



# ObjectOne Information Systems Ltd.

Date: 6<sup>th</sup> September, 2021

To  
The General Manager,  
Department of Corporate Relations,  
BSE Limited,  
P.J. Towers, Dalal Street,  
Mumbai - 400001.

Dear Sir/Madam,

**Sub: Submission of Annual report for the F.Y. 2020-21**  
**Ref: Scrip code - 535657**

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In compliance of Regulation 34 of SEBI (Listing Obligations and Disclosure Requirements) 2015, we are herewith submitting Annual Report of the Company.

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

Thanking you.

Yours faithfully,  
For ObjectOne Information Systems Limited

  
(K. Ravi Shankar)  
Managing Director  
DIN: 00272407



Encl: as above

## OBJECTONE INFORMATION SYSTEMS LIMITED

### BOARD OF DIRECTORS

Mr. K. Ravi Shankar	Managing Director
Ms. K. Himabindu	Executive Director
Mr. B.S.N Kumar	Non- Executive Independent Director
Ms. E. Kavitha	Non-Executive Independent Director
Mr. V Jaya Prakash Narayana	Non-Executive Independent Director
Mr. Vikram	Company Secretary & Compliance officer
Mr. Ramakrishna Adiraju	Chief Financial officer

### AUDITORS

M/s. P C N & Associates  
Chartered Accountants,  
Plot No. 12, "N Heights",  
Ground Floor, Software Layout Unit  
Cyberabad, Hyderabad - 500 081.

### BANKERS

ICICI Bank Ltd  
CITI Bank NA  
Union Bank of India  
Karur Vysya Bank Ltd

### REGISTERED OFFICE

8-3-988/34/7/2/1 &2  
Kamalapuri Colony,  
Srinagar Colony Road  
Hyderabad – 500 073  
Tel Nos: 23757192, 23757193  
Fax No: 23753323

### SHARE TRANSFER AGENTS

M/s. Aarhi Consultants Private Limited  
1-2-285, Domalguda,  
Hyderabad - 500 029

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## NOTICE OF 25<sup>th</sup> ANNUAL GENERAL MEETING

NOTICE is hereby given that the Twenty Fifth Annual General Meeting of ObjectOne Information Systems Limited will be held on Thursday, the 30<sup>th</sup> day of September, 2021, at 11.00 A.M at the Registered office of the Company at 8-3-988/34/7/2/1 &2, Kamalapuri Colony, Srinagar Colony Road, Hyderabad – 500073 to transact the following business:

### ORDINARY BUSINESS

1. To receive, consider and adopt the audited standalone and consolidated financial statements of the company for the financial year ended March 31, 2021, the reports of the Board of Directors and Auditors thereon;
2. To appoint Mrs. Himabindu Kantamneni (DIN: 00497060), Director who retires by rotation and who being eligible, offers herself for reappointment as a Director.

### SPECIAL BUSINESS

3. **REAPPOINTMENT OF MR. JAYAPRAKASH NARAYANA VALLURU, NON-EXECUTIVE INDEPENDENT DIRECTOR FOR SECOND TERM OF 5 (FIVE) CONSECUTIVE YEARS:**

To consider, and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of, Sections 149 and 152 read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or reenactment(s) thereof, for the time being in force) and Articles of Association of the Company, Mr. Jayaprakash Narayana Valluru (DIN: 02266152), who was appointed as a Non-Executive Independent Director to hold office up to 29<sup>th</sup> July, 2021, is eligible for being reappointed, be and is hereby reappointed as a Non-Executive Independent Director of the Company, to hold office for a second term of 5 (five) consecutive years with effect from 30<sup>th</sup> July, 2021 to 29<sup>th</sup> July, 2026, not liable to retire by rotation."

"RESOLVED FURTHER THAT the Board be and is hereby authorized to do all such acts and take all steps as are necessary, proper, desirable and expedient in this regard to give effect to this resolution."

4. **REAPPOINTMENT OF MRS. EARNENI KAVITHA, NON-EXECUTIVE INDEPENDENT DIRECTOR FOR SECOND TERM OF 5 (FIVE) CONSECUTIVE YEARS:**

To consider, and if thought fit, to pass with or without modification(s), the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of, Sections 149 and 152 read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any statutory modification(s) or reenactment(s) thereof, for the time being in force) and Articles of Association of the Company, Mrs. Earneni Kavitha (DIN: 03108656), who was appointed as a Non-Executive Independent Director to hold office up to 29<sup>th</sup> July, 2021, is eligible for being reappointed, be and is hereby reappointed as a Non-Executive Independent Director of the Company, to hold office for a second term of 5 (five) consecutive years with effect from 30<sup>th</sup> July, 2021 to 29<sup>th</sup> July, 2026, not liable to retire by rotation."

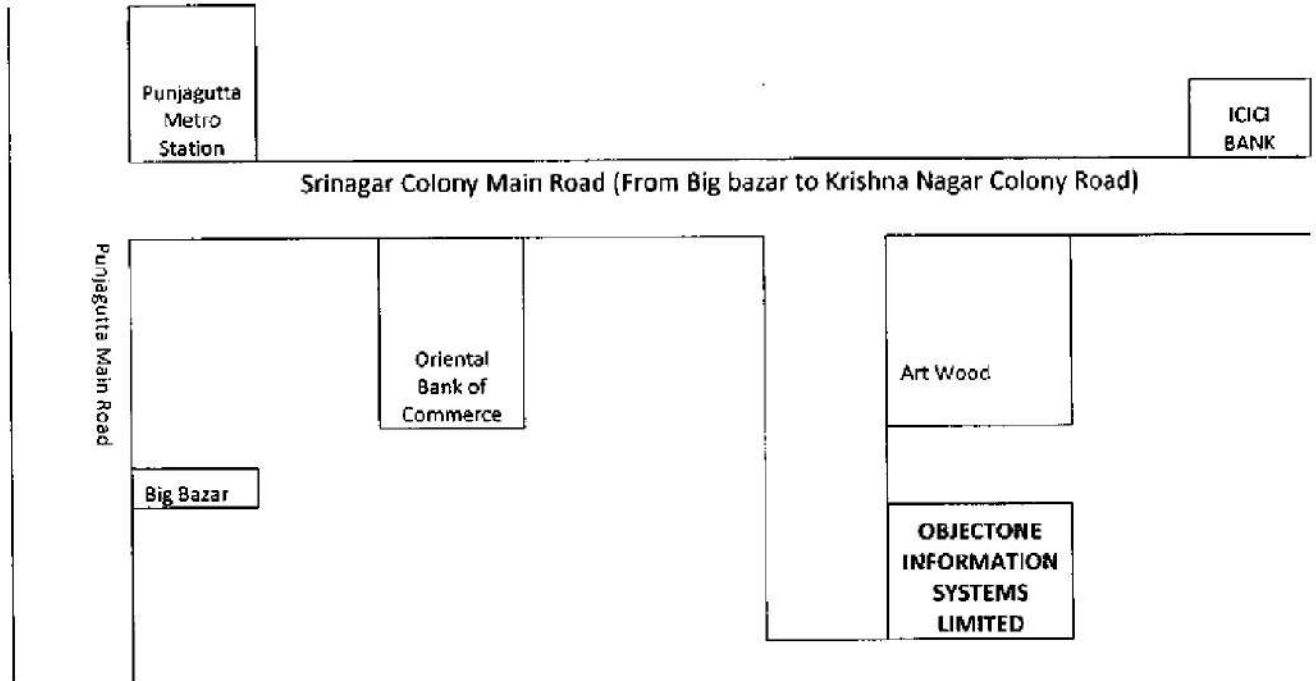
"RESOLVED FURTHER THAT the Board be and is hereby authorized to do all such acts and take all steps as are necessary, proper, desirable and expedient in this regard to give effect to this resolution."

By the order of the Board of Directors  
For ObjectOne Information Systems Limited

Place: Hyderabad  
Date: 06.09.2021

Sd/-  
**K Ravi Shankar**  
(DIN 00272407)  
Managing Director

**ROUTE MAP OF THE VENUE ANNUAL GENERAL MEETING**



**ADDRESS:**

**OBJECTONE INFORMATION SYSTEMS LIMITED,  
8-3-988/34/7/2/1 & 2, GROUND FLOOR, KAMALAPURI COLONY, SRINAGAR COLONY ROAD,  
HYDERABAD TELANGANA- 500073**

## Notes

1. A member entitled to attend and vote is entitled to appoint a proxy, or, where that is allowed, one or more proxies, to attend and vote instead of himself, and that a proxy need not be a member.
2. Proxies to be effective must be received by the Company not less than 48 hours before the meeting.
3. Pursuant to the provisions of Section 105 of the Companies Act, 2013, read with the applicable rules thereon, a person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than ten percent of the total share capital of the Company carrying voting rights, may appoint a single person as proxy, who shall not act as a proxy for any other member.
4. Corporate Members intending to send their authorised representatives to attend the meeting are requested to send a certified copy of the Board resolution authorizing their representative to attend and vote on their behalf at the meeting.
5. The Register of Members and Share Transfer Books of the Company will remain closed from 24<sup>th</sup> September, 2021 to 30<sup>th</sup> September, 2021, both days inclusive for the purpose of AGM.
6. The Explanatory Statement pursuant to Section 102 of the Act in respect of business as set out in the Notice is annexed hereto.
7. Members / Proxies are requested to bring to the meeting their copies of the Annual Report and the Attendance Slip duly filled in for attending the meeting.
8. Members desirous of obtaining any information concerning the Accounts and Operations of the Company are requested to send their queries to the Company at least seven days before the date of the meeting so that the information required by them may be made available at the meeting.
9. Shareholders are requested to intimate immediately any change in the address registered with the Company. Members holding shares in dematerialized form are requested to notify any change in address to their respective Depository Participants (DPs).
10. Trading in the equity shares of the Company is compulsorily in dematerialized form for all investors. The ISIN (International Securities Identification Number) allotted to the Company's equity shares is INE860E01011.
11. In compliance of the SEBI circular no. MRD/DOP/ Cir-05/2009 dated May 20, 2009, the shareholders/ transferees (including joint holders) holding shares in physical form are requested to furnish a certified copy of their PAN Card to the Company / RTA while transacting in the securities market including transfer, transmission or any other corporate action.
12. Members are requested to send all communications relating to shares to the Company's Share Transfer Agents (Physical and Depository) at the following address:  
  
M/s. Aarthi Consultants Private Limited  
1-2-285, Domalguda,  
Hyderabad -- 500 029  
Email: [info@aarthiconsultants.com](mailto:info@aarthiconsultants.com)  
Ph. No: 040-27638111, 27634445
13. To prevent fraudulent transactions members are advised to exercise due diligence and notify the Company of any change in address or demise of any Member as soon as possible. Members are

also advised to not leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned DP and holdings should be verified from time to time.

14. The Ministry of Corporate Affairs ("MCA") has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by Companies and has issued Circular on April 21, 2011 stating that the service of documents can be made through electronic mode. In view of the circular issued by MCA, the Company proposes to deliver documents like the Notice calling the Annual General Meeting/Audited Annual Accounts/Report of the Auditors/Report of the Directors etc, in electronic form to email address provided by the shareholders and made available by the Depositories. To promote green initiative, Members who have not registered their email addresses are requested to register the same with their Depository Participants in case the shares are held by them in electronic form and with the RTA M/s. Aarthi Consultants Private Limited, in case the shares are held in physical form.
15. The Statutory Auditors of the Company were appointed in the AGM of the Company held on 29<sup>th</sup> September, 2017. Since, the requirement to place the matter relating to ratification of appointment of Statutory Auditors by the members at every AGM is done away vide notification dated May 7, 2018 Issued by the Ministry of Corporate Affairs, accordingly, no resolution has been proposed for their ratification in the ensuing AGM of the Company.
16. The Securities and Exchange Board of India has mandated submission of Permanent Account Number (PAN) by every participant in the securities market. Members holding shares in demat form are, therefore, requested to submit PAN details to the Depository Participant(s) with whom they have their demat accounts. Members holding shares in physical form can submit their PAN details to the RTA M/s. Aarthi Consultants Private Limited or the Secretarial Department of the Company.
17. Share Transfer is permitted only in Demat- As per Regulation 40 of the Listing Regulations, securities of listed companies can be transferred only in dematerialized form with effect from April 1, 2019. In view of the above and to avail the benefits of dematerialisation and ease portfolio management, Members are requested to consider dematerialization of shares held by them in physical form.
18. Shareholders are requested to furnish their e-mail addresses to enable the Company to forward all the requisite information in electronic mode. In case of shareholders holding shares in demat form, the email addresses of the shareholders registered with the DP and made available to the Company shall be the registered email ID unless communication is received to the contrary.
19. Members holding shares in electronic form are requested to intimate immediately any change in their address or bank mandates to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form are requested to advise any change in their address or bank mandates immediately to the Company / the RTA Aarthi Consultants Private Ltd.
20. Members holding shares in physical form, in identical order of names, in more than one folio, are requested to send to the Company or RTA, the details of such folios together with the share certificates for consolidating their holdings in one folio. A consolidated share certificate will be issued to such Members after making requisite changes.
21. Details of Directors pursuant to SEBI Listing Regulations and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India seeking appointment/ re-appointment at the Annual General Meeting of the Company to be held on 30.09.2021 are provided in the Board's Report. Requisite declarations have been received from the Director(s) for seeking appointment/ re-appointment.

22. The remote e-voting period commences vide EVSN on 27<sup>th</sup> September, 2021 at 9.00 A.M and ends on 29<sup>th</sup> September, 2021 at 5.00 PM. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form as on cut-off date/Record Date of 23<sup>rd</sup> September, 2021 may cast their vote electronically. The CDSL will disable E voting facility after the expiry of remote e-voting period. Once the vote on resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.
23. All persons whose names are recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the cut-off date, i.e. 23<sup>rd</sup> September 2021 only shall be entitled to vote at the AGM by availing the facility of remote e-voting or by voting at the AGM. The voting rights of the shareholders shall be in proportion to their shares of the paid-up share capital of the Company as on the cut-off date.

**24. THE INSTRUCTIONS FOR SHAREHOLDERS FOR REMOTE E-VOTING ARE AS UNDER:**

1. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
2. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at [www.objectinfo.com](http://www.objectinfo.com). The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited at [www.bseindia.com](http://www.bseindia.com). The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. [www.evotingindia.com](http://www.evotingindia.com).
3. In continuation of this Ministry's General Circular No. 20/2020, dated 05th May, 2020 and after due examination, it has been decided to allow companies whose AGMs were due to be held in the year 2020, or become due in the year 2021, to conduct their AGMs on or before 31.12.2021, in accordance with the requirements provided in paragraphs 3 and 4 of the General Circular No. 20/2020 as per MCA circular no. 02/2021 dated January, 13, 2021.
4. The voting period begins on 27<sup>th</sup> September, 2021 at 9.00 A.M and ends on 29<sup>th</sup> September, 2021 at 5.00 P.M. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 23<sup>rd</sup> September, 2021 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
5. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the AGM.
6. Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.



Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

7. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting for Individual shareholders holding securities in Demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<ol style="list-style-type: none"> <li>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or visit <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi.</li> <li>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</li> <li>3) If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a>.</li> <li>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e-voting is in progress and also able to directly access the system of all e-Voting Service Providers.</li> </ol>

<p>Individual Shareholders holding securities in demat mode with NSDL</p>	<ol style="list-style-type: none"> <li>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period.</li> <li>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select "Register Online for IDeAS "Portal or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a>.</li> <li>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.</li> </ol>
<p>Individual Shareholders (holding securities in demat mode) login through their Depository Participants</p>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period.</p>

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL**

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022- 23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30

8. Login method for e-Voting for shareholders other than individual shareholders holding in Demat form & physical shareholders.
  - 1) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
  - 2) Click on "Shareholders" module.
  - 3) Now enter your User ID
    - a. For CDSL: 16 digits beneficiary ID.
    - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
    - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
  - 4) Next enter the Image Verification as displayed and Click on Login.
  - 5) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier e-voting of any company, then your existing password is to be used.
  - 6) If you are a first time user follow the steps given below:

<b>For Shareholders holding shares in Demat Form other than individual and Physical Form</b>	
PAN	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> <li>• Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA</li> </ul>
Dividend Bank Details OR Date of Birth (DOB)	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none"> <li>• If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).</li> </ul>

9. After entering these details appropriately, click on "SUBMIT" tab.
10. Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
11. For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
12. Click on the EVSN for the ObjectOne Information Systems Limited.
13. On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

14. Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
15. After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
16. Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
17. You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
18. If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
19. Facility for Non – Individual Shareholders and Custodians – Remote Voting
  - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the "Corporates" module.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
  - The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
  - Alternatively Non Individual shareholders are required to send the relevant Board Resolution/Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; [accountstone@objectinfo.com](mailto:accountstone@objectinfo.com) if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

#### **25. PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.**

1. For Physical shareholders - please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to Company/RTA e-mail id.
2. For Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding e-Voting from the CDSL e-Voting System, you can write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact at 022-23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL, ) Central Depository Services (India) Limited, A Wing, 25<sup>th</sup> Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call on 022-23058542/43.

26. Mr. S. Chidambaram, Practicing Company Secretary, Hyderabad has been appointed as the scrutinizer to scrutinize the E-voting process in a fair and transparent manner.
27. The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of "Ballot Paper" for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
28. The Scrutinizer shall, immediately after the conclusion of voting at the AGM, first count the votes cast at the meeting, thereafter unblock the votes cast through remote e-voting and make, not later than 48 hours of conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same.
29. The result declared along with the Scrutinizer's Report shall be placed on the Company's website [www.objectinfo.com](http://www.objectinfo.com). The Company shall simultaneously forward the results to BSE Limited, where the shares of the Company are listed.
30. Members who wish to inspect the relevant documents referred in the Annual Report can send an e-mail to [accountsone@objectinfo.com](mailto:accountsone@objectinfo.com), up to the date of the AGM. Members desiring inspection of statutory registers during the AGM may send their request in writing to the Company at [accountsone@objectinfo.com](mailto:accountsone@objectinfo.com).
31. Shareholders are requested to opt for NECS (National Electronic Clearance Service) for receipt of dividend, if any. Shareholders may please update their bank account details with their Depository Participants for receiving the dividend in a hassle free manner. Opting for NECS is cost effective and also saves time.

By Order of the Board  
For ObjectOne Information Systems Limited

Place : Hyderabad  
Date : 06.09.2021

Sd/-  
K. Ravi Shankar  
(DIN 00272407)  
Managing Director

**EXPLANATORY STATEMENT**  
**Pursuant to Section 102(1) of the Companies Act, 2013**

**ITEM NOS. 3 & 4:**

Mr. Jayaprakash Narayana Valluru and Mrs. Earneni Kavitha were appointed as Independent Directors on 30<sup>th</sup> July, 2016 in terms of Section 161 (1) of the Companies Act, 2013 in the category of 'Non-Executive Independent' for the term of 5(five) consecutive years commencing from 30.07.2016 to 29.07.2021.

In order to ensure compliance with the provisions of Sections 149 and 152 of the Companies Act, 2013 read with Rules made there under and Schedule IV of the Act, it is proposed that approval of the shareholders be accorded for the appointment of Mr. Jayaprakash Narayana Valluru and Mrs. Earneni Kavitha as 'Independent Directors' for a term up to 5 consecutive years commencing from 30<sup>th</sup> July, 2021 to 29<sup>th</sup> July, 2026.

Accordingly the Board of Directors recommend the passing of the above resolutions as Special Resolutions as set out in the item nos. 3 & 4 of the notice for appointment of Mr. Jayaprakash Narayana Valluru and Mrs. Earneni Kavitha respectively.

Save and except Mr. Jayaprakash Narayana Valluru and Mrs. Earneni Kavitha, Independent Director, being appointees in their respective resolutions, none of the other Directors/Key Managerial Personnel and their relatives is in any way interested or concerned financially or otherwise, in the above said Resolutions set out in the notice.

By Order of the Board  
For ObjectOne Information Systems Limited

Place : Hyderabad  
Date : 06.09.2021

Sd/-  
K. Ravi Shankar  
(DIN 00272407)  
Managing Director

## BOARD'S REPORT

Dear Members,

It gives us immense pleasure to present to you the 25<sup>th</sup> Annual Report on the operations of ObjectOne Information Systems Limited together with the audited financial statements for the year ended March 31, 2021. The financial results of the Company are as follows:

### 1 Financial Results

Particulars	(Rs. In lakhs)			
	Consolidated		Standalone	
	2020-21	2019-20	2020-21	2019-20
Total income	2878.41	2807.55	1453.64	857.59
Operating profit (PBDIT)	77.90	63.56	125.91	47.23
Depreciation	16.41	16.73	15.46	16.49
Profit before tax (PBT)	52.31	26.19	101.95	13.85
Income Tax and Deferred Tax	32	0.84	32	(1.01)
Profit after tax (PAT)	20.31	25.35	69.95	14.86

### 2 State of affairs of Company

#### CONSOLIDATED

The Company has generated a Consolidated income of Rs. 2878.41 lakhs during the year against previous year income of Rs. 2807.55 lakhs and Net profit of Rs. 20.31 lakhs during the year against previous year Net profit of Rs. 25.35 lakhs.

