

4<sup>th</sup> May 2022

National Stock Exchange of India Ltd,  
Exchange Plaza, Bandra Kurla Complex,  
Bandra (East), Mumbai – 400051.  
Fax No.26598237/26598238

BSE Limited  
P.J. Towers, Dalal Street  
Mumbai - 400001.  
Fax No.22722037/22723121

Name of Scrip: CIGNITITEC

Scrip code: 534758

Dear Sir / Madam,

Sub: Outcome of Board Meeting under regulation 30 read with 33(3)(c) of SEBI (Listing Obligations and Disclosure requirements) regulations, 2015

Further to our intimation dated 26<sup>th</sup> April 2022, this is to inform the Exchange that the Board of Directors of M/s. Cigniti Technologies Limited at their meeting held on 4<sup>th</sup> May, 2022 at 9<sup>th</sup> Floor, Atria Building, Ascendas VBIT, Madhapur, Hyderabad-500081 have duly considered and approved the following items of business:

1. Audited financial results on consolidated and standalone basis for the quarter and year ended 31.03.2022.(enclosed)
2. Audit report for the Quarter and year ended 31.03.2022.(enclosed)
3. Notice of 24<sup>th</sup> Annual General Meeting to be held on Thursday, 23<sup>rd</sup> June, 2022.
4. Directors report for the financial year 2021-22.
5. Recommended a final dividend of Rs.2.50/- per equity share of Rs.10/- each subject to approval of the shareholders of the Company.
6. Recommended to the shareholders' approval for the re-appointment of Independent Directors for second & final term of 5 yrs.
7. "Cigniti Employee Stock Option Plan-2022" (ESOP-2022) for employees of the Company and its subsidiaries subject to approval of members.
8. Formation of Cigniti Employees Trust and implementation of ESOP Scheme through Cigniti Employees Trust subject to approval of members.

*Nagvasudha*



**Cigniti Technologies Ltd**

**Registered Office.**

Suite 106 & 107, MGR Estates, Dwarakapuri Colony, Panjagutta,  
Hyderabad 500 082, Telangana, India

**Global Delivery Center**

6th Floor, ORION Block, "The V" (Ascendas), Plot #17, Software Units Layout  
Madhapur, Hyderabad 500 081, Telangana, India

CIN: L72200TG1998PLC30081 | +91 (40) 4038 2255 | +91 (40) 4038 2299

**USA**

433 E Las Colinas Blvd, #1240  
Irving, TX 75039

+91 469.673.3443

+91 972.767.0948/0644

9. Acquisition of Aparaa Digital Private Limited (Roundsqr) and its foreign subsidiaries namely RoundSqr Inc; USA, RoundSqr Pty Ltd; Australia for an all cash deal of \$4.8 million.
10. Recommended to the shareholders' approval for the re-appointment of S.R.Batliboi & Associates LLP as statutory auditors for further term of 5 yrs.
11. Secretarial Audit report for the financial year 2021-22.
12. Noted that the Nomination & Remuneration Committee in its meeting held on 4<sup>th</sup> May, 2022 has approved the allotment of 8,750 equity shares under 'Cigniti ESOP 2015'.

The meeting was commenced at 2.00 P.M. (IST) and concluded at 7.00 P.M.(IST).

This is for the information and records of the Exchange, please.

Thanking you.

Yours Faithfully,  
For Cigniti Technologies Limited

*Nagavasudha*  
Naga Vasudha  
Company Secretary



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

To  
The Board of Directors of  
Cigniti Technologies Limited

**Report on the Audit of the Consolidated Financial Results****Opinion**

We have audited the accompanying statement of consolidated financial results of Cigniti Technologies Limited ("Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter and year ended March 31, 2022 ("Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the 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 Statement:

- i. includes the results of the following entities:

