



ZEN TECHNOLOGIES LIMITED

Certified ISO 9001:2015, ISO 27001:2013, CMMI ML5
Regd. Office : B-42, Industrial Estate, Sanathnagar,
Hyderabad - 500 018, Telangana, India.
Phone: +91 40 23813281/3294/2894/4894
Fax No: +91 40 23813694
Email: info@zentechnologies.com Website: www.zen.in
Corporate Identity Number : L72200TG1993PLC015939

Date: 07th May 2022

To
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400001
Through: BSE Listing Centre
Security Code: 533339

To
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (E), Mumbai – 400 051
Through: NEAPS
Symbol/Security ID: ZENTEC

Dear Sir/Madam,

Sub: Outcome of the Board Meeting held on 07th May 2022.

Ref: Intimation under Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”)

This has reference to our letter dated 30th April 2022 giving notice of the Board Meeting to consider and approve the financial results of the Company for the quarter and financial year ended 31st March 2022 and recommendation of dividend, if any, for the financial year ended 31st March 2022.

The Board at its meeting held today, i.e. Saturday, 07th May 2022 transacted, inter alia, the following businesses:

1. Financial Results:

The Board approved the Audited Financial Results (Standalone and Consolidated) for the fourth quarter and financial year ended 31st March 2022. In this regard, please find enclosed:

- Audited Standalone and Consolidated Financial Results of the Company for the fourth quarter and financial year ended 31st March 2022;
- Auditor’s Report in respect of the Audited Standalone and Consolidated Financial Results of the Company for the financial year ended 31st March 2022.
- Declaration pursuant to Regulation 33(3)(d) of Listing Regulations in terms of the audit reports with unmodified opinion.

2. Recommendation of Dividend:

Recommendation of dividend @ 10% i.e. Re. 0.10/- per equity share of Face Value of Re. 1/- each for the financial year ended 31st March 2022, which shall be paid within 30 days from the conclusion of the ensuing Annual General Meeting subject to the approval of the shareholders of the company.

Works : Plot 36, Hardware Park, Near Shamshabad International Airport, Hyderabad - 501 510, Telangana, India



CMMI DEV / 5
Exp. 03-02-2025 / Appraisal # 58014



3. Approved the re-appointment of **Mr. Ravi Kumar Midathala (DIN: 00089921)** as the Whole-Time Director of the company for a period of three (3) years from 29th June 2022 to 28th June 2025 subject to the approval of shareholders at the ensuing Annual General Meeting. The other details are as follows:

Particulars	Ms. Ravi Kumar Midathala
Reason for Change	Re-appointment
Date of Appointment/Re-Appointment	29/06/2022
Term of Appointment	Reappointed for a period of three (3) years from 29 th June 2022 till 28 th June 2025 subject to the approval of shareholders at the ensuing Annual General Meeting
Brief Profile	Mr. Ravi Kumar Midathala has 20 plus years of experience in the software industry. He worked in Bureau of Data Processing Services (BDPS) (1979-85), Nova Computers Private Limited (1986-90) and as Director at the Institute of Engineers. He is a technocrat and an expert in Systems Programming and Robotics. He is actively involved in the design and development of the present range of simulators for the company in his role as Head, R&D Division. He is the person behind the successful development of Zen SATS® SL and currently administers the development of Zen AWeSim® and Zen TacSim®.
Disclosure of Relationships between directors	He is not related to any other Director(s) of the company.
Declaration	We hereby affirm that Mr. Ravi Kumar Midathala is not debarred from holding the office of Director by virtue of any SEBI order or any other such authority.

The meeting of Board of Directors was commenced at 12.45 P.M. and concluded at 03:00 p.m.

The above information is also being made available on the website of the Company at <https://www.zentechnologies.com/outcome-of-board-meetings>.

This is for your kind information and records.

Thanking You.

Yours sincerely,
For Zen Technologies Limited


Hansraj Singh Rajput
Company Secretary & Compliance Officer
M. No. F11438





RAMASAMY KOTESWARA RAO AND CO LLP
CHARTERED ACCOUNTANTS

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

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

Report on the audit of the Standalone Financial Results

Opinion

We have audited the accompanying statement of quarterly standalone financial results of Zen Technologies Limited (the "Company"), for the quarter and year ended March 31, 2022 (the "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 recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the total comprehensive income (comprising of 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 results 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 we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Standalone Financial Results

These quarterly financial results as well as the year-to-date standalone financial results have been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation 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 but not for the purpose of expressing an opinion on the operating effectiveness of the company's internal control.
- 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.