#### STANDALONE

The Standalone income of the Company during the year was Rs. 1453.64 lakhs as against previous year income of Rs. 857.59 lakhs and Net Profit was Rs. 69.95 lakhs during the year against previous year Net Profit of Rs. 14.86 lakhs.

#### BUSINESS OVERVIEW

Pandemic has thrown in opportunities for players in digital space with increase in viewership as most of the people were confined to homes and Digital space one major source of entertainment. From streaming video to downloading music to social networking, content on the Internet and the means through which it is distributed across the Globe is evolving at a rapid pace.

Your company is operating in internet space with most of the dependency on Youtube and on monetary terms where in monetization's based on advertisement revenue. Your companies survival and thrive depends on an ability to adapt, reorganize, and implement digital technologies. Undisputedly, many traditional media companies are reeling under the effects of pandemic. We are successfully wading through acute challenges though the space has become highly competitive with all major media players entering this field of digital media.

We are living in the midst of a thriving and expanding video economy – one which is driven by innovation, competition, and the emergence of alternatives to traditional broadcast and distribution models. While the pay-TV industry continues to grow on a global scale, particularly in emerging markets, a multitude of over-the-top (OTT) options and the explosion of Web-ready mobile devices and tablets are fuelling consumer expectation for instant media access from any device. Video is going mobile at an astonishing rate, and the compelling multi-screen experience has consumers exploring all varieties of options for gaining access to the content they want, anytime and anywhere.

Owing to shift in the options of video consumption, we are aligning to change the way the content is produced, packaged, and distributed. We are creating platform and supply chain infrastructure, from production through delivery, that enables content providers and service providers alike to engage and prosper in today's video economy is being defined and redefined where change has become the constant. ObjectOne offers its content through an integrated solution which provides the performance, versatility, and reliability essential in the delivery of high-value goods and services in the multi-screen environment. It is the biggest shift in television history: Be at the heart of this once-in-a-generation opportunity to completely reinvent the TV - this will be the slogan of your company for next three years to consolidate ourselves in this growing horizon.

It's very acceptable fact that entire world is revolving around Digital Media which is the fastest way to connect with world. Object One, being pioneers of Digital Media Content, development and publications, now taking a step forward to partner with youngsters of India by providing them required training and knowledge building activities in terms of Digital Technology. By identifying the right candidates and providing extensive training will produce the skilled staff to meet the growing demand in the digital media market. To achieve this, Telugu one has chose to be a platform to show case every individual's creativity by providing guidance and assistance so that they are placed in suitable position commensurate to their talent.

Teluguone proposes to take the initiative of taking the rural youth with relevant knowledge on Digital Media into stride, to create strong technological base to meet the exponential demand. In turn, obviously creating job opportunities.

International web portals' contribution to the commercialization of new professional online video would be easy to miss amid the billions of videos on the internet, were it not only shows the strengths of their brands but the Digital Media Marketing strategy too.

The portals are able to use the myriad content genres on their platforms, from email services, breaking news, financial markets, horoscopes, sports news, to dating services, to direct their shows to the audience's attention. We have the biggest reach among youth audiences who, by their very nature, are predicting future trends, and we actively tap into that to gain insight into changing viewer behaviors." Numerous international analytics and research services claim to be able to assess viewing habits on websites, mobile apps, and social media to help content creators and brands deliver and cater the audiences choice. They even measure "individuality" to enable clients to deliver more effective personalized content to customers' screens.

Content creation is an ongoing activity and though content creation and acquisition costs have increased enormously due to increase in competition. Your company has created a revenue model on the emerging media prospects and influenced the cinema industry by encouraging emerging film makers through short film contests and workshops.



Your Company has been building lot of in house content which is exclusive and unique to your company which include short comedy clips and animated content. Along with this, your company is creating alternative content in health, lifestyle, Fashion and Spiritual domains. Your company's association with youtube for both short form and long form videos is generating good revenues.

Your company has recorded a Turnover growth of 67% over the previous financial year and hopes to surpass the same in coming years.

### **3 Share Capital**

The paid up equity share capital as on 31<sup>st</sup> March 2021 was Rs.10,51,19,000 comprising of 1,05,11,900 (One Crore Five Lakh Eleven Thousand Nine Hundred) equity shares of Rs.10/- each.

### **4 Issue of Equity Shares with Differential Rights or stock options**

The Company has not made any issue of equity shares with Differential Rights under the provision of Section 43, read with Rule 4(4) of the Companies (Share Capital and Debentures) Rules, 2014 during the Financial Year under review nor has made any issue of equity shares via Employee stock options during the Financial Year under review

### **5 Material Changes and Commitments If any affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report**

There are no material changes and commitments affecting the financial position of the Company.

### **6 Transfer to Reserves**

The company had transferred an amount of Rs. 69.95 Lakhs to the General Reserve during the financial year 2020-21.

### **7 Dividend**

The Board of directors do not propose any dividend for the year ended 31.03.2021.

### **8 Particulars of Loans, Guarantees or Investments**

The company has not given any loans or guarantees covered under the provisions of section 186 of the Companies Act, 2013 (Act). The details of the investments made by the company are given in the notes to the financial statements.

### **9 Internal Financial Control Systems and their adequacy**

The Company has adequate system of internal controls to safeguard and protect from loss, unauthorised use or disposition of its assets. All the transactions are properly authorised, recorded and reported to the Management. The Company is following all the applicable Accounting Standards for proper maintenance of books of accounts and for financial reporting.

### **10 Related Party Transactions**

All the transactions with related parties are at arm's length and they fall outside the scope of Section 188(1) of the Act except as otherwise mentioned in AOC-2 annexed to this report. Information on transactions with related parties pursuant to Section 134(3)(h) of the Act read with rule 8(2) of the Companies (Accounts) Rules, 2014 is given in Annexure-I in Form AOC-2 and the same forms part of this report.

The policy on Related Party Transactions is hosted on the website of the Company under the web link <http://www.objectinfo.com/images/investors/policies/Related-Party-Transaction-Policy.pdf>.

#### 11 Deposits

Your Company has not accepted any deposits and as such, no amount of principal or interest was outstanding as of the Balance Sheet date.

#### 12 Change in the Nature of Business, If Any

There is no material change in the nature of business affecting the financial position of the Company for the year ended March 31, 2021.

#### 13 Joint Venture

Information on Joint Venture pursuant to Section 129(3) of the Act read with rule 5 of the Companies (Accounts) Rules, 2014 is not applicable to the Company as the Company has not entered any Joint Venture contracts.

#### 14 Subsidiary Company

The Company has a wholly owned subsidiary Company, Stiaos Technologies Inc., the details of which are as follows:-

#### Form No. AOC - 1

(Pursuant to the first provision to sub-section 3 of Section 129, read with Rule 5 of Companies (Accounts) Rules, 2014); Salient Features of Financial Statements of Subsidiary/associate companies/joint ventures as per Companies Act, 2013

#### Part "A": Subsidiaries

		Amount in Rs. Lakhs
1.	Name of Subsidiary	Stiaos Technologies Inc. USA
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	Accounting year of the Subsidiary Company – Calendar Year. Following data related to FY 2020-21
3.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	USD @ Rs.73/-
4.	Share Capital	0.66
5.	Reserves & Surplus	109.61
6.	Total Assets	674.56
7.	Total Liabilities	674.56
8.	Investments	0.00
9.	Turnover	1424.77
10.	Profit Before Taxation	-49.64
11.	Provision for Taxation	0.00
12.	Profit after Taxation	-49.64
13.	Proposed Dividend	0
14.	% of Shareholding	100

Pursuant to the provisions of Section 136 of the Act, the financial statements including consolidated financial statements are being made available on the website of the Company www.objectinfo.com. The financial statements of subsidiary companies will be available for inspection during business hours at the registered office of the Company and also on the website of the Company.

#### 15 Directors and Key Managerial Personnel

During the year under review Ms. Ramya Inala has resigned from the post of Company Secretary and Compliance Officer of the Company w.e.f. 02.11.2020 due to personal reasons and Mr. Vikram was appointed as the Company Secretary and Compliance Officer of the Company w.e.f. 02.11.2020 and Mr. Ravi Shankar Kantamneni was re-appointed as the Managing Director of the Company for a period of three years w.e.f. 01.07.2020.

In accordance with the provisions of Section 152(6) of the Companies Act, 2013 Mrs. Himabindu Kantamneni retires by rotation at the forthcoming Annual General Meeting and being eligible offered herself for re-appointment. Your Board recommends her appointment as Executive director, liable to retire by rotation.

Mr. Jayaprakash Narayana Valluru and Mrs. Earneni Kavitha are being re-appointed as the Independent Director of the Company for a period of five years w.e.f. 30.07.2021 subject to the approval of the members.

As required under Regulation 36 (3) of the SEBI (LODR), Regulations, 2015, brief particulars of the Directors seeking appointment/re-appointment and Directors resigning are given as under:-

Name of the Director	Mrs. Himabindu Kantamneni	Jayaprakash Narayana Valluru	Earneni Kavitha
Director Identification No	00497060	02266152	03108656
Date of Birth	30/12/1974	05/03/1975	17/11/1972
Date of appointment	01/10/2012	30/07/2016	30/07/2016
Occupation	Business	Business	Business
Qualification	Bachelors Degree in Science	B. Tech	B. Tech
Profile	Mrs. Himabindu Kantamneni is the Promoter Director of the Company possesses Bachelors Degree in Science	Mr. Jayaprakash Narayana Valluru has vast experience in Information Technology	Mr. Earneni Kavitha has vast experience in Information Technology
Relationship between directors inter-se	Wife of Mr. Ravi Shankar Kantamneni, Managing Director of the Company	Nil	Nil
Nature of expertise in specific functional area	Management & Administration	IT	IT
Directorship in other Listed Entities	Nil	Nil	Nil
Membership of Committees of other Listed Companies	Nil	Nil	Nil

Shareholding in the Company	7,63,956 constituting 7.27% of the total paid-up share capital	Nil	Nil
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#### 16 Statement on the Declaration Given by The Independent Directors As Per Section 149(6)

The company has received necessary declaration from each independent director under Section 149(7) of the Companies Act, 2013, that he /she meets the criteria of independence laid down in Section 149(6) of the Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

#### 17 Policy on Directors' Appointment and Remuneration and Other Details

The Board has, on the recommendation of the Nomination & Remuneration Committee, framed a policy for selection and appointment of Directors, Senior Management and fixing their remuneration pursuant to the provisions of Section 178 of the Act and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the same is placed on the Company's website [www.objectinfo.com](http://www.objectinfo.com).

#### 18 Number of Meetings of the Board

During the Financial Year 2020- 21, eight meetings of the Board of Directors of the company were held and in respect of which meetings, proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose. The dates of the Meetings are as follows:

1<sup>st</sup> May, 2020, 30<sup>th</sup> June, 2020; 30<sup>th</sup> July 2020; 5<sup>th</sup> September 2020; 22<sup>nd</sup> September, 2020, 2<sup>nd</sup> November, 2020, 13<sup>th</sup> November, 2020 and 13<sup>th</sup> February, 2021.

#### 19 Board Evaluation

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board carried out an annual performance evaluation of its own performance, the directors as well as the evaluation of the working of its Audit, Nomination and Remuneration and Stakeholders' Relationship Committees. Independent Directors carried out a separate evaluation on the performance of Chairman and non-independent directors. In a separate meeting of independent directors, performance of non-independent directors, performance of the Board as a whole, performance of the Chairman and quality, quantity and timeliness of flow of information between the Company management and the Board was evaluated.

#### 20 Report on corporate governance and management discussion and analysis report

Pursuant to the Regulation 15(2) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, compliance with the Corporate Governance provisions as specified in Regulations 17 to 27 and 46 (2) and para C, D and E of Schedule V are not applicable to the Company because, neither the paid-up share capital exceeds Rs. 10 Crore nor the net-worth exceeds Rs. 25 Crore as on the last day of previous financial year i.e. 31<sup>st</sup> March, 2021.

Accordingly, for the year under review, the reports stating compliance with the Code of Corporate Governance and the Management Discussion and Analysis have not been annexed to this report.

## 21 Committees of the Board

### a) Audit Committee:

The Audit Committee of the Company constituted in terms of Section 177(1) of the Act and as per SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. The Audit Committee comprises of Ms. E. Kavitha as Chairman and Mr. B.S.N. Kumar and V. Jayaprakash Narayana (all being the Independent Directors on the Board of the Company) as the members of the Audit Committee. The Audit Committee continues to provide valuable advice and guidance in the areas of costing, finance and internal controls.

During the year under review, the Committee met four times on 30<sup>th</sup> July, 2020; 22<sup>nd</sup> September, 2020; 13<sup>th</sup> November, 2020; 13<sup>th</sup> February, 2021.

### b) Nomination and Remuneration Committee

In terms of the provisions of Section 178(3) of the Act and Regulation 19 read with Schedule II Part D of Listing Regulations, the Nomination and Remuneration Committee is responsible for formulating the criteria for determining qualifications, positive attributes and independence of a Director. The Nomination and Remuneration Committee comprises of Mr. V. Jayaprakash Narayana as Chairman and Mr. B.S.N. Kumar and Ms. E. Kavitha (all being the Independent Directors on the Board of the Company). The Nomination & Remuneration policy is placed on the Company's website at [www.objectinfo.com](http://www.objectinfo.com).

During the year under review, the Committee met on 30.06.2020 & 02.11.2020.

### c) Stakeholders Relationship Committee:

A Committee of the Board, designated as stakeholders relationship committee to specifically look into the redressal of Shareholder/investor complaints and to strengthen investors relations. The Stakeholders Relationship Committee ("SRC") comprises of Mr. V. Jaya Prakash Narayana, Independent Director as the Chairman, Mr. K. Ravi Shankar, Managing Director and Mrs. K. Hima Bindu, Executive Director as the members of the SRC. The composition of the Committee is as per the requirements of the provisions of Section 178 of the Companies Act, 2013 and the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

During the year under review, the Committee met four times on 30<sup>th</sup> June, 2020; 15<sup>th</sup> September, 2020; 13<sup>th</sup> November, 2020 and 13<sup>th</sup> February, 2021.

## 22 Auditors

### Statutory Auditors

At the Annual General Meeting (AGM) held on September, 29, 2017, M/s PCN & Associates (formerly known as Chandrababu Naidu & Co.), Chartered Accountants, Hyderabad were appointed as Statutory Auditors of the company to hold office till conclusion of the AGM to be held in the calendar year 2022. In terms of the first proviso to Section 139 of the Companies Act, 2013

The Auditors' Report forms part of the Annual report and does not contain any qualification or adverse remarks.

RD

### **Secretarial Audit**

Mr. S Chidambaram, Company Secretary in Practice, Hyderabad, was appointed to undertake the Secretarial Audit of the Company for the Financial Year 2020-21. The Secretarial Audit Report is given in Annexure-II.

### **Explanation/ comments by the Board on Qualifications, Reservations, Adverse Remarks or Disclaimers made by the Statutory Auditors & the Practicing Company Secretary in their Reports:**

The Notes on financial statements referred to in the Auditors' Report are self-explanatory and do not call for any further comments. The Auditors' Report & Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

### **23 Directors' Responsibility Statement**

In terms of Section 134(5) of the Companies Act 2013, your Directors would like to state that:

- a. In the preparation of the Annual Accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year ended March 31, 2021 and the profit of the Company for that financial year;
- c. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. The Directors have prepared the Annual Accounts on a going concern basis.
- e. The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and operating effectively.
- f. The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### **24 Conservation Of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo**

#### **Conservation of Energy:**

The nature of the Company's operations requires a low level of energy consumption.

#### **Research and Development (R&D):**

The Company continues to look at opportunities in the areas of research and development in its present range of activities.

### Technology Absorption:

The Company continues to use the latest technologies for improving the productivity and quality of its services and products. The Company has not imported any technology during the year.

### Foreign Exchange Earnings and Outgo:

S.No	Purpose of	2020-21 Amount in Rs	2019-20 Amount in Rs
1	Inflow - against IT, IT enabled Services and other income	Rs.5,17,58,871/-	Rs. 4,96,23,786/-
2	Inflow - Advance against cancellation of Share Purchase Agreement - Stiaos Technologies Inc. Foreign Subsidiary	-	Rs. 54,74,757/-
3	Outflow - For Expenses - Paid through Credit Card	Rs. 21,54,583/-	Rs. 3,52,697/-

### 25 Particulars of Employees

(a) The information required under section 197 of the Companies Act, 2013 read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given in Annexure-III.

- b) Pursuant to Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, during the year under review, none of the employees of the Company employed throughout the financial year, was in receipt of remuneration for the year which, in the aggregate, in excess of sixty lakh rupees; none of the employees of the Company employed for a part of the financial year, was in receipt of remuneration for any part of the year, at a rate which, in the aggregate, in excess of five lakh rupees per month;

None of the employees of the Company employed throughout the financial year or part thereof, was in receipt of remuneration in the year which, in the aggregate, or as the case may be, at a rate which, in the aggregate, is in excess of that drawn by the managing director or whole-time director or manager and holds by himself or along with his spouse and dependent children, not less than two percent of the equity shares of the company.

### 26 Annual Return

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014, an annual return is uploaded on website of the Company [www.objectinfo.com](http://www.objectinfo.com).

### 27 Risk Management

Pursuant to section 134 (3) (n) of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company has formulated a policy on risk management. At present the company has not identified any element of risk which may threaten the existence of the company.

## **28 Vigil Mechanism / Whistle Blower Policy**

The Company has formulated a Whistle Blower Policy and has established a Vigil Mechanism for employees including Directors of the Company to report genuine concerns. The provisions of this policy are in line with the provisions of Section 177(9) of the Act and Regulation 22 of Listing Regulations. The whistle blower policy is available on the Company's website at [www.objectinfo.com](http://www.objectinfo.com)

## **29 Corporate Social Responsibility (CSR)**

The provisions relating to Corporate Social Responsibility under the Companies Act, 2013 do not apply to the company.

## **30 Disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013**

The Company has in place a Policy on Prevention of Sexual Harassment in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy.

Your Directors further state that during the year under review, there were no cases filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013

## **31 The details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future**

In terms of sub rule 5(vii) of Rule 8 of Companies (Accounts) Rules, 2014, there are no significant material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

## **32 Details in respect of frauds reported by Auditors under Sub Section (12) of Section 143 other than those which are reportable to the central government**

There have been no frauds reported by the auditors u/s 143(12).

## **33 Cost Audit:**

Cost Audit is not applicable to the Company.

## **34 Code of conduct for the prevention of Insider Trading**

The Board of Directors has adopted the Insider Trading Policy in accordance with the requirements of the SEBI (Prohibition of Insider Trading) Regulation, 2015 and the applicable Securities laws. The Insider Trading Policy of the Company lays down guidelines and procedures to be followed, and disclosures to be made while dealing with shares of the Company, as well as the consequences of violation. The policy has been formulated to regulate, monitor and ensure reporting of deals by employees and to maintain the highest ethical standards of dealing in Company securities.

The Insider Trading Policy of the Company covering code of practices and procedures for fair disclosure of unpublished price sensitive information and code of conduct for the prevention of insider trading, is available on our website [www.objectinfo.com](http://www.objectinfo.com).



### 35 Familiarisation Programmes

The Company familiarises its Independent Directors on their appointment as such on the Board with the Company, their roles, rights, responsibilities in the Company, nature of the industry in which the Company operates, etc. through familiarisation programme. The Company also conducts orientation programme upon induction of new Directors, as well as other initiatives to update the Directors on a continuing basis. The familiarisation programme for Independent Directors is disclosed on the Company's website [www.objectoneinfo.com](http://www.objectoneinfo.com).

### 36 Secretarial Standards

Pursuant to the provisions of Section 118 of the Companies Act, 2013, the Company has complied with the applicable provisions of the Secretarial Standards issued by the Institute of Company Secretaries of India and notified by Ministry of Corporate Affairs.

