



# Safa Systems & Technologies Limited

CIN NO:L52100KL2021PLC071051; GST No: 32ABGCS8921G1ZB

Date: 30<sup>th</sup> May, 2022

To,  
The Manager,  
Listing Department,  
BSE Limited,  
Phiroze Jeejeebhoy Towers Dalal Street  
Mumbai- 400001

Company Symbol: SSTL  
ISIN: INE0JNA01014  
Scrip Code: 543461

Subject: Outcome of the Board Meeting pursuant to Regulation 30 of SEBI (Listing Obligations & Disclosures Requirements) Regulations, 2015

Dear Sir/Madam,

Pursuant to Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, this is to inform you that the Board of Directors of the Company at their meeting held on 30<sup>th</sup> May, 2022 have considered and approved the following agenda items :

1. Standalone Audited Financial Results of the Company for the half-year and financial year ended on 31<sup>st</sup> March, 2022.
2. Appointment of Internal Auditors of the Company for the Financial year 2021-22.
3. Appointment of M/s Vikas Verma & Associates (FRN P2012DE081400) as the Secretarial auditor of the Company for the Financial year 2021-22.

We enclose herewith a copy of the said financial results along with the Auditor's Report by the Statutory Auditors of the Company.

The meeting of the Board of Directors commenced at 03:00 P.M. and concluded at 10: 30 P.M.

This is for your information and record.

Thanking you,

Yours Faithfully,

For and on behalf of  
Safa Systems & Technologies Limited

Faizal Bavaraparambil Abdul Khader  
Managing Director  
DIN: 07729191





F.R.N. 022743N

# KAPISH JAIN & ASSOCIATES

CHARTERED ACCOUNTANTS

Head Office: 504, B-Wing, Statesman House, 148, Barakhamba Road, New Delhi - 110001 | Phone : +91-11-43708987

Mobile : +91 9971 921466 | Email : ca.kapish@gmail.com | Website : www.kapishjainassociates.com; www.cakja.com

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of **Safa Systems & Technologies Limited**  
**Report on the Audit of the Standalone Annual Financial Results**

### Opinion

We have audited the accompanying standalone annual financial results of **Safa Systems & Technologies Limited** ("*the Company*") for the six-month ended and year ended 31 March 2022 ("the Statement" or "standalone annual financial results"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India ("SEBI") (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone annual financial results:

- are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Accounting Standards, and other accounting principles generally accepted in India, of the net profit and other financial information for the year ended 31 March 2022.

### Basis for Opinion

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

### Management's and Board of Director's Responsibilities for the Standalone Annual Financial Results

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



The Company's Management's and the Board of Director's are responsible for the preparation and presentation of these standalone annual financial results that give a true and fair view of the net profit/loss and other financial information in accordance with the recognition and measurement principles laid down in Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone annual financial results, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has internal financial controls with reference to Financial Statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the standalone annual financial results made by the management and Board and Board of Directors.





- Conclude on the appropriateness of Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. 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 annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our 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 annual financial results, including the disclosures, and whether the standalone annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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

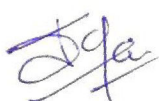
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### **Other Matters**

During the half-year ended 31 March 2022, the Company has issued 40,00,000 equity shares of ₹ 10 each at par by way of initial public offer ("IPO") and got listed on SME Platform of BSE Limited on 9 February 2022. Accordingly, these Audited Financial Results for the half year ended and year ended 31 March 2022 are drawn up for the first-time in accordance with the regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

The standalone annual financial results include the results for the six months ended 31 March 2022 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the end of September of the current financial year which were subject to limited review by us. Further, as the Company has been incorporated on 21 September 2021, the figures for the corresponding previous period / year have not been reported.

For **Kapish Jain & Associates**  
Chartered Accountants  
Firm Registration Number 022743N



**CA Kapish Jain**  
Partner  
Membership No. 514162  
UDIN 22514162AJYBIJ2287



Place: New Delhi  
Date: 30 May 2022

**SAFA SYSTEMS & TECHNOLOGIES LIMITED**

Regd. Office : 46/2631 B,Safa Arcade, Kaniyapilly Road Chakkaraparambu,Ernakulam, Kerala -682028

