</u>

(ii) For terms and conditions of transactions with related party refer note 27.

(iii) For explanation on the companies credit risk management refer note 24

(iv) The Company has initiated proceedings for recovery of outstanding amount from certain trade receivables amounting to Rs. 5,002.99 million (March 31, 2023 Rs. 4,838.77 million), in respect of which the Company has created a provision of Rs. 3,775.31 million (March 31, 2023 Rs. 3,610.14 million), which in the opinion of the management is adequate to mitigate the risk of any possible non recovery from such receivables.



Educomp Solutions Limited
Notes to the Ind AS financial statements for the year ended March 31, 2024
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Note 6.5 Cash and cash equivalents

Particulars	As at March 31, 2024	As at March 31, 2023
Balance with banks	17.79	18.20
- current account (refer note (i) & (ii) below)	-	-
Cash on hand	-	20.39
Term deposit with bank less than 3 months maturity	17.79	38.59
Total	17.79	38.59

(i) Includes Rs. 7.45 million which is not reflected in the bank statement as the bank has adjusted the same in October 2017 against Term Loan during CIRP period. The bank was not supposed to recover any amount during the moratorium under section 14 of the Insolvency and Bankruptcy Code, 2016. The company had taken up the matter with the concerned bank but the bank has not refunded the amount so far. Since the CIRP has been concluded on approval of resolution plan, the amount will be adjusted against the claim settlement amount of the concerned bank.

(ii) Also includes a sum of Rs. 0.07 million not reflected in the bank statement as the amount has been transferred to depositer education awareness fund by respective banks.

Note 6.5 A Bank balances other than cash & cash equivalents

Particulars	As at March 31, 2024	As at March 31, 2023
Margin money (refer (i) below)	16.69	16.03
Term deposit with bank	78.61	109.68
Unpaid dividend	0.31	0.31
Total	95.61	126.02

(i) Margin money deposit given against borrowings, letter of credit and bank guarantees including to revenue authorities.

Note 7 Other non-current assets

Particulars	As at March 31, 2024	As at March 31, 2023
Others	19.88	19.88
Balance with government authorities	(19.88)	(19.88)
Less: Provisions on balance with government authorities	0.06	0.10
Prepaid expenses	0.06	0.10
Total	0.06	0.10

Note 8 Inventories (valued at lower of cost and net realisable value)

Particulars	As at March 31, 2024	As at March 31, 2023
Stock in trade	102.07	102.07
Technology equipment	(100.06)	(100.06)
Less: Provision for obsolescence	2.01	2.01
Total	2.01	2.01



e) Details of shareholders holding more than 5% equity shares in the Company

	As at March 31, 2024		As at March 31, 2023	
	No. of Shares	% of holding	No. of Shares	% of holding
Equity shares of Rs. 2 each fully paid-up				
Mr. Shantanu Prakash	4,43,15,205	36.19%	4,43,15,205	36.19%
A.P Eduvision Private Limited	72,84,600	5.95%	72,84,600	5.95%

f) Details of the shares held by promoters in the Company as on March 31, 2024

Promoter Name	No. of Shares	% of total shares	% change during the year
Equity shares of Rs. 2 each fully paid-up			
Mr. Shantanu Prakash	4,43,15,205	36.19%	-
Mrs. Anjee Prakash	32,38,440	2.64%	-
A.P Eduvision Private Limited	72,84,600	5.95%	-
Total	5,48,38,245	44.78%	-

Details of the shares held by promoters in the Company as on March 31, 2023

Promoter Name	No. of Shares	% of total shares	% change during the year
Equity shares of Rs. 2 each fully paid-up			
Mr. Shantanu Prakash	4,43,15,205	36.19%	-
Mrs. Anjee Prakash	32,38,440	2.64%	-
A.P Eduvision Private Limited	72,84,600	5.95%	-
Total	5,48,38,245	44.78%	-

g) Aggregate number of shares issued for consideration other than cash during the period of five years immediately preceding the reporting date

No equity shares has been issued by way of bonus shares during the period.
 No equity shares fully paid up has been issued pursuant to contract(s) without payment being received in cash during the period.
 No equity shares bought back pursuant to Section 68, 69 and 70 of the Act during the period.

h) Share reserved for issue under option/contracts

For details of shares reserved for issue on conversion of Zero Coupon Foreign Currency Convertible Bonds (refer note 12.1)
 For details of shares reserved for issue on employee stock option, (refer note 30)
 For details of shares reserved for issue to lender banks as per CDR scheme, (refer note 12.1 (e))

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Educomp Solutions Limited
Notes to the Ind AS financial statements for the year ended March 31, 2024
(All amount in Rs. million, unless otherwise stated)

Note 11 Other Equity

(a) Equity component of compound financial instruments	As at March 31, 2024	As at March 31, 2023
Particulars		
Equity component of compound financial instruments (Refer note (i) & (ii) below)	524.45	524.45
Total	524.45	524.45
(b) Reserves & Surplus (refer note 2 below)	As at March 31, 2024	As at March 31, 2023
Particulars		
Security premium reserves	10,240.32	10,240.32
General reserves	1,124.24	1,124.24
Capital reserves	411.66	411.66
Retained earnings	(43,187.52)	(42,849.42)
Other comprehensive income	33.56	33.52
Total	(31,377.74)	(31,039.68)
(i) Movement of Other Equity		
1. Equity component of compound financial instruments	Year ended March 31, 2024	Year ended March 31, 2023
Particulars		
Opening Balance	524.45	524.45
Add: Additions During the year (refer note 12.1(c) & 12.1(d))	-	-
Total	524.45	524.45
(ii) Equity component of compound financial instruments		
These are balance portion of the compound financial instruments that evidence a residual interest in the assets of the Company after deducting financial liability component.		
2. Reserves & Surplus		
(i) Securities Premium	Year ended March 31, 2024	Year ended March 31, 2023
Particulars		
Opening Balance	10,240.32	10,240.32
Closing Balance	10,240.32	10,240.32
(ii) General reserve	Year ended March 31, 2024	Year ended March 31, 2023
Particulars		
Opening Balance	1,124.24	1,124.24
Add: Employee stock compensation cost reversal on forfeiture	-	-
Closing Balance	1,124.24	1,124.24



Educomp Solutions Limited
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(iii) Capital Reserve

Particulars	Year ended	Year ended
	March 31, 2024	March 31, 2023
Opening Balance	411.66	411.66
Closing Balance	411.66	411.66

(iv) Retained Earnings

Particulars	Year ended	Year ended
	March 31, 2024	March 31, 2023
Opening Balance	(42,849.42)	(42,047.08)
Add: Loss for the year	(338.10)	(802.34)
Closing Balance	(43,187.52)	(42,849.42)

(v) Other comprehensive income

Particulars	Year ended	Year ended
	March 31, 2024	March 31, 2023
Opening Balance	33.52	33.53
Add: Addition during the year	0.04	(0.01)
Closing Balance	33.56	33.52

Securities premium reserve

Securities premium reserve is used to record the premium on issue of shares. The reserve is utilised in accordance with the provisions of the Act.

Employee stock option outstanding account

The share options outstanding account is used to recognise the grant date fair value of options issued to employees under different Employee stock option plans issued by the company. The company did not have any outstanding share options as at March 31, 2024. (refer note 30)

Capital Reserve

The Company on July 26, 2012 had allotted 11,479,096 warrants to Promoter Group Entity at an issue price of Rs. 193.74 per warrant, as per the provisions of Chapter VII of SEBI (ICDR) Regulations, 2009, convertible into equal number of equity shares of the face value of Rs. 2/- each convertible within a period of 18 months from the date of allotment. The Company on January 22, 2013 had allotted 2,979,939 equity shares of face value of Rs. 2/- each at a premium of Rs. 191.74/- per share on conversion of warrants issued under provisions of Chapter VII Of SEBI (ICDR) Regulations, 2009. During the year 2013-14 the Company had forfeited 8,499,157 warrants amounting to Rs. 411.66 million, due to non receipt of balance 75% of the issue price in the stipulated period of 18 months from the date of issuance of these warrants. The forfeited amount is disclosed as 'Capital Reserve' under the 'Reserve & Surplus'.

General reserve

This represents appropriation of profit by the Company and is available for distribution of dividend.



Educomp Solutions Limited
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Note 12.1 Borrowings

(a) Non-current borrowings

Particulars	As at March 31, 2024	As at March 31, 2023
(i) Secured**		
Bonds and debentures		
13.25%, 100 Non Convertible Debentures of Rs. 1,000,000 each	100.00	100.00
13.50%, 350 Non Convertible Debentures of Rs. 1,000,000 each	350.00	350.00
10 Zero Coupon Foreign Currency Convertible Bonds of \$ 1,000,000 each (refer note (c) below)	1,109.76	1,093.33
Term loans		
from banks	17,142.55	17,142.55
from others-External Commercial Borrowings	5,834.26	5,747.90
(ii) Unsecured		
Loan from related parties (refer note (d) below)	472.21	414.21
Loan from other parties	353.20	353.20
Less: Current maturities of long term borrowings	(24,889.77)	(24,786.28)
Total	472.21	414.21

*Refer note 27 for terms and conditions of transaction with related parties

**Refer note 12.1 (c) for details of security & terms of long term borrowings.

(b) Current borrowings

Particulars	As at March 31, 2024	As at March 31, 2023
(i) Borrowings repayable on demand		
-- Working capital loans from banks -secured	1,192.60	1,192.60
(ii) Other Loans		
-- Loans from other parties- unsecured	12.00	12.00
	1,204.60	1,204.60
(iii) Current maturities of long term borrowings		
-- External Commercial Borrowings (refer note 12.1(a))	5,834.26	5,747.90
-- Foreign Currency Convertible Bonds (refer note 12.1(a))	1,109.76	1,093.33
-- Term Loans from banks (refer note 12.1(a))	17,142.55	17,142.55
-- Non- Convertible Debentures (refer note 12.1(a))	450.00	450.00
-- from other parties (refer note 12.1(a))	353.20	353.20
Total	26,094.37	25,991.58

Refer note 12.1 (c) for details of security & terms of long term borrowings.