### 37 Internal Auditors

Pursuant to provisions of Section 138 read with Rule 13 of the Companies (Accounts) Rules, 2014 and Section 179 read with Rule 8(4) of the Companies (Meetings of Board and its Powers) Rules, 2014; during the year under review the Internal Audit of the functions and activities of the Company was undertaken by the Internal Auditor of the Company on quarterly basis by M/s. DSNV Prasad & Associates., the Internal Auditor of the Company.

Deviations are reviewed periodically and due compliance ensured. Summary of Significant Audit Observations along with recommendations and its implementations are reviewed by the Audit Committee and concerns, if any, are reported to Board. There were no adverse remarks or qualification on accounts of the Company from the Internal Auditor.

The Board has re-appointed by M/s. DSNV & Associates, Chartered Accountants, Hyderabad as Internal Auditors for the Financial Year 2021-22.

### 38 Acknowledgments

Your Directors would like to place on record their grateful appreciation for the assistance and co-operation received from the Financial Institutions, Banks, Government of India, State Governments, Government Authorities, Customers and Shareholders. Your Directors place on record their appreciation of the valuable contribution made by the employees at all levels.

**FOR OBJECTONE INFORMATION SYSTEMS LIMITED**

Sd/-

K. RAVI SHANKAR  
(DIN 00272407)  
Managing Director

Place : Hyderabad  
Date : 06.09.2021



**Certificate of Compliance with the Code of Conduct**

I hereby confirm that the Company has obtained from all the members of the Board and Senior Management Personnel, affirmation that they have complied with the Code of Conduct and Ethics for Directors and Senior Management of the Company in respect of Financial Year 2020-21.

Sd/-

Place: Hyderabad  
Date: 06.09.2021

Ravi Shankar Kantamneni  
Managing Director

**CEO AND CFO CERTIFICATE**

The Board of Directors,  
OBJECTONE INFORMATION SYSTEMS LIMITED

I, Ravi Shankar Kantamneni, Managing Director and Ramakrishna Adiraju, Chief Financial Officer of ObjectOne Information Systems Limited, to the best of our knowledge and belief hereby certify that:

a) We have reviewed financial statements and the cash flow statement for the year ended 31<sup>st</sup> March, 2021 and:

(i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.

(ii) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

b) There are no transactions entered into by the company during the year that are fraudulent, illegal or violative of the Company's code of conduct.

c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design and operations of internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies, if any.

d) We further certify that:

(i) there have been no significant changes in internal control over financial reporting during the year 2020-21;

(ii) there have been no significant changes in accounting policies during the year 2020-21;

(iii) there have been no materially significant fraud of which we have become aware and the involvement therein, of management or an employee having a significant role in the Company's internal control system over financial reporting.

**For and on behalf of the Board of Directors  
ObjectOne Information Systems Limited**

Sd/-

Sd/-

Place: Hyderabad  
Date: 06.09.2021

Ravi Shankar Kantamneni  
Managing Director

Ramakrishna Adiraju  
Chief Financial officer



FORM NO. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Annexure-I

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis : Nil

2. Details of material contracts or arrangement or transactions at arm's length basis :

S.No.	Name of the related party	Nature of Relationship	Nature of Transaction	Duration of the contract/transaction	Value	Amount in Rs.	
						Date of approval by the Board, if any	Amount paid as advance, if any
1	K. RAVI SHANKAR	Managing Director	Others (Rent etc.)	01.04.2020 to 31.03.2021	1,794,000	30.05.2019	1,000,000
2	K. RAVI SHANKAR	Managing Director	Payment of House Rent	01.04.2020 to 31.03.2021	692,134	30.05.2019	165,000
			Total		2,486,134		1,165,000

Place : Hyderabad

Date : 06.09.2021

FOR OBJECTONE INFORMATION SYSTEMS LIMITED

Sd/-

K. RAVI SHANKAR

(DIN: 00272407)

Managing Director

**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2021**  
*[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the  
Companies (Appointment and Remuneration Personnel) Rules, 2014]*

To  
The Members,  
Object One Information Systems Limited

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Object One Information Systems Limited. Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided and declarations made by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by "the Company" for the financial year ended on 31<sup>st</sup> March, 2021 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
- (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India;
- (ii) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; **[Except those as prescribed under Regulation 15(2) read with Regulations 15(3)]\***
- (iii) Information Technology Act 2000 ; Information Technology (Amendment) Act 2008 & Rules for the Information Technology Act 2000

Further as per the explanation given by the Company there are no specific acts applicable to be Company to be reported in my Report.

**\*As per Regulation 15 (2) to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the provisions of regulations 17, 17A, 18, 19, 20, 21, 22, 23, 24, 24A, 25, 26, 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 and para C, D and E of Schedule V shall not apply in respect of a listed entity whose paid up equity share capital does not exceed Rs. 10 crores and net worth does not exceed Rs. 25 crores as on March 31, 2020 to the extent that they are addition to the requirements specified under the Companies Act, 2013.**

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc.,

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**I further report that:**

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period:

***During the Financial Year 2020-21, the Company had received Letter from BSE Limited for Delay submission of Q1 Financial Results, however the company has complied with the above regulation and paid the fine to BSE Limited.***

Place: Hyderabad

Date: 01.09.2021

Sd/-

S. Chidambaram

Practicing Company Secretary:

FCS No. 3935

C P No: 2286

UDIN: F003935C000869954

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To  
The Members of  
Object One Information Systems Limited  
Hyderabad.

My Secretarial Audit Report of even date is to be read along with this letter.

- 1 The maintenance of Secretarial records is the responsibility of the Management of the Company. Further, the Company is also responsible for devising proper systems and process to ensure the compliance of the various statutory requirements and Governance systems.
- 2 It is the responsibility of the Management of the Company to ensure that the systems and process devised for operating effectively and efficiently.
- 3 My responsibility is to express an opinion on these secretarial records based on my audit.
- 4 I have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. I believe that the process and practices followed provide a reasonable basis for my opinion.
- 5 Wherever required, I have obtained the Management representations about the compliance of laws, rules and regulations and happening of events etc.
- 6 The Compliance of the provisions of other applicable laws, rules and regulations is the responsibility of the management. My examination was limited to the verification of procedure on test basis.
- 7 The secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the Management has conducted the affairs of the Company.

Place: Hyderabad  
Date: 01.09.2021

Sd/-  
S. Chidambaram  
Practicing Company Secretary:  
FCS No. 3935  
C P No: 2286  
UDIN: F003935C000869954

## PARTICULARS OF EMPLOYEES

(a) The information required under section 197 of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are given below:

- (i) The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year:

Amount in Rs.						
Sl No.	Name of the Director	Designation	Remuneration paid in 2020-21	Remuneration paid in 2019-20	Increase in remuneration from previous year	Ratio/median of employee remuneration (2020-21)
1.	Mr K. Ravi Shankar	Managing Director	30,00,000/-	30,00,000/-	NIL	1:1

- (ii) the percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year: NIL.
- (iii) The percentage increase in the median remuneration of employees in the financial year: NIL.
- (iv) The number of permanent employees on the rolls of company: 68
- (v) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration: (a) The average annual increase for the Financial Year 2020-21 in salaries of employees was NIL (b) The increase in managerial remuneration for the Financial Year 2020-21 was NIL.
- (vi) Affirmation that the remuneration is as per the remuneration policy of the company: Yes

(b) Statement under Section 134 of the Companies Act 2013 read with Rule 5 (2) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

- (i) Employed throughout the Financial Year and in receipt of remuneration aggregating Rs. 60,00,000 or more: Nil
- (ii) Employed for part of the financial year and in receipt of remuneration aggregating Rs. 5,00,000 per month or more: Nil
- (iii) Details of the Top Ten employees of the Company are: Attached

By Order of the Board  
For ObjectOne Information Systems Limited

Place : Hyderabad  
Date : 06.09.2021

Sd/-  
K. Ravi Shankar  
(DIN 00272407)  
Managing Director



DETAILS OF TOP 10 EMPLOYEES

Sl. No.	Name of the Employee	Designation	Remuneration paid - Amount in Rs.	Nature of Employment, whether contractual or otherwise	Qualification	Experience	Date of Commencement of Employment	The age of such employee	The last employment held before joining the Co.	The % of Equity Shares held by the Employee	Whether any such relative of any director or manager of the Company.
1	VV Durga Prasad	Team Lead- Programming	1747284	Permanent	MCA	NA	16.12.2002	46	NA- First Employment	0	No
2	K. Subramanyam	Team Lead- Media	921708	Permanent	BSc- Electronics	NA	23.07.2003	42	NA- First Employment	0	No
3	P. Siliakmi	Software Programmer	762500	Permanent	MCA	NA	16.12.2003	43	NA- First Employment	0	No
4	Ahinesh Kumar	Project Manager	858891	Permanent	MBA	9	13.01.2020	35	Prudence Technology Pvt Ltd	0	No
5	Amith Kumar	OBI/EE Developer	750000	Permanent	MCA	6	13.01.2020	33	Prudence Technology Pvt Ltd	0	No
6	Shyam Ravi Chaitu Chandalaveda	Project Manager	588000	Permanent	MBA	Project Coordinator & Software Engineer	27.01.2020	33	Dhasvan Software Solutions Pvt LTD	0	No
7	M. Subrahmanyam	Graphic Designer	585500	Permanent	BSc	Graphic Designer	01.02.2011	40	DQ Entertainment Ltd	0	No
8	SRINIVAS SURYA KARTHIK SMO KOTAM RAJU	SMO	518500	Permanent	Bachelor in Mechanical Engineering & Certified computer aided designing programme	CRM & Social Media Optimization	19.03.2014	32	Free lancer	0	No
9	M Prabhakar	Manager-Finance	488000	Permanent	M.Com	Accounting	28.07.2008	57	Sharathchandra Foods Pvt Ltd	0	No
10	Subrahansu Kumar	Social Media Monitoring And	420000	Permanent	MCA	9	01.11.2017	29	Dynode Software Technology Pvt LTD	0	No

Place : Hyderabad  
Date : 06.09.2021

FOR OBJECTONE INFORMATION SYSTEMS LIMITED

Sd/-  
K. RAVI SHANKAR  
(DIN 00272407)  
Managing Director

## INDEPENDENT AUDITOR'S REPORT

### To the Members of ObjectOne Information Systems Limited Report on the Audit of the IND AS Standalone Financial Statements

#### Opinion

We have audited the accompanying standalone financial statements of ObjectOne Information Systems Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended, summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Standalone Financial Statements")

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

#### Basis for Opinion

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

#### Information Other than the Standalone Financial Statements and Our Report thereon

The Company's management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Annual Report, but does not include the Standalone Financial Statements and our auditor's report thereon.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance; we have nothing to report in this regard.

### **Key Audit Matters**

Depending on the facts and circumstances of the entity and the Audit, there are no key audit matters to communicate in the Audit Report.

### **Responsibilities of Management and those charged with Governance for the Standalone Financial Statements**

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

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

The Board of Directors are responsible for overseeing the Company's financial reporting process.

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

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls 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 system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.  
 Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Standalone Financial Statements.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our Audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

- c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act, read with relevant rules issued thereunder and relevant provisions of the Act.
- e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to Standalone Financial Statements.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:  
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act; and
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have pending litigations which would impact on its financial position in its Standalone Financial Statements.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

**For P C N & Associates**

Chartered Accountants

FRN: 016016S

Sd/-

**Lakshmi Prasanthi S**

Partner

Membership Number: 236578

UDIN: 21236578AAAABT2257

Place: Hyderabad

Date: 30-06-2021

## ANNEXURE 'A' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date, to the Members of ObjectOne Information Systems Limited on the Standalone Financial Statements for the year ended March 31, 2021.

- i. In respect of the Company's Property, Plant and Equipment
  - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of its property, plant and equipment;
  - (b) The Company has a program of verification of Property, Plant and Equipment by which the Property, Plant and Equipment of the Company are being verified in a phased manner which, in our opinion, is reasonable having regard to the size of the Company and the nature of its business. Pursuant to the program, property, plant and equipment has been physically verified by the management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
  - (c) Based on audit procedures performed for the purpose of reporting the true and fair view of the Standalone Financial Statements and according to the information and explanations given to us and on the basis of our examination of records of the company, the title deeds of immovable properties are held in the name of the company.
- ii. The Company is in the business of providing software services and does not have any physical inventories. Accordingly, reporting under clause 3(ii) of the Order is not applicable to the Company.
- iii. The company has not granted any loans, secured or unsecured, to companies, firms, and Limited Liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Accordingly, reporting under clause 3 (iii) of the Order is not applicable to the Company.
- iv. The company has not granted any loans or provided any guarantee or security to the parties covered under section 185 and 186 of the Companies Act 2013. The Company has complied with the provisions of Section 185 and 186 of the Act in respect of Investments made by the Company.
- v. The Company has not accepted deposits during the year and does not have any unclaimed deposits as at March 31, 2021 and therefore, the provisions of the clause 3 (v) of the Order are not applicable to the Company.

- vi. The maintenance of cost records has not been specified by the Central Government under Section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. Thus reporting under clause 3(vi) of the order is not applicable to the Company.
- vii. According to the information and explanations given to us, in respect of statutory dues:
- (a) The Company is generally regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues applicable to it with the appropriate authorities.
  - (b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues in arrears as at March 31, 2021 for a period of more than six months from the date they became payable.
  - (c) According to the information and explanations given to us and based on the records of the company examined by us, there are no dues of Sales Tax, Service Tax, Excise Duty, Income Tax and Value Added Tax which have not been deposited as at March 31, 2021 on account of disputes.
- viii. The company has not defaulted in repayment of dues to financial institution or banks or Government as at the balance sheet date.
- ix. The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) or term loans and hence reporting under clause 3 (ix) of the Order is not applicable to the Company.
- x. To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- xi. In our opinion and according to the information and explanations given to us, the Company has paid/provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- xii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable to the Company.
- xiii. In our opinion and according to the information and explanations given to us, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv. During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly paid convertible debentures and hence reporting under clause 3 (xiv) of the Order is not applicable to the Company.
- xv. In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For P C N & Associates.,  
Chartered Accountants  
FRN: 016016S

Sd/-

Lakshmi Prasanthi S  
Partner  
Membership Number: 236578  
UDIN: 21236578AAAABT2257

Place:Hyderabad

Date: 30-06-2021

## **ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 2 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of ObjectOne Information Systems Limited of even date)

**Report on the Internal Financial Controls Over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of ObjectOne Information Systems Limited ("the Company") as of March 31, 2021 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

### **Management's Responsibility for Internal Financial Controls**

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company, considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

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## **Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over

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

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

### **Meaning of Internal Financial Controls over Financial Reporting**

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

### **Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be

detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **P C N & Associates.**

Chartered Accountants

FRN: 016016S

Sd/-

**Lakshmi Prasanthi S**

Partner

Membership Number: 236578

UDIN: 21236578AAAABT2257

Place: Hyderabad

Date: 30-06-2021

**OBJECTONE INFORMATION SYSTEMS LIMITED**

CIN: L31300TG1996PLC023119

H No. 8-3-988/34/7/2/1&2, Kamalapur Colony, Srinagar Colony, Hyderabad - 500073

Standalone Balance Sheet as at 31st Mar, 2021

(Amounts in Rs)

PARTICULARS	Note No.	As at	As at
		31 Mar 2021	31 Mar 2020
<b>ASSETS</b>			
<b>Non - Current Assets</b>			
Property, Plant, Equipment	1	9,752,404	9,217,370
Investment Property			
Other Intangible Assets	1	57,654,051	58,118,869
Financial Assets			
Loans			
Investments	2	21,978,596	21,978,596
Deferred tax asset (Net)	3	3,390,919	3,366,416
Other non current assets	4	189,383	189,383
<b>Total A</b>		<b>92,965,353</b>	<b>92,870,634</b>
<b>Current Assets</b>			
Inventories	5	32,614,951	46,062,180
Financial Assets			
Trade receivables	6	39,470,348	22,564,245
Cash and cash equivalents	7	9,840,079	5,073,140
Others (to be specified)			
Current Tax Assets (Net)	8	6,782,616	4,825,804
Other current assets	9	7,685,830	13,422,909
<b>Total B</b>		<b>96,393,824</b>	<b>91,948,278</b>
<b>Total (A+B)</b>		<b>189,359,177</b>	<b>184,818,912</b>

PARTICULARS	Note No.	As at	As at
		31 Mar 2021	31 Mar 2020
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	10	105,119,000	105,119,000
Other equity	11	24,664,252	17,669,096
<b>Total A</b>		<b>129,783,252</b>	<b>122,788,096</b>
<b>LIABILITIES</b>			
<b>Non- Current liabilities</b>			
<b>Financial liabilities</b>			
(i) Borrowings	12	4,047,191	2,210,796
(ii) Trade Payables			
(iii) Other Financial Liabilities			
Provisions			
Deferred tax liabilities (Net)			
Other non - current liabilities	13	4,760,879	4,562,570
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
(i) Borrowings	14	-	9,917,641
(ii) Trade Payables	15	13,917,802	16,525,849
(iii) Other Financial Liabilities	16	-	282,365
Other Current Liabilities	17	27,336,022	25,236,461
Provisions	18	9,514,031	3,295,134
Current Tax Liabilities (net)			
<b>Total B</b>		<b>59,575,925</b>	<b>62,030,816</b>
<b>Total (A+B)</b>		<b>189,359,177</b>	<b>184,818,912</b>

Summary of Significant Accounting Policies & the accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For P C N & Associates

Chartered Accountants

Firm registration number: 030005

Lakshmi Prasanth S

Partner

Membership No: 236572

Place: Hyderabad

Date: 30-06-2021

For and on behalf of the Board of Directors

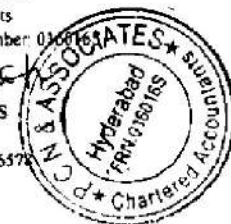
ObjectOne Information Systems Limited

*K Ravi Shankar*  
K Ravi Shankar  
Managing Director  
DIN: 0272407

*A Rama Krishna*  
A. Rama Krishna  
CFO

*K Himabindu*  
K Himabindu  
Executive Director  
DIN: 00497060

*Vibram Verma*  
Vibram Verma  
Company Secretary  
M.No.54939



**OBJECTONE INFORMATION SYSTEMS LIMITED**  
CIN: L31300TG1996PLC023119  
H No. 8-3-988/34/7/2/1&2, Kamalapuri Colony, Srinagar Colony, Hyderabad - 500073

**Standalone Statement of Profit and Loss for the Period ended 31st Mar 2021**

(Amounts in Rs.)

Particulars	Note No	For the Year Ended 31-Mar-21	For the Year Ended 31-Mar-20
<b>Revenue</b>			
Revenue from operations	19	143,202,997	85,432,786
Other Income	20	2,161,052	326,460
<b>Total Income</b>		<b>145,364,049</b>	<b>85,759,246</b>
<b>Expenses</b>			
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	21	22,454,473	(3,135,958)
Employee Benefit Expenses	22	38,912,977	30,538,705
Other Operating Expenditure	23	52,570,971	37,909,581
Finance costs	24	849,284	1,689,645
Other expenses	25	18,834,547	15,722,806
Depreciation	1	1,546,085	1,649,168
<b>Total Expenses</b>		<b>135,168,337</b>	<b>84,373,947</b>
<b>Profit/(loss) before Tax</b>		<b>10,195,712</b>	<b>1,385,299</b>
<b>Tax expense:</b>			
Provision for Tax		1,701,868	-
Prior Period Taxes		-	741,748
MAT credit entitlement		1,523,191	(741,748)
Deferred Tax		(24,503)	(101,004)
<b>Profit/(Loss) for the period</b>		<b>6,995,156</b>	<b>1,486,303</b>
<b>Other comprehensive income</b>			
Items that will not be reclassified to profit or loss			-
Income tax related to items that will not be reclassified			-
Items that will be reclassified to profit or loss			-
Income tax related to items that will be reclassified to profit or loss			-
i. Items that will not be reclassified to Statement of			-
ii. Income tax relating to items that will not be			-
iii. Items that will be reclassified to Statement of			-
iv. Income tax relating to items that will be			-
<b>Total comprehensive income for the period</b>		<b>6,995,156</b>	<b>1,486,303</b>
<b>VII. Earning per equity share of Rs 10/- each:</b>			
(1) Basic		0.67	0.14
(2) Diluted		0.67	0.14

Summary of Significant Accounting Policies & the accompanying notes are an integral part of the financial statements.