CHARTERED ACCOUNTANTS

- 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.

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 Listing Regulations.

For Ramasamy Koteswara Rao and Co LLP

Chartered Accountants

ICAI Firm Registration Number: 010396S/S200084



Murali Krishna Reddy Telluri
Partner
Membership Number: 223022
UDIN: 22223022AIORYX3084



Place: Hyderabad
Date: May 07, 2022

M/s ZEN TECHNOLOGIES LIMITED
B -42 Industrial Estate, Sanathnagar Hyderabad - 500 018, Telangana, India
CIN:L72200TG1993PLC015939

Statement of Audited Standalone financial results for the Quarter & Year Ended 31st March 2022

		(Rs. In lakhs)				
S.No	Particulars	Quarter ended	Quarter ended	Quarter ended	Year ended	Year ended
		31 Mar 2022	31 Dec 2021	31 Mar 2021	31 Mar 2022	31 Mar 2021
		Audited	Un-audited	Audited	Audited	Audited
1	Income					
	a) Revenue From Operations	1,596.51	1,235.70	1,891.43	5,370.53	4,957.03
	b) Other Income	260.49	97.35	80.12	528.10	291.48
	Total Income	1,857.00	1,333.05	1,971.55	5,898.63	5,248.51
2	Expenses					
	a) Cost of Materials and Components consumed	638.07	433.14	489.39	1,446.87	753.62
	b) Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	(495.05)	(195.31)	(70.27)	(619.88)	42.39
	c) Manufacturing Expenses	120.91	99.19	79.60	405.00	331.61
	d) Employee Benefits Expense	412.09	382.01	402.26	1,482.29	1,273.23
	e) Finance Costs	61.52	42.86	25.39	140.38	99.56
	f) Depreciation and Amortization Expense	89.82	92.41	98.24	373.40	399.15
	g) Other Expenses	930.87	414.39	755.71	2,456.22	1,780.76
	Total Expenses (a to g)	1,758.22	1,268.70	1,780.31	5,684.28	4,680.31
3	Profit/(loss) before exceptional items and tax (1-2)	98.78	64.35	191.24	214.35	568.20
4	Exceptional Items	27.96	-	-	27.96	-
5	Profit / (Loss) before Tax (3-4)	70.82	64.35	191.24	186.39	568.20
6	Tax expense					
	(i) Current tax	17.04	10.34	55.55	36.33	186.17
	(ii) Prior period taxes	(92.84)	-	-	(92.84)	-
	(iii) Deferred tax	6.61	42.18	3.12	40.54	(27.66)
	Total Tax	(69.19)	52.52	58.67	(15.97)	158.51
7	Net Profit/(Loss) for the period (5-6)	140.02	11.83	132.57	202.36	409.69
8	Other Comprehensive Income					
	Items that will not be reclassified subsequently to statement of profit or loss	3.30	-	13.18	3.30	13.18
	Income tax relating to items that will not be reclassified to profit / loss	(0.92)	-	(3.67)	(0.92)	(3.67)
	Total Other Comprehensive Income	2.38		9.51	2.38	9.51
9	Total Comprehensive Income for the Period (7+8)	142.39	11.83	142.09	204.74	419.20
10	Paid-up Equity Share Capital (Rs.1/- per Equity Share)	795.10	795.10	795.10	795.10	795.10
11	Earning per Share (Face Value of Rs.1/- each)					
	(a) Basic (In Rs.)	0.18	0.01	0.17	0.25	0.52
	(b) Diluted (In Rs.)	0.18	0.01	0.17	0.25	0.52
12	Weighted average equity shares used in computing earnings per equity share					
	Basic	79,510,000	79,510,000	79,510,000	79,510,000	79,510,000
	Diluted	79,510,000	79,510,000	79,510,000	79,510,000	79,510,000



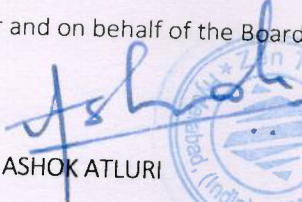
**Notes to Standalone Audited Financial Results for the Year ended & Quarter Ended
31st March 2022.**