Liability component of compounded financial instruments

(c) Foreign Currency Convertible Bond (FCCB)

The Company had issued 10, zero coupon foreign currency convertible bonds of \$ 1,000,000 each. These FCCB were convertible into equity shares based on the ratio calculated in accordance with the terms of offering circular dated July 13, 2012. The bonds were convertible latest by July 24, 2017 at initial conversion price of Rs. 188.62 for each equity share at the applicable exchange rate (fixed). As on March 31, 2024 USD 10 million (March 31, 2023 USD 10 million) FCCB remained outstanding for conversion into equity shares of Rs. 2 each, as the Company has filed for corporate insolvency and resolution process on May 30, 2017.

	As at March 31, 2024	As at March 31, 2023
Equity portion as at balance sheet date	50.03	50.03
Financial liability portion as on date (including 33.15% premium component)	1,109.76	1,093.33
	1,159.79	1,143.36

(d) Promoters contribution

The Promoters of the Company has provided interest free loans amounting Rs. 614.65 million to the Company which has been fair valued at amortised cost and the balance portion due to the control of the promoter over the company has been considered to be equity and has been valued at cost.

	As at March 31, 2024	As at March 31, 2023
Equity component as on date	474.42	474.42
Financial liability component as on date	472.21	414.21
	946.63	888.63



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 (All amount in Rs. million, unless otherwise stated)

Note 12 (1)(c) Particulars of security, interest and terms of repayment of Loans

Particulars	Amount Outstanding as at		Terms of repayment	Security
	March 31, 2024	March 31, 2023		
Loan from Bank - CDR - Secured				
Term loan (a)	102.40	102.40	Repayment in 10 quarterly equal installments of Rs. 10.25 million commencing from quarter ended December 31, 2015 and ending in quarter ending 31 March 2018	
Term loan (b)	216.39	216.39	Repayment in 30 quarterly structured installments after moratorium of 30 months from the cut off date i.e. April 01, 2013 commencing from quarter ended December 31, 2015 and ending in quarter ending March 31, 2023.	
Term loan (c)	309.85	309.85	Repayment in 30 quarterly structured installments after moratorium of 30 months from the cut off date i.e. April 01, 2013 commencing from quarter ended December 31, 2015 and ending in quarter ending March 31, 2023.	
Term loan (d)	204.07	204.07	Repayment in 30 quarterly structured installments after moratorium of 30 months from the cut off date i.e. April 01, 2013 commencing from quarter ended December 31, 2015 and ending in quarter ending March 31, 2023.	
Term loan (e)	62.72	62.72	Repayment in 30 quarterly structured installments after moratorium of 30 months from the cut off date i.e. April 01, 2013 commencing from quarter ended December 31, 2015 and ending in quarter ending March 31, 2023.	
Working capital term loan	2,837.33	2,837.33	Repayment in 30 quarterly structured installments after moratorium of 30 months from the cut off date i.e. April 01, 2013 commencing from quarter ended December 31, 2015 and ending in quarter ending March 31, 2023.	
Funded interest term loan - FITL	910.34	910.34	Repayment in 30 quarterly structured installments after moratorium of 30 months from the cut off date i.e. April 01, 2013 commencing from quarter ended December 31, 2015 and ending in quarter ending March 31, 2023.	
Term loan (f)	2,813.00	2,813.00	Repayment in 30 quarterly structured installments after moratorium of 30 months from the cut off date i.e. April 01, 2013 commencing from quarter ended December 31, 2015 and ending in quarter ending March 31, 2023.	
Term loan (g)	4,550.00	4,550.00	Repayment in 30 quarterly structured installments after moratorium of 30 months from the cut off date i.e. April 01, 2013 commencing from quarter ended December 31, 2015 and ending in quarter ending March 31, 2023.	
Term loan (h)	397.65	397.65	Repayment in 30 quarterly structured installments after moratorium of 30 months from the cut off date i.e. April 01, 2013 commencing from quarter ended December 31, 2015 and ending in quarter ending March 31, 2023.	
Term loan (i)	1,960.00	1,960.00	Repayment in 30 quarterly structured installments after moratorium of 30 months from the cut off date i.e. April 01, 2013 commencing from quarter ended December 31, 2015 and ending in quarter ending March 31, 2023.	
Term loan (j)	1,171.16	1,171.16	Repayment in 30 quarterly structured installments after moratorium of 30 months from the cut off date i.e. April 01, 2013 commencing from quarter ended December 31, 2015 and ending in quarter ending March 31, 2023.	
Term loan (k)	947.83	947.83	Repayment in 30 quarterly structured installments after moratorium of 30 months from the cut off date i.e. April 01, 2013 commencing from quarter ended December 31, 2015 and ending in quarter ending March 31, 2023.	
Working capital facility	1,192.60	1,192.60	Payable on demand	
Term loan (l)	300.00	300.00	Balance repayable up to quarter ending September 30, 2017.	
Term loan (m)	359.80	359.80	Repayable in 14 unequal quarterly installments commencing from quarter ended December 31, 2015 and ended in quarter ending March 31, 2019.	
Loan from Other - Secured				
Non Convertible Debentures	450.00	450.00	NCD aggregating Rs. 350.00 million and Rs. 100.00 million were issued on May 24, 2012 and July 20, 2012 respectively and are repayable at par on May 24, 2019 and July 20, 2019 respectively. Further, the investors have put option on May 24, 2017 and July 24, 2017, five years from their respective dates of issue.	
Foreign Currency Convertible Bonds (FCCB)- Debt component of compounded financial instrument	Refer note 12.1(c) above	Refer note 12.1(c) above	Refer note 12.1(c) above	
External Commercial Borrowings (ECB)	5,834.26	5,747.90	Repayable in 11 half yearly equal installments of USD 6.36 million starting from January 15, 2016 and ending January 15, 2021.	



Educomp Solutions Limited
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Particulars	Amount Outstanding		Terms of repayment	Security
	March 31, 2024	March 31, 2023		
Loan from others - unsecured				
From others - unsecured (i)	353.20	353.20	There are two loans to repayable in 26 & 45 unequal monthly installments as per their repayment schedules.	Not applicable
From others - unsecured (b)	12.00	12.00	Rs. 12.00 million is over due as on Balance Sheet date.	Pledge of shares of the Company held by Mr. Shantanu Prakash.
From others - unsecured (c)	Refer note 12.1(d) above	Refer note 12.1(d) above	Interest free loan repayable after final settlement date as per CDR MRA.	Not applicable

Note:

- (i) Term loan (a) to (k), working capital term loan, funded interest term loan, working capital facility are at interest rate ranging from 10% to 13% p.a. (March 31, 2023 10% to 13% p.a.)
(ii) Term loan (l) to (m) are at varying rate of interest ranging from 9% to 11% p.a. (March 31, 2023 9% to 11% p.a.)
(iii) Loans from other unsecured (a) and (b) are at varying rate of interest ranging from 12.50% to 18% p.a. (March 31, 2023 12.50% to 18% p.a.)
(iv) FCCB are zero coupon bonds and do not carry interest.
(v) ECB are at interest rate of 4.5% p.a.+LIBOR (March 31, 2023 4.5% p.a.+LIBOR)
(vi) Non Convertible Debentures are at interest rate ranging from 13.25% to 13.50% p.a. (March 31, 2023 13.25% to 13.50% p.a.)
(vii) Aggregate of loan amount guaranteed by promoter Mr. Shantanu Prakash and Mr. Jagdish Prakash Rs. 18,335.14 million (March 31, 2023 Rs. 18,335.14 million)
(viii) Aggregate of loan amount guaranteed by Edu Smart Services Pvt. Ltd. Rs. 17,675.34 million (March 31, 2023 Rs. 17,675.34 million)
(ix) Working capital facility and loan from others unsecured (b) constitute short term borrowings.

(x) Corporate debt restructuring scheme

The Company executed the Master Restructuring Agreement (MRA)/other definitive documents on March 26, 2014 with the majority of its lenders banks, consequent to approval from Corporate Debt Restructuring Empowered Group (CDR-EC) to re-structure Company's existing debt obligations, including interest, additional funding and other terms (hereafter referred to as "the CDR Scheme").
As a part of the CDR Scheme, the promoters were required to contribute funds in accordance with letter of approval. As a consequence, the Company has received a contribution from its promoter amounting to Rs. 614.65 million as at March 31, 2022 (As at March 31, 2021 Rs. 614.65 million). The same has been received as interest free unsecured loan. Refer above loan from others - unsecured (c).