As per our report of even date attached

**For P C N & Associates**  
(Previously known as Chandrababu Naidu & Co)  
Chartered Accountants  
Firm registration number: 01601483

*J. Lakshmi Prasanthi*  
**Lakshmi Prasanthi S**  
Partner  
Membership No.: 236674  
Place: Hyderabad  
Date: 30-06-2021



For and on behalf of the Board of Directors



*Ravi Shankar*  
**Ravi Shankar**  
Managing Director  
DIN : 0272407

*A. Rama Krishna*  
**A. Rama Krishna**  
CFO

*Hima Bindu*

**K Hima Bindu**  
Executive Director  
DIN : 00497060

*Vikram Verma*  
**Vikram Verma**  
Company Secretary  
M.No.54939

OBJECTONE INFORMATION SYSTEMS LIMITED		
Statement of Cash flow for the year ended 31st March 2021		
Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
<b>A. Cash flow from operating activities</b>		
Profit / (Loss) before tax	10,495,712	1,385,299
Adjustments to reconcile profit before tax to net cash from / (used in) operating activities:		
Depreciation on property, plant and equipment	8,49,000	1,649,168
Amortisation and impairment of intangible assets		
(Gain)/loss on sale of property, plant and equipment		
Depreciation on investment properties		
Impairment loss on goodwill		
Share-based payment expense		
Net foreign exchange differences		
Fair value adjustment of a contingent consideration		
Finance income (including fair value change in financial instruments)	(363,469)	(208,372)
Finance costs (including fair value change in financial instruments)	849,284	1,689,645
Share of profit of an associate or a joint venture		
(Gain)/loss on sale of investment		
Other adjustments (Ind AS)		
Less: Profit on loss on fixed assets		
<b>Operating Profit before working capital changes</b>	<b>12,227,613</b>	<b>4,515,740</b>
<b>Working capital adjustments:</b>		
Decrease/ (increase) in Trade and Other Advances	(348,003)	(467,345)
Decrease/ (increase) in Inventory	(344,722)	(3,135,958)
Increase/ (decrease) in Trade Payables	(260,047)	266,954
(Increase) / decrease in Trade Receivables	(16,906,035)	(2,177,254)
Increase/ (decrease) in Advances From Customers		
(Decrease)/ increase non current liabilities	198,709	544,895
Decrease/ (increase) in other Current assets	373,707	(1,768,746)
(Decrease)/ increase in Short Term Provisions	451,702	(1,100,293)
Decrease/ (increase) in other Non Current assets		
Increase/ (decrease) Other Current liabilities	181,716	(5,876,750)
Increase/ (decrease) in Short term borrowings	(991,704)	4,011,992
Sub Total	(719,495)	(9,702,509)
Income tax paid		
<b>Net cash flows from operating activities (A)</b>	<b>5,032,661</b>	<b>(5,166,769)</b>
<b>B. Cash flow from investing activities</b>		
Payment for purchase and construction of property, plant and equipment	(1,610,301)	-
Payment for purchase and construction of investment properties	-	-
Payment for purchase and development of intangible assets	-	-
Purchase of financial instruments	-	-
Acquisition of subsidiaries (net of cash acquired)	-	-
Proceeds from sale of property, plant and equipment	-	-
Proceeds from sale of financial instruments	-	-
Interest received	363,469	208,372
Refund/ (Investment) in bank deposits for more than 3 months		
Loans given		
Repayment of loans given		
<b>Net cash flows from / (used in) investing activities (B)</b>	<b>(1,251,833)</b>	<b>268,372</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from issue of share capital		
Proceeds from unlisted non convertible debentures		
Proceeds from redeemable preference shares		
Proceeds from long term loans and borrowings	1,836,395	(282,568)
Proceeds from acceptances		
Proceeds from sale of treasury shares		
Proceeds from exercise of share options		
Proceeds from settlement of derivative		
Transaction costs related to loans and borrowings		
Interest payment	(849,284)	(1,689,645)
Acquisition of Non-controlling interest		
Repurchase of treasury shares		
<b>Net Cash flows from / (used in) Financing activities (C)</b>	<b>987,111</b>	<b>(1,972,013)</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>4,766,939</b>	<b>(6,950,410)</b>
Opening Balance of Cash	5,073,140	12,023,550
Closing Balance	<b>9,840,079</b>	<b>5,073,140</b>
<b>Components of Cash and Cash Equivalents</b>		
Cash on Hand	16,320	4,066
Balances with bank in current account	9,823,759	5,069,074
<b>Balance at the end of the year</b>	<b>9,840,079</b>	<b>5,073,140</b>

Significant Accounting Policies and Notes forming part of Accounts are integral part of the Financial Statements

As per our report of even date attached

For P.C.N & Associates

Chartered Accountants

Firm registration number: 110000

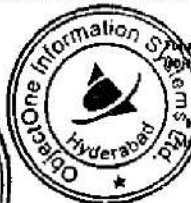
Charani Prasannaiah

Partner

Membership No: 236000

Place: Hyderabad

Date: 31-06-2021



and on behalf of the Board of Directors  
Objectone Information Systems Limited

## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Stand alone financial statements for the year ended March 31, 2021

### **SIGNIFICANT ACCOUNTING POLICIES**

#### **Corporate Information**

ObjectOne Information Systems Limited ("the Company") is domiciled and incorporated in India and its equity shares are listed at Bombay Stock Exchange.

The Company is a global I.T. Solution provider with strong established presence in India and U.S. Since, 1996.

The Company has been offering range of I.T. Products and solutions to its global customers across multiple verticals like Banking, Insurance, Professional Services, Media, Telecommunications, and Healthcare etc.

Web applications and I T enabled services have been one of its main focus areas. Its strong presence & core expertise in the web applications, portal development, Content management System, Search Engine optimization, Social Media Optimization, Mobile app development and implementation enable it to identify world class products to address various industry sectors' needs.

The financial statements of the company for the year 31st March 2020 were approved and authorized for issue by board of directors in their meeting held on 30<sup>th</sup> July 2020.

#### **Statement of compliance:**

The financial statements are a general purpose financial statement which have been prepared in accordance with the Companies Act, Indian Accounting Standards (Ind AS) and complies with other requirements of the law.

#### **Basis of preparation**

The company prepared financial statements for all periods up to 31st March 2019 in accordance with The Accounting Standards notified u/s 133 of The Companies Act 2013 (as amended) (read with Companies (Accounts) Rules 2015)

The financial statement has been prepared considering all IND AS as notified & made applicable by MCA for reporting date i.e. March 31, 2020.

The standalone financial statements provide comparative information in respect to the previous year.

#### **Compliance with Ind AS**

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) read with Companies (Indian Accounting Standards) Rules, 2015, 2016 & 2017 and other relevant provisions of the Act.

#### **(ii) Historical cost convention**

The financial statements have been prepared on a historical cost basis, except for the following:

- Certain financial assets and liabilities (including derivative instruments) and contingent consideration that is measured at fair value;
- Assets held for sale – measured at fair value less cost to sell; and
- Defined benefit plans – plan assets measured at fair value;

## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Stand alone financial statements for the year ended March 31, 2021

### **Summary of significant accounting policies**

#### **Significant Accounting Estimates and Judgments**

Estimates, assumptions concerning the future and judgments are made in the preparation of the financial statements. They affect the application of the Company's accounting policies, reporting amounts of assets, liabilities, income and expense and disclosures made. Although these estimates are based on management's best knowledge of current events and actions, actual result may differ from those estimates.

The critical accounting estimates and assumptions used and areas involving a high degree of judgments are described below:

#### ***Use of estimation and assumptions***

In the process of applying the entity's accounting policies, management had made the following estimation and assumptions that have the significant effect on the amounts recognised in the financial statements.

#### **Income tax**

The company recognizes tax liabilities based upon self-assessment as per the tax laws. When the final tax outcome of these matters is different from the amounts that were initially recognised, such differences will impact the income tax and deferred tax provisions in the period in which such final determination is made.

#### **Property, plant and equipment & Intangible Assets**

Key estimates related to long-lived assets (property, plant and equipment, leaseholds and intangible assets) include useful lives, recoverability of carrying values and the existence of any retirement obligations. As a result of future decisions, such estimates could be significantly modified. The estimated useful lives of long-lived assets is applied as per the Schedule II of Companies Act, 2013 and estimated based upon our historical experience, engineering estimates and industry information. These estimates include an assumption regarding periodic maintenance and an appropriate level of annual capital expenditures to maintain the assets.

#### **Employee Benefits- Measurement of Defined Benefit Obligation**

Management assesses post-employment and other employee benefit obligations using the projected unit credit method based on actual assumptions which represent management's best estimates of the variables that will determine the ultimate cost of providing post-employment and other employee benefits.

#### **Critical judgments made in applying accounting policies**

#### **Impairments in Subsidiaries and Associates**

When a subsidiary is in net equity deficit and has suffered operating losses, a test is made whether the investment in the investee has suffered any impairment, in accordance with the stated accounting policy. This determination requires significant judgment. An estimate is made of the future profitability of the investee, and the financial health of and near-term business outlook for the investee, including factors such as industry and sector performance, and financing and operational cash flows.

## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Stand alone financial statements for the year ended March 31, 2021

### Impairment of plant & equipment and Intangible assets

The company assesses whether plant & equipment and intangible assets have any indication of impairment in accordance with the accounting policy. The recoverable amounts of plant & equipment and intangible asset have been determined based on value-in-use calculations. These calculations require the use of judgment and estimates.

### Expected credit loss

Expected credit losses of the company are based on an evaluation of the collectability of receivables. A considerable amount of judgment is required in assessing the ultimate realization of these receivables, including their current creditworthiness, past collection history of each customer and ongoing dealings with them. If the financial conditions of the counterparties with which the Company contracted were to deteriorate, resulting in an impairment of their ability to make payments, additional expected credit loss may be required.

## **I. Property, Plant and Equipment**

All items of property, plant and equipment are initially recorded at cost. The cost of an item of plant and equipment is recognized as an asset if, and only if, it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Cost includes its purchase price (after deducting trade discounts and rebates), import duties & non-refundable purchase taxes, any costs directly attributable to bringing the asset to the location & condition necessary for it to be capable of operating in the manner intended by management, borrowing costs on qualifying assets and asset retirement costs. When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

The activities necessary to prepare an asset for its intended use or sale extend to more than just physical construction of the asset. It may also include technical (DPR, environmental, planning, Land acquisition and geological study) and administrative work such as obtaining approvals before the commencement of physical construction.

The cost of replacing a part of an item of property, plant and equipment is capitalized if it is probable that the future economic benefits of the part will flow to the Company and that its cost can be measured reliably. The carrying amount of the replaced part is derecognized.

Costs of day to day repairs and maintenance costs are recognized into the statement of profit and loss account as incurred.

Subsequent to recognition, property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

The residual values, estimated useful lives and depreciation method are reviewed at each financial year-end, and adjusted prospectively, if appropriate.

An item of plant and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de recognition of the asset is recognised in the profit or loss in the year the asset is derecognized.

Assets under installation or under construction as at the Balance Sheet date are shown as Capital Work in Progress.



## ObjectOne Information Systems Limited

Notes and other explanatory information to Stand alone financial statements for the year ended March 31, 2021

### **Depreciation**

Depreciation is provided on Straight Line Method, as per the provisions of schedule II of the Companies Act, 2013 or based on useful life estimated on the technical assessment. Asset class wise useful lives in years are as under:

Plant and Machinery	1 to 25
Buildings	8 to 60
Computers and equipment	3 to 5
Furniture & fixtures	10 to 15
Vehicles	8 to 10
Office equipment	5 to 15

Leasehold Assets are depreciated over the shorter of the estimated useful life of the asset or the lease term.

Fully depreciated plant and equipment are retained in the financial statements (at their residual values) until they are no longer in use.

In respect of additions / deletions to the fixed assets / leasehold improvements, depreciation is charged from the date the asset is ready to use / up to the date of deletion.

Depreciation on adjustments to the historical cost of the assets on account of reinstatement of long term borrowings in foreign currency, if any, is provided prospectively over the residual useful life of the asset.

### **II. Intangible Assets**

Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably.

### **III. Financial Assets**

Financial assets comprise of investments in equity and debt securities, trade receivables, cash and cash equivalents and other financial assets.

#### **Initial recognition:**

All financial assets are recognised initially at fair value. Purchases or sales of financial asset that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the company commits to purchase or sell the assets.

#### **Subsequent Measurement:**

##### **(i) Financial assets measured at amortised cost:**

Financial assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are measured at amortised cost using effective interest rate (EIR) method. The EIR amortization is recognised as finance income in the Statement of Profit and Loss.

## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Stand alone financial statements for the year ended March 31, 2021

The Company while applying above criteria has classified the following at amortised cost:

- a) Trade receivable
- b) Cash and cash equivalents
- c) Other Financial Asset

### **(ii) Financial assets at fair value through other comprehensive income (FVTOCI):**

Financial assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows, selling the financial assets and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are measured at FVTOCI.

Fair Value movements in financial assets at FVTOCI are recognised in other comprehensive income.

Equity instruments held for trading are classified as at fair value through profit or loss (FVTPL). For other equity instruments the company classifies the same as at FVTOCI. The classification is made on initial recognition and is irrevocable. Fair value changes on equity investments at FVTOCI, excluding dividends are recognised in other comprehensive income (OCI).

### **(iii) Financial assets at fair value through profit or loss (FVTPL)**

Financial assets are measured at fair value through profit or loss if it does not meet the criteria for classification as measured at amortised cost or at fair value through other comprehensive income. All fair value changes are recognised in the statement of profit and loss.

**(iv) Investment in subsidiaries, joint ventures & associates are carried at cost in the separate financial statements.**

### ***Impairment of Financial Assets:***

Financial assets are tested for impairment based on the expected credit losses.

#### **(i) Trade Receivables**

An impairment analysis is performed at each reporting date. The expected credit losses over life time of the asset are estimated by adopting the simplified approach using a provision matrix which is based on historical loss rates reflecting current condition and forecasts of future economic conditions. In this approach assets are grouped on the basis of similar credit characteristics such as industry, customer segment, past due status and other factors which are relevant to estimate the expected cash loss from these assets.

#### **(ii) Other financial assets**

Other financial assets are tested for impairment based on significant change in credit risk since initial recognition and impairment is measured based on probability of default over the life time when there is significant increase in credit risk.

### ***De-recognition of financial assets***

A financial asset is derecognized only when:

## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Stand alone financial statements for the year ended March 31, 2021

- The company has transferred the rights to receive cash flows from the financial asset or
- The contractual right to receive cash flows from financial asset is expired or
- Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset and transferred substantially all risks and rewards of ownership of the financial asset, in such cases the financial asset is derecognized. Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is also derecognized if the company has not retained control of the financial asset.

### **IV. Impairment of Non-Financial Assets**

At each reporting date, the Company assesses whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, the company makes a formal estimate of recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and is written down to its recoverable amount.

Recoverable amount is the greater of fair value less costs to sell and value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

### **V. Inventory:**

**Inventory / Working in Process:** Accounted at net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

### **VI. Cash and Cash equivalents**

Cash and cash equivalents comprise cash at bank and in hand and short-term investments with an original maturity of three months or less. Deposits with banks subsequently measured at amortized cost and short term investments are measured at fair value through Profit & Loss account.

### **VII. Non-current Assets held for sale**

Non-current assets, or disposal groups comprising assets and liabilities, that are expected to be recovered through sale rather than through continuing use, are classified as held for sale. Immediately before classification as held for sale, the assets, or components of the disposal group, are re-measured in accordance with the Company's accounting policies. Thereafter, the assets, or disposal group, are measured at the lower of their carrying amount and fair value less costs to sell. Any impairment losses on initial classification as held for sale or subsequent gain on re-measurement are recognized into statement of Profit & Loss Account. Gains are not recognized in excess of any cumulative impairment losses.

### **VIII. Share Capital**

Shares are consists of equity shares and classified as equity.

## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Stand alone financial statements for the year ended March 31, 2021

### **IX. Financial Liabilities**

#### ***Initial recognition and measurement***

Financial liabilities are recognized when, and only when, the Company becomes a party to the contractual provisions of the financial instrument. The company determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value plus any directly attributable transaction costs, such as loan processing fees and issue expenses

#### ***Subsequent measurement – at amortised cost***

After initial recognition, financial liabilities are subsequently measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the liabilities are de recognised, and through the amortization process.

#### ***De recognition***

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

### **X. Borrowing Costs**

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest, exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost and other costs that an entity incurs in connection with the borrowing of funds.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

### **XI. Employee Benefits**

- Employee benefits are charged to the statement of Profit and Loss for the year and for the projects under process stage are work in process as other direct cost in the Capital Work in Progress / Intangible asset under development.
- Retirement benefits in the form of Provident Fund are a defined contribution scheme and the contributions are recognised, when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective funds.
- Gratuity liability is defined benefit obligations and is provided for on the basis of an actual valuation made at the end of each financial year. Re-measurement in case of defined benefit plans gains and losses arising from experience adjustments and changes in actual assumptions are recognised in the period in which they occur, directly in other comprehensive income and they are included in retained earnings in the statement of changes in equity in the balance sheet.
- Compensated absences are provided for on the basis of an actual valuation on made at the end of each financial year. Re-measurement as a result of experience adjustments and changes in actual assumptions are recognised in profit or loss.

## ObjectOne Information Systems Limited

Notes and other explanatory information to Stand alone financial statements for the year ended March 31, 2021

- The amount of Non-current and Current portions of employee benefits is classified as per the actual valuation at the end of each financial year.

### XII. Income Taxes

Income tax expense is comprised of current and deferred taxes. Current and deferred tax is recognized in net income except to the extent that it relates to a business combination, or items recognized directly in equity or in other comprehensive income.

Current income taxes for the current period, including any adjustments to tax payable in respect of previous years, are recognized and measured at the amount expected to be recovered from or payable to the taxation authorities based on the tax rates that are enacted or substantively enacted by the end of the reporting period.

Deferred income tax assets and liabilities are recognized for temporary differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases using the tax rates that are expected to apply in the period in which the deferred tax asset or liability is expected to settle, based on the laws that have been enacted or substantively enacted by the reporting date.

Deferred tax assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable income nor the accounting income. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable income will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and reduced accordingly to the extent that it is no longer probable that they can be utilized.

In the situations where the Company is entitled to a tax holiday under the Income-tax Act, 1961 enacted in India or tax laws prevailing in the respective tax jurisdictions where it operates, no deferred tax (asset or liability) is recognized in respect of temporary differences which reverse during the tax holiday period, to the extent the company's gross total income is subject to the deduction during the tax holiday period.

Deferred tax in respect of temporary differences which reverse after the tax holiday period is recognized in the year in which the temporary differences originate. However, the Company restricts recognition of deferred tax assets to the extent that it has become reasonably certain, that sufficient future taxable income will be available against which such deferred tax assets can be realized. For recognition of deferred taxes, the temporary differences which originate first are considered to reverse first.

Deferred tax assets and liabilities are offset when there is legally enforceable right of offset current tax assets and liabilities when the deferred tax balances relate to the same taxation authority. Current tax asset and liabilities are offset where the entity has legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

### XIII. Provisions , Contingent Liabilities and Contingent Assets

#### *Provisions*

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used



## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Stand alone financial statements for the year ended March 31, 2021

to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense and is recorded over the estimated time period until settlement of the obligation. Provisions are reviewed and adjusted, when required, to reflect the current best estimate at the end of each reporting period.

The Company recognizes decommissioning provisions in the period in which a legal or constructive obligation arises. A corresponding decommissioning cost is added to the carrying amount of the associated property, plant and equipment, and it is depreciated over the estimated useful life of the asset.

A provision for onerous contracts is recognized when the expected benefits to be derived by the company from a contract are lower than the unavoidable cost of meeting its obligations under contract. The provision is measured at the present value of the lower of expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the company recognizes any impairment loss on the assets associated with that contract.

Liquidated Damages / Penalty as per the contracts / Additional Contract Claims / Counter Claims under the contract entered into with Vendors and Contractors are recognised at the end of the contract or as agreed upon.

### ***Contingent Liabilities***

Contingent liability is disclosed in case of

- A present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- A present obligation arising from past events, when no reliable estimate is possible;
- A possible obligation arising from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company where the probability of outflow of resources is not remote.

### ***Contingent Assets***

Contingent assets are not recognized but disclosed in the financial statements when as inflow of economic benefits is probable

## **XIV. Fair Value Measurements**

Company uses the following hierarchy when determining fair values:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (prices) or indirectly (derived from prices); and,

Level 3 – Inputs for the asset or liability that are not based on observable market data.

The fair value of financial instruments traded in active markets is based on quoted market prices at the reporting dates. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The fair value for these instruments is determined using Level 1 inputs.

## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Stand alone financial statements for the year ended March 31, 2021

The fair value of financial instruments that are not traded in an active market (for example, over the counter derivatives) is determined by using valuation techniques. These valuation techniques maximize the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is fair valued using level 2 inputs.