1. The Financial results of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified by the Companies (Indian Accounting Standard) rules 2015 as amended.
2. The aforementioned results have been reviewed & recommended by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on 07th May, 2022.
3. The figures for previous periods/ Year have been Recasted and Regrouped, wherever necessary.
4. The entire operations of the Company relate to only one segment viz., Training & Simulation. Hence segmental reporting as per Ind AS 108 is not made.
5. The value of the orders on hand as at 07th May, 2022 is about Rs. 477.04 Crores.
6. During the Year , the company has raised an amount of Rs. 89.08 Crores by way of issuance and allotment of Convertible Equity Share Warrants and Compulsory Convertible Debentures to the Promoters & Non-Promoters of the company, respectively, on a preferential basis. Out of the total amount raised, Rs. 33.88 Crores was utilized and the balance Rs. 55.20 Crores is unutilized as of the Year ended 31st March, 2022.
7. The Financial Results include the results for the quarter ended March 31, 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 third quarter of the current financial year which were subject to limited review by the Statutory Auditors of the company.
8. An assessment of Fire Accident at our Demo Centre was made and a claim of Rs.7.12 Cr has been lodged with insurance company, in accordance with provisions of IND AS 37 Contingent Liabilities and Contingent Assets we have recognised the loss to the extent of Rs. 0.28 Cr under exceptional item and charged to P&L.
9. After conversion of the CCDs and Warrants issued in November 2021, the number of fully paid equity shares will increase from 7,95,10,000 to 8,40,44,260 in May 2023. The CCDs were considered while calculating diluted EPS. Weighted average number of equity shares for Diluted EPS is 40,64,627 and 13,54,876 for Quarter ended and the year ended 31st March 2022 respectively. Further Interest expenses on CCDs (net of taxes) were added to Net profit to calculate diluted EPS of Rs.0.28/- and it is in the nature of anti-dilutive when compared to Basic EPS of Rs.0.25/-. Hence Basic EPS is considered instead of Diluted EPS.

Place : Hyderabad

Date: 07th May, 2022

For and on behalf of the Board


ASHOK ATLURI

Chairman and Managing Director

DIN: 00056050

M/s ZEN TECHNOLOGIES LIMITED
CIN:L72200TG1993PLC015939

B -42 Industrial Estate, Sanathnagar Hyderabad - 500 018, Telangana, India

Standalone Balance Sheet as at 31st Mar 2022				
S.No	Particulars	Note.No	(Rs.in lakhs)	
			As at 31.03.22	As at 31.03.21
			(Audited)	(Audited)
I	ASSETS			
	Non-current assets			
	(a) Property, Plant and Equipment	3	5,811.52	6,100.52
	(b) Capital work-in-progress		252.28	-
	(c) Right-of-use asset		90.22	93.23
	(d) Intangible assets	3	8.37	12.78
	(e) Financial assets			
	(i) Investments	4	2,434.16	2,409.16
	(ii) Deposits	5	48.15	50.20
	(f) Deferred Tax Assets(Net)	6	2,014.21	2,055.67
	(g) Other non-current assets	7	100.15	83.91
	Total Non-Current Assets		10,759.07	10,805.48
II	Current assets			
	(a) Inventories	8	1,417.32	864.06
	(b) Financial assets			
	(i) Trade receivables	9	1,954.53	1,739.25
	(ii) Cash and cash equivalents	10	1,470.48	1,502.49
	(iii) Bank balances other than (ii) above	11	6,139.39	1,826.00
	(iv) Other financial assets	12	11,843.19	5,132.29
	(c) Current Tax Assets (Net)		194.33	21.03
	(d) Other current assets	13	2,006.91	471.19
	Total Current Assets		25,026.14	11,556.31
	Total Assets (I + II)		35,785.20	22,361.79
I	EQUITY AND LIABILITIES			
	Equity			
	(a) Equity Share Capital	14	795.10	795.10
	(b) Other Equity	15	28,374.75	20,520.12
	Total Equity		29,169.85	21,315.22
II	Liabilities			
	Non-current liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	16	301.39	11.26
	(ii) Lease liabilities	17	9.36	8.59
	(b) Provisions	18	182.38	166.03
	Total Non-Current Liabilities		493.13	185.88
	Current liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	19	922.79	73.33
	(ii) Trade payables	20		
	Dues to micro enterprises and small enterprises		107.59	53.44
	Dues to creditors other than micro and small enterprises		224.47	195.30
	(iii) Other Financial liabilities	21	332.74	313.86
	(b) Other current liabilities	22	4,534.63	217.18
	(c) Current Tax Liabilities (Net)	23	-	7.57
	Total Current Liabilities		6,122.22	860.69
	Total Equity and Liabilities (I + II)		35,785.20	22,361.79