The MRA has been signed by all the lender banks and the Company has complied with all necessary conditions precedent. From April 01, 2013 (the "cut-off date"), the interest on the restructured debts has been recomputed and provided at the effective interest rates as per the CDR scheme on the balances as appearing in the books of account pending confirmations from various lenders. Accordingly, the interest payable to these banks has been recalculated in accordance with the CDR scheme. Considering the MRA have been signed by all the lender banks, the Company had accounted for CDR scheme (reclassifications and interest calculations) in the books during the year ended March 31, 2016 and March 31, 2015 as follows:

- (i) The rate of interest was changed and reduced to 11% with effect from April 01, 2013. The interest due with effect from April 01, 2013 till March 31, 2016 at revised rates amounting to Rs. 919.62 million in March 31, 2016 and Rs. 886.60 million in April 01, 2015 was converted into Funded Interest Term Loan (FITL) (i).
- (ii) The moratorium period for principle amount after restructure shall be 30 months from the cut off date of April 01, 2013.
- (iii) The CDR scheme envisages monetization of certain assets of the Company and its subsidiaries.
- (iv) The revised charge in favour of lenders as per the terms of MRA, is pending registration.

Pursuant to approved CDR scheme and in terms of Master Restructuring Agreement, the Company had acquired trade receivable of Edu Smart Services Private Limited (ESSPL). To acquire these receivables the Company had been granted loan by the CDR lenders. These receivables accrue to Edu Smart Services Private Limited under Tripartite agreement between, the Company, ESSPL and Schools/trust wherein in substance, the Company was key service provider. Towards settlement of rest of the consideration, the Company has adjusted its receivable from ESSPL. The Company took over these receivables to improve the recoverability and to provide uninterrupted services to these schools in future.

Pursuant to implementation of approved Corporate Debt Restructuring Scheme (CDR scheme), certain lenders have disbursed fresh corporate loans to the Company and corresponding trade receivables were bought from Edu Smart Services Private Limited (ESSPL) together with future business relating to this customers, as explained above. Due to this restructuring, the remaining receivables in ESSPL may not yield adequate surplus to discharge its liability towards the Company for trade receivables and redemption of redeemable non convertible preference shares. However, the approved CDR Scheme has mandated merger of ESSPL with the company and accordingly, the company has initiated the process and has taken the approval of Board of Directors in the board meeting held on January 13, 2015.

Pursuant to MRA, the Company had committed default in payment or repayment of installments of principal amounts of the Restructured Loans, Corporate loans and/or the Additional Rupee Loan or interest thereon or any combination thereof, accordingly CDR Lenders, Corporate loan lenders and/or the Additional Rupee Lenders, at their discretion, have the right to convert at their option the whole of the outstanding amount or part of the defaulted amount into fully paid-up equity shares of the Company, but the lenders have not exercised the rights as at balance sheet date.



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(d). Details of continuing default in repayment of loan or interest as at March 31, 2024 is given below:

a) Details of defaults of principal and interest for loans payable during the year.

	FY 2023-24		
	Delay upto 3 month	Delay of 3 to 6 month	Delay of 6 to 12 month
Repayment of principal	-	-	-
Interest	-	-	-

	FY 2022-23		
	Delay upto 3 month	Delay of 3 to 6 month	Delay of 6 to 12 month
Repayment of principal	-	-	-
Interest	-	-	-

b) Details of carrying amount of loans payable in defaults (including interest due) at the end of the year.

	FY 2023-24		
	Delay upto 3 month	Delay of 3 to 6 month	Delay of 6 to 12 month
Repayment of principal	-	-	26,094.37
Interest	-	-	3,792.77
	-	-	29,887.14

	FY 2022-23		
	Delay upto 3 month	Delay of 3 to 6 month	Delay of 6 to 12 month
Repayment of principal	-	-	25,991.58
Interest	-	-	3,775.18
	-	-	29,766.76

c) The above defaults are not remediated before the financial statements were approved.



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Note 12.2 Trade Payables
Particulars

	As at March 31, 2024	As at March 31, 2023
Sundry creditors		
Trade Payables		
-due to micro and small enterprises (refer note 33)	11.54	11.54
-due to others	1,407.61	1,393.77
Trade Payables to Related Party*	69.66	69.66
Total	1,488.81	1,474.97
Other related parties		
Urmati Educational Trust	69.66	69.66
	69.66	69.66

*Refer note 27 for terms and conditions of transactions with related parties

Trade payables are generally due in 30-90 days and are non interest bearing. Accordingly, the carrying value of the same is considered as fair value.

Tarde Payables ageing schedule for the year ended March 31, 2024

Particulars	Outstanding for following periods from due date of payment					Total
	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Outstanding dues to MSME	-	-	-	0.18	11.36	11.54
Others	70.41	3.27	0.45	0.72	1,402.42	1,477.27
Total	70.41	3.27	0.45	0.90	1,413.78	1,488.81

Tarde Payables ageing schedule for the year ended March 31, 2023

Particulars	Outstanding for following periods from due date of payment					Total
	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Outstanding dues to MSME	-	-	0.18	0.50	11.06	11.54
Others	67.12	6.62	3.11	0.02	1,386.56	1,463.43
Total	67.12	6.62	3.29	0.32	1,397.62	1,474.97

Note 12.3 Other financial liabilities
Particulars

	As at March 31, 2024	As at March 31, 2023
Payables against corporate guarantee (refer note 6.3 (ii))	258.19	258.19
Interest accrued and due (Refer foot note 12.4 and 12.5)	3,792.77	3,775.18
Interest accrued and due to micro and small enterprises	6.07	5.95
Employee related payables	337.15	338.10
Security deposits	20.00	20.00
Unpaid dividend	0.31	0.31
Retention money	3.04	1.00
Total	4,417.53	4,398.73

Note 12.4: The Company has not accrued interest on borrowing post May 30, 2017, being Corporate Insolvency Resolution Process ("CIRP") commencement date. The amount of such interest not accrued is estimated to be Rs. 4,424.75 Million for the year (for the year ended March 31, 2023 Rs. 4,017.70 Million). The cumulative amount of interest not accrued as at March 31, 2024 is estimated to be Rs. 23,429.93 million (March 31, 2023: Rs. 19,005.18 Million)

Note 12.5. The Company has not determined the provision for penal interest for defaults on borrowings as per the contractual terms of the underlying agreements.

Note 13 Provisions

Particulars	As at March 31, 2024		As at March 31, 2023	
	Non current	Current	Non current	Current
Provisions for employee benefits				
Provisions for gratuity (refer note 13.1 below)	2.39	0.08	2.09	0.07
Provisions for leave encashment (refer note 13.1 below)	0.18	0.01	0.24	0.01
Total	2.57	0.09	2.33	0.08

Note 13.1 Post employment benefits

(i) Gratuity

The Company provides for gratuity for employees as per the Payment of Gratuity Act, 1972. Under its gratuity plan, every employee who has completed at least one year of service is entitled to gratuity on departure at 15 days of last drawn salary for each completed year of service.

(ii) Leave encashment

The employees are entitled for 18 days leave during the calendar year, which can be accumulated and 10 leave carried forward to next year. Privileged leaves can not be encashed during in service but encashed only at the time of departure.



Educomp Solutions Limited
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a) Net employee benefit expense recognised

Particulars	Gratuity- Unfunded	Leave benefit - Unfunded	Gratuity- Unfunded	Leave benefit - Unfunded
	March 31, 2024	March 31, 2024	March 31, 2023	March 31, 2023
Current service cost	0.32	0.06	0.31	0.09
Net interest cost	0.16	0.02	0.13	0.02
Total expenses recognised in the Statement of Profit and Loss	0.48	0.08	0.44	0.11
Remeasurement actuarial (gain) / loss from changes in financial assumptions	(0.02)	(0.00)	(0.04)	(0.01)
Remeasurement actuarial (gain) / loss from changes in demographic assumptions	-	-	-	-
Remeasurement actuarial (gain) / loss on arising from Experience Adjustment	(0.02)	(0.11)	0.05	(0.04)
Total amount recognised in the Other comprehensive income	(0.04)	(0.11)	0.01	(0.06)
Expected contribution for the next annual reporting period:	March 31, 2024	March 31, 2024	March 31, 2023	March 31, 2023
	Gratuity	Leave benefit	Gratuity	Leave benefit
Service Cost	0.36	0.05	0.37	0.08
Net interest cost	0.18	0.01	0.16	0.02
Expected expense	0.54	0.07	0.53	0.10

b) Reconciliation of opening and closing balance of defined benefit obligation.