CIN: L52100KL2021PLC071051, Email: office@sssinfo.in

**STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS  
FOR THE HALF YEAR AND YEAR ENDED 31 MARCH 2022**

Rs. In Lakhs

Sl. No	Particulars	Half year ended			Year ended	
		31.03.2022 (Audited)	30.09.2021 (Unaudited)	31.03.2021 (Audited)	31.03.2022 (Audited)	31.03.2021 (Audited)
1	<b>Income</b>					
	a) Revenue from operations	12,667.79	-	-	12,667.79	-
	b) Other income	165.54	-	-	165.54	-
	<b>Total income</b>	<b>12,833.33</b>	-	-	<b>12,833.33</b>	-
2	<b>Expenses</b>					
	a) Direct Expenses	13,780.19	-	-	13,780.19	-
	b) Changes in inventories of stock in trade	(1,275.55)	-	-	(1,275.55)	-
	c) Employee benefits expense	20.66	-	-	20.66	-
	d) Finance costs	134.90	-	-	134.90	-
	e) Depreciation and amortisation expense	2.00	-	-	2.00	-
	f) Other expenses	134.02	-	-	134.02	-
	<b>Total expenses</b>	<b>12,796.23</b>	-	-	<b>12,796.23</b>	-
3	<b>Profit/(loss) before exceptional item &amp; tax (1-2)</b>	<b>37.10</b>	-	-	<b>37.10</b>	-
4	Exceptional Items	-	-	-	-	-
5	<b>Profit/(loss) before tax (3-4)</b>	<b>37.10</b>	-	-	<b>37.10</b>	-
6	Tax expense	9.32	-	-	9.32	-
7	<b>Net Profit/(Loss) after tax (5-6)</b>	<b>27.78</b>	-	-	<b>27.78</b>	-
8	Other comprehensive income (OCI)					
	Items that will not be reclassified to profit and loss	-	-	-	-	-
	Income Tax relating to Items that will not be reclassified to profit and loss	-	-	-	-	-
9	<b>Total comprehensive income for the period (7+8)</b>	<b>27.78</b>	-	-	<b>27.78</b>	-
10	Paid-up Equity Share Capital (Face value of Rs.10/- each)	1,507.76	-	-	1,507.76	-
11	Other Equity (excluding revaluation reserve)	-	-	-	27.78	-
12	Earnings per share (of Rs.10/- each) Basic & Diluted (Rs.)	0.18	-	-	0.18	-

**Notes:-**

- The above Financial Results were reviewed by the Audit Committee and were thereafter approved by the Board of Directors at their meeting held on 30 May 2022.
- The above results have been prepared in accordance with the recognition and measurement principles of Accounting Standard ("AS"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.

**3 STANDALONE STATEMENT OF ASSETS & LIABILITIES**

Rs. In Lakhs

Particulars	Standalone	
	As at 31.03.2022	As at 31.03.2021
<b>EQUITY AND LIABILITIES</b>		
<b>1 Shareholders' funds</b>		
a) Share capital	1,507.76	-
b) Reserves and surplus	27.78	-
<b>Total Equity</b>	<b>1,535.54</b>	-
<b>2 Liabilities</b>		
<b>A Non-current liabilities</b>		
a) Long-Term Borrowings	695.54	-
b) Other long-term liabilities	-	-
c) Long-term provisions	-	-
<b>Total non-current liabilities</b>	<b>695.54</b>	-
<b>B Current liabilities</b>		
a) Short-Term Borrowings	2,644.48	-
b) Trade payables	-	-
(i) Total outstanding dues of micro enterprises and small enterprises; and	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	578.37	-
c) Other current liabilities	12.63	-
d) Short-term provisions	9.41	-
<b>Total current liabilities</b>	<b>3,244.89</b>	-
<b>Total equity and liabilities</b>	<b>5,475.97</b>	-
<b>Assets</b>		
<b>1 Non-current assets</b>		
a) Property, plant and equipment		
(i) Tangible assets	63.59	-
(ii) Intangible assets	0.13	-
b) Long-term loans and advances	209.65	-
c) Other non-current assets	-	-
d) Deferred tax assets (Net)	0.09	-
<b>Total non-current assets</b>	<b>273.46</b>	-
<b>2 Current assets</b>		
a) Inventories	1,275.55	-
b) Trade receivables	3,017.32	-
c) Cash and bank balances	150.12	-
d) Short-term loans and advances	600.08	-
e) Other current assets	159.44	-
<b>Total current assets</b>	<b>5,202.50</b>	-
<b>Total assets</b>	<b>5,475.97</b>	-