Zen Technologies Limited
B -42 Industrial Estate, Sanathnagar Hyderabad - 500 018, Telangana, India
CIN:L72200TG1993PLC015939

Standalone Cashflow Statement

(Rs.in lakhs)

	Particulars	Year ended	Year ended
		31 March 2022	31 March 2021
		(Audited)	(Audited)
I	Cash Flows from Operating Activities		
	Net profit before tax	186.39	568.20
	Adjustments for :		
	Depreciation and amortization expense	373.40	399.15
	Interest Income	(425.15)	(251.34)
	Exceptional item	27.96	-
	Expected Credit loss allowance	7.19	-
	Finance Cost	124.94	99.56
	Operating profit before working capital changes	294.73	815.56
	Movements in Working Capital		
	(Increase)/Decrease in Trade Receivables	(222.47)	2,698.57
	(Increase)/Decrease in Other financial assets	(6,663.01)	(2,571.04)
	(Increase)/Decrease in Inventories	(553.26)	119.39
	(Increase)/Decrease in Other Current Assets	(1,535.72)	788.21
	(Increase)/Decrease in Other Non Current Assets	(15.85)	9.91
	Increase/(Decrease) in Trade Payables	83.32	(263.87)
	Increase/(Decrease) in Other financial liabilities	18.88	73.27
	Increase/(Decrease) in Other Current liabilities	4,317.45	(139.89)
	Increase/(Decrease) in Provisions	18.73	22.45
	Cash generated from /(used in) operations	(4,257.19)	1,552.56
	Taxes Paid	(123.81)	(283.21)
	Net Cash from/(used in) operating activities	(4,381.00)	1,269.35
II	Cash flows from Investing Activities		
	Acquisition of property, plant and equipment and CWIP	(357.23)	(163.05)
	Investment in Subsidiary companies	(25.00)	(818.89)
	Interest received	377.25	234.50
	(Increase)/Decrease in Other Bank Balances	(4,311.33)	(1,076.93)
	Advance for Fixed Assets	-	61.59
	Net Cash Used In Investing Activities	(4,316.31)	(1,762.78)
III	Cash flows from Financing Activities		
	Repayment of Long term borrowings	(6.75)	(7.52)
	Dividend paid	(79.51)	(318.04)
	Finance costs paid	(90.36)	(46.55)
	Amount received towards share warrants	250.08	1,339.46
	Amount received towards Compulsory Convertible Debentures	8,657.66	-
	Net Cash From Financing Activities	8,731.12	967.35
	Net Increase in cash and cash equivalents	33.81	473.92
	Cash and Cash equivalents at the beginning of the year	1,436.67	962.75
	Cash and Cash equivalents at the end of the year	1,470.48	1,436.67

Cash and Cash Equivalents include following for the Cash flow purpose

Particulars	Year ended 31 March 2022	Year ended 31 March 2021
Cash and Cash Equivalents/ Bank Balances	1,470.48	1,502.49
Less: OD/CC accounts forming part of Cash & Cash Equivalents	-	65.81
Cash and Cash Equivalents/ Bank Balances	1,470.48	1,436.68





RAMASAMY KOTESWARA RAO AND CO LLP
CHARTERED ACCOUNTANTS

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

To,
The Board of Directors of
Zen Technologies Limited

Report on the audit of the Consolidated Financial Results

Opinion

We have audited the accompanying statement of consolidated financial results of Zen Technologies Limited (the "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 (the "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 (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on separate audited financial statements/ financial information of the subsidiaries the Statement:

- (i) includes the results of the following entities:

S No	Name of the company	Relationship
1	Zen Technologies Inc, USA	Wholly owned Subsidiary
2	Unistring Tech Solutions Private Limited	Subsidiary
3	Zen Medical Technologies Private Limited	Wholly owned Subsidiary

- (ii) is 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 recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated total comprehensive income (comprising of 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 Results under the provisions of the Act and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, 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 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 recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34, 'Interim Financial Reporting' prescribed under section 133 of the Act read with relevant rules issued there under 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, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- 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