Particulars	Gratuity- Unfunded	Leave benefit - Unfunded	Gratuity- Unfunded	Leave benefit - Unfunded
	Year ended March 31, 2024	Year ended March 31, 2024	Year ended March 31, 2023	Year ended March 31, 2023
Present value of obligation as at the beginning of the year	2.16	0.25	1.86	0.21
Interest cost	0.16	0.02	0.13	0.02
Current service cost	0.32	0.06	0.31	0.09
Benefit paid	(0.13)	(0.02)	(0.16)	(0.02)
Actuarial (gain)/loss	(0.04)	(0.12)	0.02	(0.05)
Present value of obligation as at the end of the year	2.47	0.19	2.16	0.25
Current	0.08	0.01	0.07	0.01
Non-current	2.39	0.18	2.09	0.24

Maturity Profile of Defined Benefit Obligation

	March 31, 2024		March 31, 2023	
	Gratuity	Leave obligation	Gratuity	Leave obligation
a) April 2023- March 2024	-	-	0.07	0.01
b) April 2024- March 2025	0.08	0.01	0.04	0.01
c) April 2025- March 2026	0.05	0.01	0.04	0.01
d) April 2026- March 2027	0.05	0.00	0.04	0.01
e) April 2027- March 2028	0.05	0.00	0.05	0.01
f) April 2028- March 2029	0.05	0.00	0.04	0.00
g) April 2029 onwards	2.19	0.17	1.88	0.20
	2.47	0.19	2.16	0.25

c) Principal actuarial assumptions at the Balance Sheet date:

Particulars	March 31, 2024	March 31, 2023
Discounting rate	7.23%	7.36%
Expected rate of increase in salary	Salary expected to increase by 5%	Salary increase for FY 2022-23 @ 9.50% & thereafter it will be expected to increase by 5%
Demographic assumptions		
i) Retirement age (Years)	58	58
ii) Mortality table	IALM (2012-14)	IALM (2012-14)
iii) Ages	Withdrawal Rate (%)	Withdrawal Rate (%)
Up to 30 Years	14	14
From 31 to 44 years	5	5
Above 44 years	1	1



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

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- d) The discount rate is based upon the market yields available on Government bonds at the accounting date for remaining life of employees.
 e) The estimates of future salary increase, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market on long term basis.

f) Sensitivity analysis

Changes in the significant actuarial assumptions	Gratuity-Unfunded For the year ended March 31, 2024		Leave benefit -Unfunded For the year ended March 31, 2024	
	Increase to 0.5%	Decrease to 0.5%	Increase to 0.5%	Decrease to 0.5%
Discount rate	(0.10)	0.11	(0.01)	0.01
Increase (decrease) in defined benefit liability				
Salary growth rate	Increase to 0.5%	Decrease to 0.5%	Increase to 0.5%	Decrease to 0.5%
Increase (decrease) in defined benefit liability	0.11	(0.11)	0.01	(0.01)

The present value of the defined benefit obligation calculated with the same method (project unit credit) as the defined benefit obligation recognised in the statement of financial position. The sensitivity analyses are based on a change in one assumption while not changing all other assumptions. This analysis may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in the assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Note 14 Other current liabilities

Particulars

Advances from customers (refer note (i) and (ii) below)
 Statutory dues payable

	As at March 31, 2024	As at March 31, 2023
Advances from customers	280.38	279.55
Statutory dues payable	13.68	14.56
	<u>294.06</u>	<u>294.11</u>

(i) The Company had received advances from customers, which are outstanding for more than one year and still lying in the books as on March 31, 2024. These advances mainly pertain to the pre CIRP period and includes amount of Rs. 80.44 million (March 31, 2023 Rs. 80.47 million) received from non corporate entities. The advances cannot be repaid after initiation of CIRP and the same will be settled, if any, in accordance with the provision of the Insolvency and Bankruptcy Code 2016 and regulations issued there under.

(ii) Includes advances from related parties

Particulars

Educomp Global Holding W.L.L.
 Edumancs Corporation Inc.
 Shri Hare Educational trust
 Vignam Education Trust

	As at March 31, 2024	As at March 31, 2023
Educomp Global Holding W.L.L.	42.52	42.52
Edumancs Corporation Inc.	16.21	16.21
Shri Hare Educational trust	0.37	0.37
Vignam Education Trust	0.60	0.60
	<u>59.70</u>	<u>59.70</u>

* for terms and conditions for transaction with related party refer note 27



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Note 15 Revenue from operation

Particulars

Sale of education products and technology equipment
Education and other services

Year ended March 31, 2024	Year ended March 31, 2023
-	0.08
41.39	39.74
41.39	39.82

Note 16 Other income

Particulars

Interest income
- on Fixed deposits
- on financial instruments measured at amortised cost
- other interest
Liabilities/provision no longer required written back
Other non-operating income

Year ended March 31, 2024	Year ended March 31, 2023
6.62	7.16
-	0.02
0.15	0.13
11.27	3.72
0.01	0.04
18.05	11.07

Note 17 Purchase of stock-in-trade

Particulars

Technology equipments & accessories
Educational products

Year ended March 31, 2024	Year ended March 31, 2023
-	-
-	-
-	-

Note 18 Changes in inventories of stock-in-trade

Particulars

Opening -stock-in-trade (A)
Technology Equipments
Less: transfer to FA/Repair

Closing -stock-in-trade (B)
Technological Equipments

Change in inventory (A-B)

Year ended March 31, 2024	Year ended March 31, 2023
2.01	2.02
-	-
2.01	2.02
2.01	2.01
2.01	2.01
-	0.01

Note 19 Employee benefit expenses

Particulars

Employee benefit expenses
Salaries wages and bonus
Contribution to provident and other funds*
Gratuity expenses
Staff welfare expenses

Year ended March 31, 2024	Year ended March 31, 2023
22.02	22.42
0.82	0.88
0.48	0.45
0.27	0.38
23.59	24.13

* Contribution to provident and other funds comprise:

Defined contribution plan

Employer's contribution to provident fund (including admin charges)
Employer's contribution to employee state insurance
Employer's contribution to employee deposit linked insurance fund
Employer's contribution to labour welfare fund

Year ended March 31, 2024	Year ended March 31, 2023
0.74	0.77
0.05	0.07
0.02	0.03
0.01	0.01
0.82	0.88



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Note 20 Finance cost

Particulars	Year ended	Year ended
	March 31, 2024	March 31, 2023
Interest expense on financial instruments measured at amortised cost	58.00	50.90
Interest on delay in payment of income taxes	0.06	-
Other borrowing costs	0.12	0.10
	<u>58.18</u>	<u>51.00</u>

Note 21 Other expenses

Particulars	Year ended	Year ended
	March 31, 2024	March 31, 2023
Lease Rent (refer note 32)	2.04	2.82
Rates and taxes	1.60	5.86
Travelling and conveyance	1.47	2.64
Recruitment and training	0.06	-
Legal and professional	34.57	46.09
Payment to Auditors (refer note (i) below)	1.87	1.54
Communication	0.76	0.97
Printing and stationery	0.52	0.58
Repair and maintenance		
-Building	1.82	2.49
-Machinery	0.67	0.41
-Others	3.49	4.43
Power & Fuel	3.21	3.56
Advertisement, publicity and business promotion	1.22	0.37
Freight and forwarding	0.05	0.01
Provision for doubtful security deposits	8.45	-
Provision for sundry advances	-	15.36
Provision for doubtful debts	105.15	-
Foreign exchange loss (net)	135.75	684.00
Bad debts written off	10.10	3.42
Miscellaneous expenses	0.23	0.43
	<u>313.01</u>	<u>774.98</u>
(i) Payment to auditors:		
As Auditors		
-for Statutory audit	0.75	0.75
-for Consolidation	0.50	0.50
-For limited review	0.40	0.40
for reimbursement of expenses	0.42	0.09
	<u>1.87</u>	<u>1.54</u>



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Note 22 Tax expense

(a) Tax expense

Current tax

Current tax on the profits of the year

Total Current tax expense

Deferred tax expense

Total

	Year ended March 31, 2024	Year ended March 31, 2023
	-	-
	-	-
	-	-
	-	-

(b) Significant estimates

The Company has not recognised any deferred tax asset on deductible temporary differences, unused tax losses and unused tax credits as it is not probable that the Company will have sufficient future taxable profit which can be available against the available tax losses and unused tax credits.

(c) During the year no amount of tax has been recognised directly into equity of the Company.

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Educomp Solutions Limited

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

(All amount in Rs. million, unless otherwise stated)

Note 23 Fair valuation measurements

S.No.	Particulars	As at March 31, 2024			As at March 31, 2023		
		FVTPL	FVTOCI	Amortised cost	FVTPL	FVTOCI	Amortised Cost
	<u>Financial assets</u>						
1	Investments	111.48	-	-	111.48	-	-
2	Loans	-	-	20.10	-	-	29.07
3	Trade receivables	-	-	1,072.99	-	-	1,186.28
4	Other financial assets	-	-	3.44	-	-	3.51
5	Cash & Cash Equivalents	-	-	17.79	-	-	38.59
6	Bank balances other than cash & cash equivalents	-	-	95.61	-	-	126.02
	Total Financial Assets	111.48	-	1,209.93	111.48	-	1,383.47
	<u>Financial Liability</u>						
1	Borrowings (including current maturities & interest accrued)	-	-	30,359.35	-	-	30,180.97
2	Trade & Other Payables	-	-	1,488.81	-	-	1,474.97
3	Other financial Liabilities	-	-	624.76	-	-	623.55
	Total Financial Liabilities	-	-	32,472.92	-	-	32,279.49

- a) The carrying amounts of trade and other payables, working capital borrowings, current loans and cash and cash equivalents are considered to be the same as their fair values, due to their short-term nature. They are classified as level 3 fair values in the fair value hierarchy due to the use of unobservable inputs, including own credit risk.
- b) The carrying amounts of trade receivables, loans, security deposits and investment in preference shares were calculated based on contractual cash flows, discounted using a current lending rate and the amortised values are considered to be the same as their fair values, as there is no change in the current and the previous year lending rates. These are classified as level 3 fair values in the fair value hierarchy due to the inclusion of unobservable inputs including counterparty credit risk.
- c) The fair values of non-current borrowings are based on discounted cash flows using a current borrowing rate. They are classified as level 3 fair values in the fair value hierarchy due to the use of unobservable inputs, including own credit risk.
- d) As all the financial instruments have been fair valued using amortised cost accounting considering the unobservable inputs as explained in the note b) and c) above therefore all the financial assets and financial liabilities would fall into level 3 in the fair value hierarchy due to the inclusion of unobservable inputs including counterparty credit risk, own credit risk, contractual cash flows and lending rates.