**Holding Company**

Cigniti Technologies Limited

**Subsidiaries**

- a. Cigniti Technologies Inc., USA
  - b. Cigniti Technologies Canada Inc., Canada
  - c. Cigniti Technologies (UK) Limited, UK
  - d. Cigniti Technologies (Australia) Pty Ltd., Australia
  - e. Cigniti Technologies (SG) Pte. Ltd., Singapore
  - f. Cigniti Technologies (CZ) Limited s.r.o, Czech Republic
  - g. Gallop Solutions Private Limited, India
- ii. are presented in accordance with the requirements of the Listing Regulations in this regard; and
- iii. gives a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive income and other financial information of the Group for the quarter and year ended March 31, 2022.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Consolidated Financial Results" section of our report. We are independent of the Group in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

## **Management's Responsibilities for the Consolidated Financial Results**

The Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the applicable accounting standards prescribed under section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the Group to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

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

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 the Statement.

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 Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group 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 Statement 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 Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group of which we are the independent auditors and whose financial information we have audited, to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Statement of which we are the independent auditors. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement of which we are the independent auditors 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.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

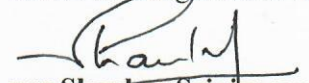
## **Other Matter**

The Statement includes the results for the quarter ended March 31, 2022 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2022 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

## **For S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004

  
per **Shankar Srinivasan**  
Partner

Membership No.: 213271

UDIN: 22213271A1JQBP13 21

Place: Hyderabad

Date: May 4, 2022



(Rs. In lakhs)

Statement of Audited Consolidated Financial Results for the quarter and year ended March 31, 2022						
Sl. No.	Particulars	Quarter ended			Year ended	
		March 31, 2022	December 31, 2021	March 31, 2021	March 31, 2022	March 31, 2021
		Audited (Refer note 11)	Unaudited	Audited (Refer note 11)	Audited	Audited
1	<b>Income</b>					
	Revenue from operations	34,408.19	32,546.21	23,302.31	124,180.00	89,652.69
	Other income (refer note 4)	200.89	(51.25)	(33.97)	8.18	359.95
	Finance income	327.71	184.19	164.72	1,335.83	985.32
	<b>Total income</b>	<b>34,936.79</b>	<b>32,679.15</b>	<b>23,433.06</b>	<b>125,524.01</b>	<b>90,997.96</b>
2	<b>Expenses</b>					
	Employee benefits expense	20,014.70	19,292.15	13,408.28	73,926.79	52,158.27
	Hired contractors cost	7,087.50	6,266.95	3,985.71	23,935.13	14,167.18
	Finance costs	149.56	133.75	117.64	504.60	559.19
	Depreciation and amortisation expense	490.87	427.15	310.31	1,615.55	1,226.92
	Other expenses (refer note 5)	4,044.52	2,943.58	2,583.03	13,390.02	8,780.64
	<b>Total expenses</b>	<b>31,787.15</b>	<b>29,063.58</b>	<b>20,404.97</b>	<b>113,372.09</b>	<b>76,892.20</b>
3	<b>Profit before tax (1-2)</b>	<b>3,149.64</b>	<b>3,615.57</b>	<b>3,028.09</b>	<b>12,151.92</b>	<b>14,105.76</b>
4	<b>Tax expense</b>					
	Current tax	878.49	903.86	715.45	3,191.59	3,205.78
	Taxes for earlier years	-	-	-	(185.00)	894.65
	Deferred tax	10.80	56.39	(154.35)	(29.08)	(529.17)
	<b>Total tax expense</b>	<b>889.29</b>	<b>960.25</b>	<b>561.10</b>	<b>2,977.51</b>	<b>3,571.26</b>
5	<b>Net profit for the period (3-4)</b>	<b>2,260.35</b>	<b>2,655.32</b>	<b>2,466.99</b>	<b>9,174.41</b>	<b>10,534.50</b>
6	<b>Items of other comprehensive income</b>					
	Other comprehensive income/(loss):					
	a) items that will be reclassified to profit or loss	132.59	(14.98)	27.98	232.94	(269.39)
	b) items that will not be reclassified to profit or loss (net of tax)	59.45	(19.74)	50.72	(56.76)	(40.43)
	<b>Total other comprehensive income/(loss)</b>	<b>192.04</b>	<b>(34.72)</b>	<b>78.70</b>	<b>176.18</b>	<b>(309.82)</b>
7	<b>Total comprehensive income for the period (5+6)</b>	<b>2,452.39</b>	<b>2,620.60</b>	<b>2,545.69</b>	<b>9,350.59</b>	<b>10,224.68</b>
8	<b>Paid-up equity share capital</b> (Face value of the share Rs. 10/- each)	2,805.25	2,805.25	2,802.00	2,805.25	2,802.00
9	<b>Other equity</b>				43,179.12	34,432.73
10	<b>Earnings per share (EPS) (of Rs.10/- each) (not annualised) (amount in Rs.)</b>					
	Basic EPS	8.06	9.47	8.82	32.72	37.77
	Diluted EPS	8.05	9.45	8.82	32.68	37.77