CHARTERED ACCOUNTANTS

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, 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. For the other entities included in the Statement, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. 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 accompanying Statement includes the audited financial statements and other financial information in respect of three subsidiaries whose financial statements reflect total assets of Rs. 3,277 Lakhs as at March 31, 2022, total revenues of Rs. 1,181 Lakhs and Rs. 1,702 Lakhs, total net profit after tax of Rs. 375 Lakhs and Rs. 59 Lakhs, total comprehensive income of Rs. 383 Lakhs and Rs. 60 Lakhs, for the quarter and year ended March 31, 2022 respectively, and net cash outflows of Rs. 82 Lakhs for the year ended March 31, 2022, as considered in the Statement which have been audited by their respective independent auditors.

The independent auditor's report on the annual financial statements of these entities have been furnished to us by the Management and our opinion on the Statement in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, joint operations, joint ventures and associates is based solely on the reports of such auditors and the procedures performed by us as stated in paragraph above.

One of these subsidiaries are located outside India whose financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in their respective countries and which have been audited by other auditors under generally accepted auditing standards applicable in their respective countries. The Holding Company's management has converted the financial statements of such subsidiary located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. We have audited these conversion adjustments made by the Holding Company's management. Our



opinion in so far as it relates to the balances and affairs of such subsidiary located outside India is based on the report of other auditors and the conversion adjustments prepared by the management of the Holding Company and audited by us.

Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors.

For Ramasamy Koteswara Rao and Co LLP

Chartered Accountants

ICAI Firm Registration Number: 010396S/S200084

M. K. Reddy



Murali Krishna Reddy Telluri

Partner

Membership No: 223022

UDIN: 22223022AIOTCY1779

Place: Hyderabad

Date: May 07, 2022

UDIN: 22223022AIOTCY1779

Zen Technologies Limited
B -42 Industrial Estate, Sanathnagar Hyderabad - 500 018, Telangana, India
CIN:L72200TG1993PLC015939

Statement of Audited Consolidated financial results for the Quarter & Year Ended 31st March 2022

(Rs. In lakhs)

S No	Particulars	Quarter ended	Quarter ended	Quarter ended	Year ended	Year ended
		31 Mar 2022	31 Dec 2021	31 Mar 2021	31 Mar 2022	31 March 2021
		Audited	Un-audited	Audited	Audited	Audited
1	Income					
	a) Revenue from Operations	2,777.84	1,625.75	2,155.25	6,975.24	5,463.96
	b) Other Income	263.56	102.37	89.26	537.83	302.18
	Total Income	3,041.40	1,728.12	2,244.51	7,513.07	5,766.14
2	Expenses					
	a) Cost of materials Consumed	1,125.02	820.84	524.59	2,458.63	1,021.64
	b) Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	(641.13)	(414.31)	(90.93)	(1,144.98)	(141.25)
	c) Manufacturing Expenses	120.91	99.19	86.16	405.00	417.19
	(d) Employee benefits expense	647.45	534.53	487.96	2,100.85	1,559.93
	(e) Finance costs	66.24	43.93	29.14	153.05	109.15
	(f) Depreciation and amortization expense	120.67	119.67	126.07	483.35	495.22
	(g) Other expenses	1,043.35	494.34	839.24	2,698.89	1,868.13
	Total Expenses (a to g)	2,482.51	1,698.19	2,002.23	7,154.79	5,330.02
3	Profit/(loss) before exceptional items and tax (1-2)	558.89	29.93	242.28	358.28	436.12
4	Exceptional Items	27.96	-	-	27.96	-
5	Profit / (Loss) before Tax (3-4)	530.93	29.93	242.28	330.32	436.12
6	Tax expenses					
	(i) Current tax	108.66	10.34	55.55	127.95	186.17
	(ii) Prior period taxes	(92.84)	-	-	(92.84)	-
	(iii) Deferred tax	0.40	42.07	3.37	34.24	(27.41)
7	Net Profit for the period (5-6)	514.71	(22.48)	183.36	260.96	277.36
	Attributable to:					
	Shareholders of the Company	331.23	(17.57)	135.02	198.51	311.14
	Non Controlling interest	183.48	(4.91)	48.33	62.45	(33.77)
8	Other comprehensive income					
	a) (i) Items that will not be reclassified to profit or loss	3.30	-	(15.58)	3.30	13.18
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.92)	-	(3.67)	(0.92)	(3.67)
	b) (i) Items that will be reclassified to profit or loss	11.86	0.21	(16.84)	1.53	(16.84)
	(ii) Income tax relating to items that will be reclassified to profit or loss	(3.30)	(0.06)	4.69	(0.42)	4.69
	Total other comprehensive income/(loss) net of tax	10.94	0.15	(31.40)	3.48	(2.64)
9	Total Comprehensive income (5+6)	525.65	(22.33)	151.96	264.45	274.72
	Attributable to:					
	Shareholders of the Company	342.17	(17.42)	103.61	201.99	308.49
	Non Controlling interest	183.48	(4.91)	48.33	62.45	(33.77)
10	Paid-up Equity Share Capital (Rs. 1/- per Equity Share)	795.10	795.10	795.10	795.10	795.10
11	Earnings per share (Face Value of Rs. 1/- each)					
	(a) Basic (In Rs.)	0.42	(0.02)	0.17	0.25	0.39
	(b) Diluted (In Rs.)	0.42	(0.02)	0.17	0.25	0.39
12	Weighted average equity shares used in computing earnings per equity share					
	Basic	79,510,000	79,510,000	79,510,000	79,510,000	79,510,000
	Diluted	79,510,000	79,510,000	79,510,000	79,510,000	79,510,000