Note 23A The company has valued the following investments in subsidiaries, associates and joint ventures at cost (less provision for diminution in value of investment), as per Ind AS 27.

	As at March 31, 2024	As at March 31, 2023
Investment in Equity shares (including equity component of compounded financial instruments)	695.40	695.40
Investment in Preference shares	117.81	117.81



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Note 24 FINANCIAL RISK MANAGEMENT

Risk management objectives and policies

The Company is exposed to various risks in relation to financial instruments. The Company's financial assets and liabilities by category are summarised in Note 24. The main types of risks are market risk, credit risk and liquidity risk. The Company's risk management is coordinated by its board of directors through RP, and focuses on actively securing the Company's short to medium-term cash flows by minimising the exposure to volatile financial markets. The Company does not actively engage in the trading of financial assets for speculative purposes nor does it write options. The most significant financial risks to which the Company is exposed to, are described below:

24.1 Market risk

Market risk is the risk that changes in market prices will have an effect on Company's income or value of the financial assets and liabilities. The Company is exposed to various types of market risks which result from its operating and investing activities. The most significant financial risks to which the Company is exposed are described below:

24.1(a) Foreign currency risk

The Company is exposed to exchange rate fluctuations as it undertakes transaction in various currencies. Various operating and investing activities during the year, in currencies other than functional currency of the Company, resulted in foreign currency financial assets and liabilities as on each reporting date.

The following table presents non-derivative instruments which are exposed to currency risk and are unhedged as at March 31, 2024 and March 31, 2023 :

Particulars	Foreign currency	As at March 31, 2024		As at March 31, 2023	
		Foreign currency	Amount	Foreign currency	Amount
Trade payable	US\$	12.87	1,072.41	12.87	1,056.54
	Euro	0.01	0.90	0.01	0.89
Trade receivable	US\$	0.35	28.76	0.35	28.33
	Canadian \$ (CAD)	0.11	6.72	0.11	6.63
Loans payable	US\$	80.00	6,044.02	80.00	6,841.23
Interest accrued and due	US\$	14.94	1,232.76	14.94	1,215.17

To mitigate the Company's exposure to foreign exchange risk, cash flows in foreign currencies are monitored and net cash flows are managed in accordance with Company's risk management policies. Generally, the Company's risk management procedures distinguish short term foreign currency cash flows (due within 6 months) from longer term cash flows (due after 6 months). Where the amounts to be paid and received in a specific currency are expected to largely offset one another, no hedging activity is undertaken.

The following table gives the volatility in exchange rates for the respective reporting years for major currencies:

Currencies	Year ended March 31, 2024	Year ended March 31, 2023
INR/USD	2%	5%
INR/EURO	6%	9%
INR/CAD	6%	8%

These percentages have been determined based on the average market volatility in exchange rates in the previous 12 months. The sensitivity analysis given in the table below is based on the Company's foreign currency financial instruments held at each reporting date.

Sensitivity analysis for entities with foreign currency balances in INR

The following tables illustrate the sensitivity of profit/loss and equity in regards to the Company's financial assets and financial liabilities and the movement of exchange rates of respective functional currencies' against INR, assuming 'all other things being equal'.

If the respective functional currencies had strengthened/weakened against the INR by the afore mentioned percentage of market volatility, then this would have had the following impact on profit/loss:

March 31, 2024	Profit and loss			Other Components of equity	
	Movement	Strengthening	Weakening	Strengthening	Weakening
USD Sensitivity	2%	45.53	(45.53)	138.88	(138.88)
EURO Sensitivity	6%	0.05	(0.05)	-	-
CAD Sensitivity	6%	0.40	(0.40)	-	-

March 31, 2023	Profit and loss			Other Components of equity	
	Movement	Strengthening	Weakening	Strengthening	Weakening
USD Sensitivity	5%	112.17	(112.17)	342.06	(342.06)
EURO Sensitivity	9%	0.08	(0.08)	-	-
CAD Sensitivity	8%	0.53	(0.53)	-	-

24.1(b) Price risk sensitivity

The Company does not have any financial asset or liability exposed to price risk as at reporting date.



Educomp Solutions Limited
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24.1(c) Interest rate sensitivity

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates. The Company's policy is to minimise interest rate cash flow risk exposure on long-term financing. At March 31, 2024 the Company is exposed to changes in market interest rates majorly through ECB borrowings and borrowings restructured under MRA (refer note 12.1).

As the company has undergone CIRP (refer note 1(b)), The debt liabilities have been crystallised as on May 30, 2017. Accordingly, there is no interest rate risk on the debt liabilities till the settlement of claims as per approved resolution plan.

The interest rate profile of the Company's interest-bearing financial instruments as reported to the management of the Company is as follows:
 The following table provides a break-up of the Company's fixed and floating rate borrowings:

	As at March 31, 2024	As at March 31, 2023
Fixed-rate borrowings (Refer note below)	3,593.47	3,577.04
Floating rate borrowings (Refer note below)	23,115.54	23,029.18
Total borrowings	26,709.01	26,606.22

Note: The above amounts reflect the contractual undiscounted cash flows, which may differ from the carrying values of the liabilities at the reporting date.

The following table illustrates the sensitivity of profit or loss and other components of equity to a reasonably possible change in interest rates of +/- 1% (March 31, 2023: +/- 1%). These changes are considered to be reasonably possible based on observation of current market conditions. The calculations are based on a change in the LIBOR rate for each year, and the financial instruments held as at end of reporting year that are sensitive to changes in interest rates, all other variables held constant.

	Impact on profit and loss after tax			
	Year ended March 31, 2024		Year ended March 31, 2023	
	Favourable change of 100 bp	Unfavourable change of 100 bp	Favourable change of 100 bp	Unfavourable change of 100 bp
Loan amount	23,115.54		23,029.18	
Effect on profit and loss after tax	231.16	(231.16)	230.29	(230.29)

24.2 CREDIT RISK

Credit risk is the risk that a counterparty fails to discharge an obligation to the Company. The Company is exposed to this risk for various financial instruments, for example by granting loans and receivables to customers, placing deposits etc. the Company's maximum exposure to credit risk is limited to the carrying amount of financial assets recognised at different reporting dates.

The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls. The Company's policy is to deal only with creditworthy counterparties only.

In respect of trade and other receivables, the Company follows simplified approach that does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition. However, the Company records full credit loss on the receivables for which the Company had filed litigation.

Lifetime ECL is the expected credit loss resulting from all possible default events over the expected life of a financial instrument.

The Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historically observed default rates are updated and changes in the forward-looking estimates are analysed. On that basis, the Company estimates the following provision matrix at the reporting date.

Default rate	0-180 days 0%	180-365 days 9%	more than 360 days 38%
--------------	------------------	--------------------	---------------------------

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

The credit risk for cash and cash equivalents and other financial instruments is considered negligible and no impairment has been recorded by the Company.

Reconciliation of loss allowance provision – Trade receivables

Particulars	Amount
Loss allowance on 1 April 2022	14,684.11
Changes in loss allowance	(3.67)
Loss allowance on 1 April 2023	14,680.44
Changes in loss allowance	(8,677.21)
Loss allowance on 31 March 2024	<u>5,003.23</u>

Significant estimates and judgements

Impairment of financial assets

The impairment provisions for financial assets disclosed above are based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.



Educomp Solutions Limited
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24.3 Liquidity risk

Liquidity risk is the risk that the Company might not be able to meet its obligations. The Company manages its liquidity needs by monitoring scheduled debt servicing payments for long-term financial liabilities as well as forecast cash inflows and outflows due in day-to-day business. The data used for analysing these cash flows is consistent with that used in the contractual maturity analysis below. Liquidity needs are monitored in various time bands, on a day-to-day and week-to-week basis, as well as on the basis of a rolling 30-day projection. Long-term liquidity needs for a 180-day and a 360-day lookout period are identified monthly. Net cash requirements are compared to available borrowing facilities in order to determine headroom or any shortfalls. This analysis shows that available borrowing facilities are expected to be sufficient over the lookout period.

As the company has undergone CIRP (refer note 1(b)), the current liquidity risk management is therefore restricted to the management of current assets and liabilities and the day to day cash flows of the company.

As at end of reporting year, the Company's financial liabilities have contractual maturities* as summarised below :

	March 31, 2024				Total
	Upto 1 year	1 to 3 years	3 to 5 year	Above 5 years	
Borrowings	26,094.36	614.65	-	-	26,709.01
Trade payables	1,488.81	-	-	-	1,488.81
Other financial liabilities	4,417.53	-	-	-	4,417.53
Total	32,000.70	614.65	-	-	32,615.35

	March 31, 2023				Total
	Upto 1 year	1 to 3 years	3 to 5 year	Above 5 years	
Borrowings	25,991.57	614.65	-	-	26,606.22
Trade payables	1,474.97	-	-	-	1,474.97
Other financial liabilities	4,398.73	-	-	-	4,398.73
Total	31,865.27	614.65	-	-	32,479.92

*The above amounts reflect the contractual undiscounted cash flows, which may differ from the carrying values of the liabilities at the reporting date. Further Current maturities of long term loans have been reclassified from other financial liabilities to borrowings to reflect the maturity profile of borrowings in a better manner. Pursuant to delays in repayment of loan/interest payments and completion of CIRP (refer note 1(b)), the future contractual interest payments has not been considered in above table.