See accompanying notes to the consolidated financial results.

**Notes:**

1 The above statement of audited consolidated financial results of Cigniti Technologies Limited ("the Company"), which have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI") were reviewed and recommended by the Audit Committee and thereafter approved at the meeting of the Board of Directors of the Company held on May 4, 2022. The Statutory Auditors have expressed an unmodified audit opinion on the consolidated financial results.

2 The consolidated financial results of the Group includes the results of the Company and results of the following wholly owned subsidiaries:

Name of the subsidiary
Cigniti Technologies Inc., USA
Cigniti Technologies (UK) Limited, UK
Cigniti Technologies (Australia) Pty Ltd, Australia
Cigniti Technologies Canada Inc., Canada
Gallop Solutions Private Limited, India
Cigniti Technologies (SG) Pte. Ltd., Singapore (Incorporated on April 30, 2021)
Cigniti Technologies (CZ) Limited s.r.o, Czech Republic (Incorporated on June 30, 2021)

3 Based on the internal reporting provided to the Chief Operating Decision Maker, the consolidated financial results relates to "Software testing services" as the only reportable primary segment of the Group.

4 Other income includes

Particulars	Quarter ended			Year ended	
	March 31, 2022	December 31, 2021	March 31, 2021	March 31, 2022	March 31, 2021
Net foreign exchange gain/(loss)	150.55	(70.64)	(99.86)	(80.24)	218.70

5 During the year ended March 31, 2022, the Company has written off export incentives amounting to Rs. 974.11 lakhs pertaining to the financial year 2019-2020, pursuant to notification no. 29/2015-2020 dated September 23, 2021, issued by Ministry of Commerce & Industry.

C. V. Jw



**Notes continued:**

- 6 The Group has considered internal and external information upto the date of approval of these consolidated financial results in assessing the recoverability of assets including trade receivables, unbilled receivables, goodwill and investments, based on which it expects to recover the carrying amount of these assets. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these consolidated financial results.
- 7 During the current quarter, the Company has granted 200,000 employee stock options under Cigniti ESOP Scheme 2015 and 75,000 employees stock options under Cigniti ESOP Scheme 2014, to its employees.
- 8 The code of Social Security, 2020 ('Code') relating to employee benefits during employment and post- employment received Presidential assent in September 2020 and its effective date is yet to be notified. The Company will assess and record the impact of Code, once its effective.
- 9 The Board of Directors at their meeting held on May 4, 2022, declared final dividend of Rs. 2.50 per share (25% on face value of Rs. 10/- each) for the year ended March 31, 2022.
- 10 The above consolidated financial results are also available on the stock exchange websites [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) and on our website [www.cigniti.com](http://www.cigniti.com).
- 11 The figures of the quarters ended March are the balancing figures between audited figures in respect of full financial year upto March and the unaudited published year to date figures upto December of each year, being the date of the end of the third quarter of the respective financial years which were subjected to limited review.

Previous period figures have been regrouped/reclassified wherever necessary to conform to the current period classification.