## 4 STANDALONE STATEMENT OF CASH FLOWS

Rs. In Lakhs

	For the year ended	
	As at 31.03.2022	As at 31.03.2021
<b>A. Cash flow from operating activities</b>		
Profit/(loss) before tax	37.10	-
Adjustments for :		
Depreciation and amortisation expense	2.00	-
Net (profit)/ loss on disposal of property, plant and equipment	1.26	-
Interest expense and finance cost	134.90	-
Interest and other income	-	-
	<b>175.26</b>	-
<b>Changes in assets and liabilities</b>		
(Increase) / Decrease in inventories	(1,275.55)	-
(Increase) / Decrease in trade receivables	(3,017.32)	-
(Increase) / Decrease in loans and advances	(809.73)	-
(Increase) / Decrease in other assets	(159.44)	-
Increase / (decrease) in trade payables	578.37	-
Increase / (decrease) in provisions	-	-
Increase / (decrease) in other liabilities	12.63	-
<b>Cash generated from operating activities</b>	<b>(4,495.77)</b>	-
Taxes paid (net of refunds)	-	-
<b>Net cash generated from operating activities</b>	<b>(4,495.77)</b>	-
<b>B. Cash Flow from Investing Activities</b>		
Purchase of property, plant and equipment	(67.63)	-
Sale proceeds from sale of property, plant and equipment	0.65	-
Interest and other income	-	-
<b>Net cash generated from/(used in) investing activities</b>	<b>(66.98)</b>	-
<b>C. Cash flows from financing activities</b>		
Proceeds from issues of equity shares	1,507.76	-
Interest and finance cost	(134.90)	-
Net proceed (repayment) of borrowings	3,340.02	-
<b>Net cash generated from/(used in) financing activities</b>	<b>4,712.87</b>	-
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>150.12</b>	-
Cash and cash equivalents at the beginning of year	-	-
<b>Cash and cash equivalents at the end of year</b>	<b>150.12</b>	-

\* The above statement of cash flow has been prepared under the 'Indirect Method'.

5 During the half-year ended 31 March 2022, the Company has issued 40,00,000 equity shares of ₹ 10 each at par by way of initial public offer ("IPO") and got listed on SME Platform of BSE Limited on 9 February 2022. Accordingly, these Audited Financial Results for the half year ended and year ended 31 March 2022 are drawn up for the first-time in accordance with the regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

6 The Company is engaged in the business of trading & distribution of mobile phones, electronic gadgets, mobile phone accessories, computer and computer parts and other electronic media equipments. Hence, the Company has a single reportable segment as per the Accounting Standard - 17.

7 The Company has utilised proceeds from IPO as per the object clause of the prospectus dated 18 January 2022 as detailed below:

S No.	Object of the Issue	Rs. In Lakhs			Deviation (if any)
		Amount allotted for the object	Amount utilized till 31 March 2022	Amount unutilized till 31 March 2022	
1	To Meet working capital requirement	320.50	320.50	-	
2	Public issue expenses	49.50	49.50	-	
3	General corporate purpose	30.00	30.00	-	
	<b>Total</b>	<b>400.00</b>	<b>400.00</b>	-	

8 As the Company has been incorporated on 21 September 2021, the figures for the corresponding previous period / year have not been reported.

For and Behalf of Board of

Safa Systems & Technologies Limited

**Faizal B A** Digitally signed by Faizal B A  
Date: 2022.05.30 22:41:41  
+05'30'

**FAIZAL B. A.**  
Managing Director  
DIN:07729191

Date: 30 May 2022  
Place: Ernakulam



# Safa Systems & Technologies Limited

CIN NO:L52100KL2021PLC071051; GST No: 32ABGCS8921G1ZB

To,  
The Manager,  
Listing Department,  
BSE Limited,  
Phiroze Jeejeebhoy Towers Dalal Street  
Mumbai- 400001

Date: 30-05-2022

Company Symbol: SSTL  
ISIN: INE0JNA01014  
Scrip Code: 543461

Sub: Declaration pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2016.

Dear Sir/ Madam

We, Safa Systems & Technologies Limited, having its registered office at 46/2631 B, Safa Arcade, Kaniyapilly Road Chakkaraparambu, Ernakulam Kerala, 682028 India, hereby declare that Statutory Auditors of the Company have issued unmodified opinion on Standalone Audited Financial Statements for the half-year and year ended 31<sup>st</sup> March, 2022.

Yours Faithfully,

For and on behalf of  
Safa Systems & Technologies Limited

Faizal Bavaraparambil Abdul Khader  
Managing Director  
DIN: 07729191