The Company did not have access to any undrawn borrowing facilities at the end of the reporting period.

Note 25 Capital management

(a) Risk Management

The Company's capital management objectives are to ensure the Company's ability to continue as a going concern as well as provide an adequate return to shareholders by pricing products and services commensurately with the level of risk.

In determining its capital structure, Company considers the robustness of future cash flows and to maintain an optimal structure to reduce the cost of capital.

The Company monitors gearing ratio i.e. Net debt in proportion to its overall financing structure, i.e. equity and debt. Equity comprises of all the components of equity (i.e. share capital, additional paid in capital, retained earnings etc). Net debt comprises of total borrowings less cash and cash equivalents of the Company. In order to maintain or adjust the capital structure, the Company may adjust the amount by issue of new shares or sell assets to reduce the debt. However, in view of certain adverse factors and liquidity problems faced by the Company, the net worth of the Company has been fully eroded and the Company has undergone Corporate Insolvency Resolution Process (CIRP) and continues to operate as a going concern.

	As at March 31, 2024	As at March 31, 2023
Net debt	26,548.79	26,367.20
Equity	(30,608.36)	(30,270.30)
Net Debt to equity ratio	(0.87)	(0.87)

(i) Loan covenants

Under the terms of the master restructuring agreement, the Company is required to comply with the following financial covenants:

-- Without the prior approval of CDR Lenders/Monitoring Institutions the Company shall not issue any debentures, raise any loans, deposits from public, issue equity or preference capital, change its capital structure or charge on its assets including its cashflow or give any guarantees save and except Permitted indebtedness.

-- Without the prior approval of CDR Lenders/Monitoring Institutions the Company shall not recognise or register any transfer of shares in the borrowers' capital made or to be made by Promoter, their friends or associates except as may be specified by the CDR Lenders.

As during the FY 2023-24, no such new debt or equity instruments were issued and holding % of promoter Mr. Shantanu Prakash is same as at March 31, 2023 and March 31, 2024 i.e. 36.12%.

The promoter has given interest free loan to the Company for smooth functioning of its day to day operation which as per the terms of MRA will be payable only after the payment of CDR loans.

For details of defaults in payment of principal and interest, refer note 12.3

(b) Dividend

The Company has not proposed any dividend for the current and previous year due to losses.



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Note 26 Segment Reporting

- (i) The Company has undergone CIRP and the erstwhile RP continues to discharge functions of the RP as a Caretaker RP after approval of the resolution plan (refer note 1(b)). The Caretaker RP has been identified as being the chief operating decision maker.

The Management has determined followings :-

- Higher Learning Solutions (HLS) comprising of vocational, higher education and professional development.
- School Learning Solutions (SLS) comprising of Smart Class & Edureach (ICT) business.
- K-12 Schools comprising preschools & high schools.
- Online, Supplemental & Global business (OSG) comprising of internet based educational services and coaching.

Revenue and expenses directly attributable to segments are reported under each reportable segment. All other expenses, which are not attributable or allocable to segments, have been disclosed under the head "unallocable".

Assets and liabilities that are directly attributable to segments are disclosed under respective reportable segment. All other assets and liabilities are disclosed under the head "unallocable".

The chief operating decision maker primarily uses revenue to assess the performance of the operating segments. However, the chief operating decision maker also receives information about the segment assets on a monthly basis.

a) Business segment information

(i) Segment Capital Expenditure

	For the year ended March 31, 2024	For the year ended March 31, 2023
HLS	-	-
SLS	20.60	-
K-12	-	-
OSG	-	-
Unallocated	0.13	1.05
	<u>20.73</u>	<u>1.05</u>

(ii) Segment depreciation

	For the year ended March 31, 2024	For the year ended March 31, 2023
HLS	-	-
SLS	0.16	0.28
K-12	-	-
OSG	-	-
Unallocated	2.60	2.83
	<u>2.76</u>	<u>3.11</u>

(iii) Material Non-Cash Items

	As at March 31, 2024	As at March 31, 2023
HLS	-	-
SLS	123.69	3.42
K-12	-	-
OSG	-	-
Unallocable	0.45	15.87
	<u>124.14</u>	<u>19.29</u>

(iv) Segment Revenue & Expenses (External)

	For the year ended March 31, 2024			For the year ended March 31, 2023		
	Revenue	Expenses	Results	Revenue	Expenses	Results
HLS	-	-	-	-	-	-
SLS	41.39	141.52	(100.13)	39.82	22.51	17.31
K-12	-	-	-	-	-	-
OSG	-	-	-	-	-	-
	<u>41.39</u>	<u>141.52</u>	<u>(100.13)</u>	<u>39.82</u>	<u>22.51</u>	<u>17.31</u>
Less: Unallocable Expenditure			197.84			779.72
Less: Finance cost			58.18			51.00
Operating loss			<u>(356.15)</u>			<u>(813.41)</u>
Other Income			18.05			11.07
Exceptional Items			-			-
Loss before tax			<u>(338.10)</u>			<u>(802.34)</u>
Less: Tax expense			-			-
Net Profit/ (Loss)			<u>(338.10)</u>			<u>(802.34)</u>



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(v) Segment assets

Segment assets are measured in the same way as in the financial statements. These assets are allocated based on the operations of the segment and the physical location of the asset.

	As at March 31, 2024	As at March 31, 2023
Segment assets		
HLS	0.03	0.03
SLS	1,162.49	1,223.06
K-12	-	-
OSG	0.36	37.22
Total Segment assets	1,162.88	1,260.31
Unallocated corporate assets	185.19	232.19
Investments	813.21	813.21
Total assets as per the balance sheet	2,161.28	2,305.71

(vi) Segment liabilities

Segment liabilities are measured in the same way as in the financial statements. These liabilities are allocated based on the operation of the segment.

	As at March 31, 2024	As at March 31, 2023
HLS	0.01	0.01
SLS	1,257.14	1,247.20
K-12	110.95	110.95
OSG	43.74	43.74
Total Segment liabilities	1,411.84	1,401.90
Unallocated corporate liabilities	4,791.22	4,607.53
Current Borrowings	26,094.37	25,991.58
Non-Current Borrowings	472.21	414.21
Total liabilities as per the balance sheet	32,769.64	32,415.22

(b) Geographical Segments

	For year ended March 31, 2024	For year ended March 31, 2023
Revenue		
India	41.39	39.82
Outside India	-	-
	41.39	39.82
Capital Expenditure		
India	20.73	1.05
Outside India	-	-
	20.73	1.05
Non-current Assets		
India	72.76	54.75
Outside India	-	-
	72.76	54.75



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Note 27 Related party transactions

(a) List of related parties and relationships:

Subsidiary Companies (Direct and Indirect Holding)

S. No.	Name of Related Party
	Direct Subsidiary
1	Whitstone Productions Private Limited
2	Educomics Corporation Inc., USA
3	Educomp Learning Private Limited.
4	Educomp School Management Limited.
5	Educomp Asia Pacific Pte. Ltd., Singapore (EAPL)**
6	Educomp Global Holding WLL
7	Educomp Global FZE.
8	Edu Smart Services Private Limited***
9	Savvica Inc Canada
10	Educomp Online Supplemental Service Limited (EOSSL)
11	Educomp Intelliprop Ventures Pte. Ltd., Singapore
12	Educomp Investment Management Limited
13	Educomp Professional Education Limited
	Indirect Subsidiary
14	Learning Internet Inc., U.S.A. (Subsidiary of EAPL)*
15	Educomp Learning Hour Private Limited (Subsidiary of EOSSL)*
16	Educomp Software Limited (Subsidiary of EOSSL)

* ceased to be a subsidiary due to loss of control as per Ind AS 110.

** ceased to be a subsidiary due to loss of control as per Ind AS 110. Also refer note 6.1.5

*** ceased to be a subsidiary due to loss of control as per Ind AS 110. Also refer note 6.1.3A

Associates

S. No.	Name of Related Party
1	Greycells18 Media Limited - (ceased to be a associates w.e.f FY 19)
2	Little Millennium Education Private Limited

Joint Venture of Direct Subsidiary

S. No.	Name of Related Party
1	Educomp Raffles Higher Education Limited*

* ceased to be joint venture due to loss of control as per Ind AS 110

Key Managerial Personnel (KMP) with whom transactions incurred during the year

S. No.	Name of Related Party
1	Mr. Shantanu Prakash
2	Mr. V. K. Dandona

Resolution Professional (RP)

S. No.	Name of Related Party
1	Mr. Mahender Kumar Khandelwal (w.e.f. September 12, 2017)

Enterprises owned or significantly influenced by KMP or their relatives with whom transactions incurred during the year

S. No.	Name of Related Party
1	Learning Leadership Foundation
2	India Education fund
3	Unnati Educational Trust
4	League India Education Foundation
5	Shri Hare Educational trust
6	Siya Ram Educational trust
7	Sri Vasudev Educational Trust
8	Vigyan Education Trust

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Educomp Solutions Limited
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(All amount in Rs. million, unless otherwise stated)

(b) Transactions with related parties during the year:

(i) Subsidiaries

Revenues (net of sales return)