For Cigniti Technologies Limited



C.V. Subramanyam  
Chairman and Managing Director



Place: Hyderabad  
Date: May 4, 2022

## Consolidated Balance Sheet

(Rs. In Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
	Audited	Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	3,258.42	1,671.05
Intangible assets	-	-
Right-to-use asset	2,550.62	2,165.75
Goodwill	5,486.22	5,486.22
Deferred tax asset, net	580.24	529.17
Financial assets		
Other financial assets	2,262.85	507.55
<b>Subtotal - Non-current assets</b>	<b>14,138.35</b>	<b>10,359.74</b>
<b>Current assets</b>		
Financial assets		
Investments	12,012.95	8,046.27
Trade receivables	22,678.05	15,771.84
Cash and cash equivalents	2,446.32	2,561.22
Bank balances other than cash and cash equivalents	9,093.59	10,230.40
Other financial assets	6,934.92	4,723.10
Current tax assets, net	120.17	259.22
Other current assets	2,350.15	1,258.36
<b>Subtotal - Current assets</b>	<b>55,636.15</b>	<b>42,850.41</b>
<b>Total Assets</b>	<b>69,774.50</b>	<b>53,210.15</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	2,805.25	2,802.00
Other equity	43,179.12	34,432.73
<b>Subtotal - Equity</b>	<b>45,984.37</b>	<b>37,234.73</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
Lease obligations	2,328.25	2,048.56
Long term provisions	1,768.96	1,234.54
<b>Subtotal - Non-current liabilities</b>	<b>4,097.21</b>	<b>3,283.10</b>
<b>Current liabilities</b>		
Financial liabilities		
Short term borrowings	4,696.22	1,611.26
Trade payables		
i) total outstanding dues of micro enterprises and small enterprises	25.29	-
ii) total outstanding dues of creditors other than micro enterprises and small enterprises	9,359.95	6,189.01
Lease obligations	979.51	907.82
Other financial liabilities	366.33	287.79
Short term provisions	569.17	255.81
Current tax liability, net	1,818.67	1,833.64
Other current liabilities	1,877.78	1,606.99
<b>Subtotal - Current liabilities</b>	<b>19,692.92</b>	<b>12,692.32</b>
<b>Total Equity and Liabilities</b>	<b>69,774.50</b>	<b>53,210.15</b>

P. V. J.





## Consolidated statement of cash flows

(Rs. In Lakhs)

	Year ended	
	March 31, 2022	March 31, 2021
	Audited	Audited
<b>Cash flow from operating activities</b>		
Profit before tax	12,151.92	14,105.76
<b>Adjustments to reconcile profit before tax to net cash flows:</b>		
Depreciation and amortisation expense	1,615.55	1,226.92
Interest income on bank deposits and income tax refund	(631.64)	(553.87)
Income on fair valuation of investments through profit and loss	(704.19)	(431.45)
Profit on sale of property, plant and equipments	(8.65)	-
Interest expense, other borrowing cost and factoring charges	504.60	559.19
Export incentive written-off	974.11	-
Unrealised foreign exchange loss/(gain), net	50.78	7.78
Share based payment expense	30.18	156.84
Provision for expected credit loss	170.77	21.02
Liabilities no longer required written back, net	(41.78)	(92.98)
Bad debts written off	1.46	38.12
<b>Operating profit before working capital changes</b>	<b>14,113.11</b>	<b>15,037.33</b>
<b>Movements in working capital</b>		
Increase in trade payables	3,238.01	344.47
(Decrease)/increase in financial liabilities	(213.65)	133.26
Increase in other liabilities	270.79	244.39
Increase in provisions	791.02	263.89
(Increase)/decrease in trade receivables	(7,129.22)	602.25
(Increase)/decrease in financial asset	(3,252.36)	207.64
(Increase)/decrease in other assets	(1,091.79)	409.67
<b>Cash generated from operations</b>	<b>6,725.91</b>	<b>17,242.90</b>
Income taxes paid (net of refunds)	(2,904.51)	(2,757.04)
<b>Net cash generated from operating activities (A)</b>	<b>3,821.40</b>	<b>14,485.86</b>
<b>Cash flows used in investing activities</b>		
Purchase of property, plant and equipments	(2,061.81)	(318.47)
Proceeds from sale of property, plant and equipments	8.65	-
Investments in mutual funds and debentures	(6,188.70)	(10,535.98)
Redemption of mutual funds and debentures	2,926.21	7,810.35
Investment in bank deposits	(10,859.67)	(6,148.52)
Redemption of bank deposits	10,229.32	4,218.49
Interest received	709.94	587.13
<b>Net cash used in investing activities (B)</b>	<b>(5,236.06)</b>	<b>(4,387.00)</b>
<b>Cash flows used in financing activities</b>		
Proceeds from shares issued against stock options	69.37	129.50
Payment towards lease obligation	(1,153.53)	(815.65)
Interest, other borrowing cost and factoring charges paid	(233.48)	(578.30)
Dividend paid	(700.50)	-
Bill discounting with bank, net	52.17	(169.19)
<b>Net cash used in financing activities (C)</b>	<b>(1,965.97)</b>	<b>(1,433.64)</b>
<b>Net (decrease)/increase in cash and cash equivalents (A+B+C)</b>	<b>(3,380.63)</b>	<b>8,665.22</b>
Exchange differences on translation of foreign currency balances	232.94	(269.39)
Cash and cash equivalents at the beginning of the year	949.96	(7,445.87)
<b>Cash and cash equivalents at the end of the year</b>	<b>(2,197.73)</b>	<b>949.96</b>
<b>Components of cash and cash equivalents</b>		
Balances with banks on current accounts	2,365.97	2,561.15
Remittance in transit	80.32	-
Cash on hand	0.03	0.07
Cash credit facility	(4,644.05)	(1,611.26)
<b>Total cash and cash equivalents</b>	<b>(2,197.73)</b>	<b>949.96</b>