If one or more of the significant inputs is not based on observable market data, the instrument is fair valued using Level 3 inputs. Specific valuation techniques used to value financial instruments include:

- Quoted market prices or dealer quotes for similar instruments;
- The fair value of interest rate swaps is calculated as the present value of the estimated future cash flows based on observable yield curves;
- The fair value of forward foreign exchange contracts is determined using forward exchange rates at the reporting dates, with the resulting value discounted back to present value;
- Other techniques, such as discounted cash flow analysis, are used to determine fair value for the remaining financial instruments.

### **XV. Revenue Recognition**

Revenue is recognized and measured at the fair value of the consideration received or receivable, to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

The company collects GST, on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue. The following specific recognition criteria must also be met before revenue is recognized:

#### ***Sale of Goods***

Revenue from the sale of goods are recognized when there is persuasive evidence, usually in the form of an executed sales agreement at the time of delivery of the goods to customer, indicating that there has been a transfer of risks and rewards to the customer, no further work or processing is required, the quantity and quality of the goods has been determined, the price is considered fixed and generally title has passed.

#### ***Insurance Claims***

Insurance claims are recognized on acceptance / receipt of the claim.

#### ***Interest***

Revenue is recognized as the interest accrues, using the effective interest method. This is the method of calculating the amortized cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

#### ***Dividends***

Dividends are recognised in profit or loss only when the right to receive payment is established.

## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Stand alone financial statements for the year ended March 31, 2021

### **XVI. Foreign Currency Transactions**

Transactions in foreign currencies are translated to the functional currency of the company, at exchange rates in effect at the transaction date.

At each reporting date monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate in effect at the date of the statement of financial position.

The translation for other non-monetary assets is not updated from historical exchange rates unless they are carried at fair value.

### **XIX. Minimum Alternative Tax (MAT) Credit**

MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the statement of profit and loss and shown as MAT Credit Entitlement. The company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that company will pay normal Income Tax during the specified period.

### **XX. Earnings per Share**

Basic earnings per share are calculated by dividing:

- The profit attributable to owners of the company
- By the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year and excluding treasury shares.

Diluted earnings per share adjust the figures used in the determination of basic earnings per share to take into account:

- The after income tax effect of interest and other financing costs associated with dilutive potential equity shares
- The weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

### **XXI. Segmental Reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision makers, who are responsible for allocating resources and assessing performance of the operating segments.



**ObjectOne Information Systems Ltd**

**Note No. 1 : FIXED ASSETS - TANGIBLE & INTANGIBLE ASSETS AS AT 31.03.2021 - STAND ALONE**

S.No.	DESCRIPTION OF ASSET	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		Block as at 01/04/2020	Additions during the year	Discarded	Total Cost as at 31/03/2021	Upto 31/03/2020	Deletion	Dep For the year 2020-21	Total as at 31/03/2021	As at 31/03/2021	As at 31/03/2020
1	Leased Building	8,850,887	-	-	8,850,887	4,648,549	-	197,739	4,846,288	4,004,399	4,202,138
2	Hardware & software	2,976,435	513,749	-	3,490,184	2,827,516	-	42,744	2,870,260	619,924	148,919
3	Furniture & Fixtures	3,438,181	180,111	-	3,618,292	3,046,904	-	89,984	3,136,888	481,404	391,277
4	Office equipment	700,268	922,447	-	1,622,709	639,572	-	50,413	689,985	932,724	60,696
5	Electrical Fittings	125,000	-	-	125,000	110,175	-	-	110,175	14,825	14,825
6	Vehicles	7,426,195	-	-	7,426,195	3,026,680	-	700,367	3,727,067	3,699,128	4,399,515
7	Intangibles	-	-	-	-	-	-	-	-	-	-
8	Kidsone Content	2,601,242	-	-	2,601,242	2,285,751	-	-	2,285,751	315,491	315,491
9	Rights	54,860,700	-	-	54,860,700	-	-	-	-	54,860,700	54,860,700
		32,430,030	-	-	32,430,030	29,487,352	-	461,818	29,952,170	2,477,860	2,942,678
	<b>Total</b>	<b>113,408,738</b>	<b>1,616,301</b>	<b>-</b>	<b>115,025,039</b>	<b>46,972,499</b>	<b>-</b>	<b>1,546,085</b>	<b>47,618,584</b>	<b>67,406,455</b>	<b>67,336,239</b>
	Previous Year	113,408,738	-	-	113,408,738	44,423,331	-	1,649,168	46,072,499	67,336,239	68,985,407

**Notes:**

- Tangible Assets**  
The Company has selected to continue with the carrying value of its Property, Plant & Equipment (PPE) recognized as of April 1, 2016 (transition date) measured as per the Previous GAAP and used that carrying value as its deemed cost as on the transition date except for decommissioning liabilities included in the cost of other Property, Plant & Equipment (PPE) which has been adjusted in terms of para D 21 of Ind AS 101.
- The Company estimates the useful life of the Hardware & software to be 3 years based on the expected technical obsolescence of such assets. However the actual useful life may be shorter or longer than 3 years, depending on technical innovations and competitor actions.
- The Company estimates the useful life of the Leased building to be 30 years from the date of acquisition.
- Intangible Assets**  
The Company has selected to continue with the carrying value of its Intangible Assets recognised as of April 1, 2016 (transactions date) measured as per the Previous GAAP and used that carrying value as its deemed cost as on the transition date.
- Significant estimate: Useful life of intangible assets-Rights & Kidsone Content - estimated 10 years from the date of acquiring of the asset and calculated depreciation accordingly. However if a entertainment content and the actual useful life may b shorter or longer than 10 years, depending on public demands.



**OBJECTONE INFORMATION SYSTEMS LIMITED**  
Notes to Financial Statement as at 31st Mar, 2021

**2 Investment** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
<b>Investment in Subsidiaries</b>		
Equity Shares - Stiaos Technologies Inc (100% of Holding)	21,978,596	21,978,596
<b>Total</b>	<b>21,978,596</b>	<b>21,978,596</b>

**Note:**

The Company has elected to continue with the carrying value of its investment in its 100% subsidiary M/s. Stiaos Technologies Inc, USA whose principle activity is related to software consultancy business, measured as per the Previous GAAP and used that carrying value on the transition date April 1, 2016 in terms of Para D15(b)(ii) of Ind AS 101.

**3 Deferred Tax Asset** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
<b>Opening Balance</b>	<b>3,366,416</b>	<b>3,265,412</b>
Add/Deduct Tax liability for the current year	24,503	101,004
<b>Total</b>	<b>3,390,919</b>	<b>3,366,416</b>

**4 Other Non-Current Assets** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Advances Otherthan capital advances		
Security Deposits	189,383	189,383
Other Advances (Specify nature)		
Other Advances	11,573,975	11,573,975
Less: Provision for Bad Debts	(11,573,975)	(11,573,975)
Other (Specify nature)		
Gratuity Fund		
<b>Total</b>	<b>189,383</b>	<b>189,383</b>

**5 INVENTORIES** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Work-in-progress	32,614,951	46,062,180
<b>Total</b>	<b>32,614,951</b>	<b>46,062,180</b>

**6 Trade Receivables** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
<b>Outstanding for a period exceeding six months from the date</b>		
Unsecured and considered good	7,576,602	8,832,927
<b>Other Receivable</b>		
Unsecured and considered good	31,893,746	13,731,318
<b>Total</b>	<b>39,470,348</b>	<b>22,564,245</b>
1-180 Days	31,893,746	13,731,318
181-365 Days	1,219,642	1,884,426
more than 365 Days	10,556,169	11,214,977
Provision for bad debts	(4,199,210)	(4,266,476)
<b>Total</b>	<b>39,470,348</b>	<b>22,564,245</b>



**OBJECTONE INFORMATION SYSTEMS LIMITED**

Notes to Financial Statement as at 31st Mar, 2021

**7 Cash and Cash Equivalents** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
<b>Cash &amp; Cash Equivalents :</b>		
Balances with Banks		
In Current Accounts	5,444,797	297,836
In Deposits Accounts	4,378,962	4,771,238
Cash on hand	16,320	4,066
<b>Total</b>	<b>9,840,079</b>	<b>5,073,140</b>

**8 Current Tax Assets** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
a) Advance Income Tax(Includes TDS Receivable)	6,773,866	3,409,856
b) CENVAT Credit(Including of Capital Goods & PLA Amount)		1,397,479
c) GST Receivable	8,750	18,469
<b>Total</b>	<b>6,782,616</b>	<b>4,825,804</b>

**9 Other Current Assets** (Amount in Rs)

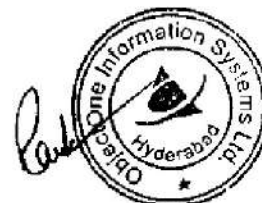
Particulars	As at 31 Mar 2021	As at 31 Mar 2020
a) Security Deposits with customers	1,305,000	1,622,500
b) Advances to Employees	463,008	486,874
c) Advances to Suppliers	-	205,677
d) Other Advances	3,289,346	6,956,191
e) MAT Credit	2,628,476	4,151,667
<b>Total</b>	<b>7,685,830</b>	<b>13,422,909</b>

**10 Statement of Changes Equity** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Balance as on 01st April (Number of Equity shares 10511900 of Rs. 10 each)	105,119,000	105,119,000
<b>Changes in Equity Share Capital</b>		
<b>Total</b>	<b>105,119,000</b>	<b>105,119,000</b>

**11 Other Equity** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
<b>Capital Reserve</b>		
As per last Balancesheet	23,814,000	23,814,000
<b>Retained Earnings/ (Surplus)</b>		
<b>Surplus/(deficit) in the statement of profit and loss:</b>		
Balance as at the beginning of the year	(6,144,904)	(7,631,207)
Add: change to profit / (loss) for the year	6,995,156	1,486,303
<b>Balance as at the end of the year</b>	<b>850,252</b>	<b>(6,144,904)</b>
<b>Total</b>	<b>24,664,252</b>	<b>17,669,096</b>



**OBJECTONE INFORMATION SYSTEMS LIMITED**

Notes to Financial Statement as at 31st Mar, 2021

**10 Share Capital:**

Particulars	As at	
	31-Mar-21	31-Mar-20
<b>Authorised Capital</b>		
14,000,000 (March 31, 2017: 14,000,000) Equity shares of Rs. 10/- each	140,000,000	140,000,000
<b>Issued, subscribed &amp; fully paid up Capital</b>		
10,511,900 (March 31, 2017: 10,511,900 Equity shares of Rs. 10/- each)	105,119,000	105,119,000
<b>a Total</b>	<b>105,119,000</b>	<b>105,119,000</b>

**Terms/ rights attached to the equity shares:**

- The Company has only one class of shares referred to as equity shares having a par value of Rs. 10/-. Each, holder of equity shares is entitled to one vote per share.
- The Company did not declare any dividend during the accounting period under reporting.
- In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts in proportion to the number of equity shares held by the share holders.
- No shares have been issued for consideration other than cash during the immediately preceding five years from the end of the reporting period.

**b Reconciliation of equity shares outstanding as at the beginning and at the end of the reporting Period:**

Particulars	As at	
	31-Mar-21 No. of Shares	31-Mar-20 No. of Shares
<b>Equity shares</b>		
Ordinary equity shares		
Shares at the beginning of the year	10,511,900	10,511,900
Issued during the year	-	-
<b>c Shares outstanding as at end of the period</b>	<b>10,511,900</b>	<b>10,511,900</b>

**Details of Shareholders holding more than 5% Shares in the Company**

Name of the Shareholder	As at			
	31-Mar-21		31-Mar-20	
	No. of Shares	% of holding	No. of Shares	% of holding
<b>Ordinary equity shares</b>				
1. Swapria Raj Holding LLP	907,782	8.64%	907,782	8.64%
2. K Ravi Shankar	1,016,884	9.67%	1,016,884	9.67%
3. K Himabindhu	763,956	7.27%	763,956	7.27%
4. Vijuben Trikambhai Kevadya	672,200	6.39%	672,200	6.39%



**OBJECTONE INFORMATION SYSTEMS LIMITED**

Statement of changes in Equity

(Amounts in Rs.)

**A) Equity:**

Particulars	Number of Shares	Amount
Balance as at April 1, 2019	10,511,900	105,119,000
Changes in equity Share Capital	-	-
Balance as at March 31, 2020	10,511,900	105,119,000
Balance as at April 1, 2020	10,511,900	105,119,000
Changes in equity Share Capital	-	-
Balance as at March 31, 2021	10,511,900	105,119,000

**B) Other Equity**

(Amounts in Rs.)

Particulars	As at	
	31 Mar 2021	31st Mar 2020
<b>Capital Reserve</b>		
As per last Balancesheet	23,814,000	23,814,000
<b>Retained Earnings/(Surplus)</b>		
Surplus/(deficit) in the statement of profit and loss:		
Balance as at the beginning of the year	(6,144,904)	(7,631,207)
Add: change to profit / (loss) for the year	6,995,156	1,486,303
Balance as at the end of the year	850,252	(6,144,904)
<b>Total</b>	24,664,252	17,669,096

For and on behalf of the board of Directors ObjectOne  
Information Systems Limited

For P C N & Associates  
Chartered Accountants  
Firm registration number: 016016S

*L. Lakshmi Prasanthi*

Lakshmi Prasanthi S  
Partner  
Membership No.: 236578  
Place: Hyderabad  
Date: 30-06-2021



*Ravi Shankar*  
Ravi Shankar  
Managing Director  
DIN :0272407

A. Rama Krishna  
CFO

*Hima Bindu*

K Hima Bindu  
Executive Director  
DIN: 0497060

*Vikram Verma*  
Vikram Verma  
Company Secretary  
M.No.54939

**OBJECTONE INFORMATION SYSTEMS LIMITED**

Notes to Financial Statement as at 31st Mar, 2021

**12 Non - Current Liabilities - Borrowings**

(Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Term Loans		
i) From Banks and NBFC	1,101,975	282,365
Less: Current Maturities - Ref Note No. 16	-	282,365
	1,101,975	-
ii) From Other Parties	2,945,216	2,210,796
<b>Total</b>	<b>4,047,191</b>	<b>2,210,796</b>

**Notes: Loans from Banks & Financial Institutions**

1. Secured and Un Secured Loans taken from Banks & NBFC
2. Un-Secured loan from M/s. Swapriya Raj Holding LLP - Share Holder & Sri K. Ravi Shankar - Director
3. Interest Free Unsecured loan taken from Directors and their relatives.

**13 Other Non - Current Liabilities**

(Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Gratuity Payable	4,760,879	4,562,570
<b>Total</b>	<b>4,760,879</b>	<b>4,562,570</b>

**Current Liabilities - Financial Liabilities**

**14 Borrowings**

(Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Loans repayable on Demand		
From Banks -Over Draft from Andhra Bank	-	9,917,641
M/s. Andhra Bank, Gannavaram Branch sanctioned SOD limit of Rs. 1.00 crore to the Company at the rate of 10.75% by securing of Directors Property		
<b>Total</b>	<b>-</b>	<b>9,917,641</b>

**15 Trade Payables**

(Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Trade Payables (1-180 days past dues)	5,053,258	3,180,605
Trade Payables ( above 180 days past dues)	8,864,544	13,345,244
Trade Payable to MSME Units	-	-
<b>Total</b>	<b>13,917,802</b>	<b>16,525,849</b>

**16 Other Financial Liabilities**

(Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Current Maturities of Long-term debt	-	282,365
Interest accrued	-	-
Others (specify nature)	-	-
<b>Total</b>	<b>-</b>	<b>282,365</b>



**OBJECTONE INFORMATION SYSTEMS LIMITED**

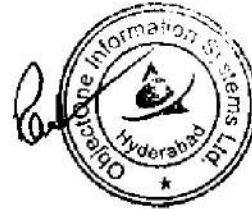
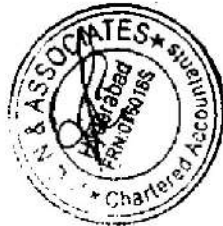
Notes to Financial Statement as at 31st Mar, 2021

**17 Other Current Liabilities** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Revenue received in advance;		
Other advances	18,341,700	18,341,699
<b>Other(specify nature)</b>		
Outstanding Expenses Payable	6,897,922	4,206,486
Audit Fees payable	240,875	462,250
Directors Remuneration Payable	116,881	-
Creditors for Expenses	1,738,644	2,226,026
<b>Total</b>	<b>27,336,022</b>	<b>25,236,461</b>

**18 Provisions** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
<b>Provision for Income Tax</b>	1,701,868	-
Provisions for Employee Benefits		
PF Payable (For Mar 20)	129,483	140,045
ESI Payable (For Mar 20)	20,946	20,602
Salaries Payable (For Mar 20)	4,654,888	2,286,953
Others		
Statutory Liabilities	3,006,846	847,534
<b>Total</b>	<b>9,514,031</b>	<b>3,295,134</b>



**OBJECTONE INFORMATION SYSTEMS LIMITED**  
**Standalone Notes to Financial Statement as at 31st Mar, 2021**

**19 Revenue From operations** (Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
(a) Sale of Products		
(b) Sale of Services	143,202,997	85,432,786
(c) Other Operating Income		
<b>Total</b>	<b>143,202,997</b>	<b>85,432,786</b>

**20 Other Income**

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
Interest Income	363,469	208,372
Misc Income	1,787,270	12,909
Foreign Exchange Gain/(Loss)	10,313	105,179
<b>Total</b>	<b>2,161,052</b>	<b>326,460</b>

**21 Changes in inventories of finished goods, work-in-progress and stock-in-trade**

(Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
<b>Finished Goods</b>		
Finished goods at the beginning of the year		
Less: Finished goods at the end of the year		
<b>Sub Total (A)</b>		
<b>Work in Progress</b>		
Finished goods at the beginning of the year	46,062,180	42,926,222
Less: Finished goods at the end of the year	23,607,707	46,062,180
<b>Sub Total (B)</b>	<b>22,454,473</b>	<b>(3,135,958)</b>
<b>Increase or Decrease in Inventories - (A - B)</b>	<b>22,454,473</b>	<b>(3,135,958)</b>

**22 Employee Benefit Expenses**

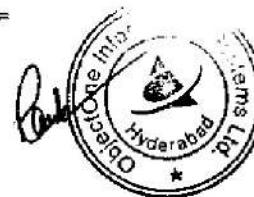
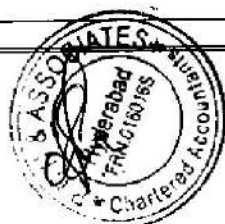
(Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
(a) Salaries & Wages	36,079,246	27,650,148
(b) Contribution to Provident & Other Funds	1,113,512	1,581,327
(c) Staff Welfare Expenses	1,720,219	1,307,230
<b>Total</b>	<b>38,912,977</b>	<b>30,538,705</b>

**23 Other Operating Expenses**

(Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
a) Ecommerce Expenses		316,360
b) Power & Fuel	663,127	1,058,590
c) Internet Radio Expenses	1,891,222	2,246,830
d) Repairs to Machinery	1,393,144	1,200,672
e) Insurance	89,323	80,856
f) Project Expenses	17,795,517	14,429,748
g) Media Production Expenses	30,738,639	18,576,525
<b>Total</b>	<b>52,570,971</b>	<b>37,909,581</b>





## 24 Finance Costs

(Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
a) Interest Expenses		
- Interest on Vehicle Finance	8,935	136,405
- Interest on Over Draft	756,723	1,159,394
- Loan Processing Charges & Bank Charges	83,626	247,352
- Interest on late payments		28,917
b) Other Borrowing costs		117,577
<b>Total</b>	<b>849,284</b>	<b>1,689,645</b>

## 25 Administrative Expenses

(Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
a) Communication Expenses	1,283,832	697,533
b) Business Promotion Expenses	219,592	396,794
c) Travelling and Conveyance	1,031,390	1,812,741
d) Office Maintenance	1,132,087	276,586
e) Printing & Stationery Expenses	57,176	85,051
f) Rates & Taxes (excluding Income Tax)	2,757,946	1,264,147
g) Managerial Remuneration	3,692,134	4,327,773
h) Consultancy Charges	505,385	359,640
i) Office Rent & Others	2,045,900	1,937,500
j) General Expenses	229,822	3,142,203
k) vehicle maintenance	408,990	715,838
l) Professional and Annual Fee Etc	240,000	200,000
m) Donation	284,500	457,000
n) Payment to auditors		
i) As Auditor	100,000	50,000
ii) For Taxation Matters		
o) Service Tax	1,315,723	-
p) Loans and Advances and Debtors Provision for Bad Debts	3,530,070	-
<b>Total</b>	<b>18,834,547</b>	<b>15,722,806</b>



**OBJECTONE INFORMATION SYSTEMS LIMITED**  
**Notes to Standalone Financial Statements**

26. The Company has not obtained Actuarial Valuation report for Gratuity and leave encashment for the financial year 2020-2021. However the provision for Gratuity made as per accrual method.