Year ended March 31, 2024	Year ended March 31, 2023
-	-
-	-

(ii) Associates

Provision for doubtful debts

Year ended March 31, 2024	Year ended March 31, 2023
-	-
-	-

(iii) Key Management Personnel

Professional fees paid to RP

Year ended March 31, 2024	Year ended March 31, 2023
1.80	3.60
1.80	3.60

(iv) Parties having significant Influence

Provision for doubtful debts

Year ended March 31, 2024	Year ended March 31, 2023
-	-
-	-

(c) Details of balances outstanding with related parties at the year end:

(i) Subsidiaries

Investment (including debt and equity portions of compounded financial instruments) (refer foot note 1)
Trade receivables (refer foot note 2)
Loans and advances and other current assets (refer foot note 3&4)
Advance received from Customers
Corporate guarantees (refer note 29)

As at March 31, 2024	As at March 31, 2023
701.73	701.73
-	-
58.73	58.73
13,371.97	13,346.06
14,132.43	14,106.52

1 net of provision for impairment
2 net of provision for expected credit loss
3 net of provision for impairment
4 net of provision for impairment

3,391.33	3,391.33
8.08	7.99
102.21	102.21
3.72	3.72

(ii) Associates

Investment (including debt and equity portions of compounded financial instruments) (refer foot note 1)
Trade receivables (refer foot note 2)

As at March 31, 2024	As at March 31, 2023
111.48	111.48
-	-
111.48	111.48

1 net of provision for impairment
2 net of provision for expected credit loss

49.62	49.62
0.26	0.26

(iii) Key Management Personnel

Unsecured Loan (including debt and equity portion of compounded financial instruments)

As at March 31, 2024	As at March 31, 2023
946.63	888.63
946.63	888.63

(iv) Parties having significant Influence

Trade receivables (refer foot note 1)
Advance received from Customers
Trade and other payables
Other current assets (refer foot note 4)

As at March 31, 2024	As at March 31, 2023
-	-
0.97	0.97
69.66	69.66
-	-
70.63	70.63

1 net of provision for expected credit loss
4 net of provision for impairment

9.19	9.19
0.10	0.10

(d) Terms and conditions

(i) All outstanding balances are unsecured and repayable/ recoverable on demand.

(ii) The sales to and purchases from related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables, other than disclosed.



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28 Contingent Liabilities

28.1 The Company has contingent Liabilities at March 31, 2024 in respect of:

	As at March 31, 2024	As at March 31, 2023
(i) Guarantees excluding financial guarantees (refer note 28.2 below)		
a) Corporate guarantee given to bank for secured loan and debenture on behalf of erstwhile subsidiaries		
(a-i) Educomp Infrastructure & School Management Limited	9,371.69	9,371.69
(a-ii) Edu Smart Services Private Limited*	2,250.00	2,250.00
(a-iii) Educomp Asia Pacific Pte Ltd. - Singapore**	1,750.28	1,724.37
	<u>13,371.97</u>	<u>13,346.06</u>
* Includes Rs. 530.96 million for which claims have been admitted by the RP but not recorded in the books of the company.		
** Includes Rs. 1128.24 million for which claims have been admitted by the RP but not recorded in the books of the company.		
(ii) The Company is subject to legal proceedings and claims, estimated contingent liability in relation to these Legal cases is as under:		
- Civil Cases	8.86	59.78
- Consumer/labour related cases	34.35	34.35
- Goods and service tax demands	3.53	-
	<u>46.74</u>	<u>94.13</u>

28.2 The timing of future outflows in respect of the above will depend on crystallization and demand made by bank.

Note 29. Commitments**Capital commitments**

Capital expenditure contracted but remaining to be executed at the end of the reporting period is as follows :

	As at March 31, 2024	As at March 31, 2023
Uncalled Liability on partly paid shares of Educomp Online Supplemental Services Limited (net of advances)	400.41	400.41
Total	<u>400.41</u>	<u>400.41</u>

Note 30. Share based payment**Employee option plan**

The Company has certain stock option schemes which provide equity shares to employees and directors (excluding promoter director) of the Company. All the cost including the cost relating to the options granted to employees of subsidiary companies are borne by the Company. Employee stock options are convertible into equity shares in accordance with the respective employees' stock option scheme. The option vesting period is maximum ten years from the date of grant of option to employees at an exercise price approved by the remuneration committee. The exercise period is one year from the end of last vesting date of respective grants. There are no conditions for vesting other than continued employment/ directorship with the Company or its subsidiaries. There has been no cancellation or modification to any of the schemes during the year.

Employee Stock Option Scheme 2006

Pursuant to shareholder's resolution dated August 24, 2006, the Company had introduced "Educomp Employees Stock Option Scheme 2006" which provides for the issue of 3,125,000 equity shares to employees of the Company and its subsidiaries. All the above options granted are planned to be settled in equity at the time of exercise and have maximum vesting period of 7 years from the date of respective grants. As at March 31, 2024 the Company had Nil (March 31, 2023: Nil) number of shares outstanding for issue under the scheme.

Employee Stock Option Scheme 2007

Pursuant to shareholder's resolution dated September 13, 2007, the Company had introduced "Educomp Employees Stock Option Scheme 2007" which provides for the issue of 1,000,000 equity shares to employees of the Company and its subsidiaries. All the above options granted are planned to be settled in equity at the time of exercise and have maximum vesting period of 7 years from the date of respective grants. As at March 31, 2024 the Company had Nil (March 31, 2023: Nil) number of shares outstanding for issue under the scheme.

Employee Stock Option Scheme 2008

Pursuant to shareholder's resolution dated November 25, 2008, the Company had introduced "Educomp Employees Stock Option Scheme 2008" which provides for the issue of 1,250,000 equity shares to employees of the Company and its subsidiaries. All the above options granted are planned to be settled in equity at the time of exercise and have maximum vesting period of 7 years from the date of respective grants. As at March 31, 2024 the Company had Nil (March 31, 2023: Nil) number of shares outstanding for issue under the scheme.



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Employees Stock Option Scheme 2010

Pursuant to shareholder's resolution dated 18 March 2010, the Company had introduced "Educomp Employees Stock Option Scheme 2010" which provides for the issue of 1,000,000 equity shares to employees of the Company and its subsidiaries. All the above options granted are planned to be settled in equity at the time of exercise and have maximum vesting period of 7 years from the date of respective grants. As at March 31, 2024 the Company had Nil (March 31, 2023: Nil) number of shares outstanding for issue under the scheme.

Employees Stock Option Scheme 2011

Pursuant to shareholder's resolution dated July 26, 2011, the Company had introduced "Educomp Employees Stock Option Scheme 2011" which provides for the issue of 1,000,000 equity shares to employees of the Company and its subsidiaries. All the above options granted are planned to be settled in equity at the time of exercise and have maximum vesting period of 7 years from the date of respective grants. As at March 31, 2024 the Company had Nil (March 31, 2023: Nil) number of shares outstanding for issue under the scheme.

Employees Stock Option Scheme 2012

Pursuant to shareholder's resolution dated July 16, 2012, the Company had introduced "Educomp Employees Stock Option Scheme 2012" which provides for the issue of 3,500,000 equity shares to employees of the Company and its subsidiaries. All the above options granted are planned to be settled in equity at the time of exercise and have maximum vesting period of 10 years from the date of respective grants. As at March 31, 2024 the Company had Nil (March 31, 2023: Nil) number of shares outstanding for issue under the scheme.

Employees Stock Option Scheme 2014

Pursuant to shareholder's resolution dated August 11, 2014, the Company had introduced "Educomp Employees Stock Option Scheme 2014" which provides for the issue of 5,000,000 equity shares to employees of the Company and its subsidiaries. All the above options granted are planned to be settled in equity at the time of exercise and have maximum vesting period of 10 years from the date of respective grants. As at March 31, 2024 the Company had Nil (March 31, 2023: Nil) number of shares outstanding for issue under the scheme.

Note 31 Loss per share (EPS)

	Year ended March 31, 2023	Year ended March 31, 2023
Net loss attributable to equity shareholders	(338.10)	(802.34)
Loss after tax (before other comprehensive income)		
Nominal value of equity share (Rs.)	2	2
No of shares as at end of the year	12,24,67,168	12,24,67,168
No. of weighted average equity shares	12,24,67,168	12,24,67,168
Loss per share Basic/ diluted	(2.76)	(6.55)

*The Company is having potential equity shares as mentioned in note 10.g. However, since these are anti-dilutive, the same are not considered for calculation of dilutive EPS. Consequently, the basic and diluted EPS of the Company remain the same.

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Educomp Solutions Limited
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Note 32. Leases

Operating lease (the Company as a lessee)

Assets taken on lease

i). General description of lease terms:

- Assets are taken on lease over a period of one to five years.
- Lease rentals are charged on the basis of agreed terms over the lease term.
- There are no restrictions imposed by the lessor.
- There are scheduled escalations.

ii). The Company has taken office space and technology equipment under non-cancellable operating lease. The lease rental expense recognized in the Statement of Profit and Loss for the year in respect of such leases is Rs. 2.04 million (March 31, 2023 Rs. 2.82 million). The future minimum lease rent payable (minimum lease payments) under non-cancellable operating leases are as follows:

	As at March 31, 2024	As at March 31, 2023
Within one year	-	-
Later than one year but not later than five years	-	-
Later than five years	-	-
Total	-	-

Note 33 Amounts due to suppliers registered under Micro, Small and Medium Enterprise Development Act, 2006:

Particulars

The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year included in trade payables and other current financial liabilities*

	As at March 31, 2024	As at March 31, 2023
Principal amount due to micro, small and medium enterprises	11.54	11.54
Interest due on above	6.07	5.95
The amount of interest paid by the buyer in terms of Section 16 of the MSMED ACT 2006 along with the amounts of the payment made to the supplier beyond appointed day.	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointment day during the year) but without adding the interest specified under the MSMED Act, 2006.	-	-
The amount of interest accrued and remaining unpaid at the end of accounting year.	6.07	5.95

The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid for the purpose of disallowance as a deductible under Section 23 of the MSMED Act 2006.