C. V. S. J.



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

To  
**The Board of Directors of  
Cigniti Technologies Limited**

**Report on the Audit of the Standalone Financial Results****Opinion**

We have audited the accompanying statement of standalone financial results of Cigniti Technologies Limited (the "Company") for the quarter and year ended March 31, 2022 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter and year ended March 31, 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, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone 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 financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

**Management's Responsibilities for the Standalone Financial Results**

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate



internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, 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 are also responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 the Statement.

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 Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the 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 Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial 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 Statement, including the disclosures, and whether the Statement represents 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.



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

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 Matter**

The Statement includes the results for the quarter ended March 31, 2022 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2022 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

## **For S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004



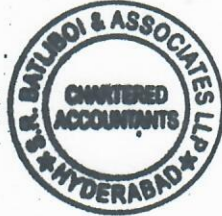
**per Shankar Srinivasan**  
Partner

Membership No.: 213271

UDIN: 22213271A1JQRR2018

Place: Hyderabad

Date: May 4, 2022



**CIGNITI TECHNOLOGIES LIMITED**  
Suite 106,107, MGR Estates, Dwarakapuri Colony, Punjagutta, Hyderabad 500 082, Telangana, India  
Ph: +91 (40) 40382255, Fax: +91 (40) 40382299  
CIN: L72200TG1998PLC030081

(Rs. In Lakhs)