**27. Related Party Disclosures**

(A) List of related parties are given below:

Relation	Party Name
Subsidiary Company	Stiaos Technologies Inc
Director	1) Ravi Shankar - Managing Director 2) K Hima Bindu- Executive Director
Key Management Personnel (KMP)	A Rama Krishna - Chief Finance Officer Ranya Inala - Company Secretary - Up to 02.11.2020 Vikram Verma - Company Secretary - w.e.f. 03.11.2020

(B) Remuneration:

Particulars	2020-21	2019-20
Directors Remuneration	30,00,000/-	37,00,000/-
Chief Finance office	4,86,000/-	4,56,000/-
Company Secretary	3,03,500/-	3,96,000/-
<b>Total</b>	<b>37,89,500/-</b>	<b>45,52,000/-</b>

(C) Office Rent:

Particulars	2020-21	2019-20
Office Rent paid to Managing Director	17,94,000/-	16,77,000/-
Perquisites	6,92,134/-	6,24,180/-
<b>Total</b>	<b>24,86,134/-</b>	<b>20,47,947/-</b>

**28. Earnings Per Share (EPS) ( AS - 20 )**

Particulars	2020-21	2019-20
Profit after tax during the year ( Rs. )	69,95,156/-	14,86,303/-
Earnings available to Equity Shareholders for Basic & Diluted EPS ( Rs.)	69,95,156/-	14,86,303/-
Weighted Average Number of Shares taken for computation of EPS	1,05,11,900	1,05,11,900
Earning per Share		
- Basic	0.67	0.14
- Diluted	0.67	0.14
Face Value of the Share	10	10

**29. Auditor's Remuneration:**

Particulars	2020-21	2019-20
Audit Fee	60,000/-	30,000/-
Tax Audit fee	40,000/-	20,000/-
Other Services	Nil	Nil
<b>Total</b>	<b>1,00,000/-</b>	<b>50,000/-</b>



**OBJECTONE INFORMATION SYSTEMS LIMITED**  
**Notes to Standalone Financial Statements**

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**30. Dues to Micro & Small Enterprises:**


There are no overdue principal amounts and interest thereon payable to Micro Enterprises and Small Enterprises, as at 31-03-2021.

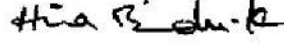
31. Figures have been rounded off to the nearest rupee.

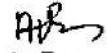
32. Previous year's figures have been regrouped / rearranged wherever necessary.



For and on behalf of the Board  
ObjectOne Information Systems Limited

  
K. Ravi Shankar  
Managing Director

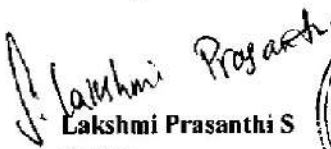
  
K. Hima Bindu  
Executive Director

  
A. Rama Krishna  
CFO

  
Vikram Verma  
Company Secretary  
M.No. 54939

As per our Report of even date

For P C N & Associates  
Chartered Accountants  
Firm registration number: 016016S

  
Lakshmi Prasanthi S  
Partner

Membership No.: 236578  
Place: Hyderabad  
Date: 30-06-2021



# **Consolidated Financial Statements**

Auditor's Report

Consolidated Balance Sheet

Consolidated Statement of Profit and Loss

Consolidated Schedules

Notes on Consolidated Accounts

Consolidated Cash Flow Statement



## **Independent Auditor's Report**

**To The Members of M/s OBJECTONE INFORMATION SYSTEMS LIMITED**

**Report on the Audit of the IND AS Consolidated Financial Statements**

### **Opinion**

We have audited the accompanying consolidated financial statements of **OBJECTONE INFORMATION SYSTEMS LIMITED** ("the Company") and its subsidiaries (the Company and its subsidiaries together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2021, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (herein after referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2021, the consolidated loss, consolidated total comprehensive income, consolidated changes in equity and its consolidated cash flows for the year ended on that date.

### **Basis for Opinion**

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

## **Information Other than the Consolidated Financial Statements and Auditor's Report thereon:**

The Holding Company's management and Board of Directors are responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this report.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions in accordance with Standards on Auditing.

### **Key Audit Matters**

Depending on the facts and circumstances of the entity and the Audit, there are no key audit matters to communicate in the Audit Report.

### **Responsibility of Management and those charged with Governance for the Consolidated Ind AS Financial Statements**

The Holding Company's Management and Board of Directors are responsible for the preparation and presentation of these 'consolidated Ind AS financial statements' in terms of the requirements of the Companies Act, 2013 that give a true and fair view of the Consolidated financial position, consolidated financial performance, and consolidated cash flows of 'the Group' in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act. The respective Board of Directors of the companies included in 'the Group' are responsible for maintenance of adequate records in accordance with the provisions of the Act for safeguarding the assets of the 'the Group' and preventing 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 and accuracy and completeness of the accounting records relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of 'consolidated Ind AS financial statements' by the Directors of the Holding Company concerned.

In preparing the 'consolidated Ind AS financial statements', 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 management either intends to liquidate 'the Group' or to cease operations or has no realistic alternative to do so.

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

### **Auditor's Responsibilities for the Audit of the Consolidated Ind AS Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls 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 and its subsidiary companies which are companies incorporated in India, has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained upto 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 consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### OTHER MATTER:

We did not audit the financial statements of Company's 100% Foreign Subsidiary Company "Stiaos Technologies Inc.", whose financial statements reflect total assets of Rs. 6,74,56,312/- as at 31.03.2021 and the total revenue of Rs. 14,24,77,185/- and Loss after Tax of Rs. 49,63,908/- for the Quarter and year then ended 31<sup>st</sup> March 2021, as considered in preparation of the Consolidated Financial Statement . This 100% Foreign Subsidiary financial statements have been furnished to us,



only by the Management, and our opinion on the Consolidated Financial Statements insofar as it relates to the amounts and disclosures included in respect of this subsidiary, and our report in terms of sub section 13 of the Act, insofar as it relates to the aforesaid 100% foreign subsidiary, is based solely on the information provided to us by the Company.

### Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- d) In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors of the company and its subsidiaries, none of the directors of the group companies is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" which is based on the Auditor's reports of the Company and its subsidiary companies. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial controls over financial reporting of those companies, for reasons stated therein.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:  
In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

- i. The consolidated financial statement does not have pending litigations which would have impact on its consolidated financial position of the group.
- ii. Provision has been made in the consolidated financial statements, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company and its subsidiary companies.

For P C N & Associates.,  
Chartered Accountants  
FRN: 016016S

Sd/-  
Lakshmi Prasanthi S  
Partner  
Membership Number: 236578  
UDIN: 21236578AAAABU4418

Place: Hyderabad  
Date: 30-06-2021

#### **ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of OBJECTONE INFORMATION SYSTEMS LIMITED of even date

#### **Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2021, we have audited the internal financial controls over financial reporting of OBJECTONE INFORMATION SYSTEMS LIMITED (herein after referred to as "Company") and its subsidiary company, which is incorporated in India, as of that date.

#### **Management's Responsibility for Internal Financial Controls**

The respective Board of Directors of the Holding Company and its 100% foreign subsidiary are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the

respective Companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company and its subsidiary companies based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

#### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable

assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls over Financial Reporting:**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

**Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company and its subsidiary companies, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For P C N & Associates.,  
(Previously known as Chandra Babu Naidu & Co.,)  
Chartered Accountants  
FRN: 016016S

Sd/-

**Lakshmi Prasanthi S**  
Partner  
Membership Number: 236578  
UDIN: 21236578AAAABU4418

Place: Hyderabad  
Date: 30-06-2021

**OBJECTONE INFORMATION SYSTEMS LIMITED**

CIN: L31300TG1996PLC023119

H No. 8-3-988/34/7/2/1&2, Kamalapur Colony Srinagar Colony, Hyderabad - 500073

**Consolidated Balance Sheet as at 31st Mar. 2021**

(Amounts in Rs)

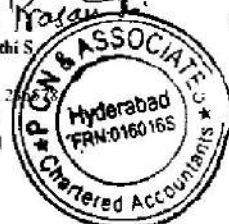
PARTICULARS	Note No.	As at 31 Mar 2021	As at 31 Mar 2020
<b>ASSETS</b>			
<b>Non - Current Assets</b>			
Property, Plant, Equipment	1	9,817,301	9,377,066
Investment Property			
Other Intangible Assets	1	57,654,051	58,118,869
<b>Financial Assets</b>			
Loans		-	-
Goodwill	2	21,912,596	21,912,596
Deferred tax asset (Net)	3	3,390,919	3,366,416
Other non current assets	4	422,983	12,155,783
<b>Total A</b>		<b>93,197,850</b>	<b>104,930,730</b>
<b>Current Assets</b>			
Inventories	5	41,496,131	47,996,680
<b>Financial Assets</b>			
Trade receivables	6	71,780,774	86,332,226
Cash and cash equivalents	7	35,806,289	8,004,306
Others ( to be specified)			
Current Tax Assets (Net)	8	6,282,616	4,825,804
Other current assets	9	7,685,830	13,422,909
<b>Total B</b>		<b>163,551,640</b>	<b>160,581,925</b>
<b>Total (A+B)</b>		<b>256,749,490</b>	<b>265,512,656</b>

PARTICULARS	Note No.	As at 31 Mar 2021	As at 31 Mar 2020
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	10	105,119,000	105,119,000
Other equity	11	35,625,407	33,594,158
<b>Total A</b>		<b>140,744,407</b>	<b>138,713,158</b>
<b>LIABILITIES</b>			
<b>Non- Current liabilities</b>			
<b>Financial liabilities</b>			
(i) Borrowings	12	4,047,191	2,210,796
(ii) Trade Payables			
(iii) Other Financial Liabilities			
<b>Provisions</b>			
Deferred tax liabilities (Net)			
Other non - current liabilities	13	4,760,879	4,562,570
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
(i) Borrowings	14	-	9,917,641
(ii) Trade Payables	15	27,247,815	62,221,219
(iii) Other Financial Liabilities	16	-	282,365
Other Current Liabilities	17	70,435,167	44,124,756
Provisions	18	9,514,051	3,395,134
Current Tax Liabilities (net)	19	-	185,015
<b>Total B</b>		<b>116,005,083</b>	<b>126,799,496</b>
<b>Total (A+B)</b>		<b>256,749,490</b>	<b>265,512,656</b>

Summary of Significant Accounting Policies & the accompanying notes are an integral part of the financial statements.

As per our report of even date attached  
For P C N & Associates  
Chartered Accountants  
Firm registration number: 016016S

*Lakshmi Prasanthi S.*  
Lakshmi Prasanthi S.  
Partner  
Membership No. 24623  
Place: Hyderabad  
Date: 30-06-2021



*K Ravi Shankar*  
K Ravi Shankar  
Managing Director  
DIN: 0272407

For and on behalf of the Board of Directors  
ObjectOne Information Systems Limited

*A. Rama Krishna*  
A. Rama Krishna  
CFO

*K Himabindu*  
K Himabindu  
Executive Director  
DIN: 00497060

*Vikram Verma*  
Vikram Verma  
Company Secretary  
M.No.54939



**OBJECTONE INFORMATION SYSTEMS LIMITED**  
CIN: L31300TG1996PLC023119  
H No. 8-3-988/34/7/2/1&2, Kamalapur Colony, Srinagar Colony, Hyderabad - 500073

**Consolidated Statement of Profit and Loss for the Period ended 31st Mar 2021**

(Amounts in Rs.)

Particulars	Note No	For the Year Ended 31-Mar-21	For the Year Ended 31-Mar-20
<b>Revenue</b>			
Revenue from operations	20	285,680,182	280,429,311
Other Income	21	2,161,052	326,460
<b>Total Income</b>		<b>287,841,234</b>	<b>280,755,771</b>
<b>Expenses</b>			
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	22	15,507,793	(5,070,458)
Employee Benefit Expenses	23	188,546,387	210,998,593
Other Operating Expenditure	24	52,570,971	37,909,581
Finance costs	25	917,397	2,054,666
Other expenses	26	23,425,998	30,561,727
Depreciation	1	1,640,884	1,672,928
<b>Total Expenses</b>		<b>282,609,430</b>	<b>278,137,037</b>
<b>Profit/(loss) before Tax</b>		<b>5,231,804</b>	<b>2,618,735</b>
<b>Tax expense:</b>			
Provision for Tax		1,701,868	185,015
Prior Period Taxes		-	741,748
MAT credit entitlement		1,523,191	(741,748)
Deferred Tax		(24,503)	(101,004)
<b>Profit/(Loss) for the period</b>		<b>2,031,249</b>	<b>2,534,724</b>
<b>Other comprehensive income</b>			
Items that will not be reclassified to profit or loss		-	-
Income tax related to items that will not be reclassified to profit or loss		-	-
Items that will be reclassified to profit or loss		-	-
Income tax related to items that will be reclassified to profit or loss		-	-
i. Items that will not be reclassified to Statement of Profit		-	-
ii. Income tax relating to items that will not be reclassified to Statement of Profit		-	-
iii. Items that will be reclassified to Statement of Profit		-	-
iv. Income tax relating to items that will be reclassified to Statement of Profit		-	-
<b>Total comprehensive income for the period</b>		<b>2,031,249</b>	<b>2,534,724</b>
<b>VII. Earning per equity share of Rs 10/- each:</b>			
(1) Basic		0.19	0.24
(2) Diluted		0.19	0.24

Summary of Significant Accounting Policies & the accompanying notes are an integral part of the financial statements.

As per our report of even date attached.

For P C N & Associates  
Chartered Accountants  
Firm registration number: 0160165

*Lakshmi Prasanthi S*  
Lakshmi Prasanthi S  
Partner  
Membership No.: 236578  
Place: Hyderabad  
Date: 30-06-2021



For and on behalf of the Board of Directors  
ObjectOne Information Systems Limited

*K Ravi Shankar*  
K Ravi Shankar  
Managing Director  
DIN :0272407

*A Rama Krishna*  
A. Rama Krishna  
CFO

*Hima Bindu*

K Hima Bindu  
Executive Director  
DIN :00497060

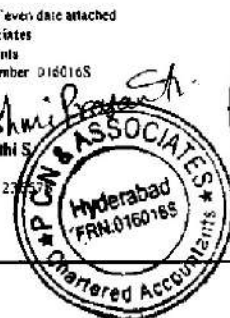
*Vikram*  
Vikram Verma  
Company Secretary  
M.No.54939

**OBJECTONE INFORMATION SYSTEMS LIMITED**  
Consolidated - Statement of Cash flow for the Year ended 31st March 2021

Particulars	For the year ended 31st March, 2021	For the year ended 31st March, 2020
<b>A. Cash flow from operating activities</b>		
Profit / (Loss) before tax	5,231,804	2,618,735
Adjustments to reconcile profit before tax to net cash from / (used in) operating activities:		
Depreciation on property, plant and equipment	1,640,884	1,672,928
Amortisation and impairment of intangible assets	-	-
(Gain)/Loss on sale of property, plant and equipment	-	-
Depreciation on investment properties	-	-
Impairment loss on goodwill	-	-
Share-based payment expense	-	-
Net foreign exchange differences	-	-
Fair value adjustment of a contingent consideration	-	-
Finance income (including fair value change in financial instruments)	(363,469)	(208,372)
Finance costs (including fair value change in financial instruments)	917,397	2,064,666
Share of profit of an associate or a joint venture	-	-
(Gain)/loss on sale of investment	-	-
Other adjustments (Ind AS)	-	-
Loss / Profit on loss on fixed assets	-	-
<b>Operating Profit before working capital changes</b>	<b>7,426,617</b>	<b>6,147,957</b>
Working capital adjustments		
Decrease/ (increase) in Trade and Other Advances	(3,480,003)	(467,345)
Decrease/ (increase) in Inventory	6,500,549	(5,070,458)
Increase/ (decrease) in Trade Payables	(14,971,403)	8,890,549
(Increase) / decrease in Trade Receivables	(4,551,453)	17,902,621
Increase/ (decrease) in Advances From Customers	-	-
(Decrease) / increase non current liabilities	198,309	544,895
Decrease/ (increase) in other Current assets	5,737,679	(1,768,746)
(Decrease) / increase in Short Term Provisions	4,517,029	(1,100,293)
Decrease/ (increase) in other Non Current assets	(1,732,806)	(1,163,400)
Increase/ (decrease) Other Current Liabilities	20,028,045	(44,757,070)
Increase/ (decrease) in Short term borrowings	(9,917,641)	4,011,997
Sub Total	20,894,217	(22,977,210)
Income tax paid	185,015	112,154
<b>Net cash flows from operating activities (A)</b>	<b>28,135,819</b>	<b>(16,941,407)</b>
<b>B. Cash flow from investing activities</b>		
Payment for purchase and construction of property, plant and equipment	(1,616,301)	-
Payment for purchase and construction of investment properties	-	-
Payment for purchase and development of intangible assets	-	-
Purchase of financial instruments	-	-
Acquisition of subsidiaries (net of cash acquired)	-	-
Proceeds from sale of property, plant and equipment	-	-
Proceeds from sale of financial instruments	-	-
Interest received	363,469	208,372
Refund/ (Investment) in bank deposits for more than 3 months	-	-
Loans given	-	-
Repayment of loans given	-	-
<b>Net cash flows from / (used in) investing activities (B)</b>	<b>(1,252,833)</b>	<b>208,372</b>
<b>C. Cash flow from financing activities</b>		
Proceeds from issue of share capital	-	-
Proceeds from unlisted non convertible debentures	-	-
Proceeds from redeemable preference shares	-	-
Proceeds from long term loans and borrowings	1,836,395	(282,368)
Proceeds from acceptances	-	-
Proceeds from sale of treasury shares	-	-
Proceeds from exercise of share options	-	-
Proceeds from settlement of derivative	-	-
Transaction costs related to loans and borrowings	-	-
Interest payment	(917,397)	(2,064,666)
Acquisition of Non-controlling interests	-	-
Repurchase of treasury shares	-	-
<b>Net Cash flows from / (used in) Financing activities (C)</b>	<b>918,998</b>	<b>(2,347,034)</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>27,891,983</b>	<b>(19,080,069)</b>
Opening Balance of Cash	8,004,366	27,084,375
Closing Balance	35,896,289	8,004,306
<b>Components of Cash and Cash Equivalents</b>		
Cash on Hand	16,320	4,066
Balance with bank in current account	35,789,969	8,000,240
<b>Balance at the end of the year</b>	<b>35,806,289</b>	<b>8,004,306</b>

Significant Accounting Policies and Notes forming part of Accounts are integral part of the Financial Statements

As per our report of even date attached  
**Far P C N & Associates**  
 Chartered Accountants  
 Firm registration number 016016S  
 Lakshmi Prasad S  
 Partner  
 Membership No. 23  
 Place: Hyderabad  
 Date: 30-06-2021



For and on behalf of the Board of Directors  
 Objectone Information Systems Limited  
 A. Rama Krishna  
 Managing Director  
 DIN: 0272407  
 C.F.O.

K Hima Bindu  
 Executive Director  
 DIN: 0497060  
 Vikram Verma  
 Company Secretary  
 M.No.54939

## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Consolidated financial statements for the year ended March 31, 2021

### **SIGNIFICANT ACCOUNTING POLICIES**

#### **a) Basis of Preparation:**

The consolidated financial statements relate to OBJECTONE INFORMATION SYSTEMS LIMITED have been prepared by consolidating its accounts with that of its subsidiary STIAOS TECHNOLOGIES INC in accordance with the Statements of Accounting standards on ' Consolidated Financial Statements ( AS 21 ) issued by the Institute of Chartered Accountants of India ( ICAI ). The Consolidated Financial Statements have been prepared under the historical cost convention, on the accrual basis of accounting and comply with the mandatory accounting standards and statements issued by the ICAI. The consolidated financial statements have been prepared on the following basis:

- (i) The financial statements of the Company and its subsidiary company are combined on a line-by line basis by adding together the book values of like items of assets, liabilities, income and expenses, after fully eliminating intra-group balance and intra-group transactions resulting in unrealised profits or losses in accordance with Accounting Standard (AS) 21 —"Consolidated Financial Statements" issued by the Institute of Chartered Accountants of India.
- (ii) The difference between the cost of investment in the subsidiary, over the net assets at the time of acquisition of shares in the subsidiary is recognised in the financial statements as Goodwill
- (iii) As far as possible, the consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as the Company's separate financial statements.