**Notes to Consolidated Audited Financial Results for the Year ended & Quarter Ended
31st March, 2022.**

1. The Financial results of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified by the Companies (Indian Accounting Standard) rules 2015 as amended.
2. The aforementioned results have been reviewed & recommended by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on 07th May, 2022.
3. The figures for previous periods/ Year have been Recasted and Regrouped, wherever necessary.
4. The Group's operations predominantly consist of Training & Simulation. The Group's Chief Operating decision Maker (CODM) review the operations of the Group as a single reportable segment and operations from other than Training & Simulation does not qualify as a reportable segment as these operations are not material. Hence there are no reportable segments under Ind AS 108.
5. During the Year , the company has raised an amount of Rs. 89.08 Crores by way of issuance and allotment of Convertible Equity Share Warrants and Compulsory Convertible Debentures to the Promoters & Non-Promoters of the company, respectively, on a preferential basis. Out of the total amount raised, Rs. 33.88 Crores was utilized and the balance Rs. 55.20 Crores is unutilized as of the Year ended 31st March, 2022.
6. The Financial Results include the results for the quarter ended March 31, 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 third quarter of the current financial year which were subject to limited review by the Statutory Auditors of the company.
7. An assessment of Fire Accident at our Demo Centre was made and a claim of Rs.7.12 Cr. has been lodged with insurance company, in accordance with provisions of IND AS 37 Contingent Liabilities and Contingent Assets we have recognised the loss to the extent of Rs. 0.28 Cr under exceptional item and charged to P&L.
8. After conversion of the CCDs and Warrants issued in November 2021, the number of fully paid equity shares will increase from 7,95,10,000 to 8,40,44,260 in May 2023. The CCDs were considered while calculating diluted EPS. Weighted average number of equity shares for Diluted EPS is 40,64,627 and 13,54,876 for Quarter ended and the year ended 31st March 2022 respectively. Further Interest expenses on CCDs (net of taxes) were added to Net profit to calculate diluted EPS of Rs.0.28/- and it is in the nature of anti-dilutive when compared to Basic EPS of Rs.0.25/-. Hence Basic EPS is considered instead of Diluted EPS.