Statement of Audited Standalone Financial Results for the quarter and year ended March 31, 2022						
Sl. No.	Particulars	Quarter ended			Year ended	
		March 31, 2022	December 31, 2021	March 31, 2021	March 31, 2022	March 31, 2021
		Audited (Refer note 10)	Unaudited	Audited (Refer note 10)	Audited	Audited
1	<b>Income</b>					
	Revenue from operations	12,474.89	12,117.17	8,464.75	45,551.89	31,106.90
	Other income (refer note 3)	107.86	(26.95)	(57.07)	58.60	283.10
	Finance income	327.73	184.18	164.72	1,335.84	985.32
	<b>Total income</b>	<b>12,910.48</b>	<b>12,274.40</b>	<b>8,572.40</b>	<b>46,946.33</b>	<b>32,375.32</b>
2	<b>Expenses</b>					
	Employee benefits expense	9,680.47	8,751.49	5,802.70	34,044.68	21,349.89
	Contractors cost	279.58	218.16	171.00	950.71	463.94
	Finance costs	56.47	100.94	88.92	308.20	379.35
	Depreciation and amortisation expense	415.26	351.97	255.26	1,338.92	1,007.92
	Other expenses (refer note 4)	1,139.62	1,031.48	876.22	4,906.37	3,209.18
	<b>Total expenses</b>	<b>11,571.40</b>	<b>10,454.04</b>	<b>7,194.10</b>	<b>41,548.88</b>	<b>26,410.28</b>
3	<b>Profit before tax (1-2)</b>	<b>1,339.08</b>	<b>1,820.36</b>	<b>1,378.30</b>	<b>5,397.45</b>	<b>5,965.04</b>
4	<b>Tax expense</b>					
	Current tax	403.75	480.21	239.81	1,412.69	1,050.19
	Deferred tax	17.60	11.26	(154.35)	58.48	(529.17)
	<b>Total tax expense</b>	<b>421.35</b>	<b>491.47</b>	<b>85.46</b>	<b>1,471.17</b>	<b>521.02</b>
5	<b>Net profit for the period (3-4)</b>	<b>917.73</b>	<b>1,328.89</b>	<b>1,292.84</b>	<b>3,926.28</b>	<b>5,444.02</b>
6	<b>Items of other comprehensive income</b>					
	Other comprehensive income/ (loss) - items that will not be reclassified to profit or loss (net of tax)	59.45	(19.74)	50.72	(56.76)	(40.43)
	<b>Total other comprehensive income/(loss)</b>	<b>59.45</b>	<b>(19.74)</b>	<b>50.72</b>	<b>(56.76)</b>	<b>(40.43)</b>
7	<b>Total comprehensive income for the period (5+6)</b>	<b>977.18</b>	<b>1,309.15</b>	<b>1,343.56</b>	<b>3,869.52</b>	<b>5,403.59</b>
8	<b>Paid-up equity share capital (Face value of the share Rs. 10/- each)</b>	<b>2,805.25</b>	<b>2,805.25</b>	<b>2,802.00</b>	<b>2,805.25</b>	<b>2,802.00</b>
9	<b>Other equity</b>				<b>35,520.86</b>	<b>32,255.54</b>
10	<b>Earnings per share (EPS) (of Rs.10/- each) (not annualised) (amount in Rs.)</b>					
	Basic EPS	3.27	4.74	4.62	14.00	19.52
	Diluted EPS	3.27	4.73	4.62	13.99	19.52

See accompanying notes to the standalone financial results.

**Notes:**

- The above statement of audited standalone financial results of Cigniti Technologies Limited ("the Company"), which have been prepared in accordance with the Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI") were reviewed and recommended by the Audit Committee and thereafter approved at the meeting of the Board of Directors of the Company held on May 4, 2022. The Statutory Auditor have expressed an unmodified audit opinion on the standalone financial results.
- Based on the internal reporting provided to the Chief Operating Decision Maker, the standalone financial results relates to "Software testing services" as the only reportable primary segment of the Company.
- Other income includes:

Particulars	Quarter ended			Year ended	
	March 31, 2022	December 31, 2021	March 31, 2021	March 31, 2022	March 31, 2021
Net foreign exchange gain/(loss)	89.09	(35.60)	(57.07)	31.18	283.10
- During the year ended March 31, 2022, the Company has written off export incentives amounting to Rs. 974.11 lakhs pertaining to the financial year 2019-2020, pursuant to notification no. 29/2015-2020 dated September 23, 2021, issued by Ministry of Commerce & Industry.
- The Company has considered internal and external information upto the date of approval of these standalone financial results in assessing the recoverability of assets including trade receivables, unbilled receivables and investments, based on which it expects to recover the carrying amount of these assets. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these standalone financial results.
- During the current quarter, the Company has granted 200,000 employee stock options under Cigniti ESOP Scheme 2015 and 75,000 employees stock options under Cigniti ESOP Scheme 2014 to its employees.
- The code of Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment received Presidential assent in September 2020 and its effective date is yet to be notified. The Company will assess and record the impact of Code, once its effective.
- The Board of Directors at their meeting held on May 4, 2022, declared final dividend of Rs. 2.50 per share (25% on face value of Rs. 10/- each) for the year ended March 31, 2022.
- The above standalone financial results are also available on the stock exchange websites www.bseindia.com and www.nseindia.com and on the Company's website www.cigniti.com.