M/s. STIAOS TECHNOLOGIES INC subsidiary company has been considered in the consolidated financial Statements.

#### **Statement of compliance:**

The financial statements are a general purpose financial statement which have been prepared in accordance with the Companies Act, Indian Accounting Standards (Ind AS) and complies with other requirements of the law.

#### **Basis of preparation**

The company prepared financial statements for all periods up to 31st March 2020 in accordance with The Accounting Standards notified u/s 133 of The Companies Act 2013 (as amended) (read with Companies (Accounts) Rules 2015)

The financial statement has been prepared considering all IND AS as notified & made applicable by MCA for reporting date i.e. March 31, 2020.

#### **Compliance with Ind AS**

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act) read with Companies (Indian Accounting Standards) Rules, 2015, 2016 & 2017 and other relevant provisions of the Act.



## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Consolidated financial statements for the year ended March 31, 2021

### ***(ii) Historical cost convention***

The financial statements have been prepared on a historical cost basis, except for the following:

- Certain financial assets and liabilities (including derivative instruments) and contingent consideration that is measured at fair value;
- Assets held for sale – measured at fair value less cost to sell; and
- Defined benefit plans – plan assets measured at fair value;

## **Summary of significant accounting policies**

### **Significant Accounting Estimates and Judgments**

Estimates, assumptions concerning the future and judgments are made in the preparation of the financial statements. They affect the application of the Company's accounting policies, reporting amounts of assets, liabilities, income and expense and disclosures made. Although these estimates are based on management's best knowledge of current events and actions, actual result may differ from those estimates.

The critical accounting estimates and assumptions used and areas involving a high degree of judgments are described below:

#### ***Use of estimation and assumptions***

In the process of applying the entity's accounting policies, management had made the following estimation and assumptions that have the significant effect on the amounts recognised in the financial statements.

#### **Income tax**

The company recognizes tax liabilities based upon self-assessment as per the tax laws. When the final tax outcome of these matters is different from the amounts that were initially recognised, such differences will impact the income tax and deferred tax provisions in the period in which such final determination is made.

#### **Property, plant and equipment & Intangible Assets**

Key estimates related to long-lived assets (property, plant and equipment, leaseholds and intangible assets) include useful lives, recoverability of carrying values and the existence of any retirement obligations. As a result of future decisions, such estimates could be significantly modified. The estimated useful lives of long-lived assets is applied as per the Schedule II of Companies Act, 2013 and estimated based upon our historical experience, engineering estimates and industry information. These estimates include an assumption regarding periodic maintenance and an appropriate level of annual capital expenditures to maintain the assets.

#### **Employee Benefits- Measurement of Defined Benefit Obligation**

Management assesses post-employment and other employee benefit obligations using the projected unit credit method based on actual assumptions which represent management's best estimates of the variables that will determine the ultimate cost of providing post-employment and other employee benefits.

#### **Critical judgments made in applying accounting policies**

#### **Impairments in Subsidiaries and Associates**

## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Consolidated financial statements for the year ended March 31, 2021

When a subsidiary is in net equity deficit and has suffered operating losses, a test is made whether the investment in the investee has suffered any impairment, in accordance with the stated accounting policy. This determination requires significant judgment. An estimate is made of the future profitability of the investee, and the financial health of and near-term business outlook for the investee, including factors such as industry and sector performance, and financing and operational cash flows.

### Impairment of plant & equipment and Intangible assets

The company assesses whether plant & equipment and intangible assets have any indication of impairment in accordance with the accounting policy. The recoverable amounts of plant & equipment and intangible asset have been determined based on value-in-use calculations. These calculations require the use of judgment and estimates.

### Expected credit loss

Expected credit losses of the company are based on an evaluation of the collectability of receivables. A considerable amount of judgment is required in assessing the ultimate realization of these receivables, including their current creditworthiness, past collection history of each customer and ongoing dealings with them. If the financial conditions of the counterparties with which the Company contracted were to deteriorate, resulting in an impairment of their ability to make payments, additional expected credit loss may be required.

## **I. Property, Plant and Equipment**

All items of property, plant and equipment are initially recorded at cost. The cost of an item of plant and equipment is recognized as an asset if, and only if, it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Cost includes its purchase price (after deducting trade discounts and rebates), import duties & non-refundable purchase taxes, any costs directly attributable to bringing the asset to the location & condition necessary for it to be capable of operating in the manner intended by management, borrowing costs on qualifying assets and asset retirement costs. When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

The activities necessary to prepare an asset for its intended use or sale extend to more than just physical construction of the asset. It may also include technical (DPR, environmental, planning, Land acquisition and geological study) and administrative work such as obtaining approvals before the commencement of physical construction.

The cost of replacing a part of an item of property, plant and equipment is capitalized if it is probable that the future economic benefits of the part will flow to the Company and that its cost can be measured reliably. The carrying amount of the replaced part is derecognized.

Costs of day to day repairs and maintenance costs are recognized into the statement of profit and loss account as incurred.

Subsequent to recognition, property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

The residual values, estimated useful lives and depreciation method are reviewed at each financial year-end, and adjusted prospectively, if appropriate.

## ObjectOne Information Systems Limited

Notes and other explanatory information to Consolidated financial statements for the year ended March 31, 2021

An item of plant and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de recognition of the asset is recognised in the profit or loss in the year the asset is derecognized.

Assets under installation or under construction as at the Balance Sheet date are shown as Capital Work in Progress.

### **Depreciation**

Depreciation is provided on Straight Line Method, as per the provisions of schedule II of the Companies Act, 2013 or based on useful life estimated on the technical assessment. Asset class wise useful lives in years are as under:

Plant and Machinery	1 to 25
Buildings	8 to 60
Computers and equipment	3 to 6
Furniture & fixtures	10 to 15
Vehicles	8 to 10
Office equipment	5 to 15

Leasehold Assets are depreciated over the shorter of the estimated useful life of the asset or the lease term.

Fully depreciated plant and equipment are retained in the financial statements (at their residual values) until they are no longer in use.

In respect of additions / deletions to the fixed assets / leasehold improvements, depreciation is charged from the date the asset is ready to use / up to the date of deletion.

Depreciation on adjustments to the historical cost of the assets on account of reinstatement of long term borrowings in foreign currency, if any, is provided prospectively over the residual useful life of the asset.

## **II. Intangible Assets**

Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably.

## **III. Financial Assets**

Financial assets comprise of investments in equity and debt securities, trade receivables, cash and cash equivalents and other financial assets.

### **Initial recognition:**

All financial assets are recognised initially at fair value. Purchases or sales of financial asset that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the company commits to purchase or sell the assets.

### **Subsequent Measurement:**

#### **(i) Financial assets measured at amortized cost:**

Financial assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal

## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Consolidated financial statements for the year ended March 31, 2021

amount outstanding are measured at amortised cost using effective interest rate (EIR) method. The EIR amortization is recognised as finance income in the Statement of Profit and Loss.

The Company while applying above criteria has classified the following at amortised cost:

- a) Trade receivable
- b) Cash and cash equivalents
- c) Other Financial Asset

### **(ii) Financial assets at fair value through other comprehensive income (FVTOCI):**

Financial assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows, selling the financial assets and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are measured at FVTOCI.

Fair Value movements in financial assets at FVTOCI are recognised in other comprehensive income.

Equity instruments held for trading are classified as at fair value through profit or loss (FVTPL). For other equity instruments the company classifies the same as at FVTOCI. The classification is made on initial recognition and is irrevocable. Fair value changes on equity investments at FVTOCI, excluding dividends are recognised in other comprehensive income (OCI).

### **(iii) Financial assets at fair value through profit or loss (FVTPL)**

Financial assets are measured at fair value through profit or loss if it does not meet the criteria for classification as measured at amortised cost or at fair value through other comprehensive income. All fair value changes are recognised in the statement of profit and loss.

**(iv) Investment in subsidiaries, joint ventures & associates are carried at cost in the separate financial statements.**

### ***Impairment of Financial Assets:***

Financial assets are tested for impairment based on the expected credit losses

#### **(i) Trade Receivables**

An impairment analysis is performed at each reporting date. The expected credit losses over life time of the asset are estimated by adopting the simplified approach using a provision matrix which is based on historical loss rates reflecting current condition and forecasts of future economic conditions. In this approach assets are grouped on the basis of similar credit characteristics such as industry, customer segment, past due status and other factors which are relevant to estimate the expected cash loss from these assets.

#### **(ii) Other financial assets**

Other financial assets are tested for impairment based on significant change in credit risk since initial recognition and impairment is measured based on probability of default over the life time when there is significant increase in credit risk.

*De-recognition of financial assets*

## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Consolidated financial statements for the year ended March 31, 2021

A financial asset is derecognized only when:

- The company has transferred the rights to receive cash flows from the financial asset or
- The contractual right to receive cash flows from financial asset is expired or
- Retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients. Where the entity has transferred an asset and transferred substantially all risks and rewards of ownership of the financial asset, in such cases the financial asset is derecognized. Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is also derecognized if the company has not retained control of the financial asset.

### **IV. Impairment of Non-Financial Assets**

At each reporting date, the Company assesses whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, the company makes a formal estimate of recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and is written down to its recoverable amount.

Recoverable amount is the greater of fair value less costs to sell and value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

### **V. Inventory:**

**Inventory/Working in Process:** Accounted at net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

### **VI. Cash and Cash equivalents**

Cash and cash equivalents comprise cash at bank and in hand and short-term investments with an original maturity of three months or less. Deposits with banks subsequently measured at amortized cost and short term investments are measured at fair value through Profit & Loss account.

### **VII. Non-current Assets held for sale**

Non-current assets, or disposal groups comprising assets and liabilities, that are expected to be recovered through sale rather than through continuing use, are classified as held for sale. Immediately before classification as held for sale, the assets, or components of the disposal group, are re-measured in accordance with the Company's accounting policies. Thereafter, the assets, or disposal group, are measured at the lower of their carrying amount and fair value less costs to sell. Any impairment losses on initial classification as held for sale or subsequent gain on re-measurement are recognized into statement of Profit & Loss Account. Gains are not recognized in excess of any cumulative impairment losses.

### **VIII. Share Capital**

## ObjectOne Information Systems Limited

Notes and other explanatory information to Consolidated financial statements for the year ended March 31, 2021

Shares are consists of equity shares and classified as equity.

### IX. Financial Liabilities

#### *Initial recognition and measurement*

Financial liabilities are recognized when, and only when, the Company becomes a party to the contractual provisions of the financial instrument. The company determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value plus any directly attributable transaction costs, such as loan processing fees and issue expenses.

#### *Subsequent measurement – at amortised cost*

After initial recognition, financial liabilities are subsequently measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the liabilities are de recognised, and through the amortization process.

#### *De recognition*

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

### X. Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest, exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost and other costs that an entity incurs in connection with the borrowing of funds.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

### XI. Employee Benefits

- Employee benefits are charged to the statement of Profit and Loss for the year and for the projects under process stage are work in process as other direct cost in the Capital Work in Progress / Intangible asset under development.
- Retirement benefits in the form of Provident Fund are a defined contribution scheme and the contributions are recognised, when the contributions to the respective funds are due. There are no other obligations other than the contribution payable to the respective funds.
- Gratuity liability is defined benefit obligations and is provided for on the basis of an actual valuation made at the end of each financial year. Re-measurement in case of defined benefit plans gains and losses arising from experience adjustments and changes in actual assumptions are recognised in the period in which they occur, directly in other comprehensive income and they are included in retained earnings in the statement of changes in equity in the balance sheet.

## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Consolidated financial statements for the year ended March 31, 2021

- Compensated absences are provided for on the basis of an actual valuation on made at the end of each financial year. Re-measurement as a result of experience adjustments and changes in actual assumptions are recognised in profit or loss.
- The amount of Non-current and Current portions of employee benefits is classified as per the actual valuation at the end of each financial year.

### **XII. Income Taxes**

Income tax expense is comprised of current and deferred taxes. Current and deferred tax is recognized in net income except to the extent that it relates to a business combination, or items recognized directly in equity or in other comprehensive income.

Current income taxes for the current period, including any adjustments to tax payable in respect of previous years, are recognized and measured at the amount expected to be recovered from or payable to the taxation authorities based on the tax rates that are enacted or substantively enacted by the end of the reporting period.

Deferred income tax assets and liabilities are recognized for temporary differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases using the tax rates that are expected to apply in the period in which the deferred tax asset or liability is expected to settle, based on the laws that have been enacted or substantively enacted by the reporting date.

Deferred tax assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable income nor the accounting income. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable income will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and reduced accordingly to the extent that it is no longer probable that they can be utilized.

In the situations where the Company is entitled to a tax holiday under the Income-tax Act, 1961 enacted in India or tax laws prevailing in the respective tax jurisdictions where it operates, no deferred tax (asset or liability) is recognized in respect of temporary differences which reverse during the tax holiday period, to the extent the company's gross total income is subject to the deduction during the tax holiday period.

Deferred tax in respect of temporary differences which reverse after the tax holiday period is recognized in the year in which the temporary differences originate. However, the Company restricts recognition of deferred tax assets to the extent that it has become reasonably certain, that sufficient future taxable income will be available against which such deferred tax assets can be realized. For recognition of deferred taxes, the temporary differences which originate first are considered to reverse first.

Deferred tax assets and liabilities are offset when there is legally enforceable right of offset current tax assets and liabilities when the deferred tax balances relate to the same taxation authority. Current tax asset and liabilities are offset where the entity has legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

### **Provisions , Contingent Liabilities and Contingent Assets**

#### ***Provisions***

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Consolidated financial statements for the year ended March 31, 2021

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense and is recorded over the estimated time period until settlement of the obligation. Provisions are reviewed and adjusted, when required, to reflect the current best estimate at the end of each reporting period.

The Company recognizes decommissioning provisions in the period in which a legal or constructive obligation arises. A corresponding decommissioning cost is added to the carrying amount of the associated property, plant and equipment, and it is depreciated over the estimated useful life of the asset.

A provision for onerous contracts is recognized when the expected benefits to be derived by the company from a contract are lower than the unavoidable cost of meeting its obligations under contract. The provision is measured at the present value of the lower of expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the company recognizes any impairment loss on the assets associated with that contract.

Liquidated Damages / Penalty as per the contracts / Additional Contract Claims / Counter Claims under the contract entered into with Vendors and Contractors are recognised at the end of the contract or as agreed upon.

### ***Contingent Liabilities***

Contingent liability is disclosed in case of

- A present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- A present obligation arising from past events, when no reliable estimate is possible;
- A possible obligation arising from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company where the probability of outflow of resources is not remote.

### ***Contingent Assets***

Contingent assets are not recognized but disclosed in the financial statements when an inflow of economic benefits is probable

## **XIII. Fair Value Measurements**

Company uses the following hierarchy when determining fair values:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 – Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (prices) or indirectly (derived from prices); and,

Level 3 – Inputs for the asset or liability that are not based on observable market data.

The fair value of financial instruments traded in active markets is based on quoted market prices at the reporting dates. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency,



## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Consolidated financial statements for the year ended March 31, 2021

and those prices represent actual and regularly occurring market transactions on an arm's length basis. The fair value for these instruments is determined using Level 1 inputs.

The fair value of financial instruments that are not traded in an active market (for example, over the counter derivatives) is determined by using valuation techniques. These valuation techniques maximize the use of observable market data where it is available and rely as little as possible on entity specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is fair valued using level 2 inputs.

If one or more of the significant inputs is not based on observable market data, the instrument is fair valued using Level 3 inputs. Specific valuation techniques used to value financial instruments include:

- Quoted market prices or dealer quotes for similar instruments;
- The fair value of interest rate swaps is calculated as the present value of the estimated future cash flows based on observable yield curves;
- The fair value of forward foreign exchange contracts is determined using forward exchange rates at the reporting dates, with the resulting value discounted back to present value;
- Other techniques, such as discounted cash flow analysis, are used to determine fair value for the remaining financial instruments.

### **XIV. Revenue Recognition**

Revenue is recognized and measured at the fair value of the consideration received or receivable, to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

The company collects GST, on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue. The following specific recognition criteria must also be met before revenue is recognized:

#### ***Sale of Goods***

Revenue from the sale of goods are recognized when there is persuasive evidence, usually in the form of an executed sales agreement at the time of delivery of the goods to customer, indicating that there has been a transfer of risks and rewards to the customer, no further work or processing is required, the quantity and quality of the goods has been determined, the price is considered fixed and generally title has passed.

#### ***Insurance Claims***

Insurance claims are recognized on acceptance / receipt of the claim

#### ***Interest***

Revenue is recognized as the interest accrues, using the effective interest method. This is the method of calculating the amortized cost of a financial asset and allocating the interest income over the relevant period using the effective interest rate, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the net carrying amount of the financial asset.

#### ***Dividends***

Dividends are recognised in profit or loss only when the right to receive payment is established.

## **ObjectOne Information Systems Limited**

Notes and other explanatory information to Consolidated financial statements for the year ended March 31, 2021

### **XV. Foreign Currency Transactions**

Transactions in foreign currencies are translated to the functional currency of the company, at exchange rates in effect at the transaction date.

At each reporting date monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate in effect at the date of the statement of financial position.

The translation for other non-monetary assets is not updated from historical exchange rates unless they are carried at fair value.

### **XIX. Minimum Alternative Tax (MAT) Credit**

MAT credit is recognised as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the statement of profit and loss and shown as MAT Credit Entitlement. The company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that company will pay normal Income Tax during the specified period.

### **XX. Earnings per Share**

Basic earnings per share are calculated by dividing:

- The profit attributable to owners of the company
- By the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year and excluding treasury shares.

Diluted earnings per share adjust the figures used in the determination of basic earnings per share to take into account:

- The after income tax effect of interest and other financing costs associated with dilutive potential equity shares
- The weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

### **XXI. Segmental Reporting**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision makers, who are responsible for allocating resources and assessing performance of the operating segments.

**ObjectOne Information Systems Ltd**

**Note No. 1: FIXED ASSETS - TANGIBLE & INTANGIBLE ASSETS AS AT 31.03.2021 - CONSOLIDATED**

S.No.	DESCRIPTION OF ASSET	GROSS BLOCK				DEPRECIATION				NET BLOCK	
		Block as at 01/04/2020	Additions during the year	Discarded	Total Cost as at 31/03/2021	Up to 31/03/2020	Dep For the year 2020-21	Total as at 31/03/2021	As at 31/03/2021	As at 31/03/2020	
1	Leased Building	8,850,687	-	-	8,850,687	4,648,549	197,739	4,846,288	4,004,399	4,202,138	
2	Hardware & software	4,425,201	513,749	-	4,938,950	4,650,563	137,543	4,188,106	750,844	374,638	
3	Furniture & Fixtures	3,438,181	180,111	-	3,618,292	3,046,904	89,984	3,136,888	481,404	393,277	
4	Office equipment	700,268	522,441	-	1,222,709	639,572	50,413	689,985	932,724	60,696	
5	Electrical Fittings	125,000	-	-	125,000	110,175	-	110,175	14,825	14,825	
6	Vehicles	7,426,195	-	-	7,426,195	3,026,680	700,387	3,727,067	3,699,128	4,399,515	
7	Intangibles										
8	Kidsone Content Rights	2,601,242	-	-	2,601,242	2,285,751	-	2,285,751	315,491	315,491	
9	Rights	54,860,700	-	-	54,860,700	-	-	-	54,860,700	54,860,700	
		32,430,030	-	-	32,430,030	29,487,352	464,818	29,952,170	2,477,860	2,942,678	
	<b>Total</b>	<b>114,857,504</b>	<b>1,616,301</b>	<b>-</b>	<b>116,473,805</b>	<b>47,295,546</b>	<b>-</b>	<b>48,936,430</b>	<b>67,537,573</b>	<b>67,561,958</b>	
	Previous Year	156,371,891	170,000	41,684,387	114,857,504	84,046,252	40,870,373	45,688,641	69,168,863	72,325,639	

**Notes:**

1	<b>Tangible Assets</b> The Company has selected to continue with the carrying value of its Property, Plant & Equipment (PPE) recognized as of April 1, 2016 (transition date) measured as per the Previous GAAP and used that carrying value as its deemed cost as on the transition date except for decommissioning liabilities included in the cost of other Property, Plant & Equipment (PPE) which has been adjusted in terms of para D 21 of Ind AS 101.
2	The Company estimates the useful life of the Hardware & software to be 3 years based on the expected technical obsolescence of such assets. However the actual useful life may be shorter or longer than 3 years, depending on technical innovations and competitor actions.
3	The Company estimates the useful life of the Leased building to be 30 years from the date of acquisition.
4	<b>Intangible Assets</b> The Company has selected to continue with the carrying value of its Intangible Assets recognised as of April 1, 2016 (trans-actions date) measured as per the Previous GAAP and used that carrying value as its deemed cost as on the transition date.
5	Significant estimate: Useful life of intangible assets-Rights & Kidsone Content - estimated 10 years from the date of acquiring of the asset and calculated depreciation accordingly. However it's a entertainment content and the actual useful life may b shorter or longer than 10 years, depending on public demands.