* Interest liability on unpaid amount of suppliers registered under MSMED Act, 2006 pertaining to the pre-CIRP period has been provided till the date of initiation of CIRP i.e. May 30, 2017 as these dues will be paid/settled in accordance with the provisions of the Insolvency and Bankruptcy Code, 2016.



Educomp Solutions Limited
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Note 34. Ratios

The ratios for the year ended March 31, 2023 and March 31, 2022, as follows:

Particulars	Numerator	Denominator	As at March 31, 2024	As at March 31, 2023	Variance (in %)	Reason for change
Current ratio	Current Assets	Current Liabilities	0.04	0.04	(11.65)	
Debt - Equity ratio	Total Debts	Shareholder's equity	(0.87)	(0.87)	(0.50)	
Debt service coverage ratio	EBIDT + Non cash expenses	Interest + Principle repayment	(0.45)	(0.89)	(49.55)	Due to reduction in loss
Return on equity ratio	Net profit after tax	Average shareholder's equity	1.11%	2.69%	(58.74)	Due to reduction in loss
Inventory turnover ratio	Sale	Average inventory	0.04	0.04	9.29	
Trade receivable turnover ratio	Revenue	Average trade receivable	0.04	0.03	(60.88)	Due to reduction in expenses
Trade Payable turnover ratio	Purchase of Services and other expenses	Average trade payables	0.21	0.54	14.82	
Net Capital turnover ratio	Revenue	Average working capital	(0.00)	(0.00)	(63.92)	Due to reduction in losses for the year
Net profit ratio	Net profit	Revenue	-568.81%	-1576.62%	(63.10)	Due to reduction in loss
Return on capital employed	Earning before interest and tax	Capital employed	0.93%	2.52%	-	
Return on investment	Income generated from investments	Time weighted average investments	-	-	-	

Note 35. Transactions with struck off Companies

The following table summarises the transactions with the companies struck off under section 24B of the Companies Act, 2013 or section 560 of Companies Act, 1956:

Name of struck off company	Nature of transactions with struck off company	Balance Receivable/ (Payable) as at March 31, 2024	Balance Receivable/ (Payable) as at March 31, 2023	Relationship with the struck off company
Indair Carriers Private Limited	Sale of material/Services provided	0.04 #	0.04 #	External customer
Educomp Online Supplement Service Ltd.	Sale of material/Services provided	0.90 #	0.90 #	Subsidiary company
Dax Networks Limited	Material purchase	(0.03)	(0.03)	External vendor
Indev Logistics Private Limited	Services availed	(0.31)	(0.31)	External vendor
Office Depot Private Limited	Material purchase	(9.72)	(9.72)	External vendor
Medialen Productions Private Limited	Services availed	(0.28)	(0.28)	External vendor
Sagacious Hospitality Private Limited	Services availed	(0.07)	(0.07)	External vendor
Educomp Online Supplement Service Ltd.	Advance call money	102.21 #	102.21 #	Subsidiary company
Educomp Online Supplement Service Ltd.	Investments in securities	517.18 #	517.18 #	Subsidiary company
Whitestone Production Private Limited	Investments in securities	3.35 #	3.35 #	Subsidiary company

100% provision has been made for these balances.



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Note 36. Due to inadequacy of the profits, managerial remuneration paid by the Company to one of its Whole Time Director during the quarter ended June 30, 2015 and year ended March 31, 2015, was in excess of limits prescribed under Section 197 and 198 read with Schedule V to the Companies Act, 2013. Similarly, managerial remuneration paid during the financial year ended March 31, 2014 to one of its Whole Time Director was also in excess of limits prescribed under Section 198, 269 and 309 read with Schedule XIII of the Companies Act, 1956. The management of the Company had filed an applications to the Central Government to obtain its approval for the waiver/approval of the remuneration so paid in years ended March 31, 2014, March 31, 2015 and quarter ended June 30, 2015.

Since the Company had not received any response from the Central Government approving or granting any waiver for the said excess remuneration, pursuant to the provisions of Section 197 of the Companies Act, 2013, the Company (through its resolution professional) has sought a refund via email dated December 28, 2020, for the entire excess remuneration paid. The amount is however, yet to be refunded by the Whole Time Director.

Note 37. The Company has filed a legal case against one former employee for recovery of certain damages amounting to Rs. 15 million arising from stealing of Company's intellectual property right. The Company is hopeful of favourable outcome of such proceedings/case. However, the amount likely to be realized on settlement of such proceedings/case is currently not ascertainable realistically. The Company does not expect any adverse impact on the financial position as a consequence of these proceedings/case. The Company has recorded all expenses pertaining to legal & professional charges in respect of all such proceedings/case.

Note 38. In accordance with the provisions of the Insolvency and Bankruptcy Code (Insolvency Code), public announcement was made for submission of proof of claims against the Company from financial creditors, operational creditors and employees and workmen.

The following claims were filed against the Company by its creditors (financial and operational), workmen and employees, and taken into cognizance by the committee of the creditors in its meeting dated February 17, 2018:

	Claimed Amount	Admitted Amount	Not Admitted
Creditors (financial)	31,080.89	30,242.66	838.23
Creditors (operational)	219.84	164.13	55.71
Workmen and employees	77.40	30.93	46.47
	31,378.13	30,437.72	940.41

A reconciliation of the claims admitted viz-a-viz liabilities outstanding in the books of accounts is yet to be prepared.

Note 39. The Company is currently subjected to the investigations by Serious Fraud Investigation Office (SFIO) and the Central Bureau of Investigation (CBI). Certain information have been requested by them from the Company and the investigations are currently underway. The Company is yet to get any orders or directions in this respect from the said Authorities till the date of signing these standalone Ind AS Financial Statements.

Note 40. The Company has not carried out any internal audit during the year as required under sections 138 of the Act.

Note 41. These standalone Ind AS Financial Statements are not authenticated by a full time company secretary of the Company, which is in non compliance with applicable provisions of the Companies Act, 2013.

Note 42. These standalone Ind AS Financial Statements are not approved by a Chief Financial Officer (CFO) of the Company, which is in non compliance with section 134(l) of the Companies Act, 2013.

Note 43. The Company has not been in compliance with various other provisions of the Companies Act 2013, SEBI LODR Regulations, 2015, Foreign Exchange Management Act, 1999 and Goods and Service tax Act.

Note 44. The title deeds of immovable properties are held in the name of the Company. However, the original title deeds have been given as security against borrowings from banks and the same are kept with the trustee of the banks.

Note 45. The Company has not revalued its Property, Plant & Equipments (including Right of use assets) or intangible assets during the current or previous year.

Note 46. No loans or Advances in the nature of loans have been granted to the promoters, directors, KMPs and the related parties either severally or jointly with any other person.

Note 47. There are no intangible assets under development.

Note 48. No proceedings have been initiated on or are pending against the Company for holding Benami property under the Benami Transactions (Prohibition) Act, 1988 and Rules made thereunder.

Note 49. The Company has undergone CIRP and all the borrowings from banks and financial institutions have been declared as NPA and the Company has not filed any quarterly returns or statement of current assets with the banks or financial institutions during the year.

Note 50. The Company has not been declared Willful Defaulter by any bank or financial institution or other lenders.

Note 51. There are no Charges or satisfaction of charges required to be registered with the RoC during the year.

Note 52. The Company has complied with the number layers prescribed under the Companies Act, 2013



Educomp Solutions Limited
Notes to the Ind AS financial statements for the year ended March 31, 2024
(All amount in Rs. million, unless otherwise stated)

Note 53. (A) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other persons or entities, including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall

- 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);

- provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

(B) The Company has not received any fund from any person or entities, including foreign entities, (Funding Parties) with the understanding (whether recorded in writing or otherwise) that the Company shall:

- 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);
- provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

Note 54. There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961 that has not been recorded in the books of accounts

Note 55. The provisions of section 135 of the Companies Act, 2013 in respect of Corporate Social Responsibility (CSR) are not applicable to the Company since the average net profits of the Company in the preceding three financial years is negative.

Note 56. The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

Note 57. The previous year figures have been regrouped, rearranged or reclassified wherever necessary to conform to current year's classification.

As per our report of even date.

For **Kumar Vijay Gupta & Co.**
Chartered Accountants
ICAI Firm Registration No. 00781433




Rajneesh Ghei
Partner
Membership No: 086329
Place: New Delhi
Date: 18-07-2024

UDIN: 24086329 Bk FX TR 6695

For and on behalf of Board of Directors
Educomp Solutions Limited


Mahender Kumar Khandelwal
Caretaker Resolution Professional
Regn. No IBB1/IPA-001/IP-P00033/2016-17/10086
Place: New Delhi
Date: 18-07-2024