Notes continued:

- 10 The figures of the quarters ended March are the balancing figures between audited figures in respect of full financial year upto March and the unaudited published year to date figures upto December of each year, being the date of the end of the third quarter of the respective financial years which were subjected to limited review.

Previous period figures have been regrouped/reclassified wherever necessary to conform to the current period classification.

For Cigniti Technologies Ltd



C.V. Subramanyam  
Chairman and Managing Director

Place: Hyderabad  
Date: May 4, 2022



## Standalone Balance Sheet

(Rs. In Lakhs)

Particulars	As at	As at
	March 31, 2022	March 31, 2021
	Audited	Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	2,985.95	1,553.22
Intangible assets	-	-
Right-to-use asset	2,109.24	2,001.61
Deferred tax asset, net	489.78	529.17
Financial assets		
Investments	6,941.31	6,941.31
Other financial assets	1,665.96	507.55
<b>Subtotal - Non-current assets</b>	<b>14,192.24</b>	<b>11,532.86</b>
<b>Current assets</b>		
Financial assets		
Investments	12,012.95	8,046.27
Trade receivables	8,709.47	8,672.70
Cash and cash equivalents	1,140.89	1,513.85
Bank balances other than cash and cash equivalents	9,093.59	10,230.40
Other financial assets	3,191.14	3,263.47
Current tax assets, net	116.17	255.16
Other current assets	1,916.23	1,028.51
<b>Subtotal - Current assets</b>	<b>36,180.44</b>	<b>33,010.36</b>
<b>Total Assets</b>	<b>50,372.68</b>	<b>44,543.22</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	2,805.25	2,802.00
Other equity	35,520.86	32,255.54
<b>Subtotal - Equity</b>	<b>38,326.11</b>	<b>35,057.54</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
Lease obligations	1,952.36	2,027.36
Long term provisions	1,768.96	1,234.54
<b>Subtotal - Non-current liabilities</b>	<b>3,721.32</b>	<b>3,261.90</b>
<b>Current liabilities</b>		
Financial liabilities		
Short term borrowings	2,403.51	1,611.26
Trade payables		
i) total outstanding dues of micro enterprises and small enterprises	25.29	-
ii) total outstanding dues of creditors other than micro enterprises and small enterprises	1,225.98	997.94
Lease obligations	908.64	744.67
Other financial liabilities	2,176.44	2,332.40
Short term provisions	232.35	131.62
Current tax liability, net	809.24	-
Other current liabilities	543.80	405.89
<b>Subtotal - Current liabilities</b>	<b>8,325.25</b>	<b>6,223.78</b>
<b>Total Equity and Liabilities</b>	<b>50,372.68</b>	<b>44,543.22</b>

C. V. f. m. 

## Standalone statement of cash flows

(Rs. In Lakhs)