Place : Hyderabad

Date: 07th May, 2022

For and on behalf of the Board


ASHOK ATLURI
Chairman and Managing Director



DIN: 00056050

M/s ZEN TECHNOLOGIES LIMITED CIN:L72200TG1993PLC015939 B -42 Industrial Estate, Sanathnagar Hyderabad - 500 018, Telangana, India			
Consolidated Balance Sheet as at 31st March 2022			
S.No	Particulars	(Rs.in lakhs)	
		As at 31.03.22 (Audited)	As at 31.03.21 (Audited)
I	ASSETS		
	Non-current assets		
	(a) Property plant and Equipment	5,914.38	6,171.78
	(b) Capital work-in-progress	252.28	-
	(c) Right-of-use asset	90.22	93.23
	(d) Goodwill	115.80	115.80
	(e) Intangible assets	502.64	576.66
	(f) Financial assets		
	(i) Investments	224.22	224.22
	(ii) Deposits	48.25	50.20
	(g) Deferred Tax Assets (Net)	2,021.09	2,056.79
	(h) Other non-current assets	106.28	32.05
	Total Non-Current Assets	9,275.16	9,320.73
II	Current assets		
	(a) Inventories	2,495.11	1,468.59
	(b) Financial assets		
	(i) Trade receivables	3,168.72	1,860.45
	(ii) Cash and cash equivalent	2,104.79	2,154.40
	(iii) Bank balances other than (ii) above	6,182.55	1,873.86
	(iv) Other financial assets	11,958.09	5,135.10
	(c) Current Tax Assets (Net)	205.28	21.03
	(d) Other current assets	1,505.87	497.68
	Total Current Assets	27,620.41	13,011.11
	Total Assets (I + II)	36,895.56	22,331.84
I	EQUITY AND LIABILITIES		
	Equity		
	(a) Equity Share Capital	795.10	795.10
	(b) Other Equity	27,506.61	19,645.26
	(c) Non-controlling interests	687.81	625.36
	Total Equity	28,989.53	21,065.72
II	Liabilities		
	Non-current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	419.80	119.68
	(ii) Lease Liabilities	85.19	8.59
	(b) Provisions	205.02	166.03
	(c) Deferred Tax Liability	-	0.09
	Total Non Current Liabilities	710.02	294.38
	Current liabilities		
	(a) Financial Liabilities		
	(i) Borrowings	931.42	68.13
	(ii) Lease Liabilities	39.13	-
	(iii) Trade payables		
	Dues to micro enterprises and small enterprises	107.59	53.44
	Dues to creditors other than micro and small enterprises	285.58	266.05
	(iv) Other Financial liabilities	402.14	354.26
	(b) Other current liabilities	5,338.53	226.97
	(c) Current Tax Liabilities (Net)	91.62	2.89
	Total Current Liabilities	7,196.01	971.74
	Total Equity and Liabilities (I + II)	36,895.56	22,331.84



Zen Technologies Limited
B -42 Industrial Estate, Sanathnagar Hyderabad - 500 018, Telangana, India
CIN:L72200TG1993PLC015939

Consolidated Cashflow Statement

(Rs.in lakhs)

	Particulars	Year ended	Year ended
		31 March 2022	31 March 2021
		(Audited)	(Audited)
I	Cash Flows from Operating Activities		
	Net profit before tax	330.32	436.12
	Adjustments for :		
	Depreciation and amortization expense	483.35	495.22
	Interest Income	(429.31)	(254.05)
	Exceptional item	27.96	-
	Other non-cash items	(5.25)	-
	Expected Credit loss allowance	7.19	-
	Finance Cost	128.19	105.43
	Foreign Exchange Fluctuation	(5.76)	42.00
	Operating profit before working capital changes	536.70	824.73
	Movements in Working Capital		
	(Increase)/Decrease in Trade Receivables	(1,300.62)	3,010.74
	(Increase)/Decrease in Other financial assets	(6,663.01)	(3,339.73)
	(Increase)/Decrease in Inventories	(1,046.37)	(64.25)
	(Increase)/Decrease in Other Current Assets	(1,065.24)	908.69
	(Increase)/Decrease in Other Non Current Assets	(15.85)	9.91
	Increase/(Decrease) in Trade Payables	92.42	(354.82)
	Increase/(Decrease) in Other financial liabilities	(26.94)	21.75
	Increase/(Decrease) in Other Current liabilities	5,106.96	(148.58)
	Increase/(Decrease) in Provisions	171.58	4.58
	Cash generated from operations	(4,210.37)	873.01
	Taxes Paid	(215.43)	(283.21)
	Net Cash from operating activities	(4,425.79)	589.80
II	Cash flows from Investing Activities		
	Purchase of Fixed Assets (Including CWIP)	(430.57)	(198.40)
	Interest Income	381.41	254.05
	(Increase)/Decrease in Other Bank Balances	(4,311.33)	(1,093.77)
	Advance for Fixed Assets	-	61.59
	Net Cash From/ (Used In) Investing Activities	(4,360.50)	(976.54)
III	Cash flows from Financing Activities		
	Proceeds/(Repayment) from Borrowings	63.62	(17.53)
	Dividend paid	(79.51)	(318.04)
	Finance Cost	(93.61)	(105.43)
	Amount received towards Compulsory Convertible Debentures	8,657.66	-
	Amount received towards share warrants	250.08	1,339.46
	Net Cash From/ (Used In) Financing Activities	8,798.23	898.46
	Net Increase/(Decrease) in cash and cash equivalents	11.94	511.72
	Cash and Cash equivalents at the beginning of the year	2,092.86	1,581.14
	Cash and Cash equivalents at the end of the year	2,104.80	2,092.86

Cash and Cash Equivalents include the following for Cash flow purpose

Particulars	Year ended	Year ended
	31 March 2022	31 March 2021
Cash and Cash Equivalents/ Bank Balances	2,104.79	2,154.40
Less: OD/CC accounts forming part of Cash & Cash Equivalents	-	61.52
Cash and Cash Equivalents/ Bank Balances	2,104.79	2,092.88



Ashish

Statement of Deviation / Variation in utilisation of funds raised	
Name of listed entity	Zen Technologies Limited
Mode of Fund Raising	Preferential Issue of convertible warrants & compulsory convertible debentures
Date of Raising Funds	25th November 2021
Amount Raised (in Rs. Lakhs)	8,907.73
Report filed for Quarter ended	31st March 2022
Monitoring Agency	Not Applicable
Monitoring Agency Name, if applicable	Not Applicable
Is there a Deviation / Variation in use of funds raised	No
If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders	Not Applicable
If Yes, Date of shareholder Approval	Not Applicable
Explanation for the Deviation / Variation	Not Applicable
Comments of the Audit Committee after review	None
Comments of the auditors, if any	None

Objects for which funds have been raised and where there has been a deviation, in the following table

Original Object	Modified Object, if any	Original Allocation (in Rs. Lakhs)	Modified allocation, if any	Funds Utilised (in Rs. In Lakhs)	Amount of Deviation/Variation for the quarter according to applicable object	Remarks if any
The proceeds of the preferential issue shall be utilized to meet the Annual Business Plans of the Company, research and development (R&D), potential acquisitions, export and business promotion, working capital, capital expenditure, exploring new initiatives and for other general corporate purposes.	Not Applicable	8,907.73	Not Applicable	3,388.61	None	No Deviations or Variations

Deviation or variation could mean:

- (a) Deviation in the objects or purposes for which the funds have been raised or
(b) Deviation in the amount of funds actually utilized as against what was originally disclosed or
(c) Change in terms of a contract referred to in the fund raising document i.e. prospectus, letter of offer, etc

For and on behalf of the Board


Ashok Atluri
Chairman and Managing Director
DIN: 00056050



Date - 07th May 2022
Place - Hyderabad



ZEN TECHNOLOGIES LIMITED

Certified ISO 9001:2015, ISO 27001:2013, CMMI ML5
Regd. Office : B-42, Industrial Estate, Sanathnagar,
Hyderabad - 500 018, Telangana, India.
Phone: +91 40 23813281/3294/2894/4894
Fax No: +91 40 23813694
Email: info@zentechnologies.com Website: www.zen.in
Corporate Identity Number : L72200TG1993PLC015939

Date: 07th May 2022

To
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400001
Through: BSE Listing Centre
Security Code: 533339

To
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (E), Mumbai – 400 051
Through: NEAPS
Symbol/Security ID: ZENTEC


Dear Sir/Madam,

Sub: Declaration confirming issuance of Audit Reports with Unmodified Opinion on the Standalone and Consolidated Financial Results of Zen Technologies Limited for the year ended 31st March 2022

Pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, we hereby declare and confirm that the Statutory Auditors of the Company Ramasamy Koteswara Rao and Co LLP, Chartered Accountants, Hyderabad (Firm Registration No. 010396S/S200084) have issued their Audit Reports with unmodified opinion on the Standalone and Consolidated Financial Results of the Company for the financial year ended on 31st March 2022.

This is for your information and records.

Yours sincerely
For Zen Technologies Limited


Ashok Atluri
Chairman and Managing Director
DIN: 00056050



Works : Plot 36, Hardware Park, Near Shamshabad International Airport, Hyderabad - 501 510, Telangana, India



CMMIDEV / 5SM
Exp. 03-02-2025 / Appraisal # 58014