	Year ended	
	March 31, 2022	March 31, 2021
	Audited	Audited
<b>Cash flow from operating activities</b>		
Profit before tax	5,397.45	5,965.04
<b>Adjustments to reconcile profit before tax to net cash flows:</b>		
Depreciation and amortisation expense	1,338.92	1,007.92
Interest on bank deposits and income tax refund	(631.65)	(553.87)
Income on fair valuation of investments through profit and loss	(704.19)	(431.45)
Profit on sale of property, plant and equipments	(8.65)	-
Provisions no longer required written back	(18.77)	-
Interest expense and other borrowing cost	308.20	379.35
Export incentive written-off	974.11	-
Unrealised foreign exchange loss/(gain), net	50.78	-
Share based payment expense	10.19	156.84
Provision for expected credit loss	66.71	91.67
Bad debts written off	-	13.61
<b>Operating profit before working capital changes</b>	<b>6,783.10</b>	<b>6,629.11</b>
<b>Movements in working capital</b>		
Increase in trade payables	272.10	13.31
Increase in other liabilities	137.91	28.12
Increase in provisions	559.30	309.20
Increase in trade receivables	(94.19)	(1,345.98)
(Increase)/decrease in other assets	(887.72)	443.18
(Increase)/decrease in other financial assets	(1,028.28)	1,028.20
(Decrease)/increase in other financial liabilities	(422.71)	78.19
<b>Cash generated from operations</b>	<b>5,319.51</b>	<b>7,183.33</b>
Income taxes paid (net of refunds)	(464.46)	(1,046.67)
<b>Net cash generated from operating activities</b>	<b>(A) 4,855.05</b>	<b>6,136.66</b>
<b>Cash flows used in investing activities</b>		
Purchase of property, plant and equipment	(1,781.30)	(280.21)
Proceeds from sale of property, plant and equipments	8.65	-
Investments in mutual funds and debentures	(6,188.70)	(10,535.98)
Redemption of mutual funds and debentures	2,926.21	7,810.35
Investment in bank deposits	(10,262.78)	(6,148.52)
Redemption of bank deposits	10,229.32	4,218.49
Interest received	709.94	587.13
<b>Net cash used in investing activities</b>	<b>(B) (4,358.66)</b>	<b>(4,348.74)</b>
<b>Cash flows used in financing activities</b>		
Proceeds from shares issued against stock options	69.37	129.50
Dividend paid	(700.50)	-
Interest paid	(51.43)	(21.17)
Payment towards lease obligation	(979.04)	(1,022.46)
<b>Net cash used in financing activities</b>	<b>(C) (1,661.60)</b>	<b>(914.13)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(A+B+C) (1,165.21)</b>	<b>873.79</b>
Cash and cash equivalents at the beginning of the year	(97.41)	(971.20)
<b>Cash and cash equivalents at the end of the year</b>	<b>(1,262.62)</b>	<b>(97.41)</b>
<b>Components of cash and cash equivalents</b>		
Balances with banks on current accounts	1,140.86	1,513.79
Cash on hand	0.03	0.06
Cash credit from banks	(2,403.51)	(1,611.26)
<b>Total cash and cash equivalents</b>	<b>(1,262.62)</b>	<b>(97.41)</b>

P. V. Anand  




4<sup>th</sup> May 2022

National Stock Exchange of India Ltd,  
Exchange Plaza, Bandra Kurla Complex,  
Bandra (East), Mumbai – 400051.  
Fax No.26598237/26598238

BSE Limited  
P.J. Towers, Dalal Street  
Mumbai - 400001.  
Fax No.22722037/22723121

Name of Scrip: CIGNITITEC

Scrip code: 534758

Dear Sir / Madam,

Sub: Declaration on Audit Reports with unmodified opinion pursuant to Regulation 33(3)(d) of Securities and Exchange Board of India (Listing Obligations and disclosure Requirements) Regulations, 2015.

With regard to captioned subject, we hereby confirm that S.R.Batliboi & Associates LLP, Chartered Accountants (Firm Registration No.101049W/E300004), Statutory Auditors of the Company has issued an Audit report with unmodified opinion on the Annual Financial Results for the year ended March 31, 2022 on standalone and consolidated basis.

This may be taken in compliance of the Regulation 33(3)(d) of Securities and Exchange Board of India (LODR) Regulations, 2015.

This is for your information and records please.

Thanking You

Yours faithfully,  
For Cigniti Technologies Limited

*Nagavasudha*

Naga Vasudha  
Company Secretary



**Cigniti Technologies Ltd**

**Registered Office.**

Suite 106 & 107, MGR Estates, Dwarakapuri Colony, Panjagutta,  
Hyderabad 500 082, Telangana, India

**Global Delivery Center**

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