**OBJECTONE INFORMATION SYSTEMS LIMITED**  
Consolidated Notes to Financial Statement as at 31st Mar, 2021

<b>2 Goodwill</b>			<b>(Amount in Rs)</b>
Particulars	As at 31 Mar 2021	As at 31 Mar 2020	
Investment in Subsidiaries	21,978,596	21,978,596	
Equity Shares - Stiaos Technologies Inc (100% of Holding)	66,000	66,000	
<b>Total</b>	<b>21,912,596</b>	<b>21,912,596</b>	

**Note:**

The Company has elected to continue with the carrying value of its investment in its 100% subsidiary M/s. Stiaos Technologies Inc, USA whose principle activity is related to software consultancy business, measured as per the Previous GAAP and used that carrying value on the transition date April 1, 2016 in terms of Para D15(b)(ii) of Ind AS 101.

<b>3 Deferred Tax Asset</b>			<b>(Amount in Rs)</b>
Particulars	As at 31 Mar 2021	As at 31 Mar 2020	
Opening Balance	3,366,416	3,265,412	
Add/Deduct Tax liability for the current year	24,503	101,004	
<b>Total</b>	<b>3,390,919</b>	<b>3,366,416</b>	

<b>4 Other Non-Current Assets</b>			<b>(Amount in Rs)</b>
Particulars	As at 31 Mar 2021	As at 31 Mar 2020	
Advances Other than capital advances			
Security Deposits	189,383	189,383	
Other Advances (Specify nature)			
Other Advances	11,807,575	23,540,375	
Less: Provision for Bad Debts	(11,573,975)	(11,573,975)	
Other (Specify nature)			
Gratuity Fund			
<b>Total</b>	<b>422,983</b>	<b>12,155,783</b>	

<b>5 INVENTORIES</b>			<b>(Amount in Rs)</b>
Particulars	As at 31 Mar 2021	As at 31 Mar 2020	
Work-in-progress	41,496,131	47,996,680	
<b>Total</b>	<b>41,496,131</b>	<b>47,996,680</b>	

<b>6 Trade Receivables</b>			<b>(Amount in Rs)</b>
Particulars	As at 31 Mar 2021	As at 31 Mar 2020	
<b>Outstanding for a period exceeding six months from the date</b>			
Unsecured and considered good	7,576,602	8,832,927	
<b>Other Receivable</b>			
Unsecured and considered good	64,204,171	77,499,299	
	<b>71,780,773</b>	<b>86,332,226</b>	
1-180 Days	64,204,171	77,499,299	
181-365 Days	1,219,642	1,884,426	
more than 365 Days	10,556,169	11,214,977	
Provision for bad debts	(4,199,210)	(4,266,476)	
<b>Total</b>	<b>71,780,773</b>	<b>86,332,226</b>	



**OBJECTONE INFORMATION SYSTEMS LIMITED**  
Consolidated Notes to Financial Statement as at 31st Mar, 2021

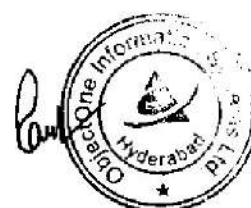
7 Cash and Cash Equivalents			(Amount in Rs)
Particulars	As at 31 Mar 2021	As at 31 Mar 2020	
<b>Cash &amp; Cash Equivalents :</b>			
Balances with Banks			
In Current Accounts	31,411,007	3,229,002	
In Deposits Accounts	4,378,962	4,771,238	
Cash on hand	16,320	4,066	
<b>Total</b>	<b>35,806,289</b>	<b>8,004,306</b>	

8 Current Tax Assets			(Amount in Rs)
Particulars	As at 31 Mar 2021	As at 31 Mar 2020	
a) Advance Income Tax(Includes TDS Receivable)	6,773,866	3,409,856	
b) CENVAT Credit(Including of Capital Goods & PLA Amount)	-	1,397,479	
c) GST Receivable	8,750	18,469	
<b>Total</b>	<b>6,782,616</b>	<b>4,825,804</b>	

9 Other Current Assets			(Amount in Rs)
Particulars	As at 31 Mar 2021	As at 31 Mar 2020	
a) Security Deposits with customers	1,305,000	1,622,500	
b) Advances to Employees	463,008	486,874	
c) Advances to Suppliers	-	205,677	
f) Other Advances	3,289,346	6,956,191	
g) MAT Credit	2,628,476	4,151,667	
<b>Total</b>	<b>7,685,830</b>	<b>13,422,909</b>	

10 Statement of Changes Equity			(Amount in Rs)
Particulars	As at 31 Mar 2021	As at 31 Mar 2020	
Balance as on 01st April (Number of Equity shares 10511900 of Rs. 10 each)	105,119,000	105,119,000	
Changes in Equity Share Capital	-	-	
<b>Total</b>	<b>105,119,000</b>	<b>105,119,000</b>	

11 Other Equity			(Amount in Rs)
Particulars	As at 31 Mar 2021	As at 31 Mar 2020	
<b>Capital Reserve</b>			
As per last Balancesheet	23,814,000	23,814,000	
<b>Retained Earnings/ (Surplus)</b>			
<b>Surplus/(deficit) in the statement of profit and loss:</b>			
Balance as at the beginning of the year	9,780,158	7,245,436	
Add: change to profit / (loss) for the year	2,031,248	2,534,722	
Balance as at the end of the year	11,811,406	9,780,158	
<b>Total</b>	<b>35,625,406</b>	<b>33,594,158</b>	



**OBJECTONE INFORMATION SYSTEMS LIMITED**  
Consolidated Notes to Financial Statement as at 31st Mar, 2021

(Amount in Rs)		
Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Term Loans		
i) From Banks and NBFC	1,101,975	282,365
Less: Current Maturities	-	282,365
	1,101,975	-
ii) From Other Parties	2,945,216	2,210,796
<b>Total</b>	<b>4,047,191</b>	<b>2,210,796</b>

**Notes: Loans from Banks & Financial Institutions**

1. Secured and Un Secured Loans taken from Banks & NBFC
  2. Un-Secured loan from M/s. Swapriya Raj Holding LLP - Share Holder
- Total**

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Gratuity Payable	4,760,879	4,562,570
<b>Total</b>	<b>4,760,879</b>	<b>4,562,570</b>

**Current Liabilities - Financial Liabilities**

(Amount in Rs)		
Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Loans repayable on Demand		
From Banks -Over Draft from Andhra Bank	-	9,917,641
M/s. Andhra Bank, Gannavaram Branch sanctioned SOD limit of Rs. 1.00 crore to the Company at the rate of 10.75% by securing of Directors Property		
<b>Total</b>	<b>-</b>	<b>9,917,641</b>

(Amount in Rs)		
Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Trade Payables (1-180 days past dues)	18,383,271	48,875,975
Trade Payables ( above 180 days past dues)	8,864,544	13,345,244
Trade Payable to MSME Units	-	-
<b>Total</b>	<b>27,247,815</b>	<b>62,221,219</b>

(Amount in Rs)		
Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Current Maturities of Long-term debt	-	282,365
Interest accrued	-	-
Others (specify nature)	-	-
<b>Total</b>	<b>-</b>	<b>282,365</b>



**OBJECTONE INFORMATION SYSTEMS LIMITED**  
Consolidated Notes to Financial Statement as at 31st Mar, 2021

17 Other Current Liabilities		(Amount in Rs)	
Particulars	As at 31 Mar 2021	As at 31 Mar 2020	
Revenue received in advance;			
Other advances (Specify nature);and	18,341,700	18,341,699	
Other(specify nature)	-	-	
Outstanding Expenses Payable	6,897,922	4,206,486	
Audit Fees payable	240,875	462,250	
Directors Remuneration Payable	116,881	-	
Creditors for Expenses	44,837,789	21,114,321	
<b>Total</b>	<b>70,435,167</b>	<b>44,124,756</b>	

18 Provisions		(Amount in Rs)	
Particulars	As at 31 Mar 2021	As at 31 Mar 2020	
Provision for Income Tax	1,701,868	-	
Provisions for Employee Benefits			
PF Payable	129,483	140,045	
ESI Payable	20,946	20,602	
Salaries Payable	4,654,888	2,286,953	
Others	-	-	
Statutory Liabilities	3,006,846	847,534	
<b>Total</b>	<b>9,514,031</b>	<b>3,295,134</b>	

19 Current Tax Liabilities		(Amount in Rs)	
Particulars	As at 31 Mar 2021	As at 31 Mar 2020	
Provision For Income Tax	-	185,015	
<b>Total</b>	<b>-</b>	<b>185,015</b>	



**OBJECTONE INFORMATION SYSTEMS LIMITED**  
Consolidated Notes to Financial Statement as at 31st Mar, 2021

**20 Revenue From operations** (Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
(a) Sale of Products	-	-
(b) Sale of Services	285,680,182	280,429,311
(c) Other Operating Income	-	-
<b>Total</b>	<b>285,680,182</b>	<b>280,429,311</b>

**21 Other Income** (Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
Interest Income	363,469	208,372
Misc Income	1,787,270	12,909
Foreign Exchange Gain/(Loss)	10,313	105,179
Discount Received	-	-
<b>Total</b>	<b>2,161,052</b>	<b>326,460</b>

**22 Changes in inventories of finished goods, work-in-progress and stock-in-trade** (Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
<b>Finished Goods</b>		
Finished goods at the beginning of the year	-	-
Less: Finished goods at the end of the year	-	-
<b>Sub Total (A)</b>	-	-
<b>Work in Progress</b>		
Finished goods at the beginning of the year	47,996,680	42,926,222
Less: Finished goods at the end of the year	32,488,887	47,996,680
<b>Sub Total (B)</b>	<b>15,507,793</b>	<b>(5,070,458)</b>
<b>Increase or Decrease in Inventories - (A - B)</b>	<b>15,507,793</b>	<b>(5,070,458)</b>

**23 Employee Benefit Expenses** (Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
(a) Salaries & Wages	183,192,884	203,887,265
(b) Contribution to Provident & Other Funds	3,526,400	4,901,726
(c) Staff Welfare Expenses	1,827,103	2,209,602
<b>Total</b>	<b>188,546,387</b>	<b>210,998,593</b>

**24 Other Operating Expenses** (Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
a) Ecommerce Expenses	-	316,360
b) Power & Fuel	663,127	1,058,590
c) Internet Radio Expenses	1,891,222	2,246,830
d) Repairs to Machinery	1,393,144	1,200,672
e) Insurance	89,323	80,856
f) Project Expenses	17,795,517	14,429,748
g) Media Production Expenses	30,738,639	18,576,525
<b>Total</b>	<b>52,570,971</b>	<b>37,909,581</b>





## 25 Finance Costs

(Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
a) Interest Expenses		
- Interest on Vehicle Finance	8,935	136,405
- Interest on Over Draft	756,723	1,159,394
- Loan Processing Charges & Bank Charges	151,739	622,373
- Interest on late payments of TDS	-	28,917
b) Other Borrowing costs	-	117,577
<b>Total</b>	<b>917,397</b>	<b>2,064,666</b>

## 26 Administrative Expenses

(Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
a) Communication Expenses	1,572,567	864,221
b) Business Promotion Expenses	219,592	396,794
c) Travelling and Conveyance	1,718,507	2,263,684
d) Office Maintenance	1,872,179	1,371,134
e) Printing & Stationery Expenses	57,176	85,951
f) Rates & Taxes (excluding Income Tax)	3,368,518	3,640,569
g) Managerial Remuneration	3,692,134	4,327,773
h) Consultancy Charges	1,475,847	8,049,435
i) Office Rent & Others	3,340,373	4,998,025
j) General Expenses	229,822	3,142,203
k) vehicle maintenance	408,990	715,838
l) Professional and Annual Fee Etc	240,000	200,000
m) Donation	284,500	457,000
n) Payment to auditors		
i) As Auditor	100,000	50,000
ii) For Taxation Matters	-	-
o) Loss on Sale of Fixed Assets	1,315,723	-
p) Loans and Advances and Debtors Provision for Bad Debts	3,530,070	-
<b>Total</b>	<b>23,425,998</b>	<b>30,561,727</b>



**OBJECTONE INFORMATION SYSTEMS LIMITED**  
**Notes to Consolidation Financial Statements**

27. The Company has not obtained Actuarial Valuation report for Gratuity and leave encashment for the financial year 2019-2020. However the provision for Gratuity made as per accrual method.

**28. Related Party Disclosures**

(A) List of related parties are given below:

Relation	Party Name
Subsidiary Company	Stiaos Technologies Inc
Director	1) Ravi Shankar - Managing Director 2) K Hima Bindu- Executive Director
Key Management Personnel (KMP)	A Rama Krishna - Chief Finance Officer Ranya Inala - Company Secretary - Up to 02.11.2020 Vikram Verma - Company Secretary - w.e.f. 03.11.2020

(B) Remuneration:

Particulars	2020-21	2019-20
Directors Remuneration	30,00,000/-	37,00,000/-
Chief Finance office	4,86,000/-	4,56,000/-
Company Secretary	3,03,500/-	3,96,000/-
<b>Total</b>	<b>37,89,500/-</b>	<b>45,52,000/-</b>

(C) Office Rent:

Particulars	2020-21	2019-20
Office Rent paid to Managing Director	17,94,000/-	16,77,000/-
Perquisites	6,92,134/-	6,24,180/-
<b>Total</b>	<b>24,86,134/-</b>	<b>20,47,947/-</b>

**29. Earnings Per Share (EPS) ( AS - 20 )**

Particulars	2020-21	2019-20
Profit after tax during the year ( Rs. )	20,31,249/-	25,34,724/-
Earnings available to Equity Shareholders for Basic & Diluted EPS ( Rs. )	20,31,249/-	25,32,724/-
Weighted Average Number of Shares taken for computation of EPS	1,05,11,900	1,05,11,900
Earning per Share		
- Basic	0.19	0.24
- Diluted	0.19	0.24
Face Value of the Share	10	10

**30. Auditor's Remuneration:**

Particulars	2020-21	2019-20
Audit Fee	60,000/-	30,000/-
Tax Audit fee	40,000/-	20,000/-
Other Services	Nil	Nil
<b>Total</b>	<b>1,00,000/-</b>	<b>50,000/-</b>



**OBJECTONE INFORMATION SYSTEMS LIMITED**  
**Notes to Consolidation Financial Statements**

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**31. Dues to Micro & Small Enterprises:**

There are no overdue principal amounts and interest thereon payable to Micro Enterprises and Small Enterprises, as at 31-03-2021.

32. Figures have been rounded off to the nearest rupee.

33. Previous year's figures have been regrouped / rearranged wherever necessary.



For and on behalf of the Board  
ObjectOne Information Systems Limited

K. Ravi Shankar  
Managing Director

K. Hima Bindu  
Executive Director



A. Rama Krishna  
CFO

Vikram Verma  
Company Secretary  
M.No. 54939

As per our Report of even date

**For P C N & Associates**

Chartered Accountants

Firm registration number: 0160165

**Lakshmi Prasanthi S**

Partner

Membership No.: 236578

Place: Hyderabad

Date: 30-06-2021



|

# **Subsidiary Company Financial Statements**

**STIAOS Technologies Inc**

**Office Address:**

8900, East Lorch Drive

Suite 210, Spring

Texas-77379

**STIAOS TECHNOLOGIES INC**  
8900, East Loch Drive, Suite 210  
Spring, Texas - 77379

**Balance Sheet as at 31st Mar, 2021**

(Amounts in Rs)

PARTICULARS	Note No.	As at 31 Mar 2021	As at 31 Mar 2020
<b>ASSETS</b>			
<b>Non - Current Assets</b>			
Property, Plant, Equipment	1	64,897	159,696
Investment Property			
Other intangible Assets			
<b>Financial Assets</b>			
Loans			
Investments			
Deferred tax asset (Net)			
Other non-current assets	2	233,600	11,966,400
<b>Total A</b>		<b>298,497</b>	<b>12,126,096</b>
<b>Current Assets</b>			
Inventories	3	8,881,180	1,934,500
<b>Financial Assets</b>			
Trade receivables	4	32,310,425	63,767,981
Cash and cash equivalents	5	25,966,210	2,931,166
Others ( to be specified)			
Current Tax Assets (Net)		-	-
Other current assets		-	-
<b>Total B</b>		<b>67,157,815</b>	<b>68,633,647</b>
<b>Total (A+B)</b>		<b>67,456,312</b>	<b>80,759,743</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	6	66,000	66,000
Other equity	7	10,961,155	15,925,063
<b>Total A</b>		<b>11,027,155</b>	<b>15,991,063</b>
<b>LIABILITIES</b>			
<b>Non- Current liabilities</b>			
<b>Financial liabilities</b>			
(i) Borrowings		-	-
(ii) Trade Payables		-	-
(iii) Other Financial Liabilities			
<b>Provisions</b>			
Deferred tax liabilities (Net)			
Other non-current liabilities		-	-
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
(i) Borrowings			
(ii) Trade Payables	8	13,330,013	45,695,370
(iii) Other Financial Liabilities			
Other Current Liabilities	9	43,099,144	18,888,295
Provisions		-	-
Current Tax Liabilities (net)	10	-	185,015
<b>Total B</b>		<b>56,429,157</b>	<b>64,768,680</b>
<b>Total (A+B)</b>		<b>67,456,312</b>	<b>80,759,743</b>

For Stiaos Technologies Inc

Place: Texas  
Date: 30-06-2021

Krishna Poduri  
Chief Executive Officer



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**STIAOS TECHNOLOGIES INC**  
8900, East Loch Drive, Suite 210  
Spring, Texas - 77379

**Statement of Profit and Loss for the Period ended 31st Mar 2021**

(Amounts in Rs.)

Particulars	Note No	For the Year Ended 31st March 2021	For the Year Ended 31st March 2020
<b>Revenue</b>			
Revenue from operations	11	142,477,185	194,996,525
Other Income		-	-
<b>Total Income</b>		<b>142,477,185</b>	<b>194,996,525</b>
<b>Expenses</b>			
Changes in inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	12	(6,946,680)	(1,934,500)
Employee Benefit Expenses	13	149,633,410	180,459,888
Other Operating Expenditure		-	-
Finance costs	14	68,113	375,021
Other expenses	15	4,591,451	14,838,921
Depreciation	1	94,799	23,760
<b>Total Expenses</b>		<b>147,441,093</b>	<b>193,763,090</b>
<b>Profit/(loss) before Tax</b>		<b>(4,963,908)</b>	<b>1,233,435</b>
<b>Tax expense:</b>			
Provision for Tax		-	185,015
Prior Period Taxes		-	-
MAT credit entitlement		-	-
Deferred Tax		-	-
<b>Profit/(Loss) for the period</b>		<b>(4,963,908)</b>	<b>1,048,420</b>
<b>Other comprehensive income</b>			
Items that will not be reclassified to profit or loss		-	-
Income tax related to items that will not be		-	-
Items that will be reclassified to profit or loss		-	-
Income tax related to items that will be reclassified to profit or loss		-	-
i. Items that will not be reclassified to Statement of		-	-
ii. Income tax relating to items that will not be		-	-
iii. Items that will be reclassified to Statement of		-	-
iv. Income tax relating to items that will be		-	-
<b>Total comprehensive income for the period</b>		<b>(4,963,908)</b>	<b>1,048,420</b>

For Stiaos Technologies Inc

Place: Texas  
Date: 30-06-2021

Krishna Potluri  
Chief Executive Officer



STIAOS TECHNOLOGIES INC		
Statement of Cash flow for the Year ended 31st March 2021		
Particulars	For the year ended 31st March 2021	For the year ended 31st March, 2020
<b>A. Cash flow from operating activities</b>		
Profit / (Loss) before tax	(4,563,908)	1,233,435
<b>Adjustments to reconcile profit before tax to net cash from / (used in) operating activities.</b>		
Depreciation on property, plant and equipment	94,799	23,760
Amortisation and impairment of intangible assets		
(Gain)/loss on sale of property, plant and equipment		
Depreciation on investment properties		
Impairment loss on goodwill		
Share-based payment expense		
Net foreign exchange differences		
Fair value adjustment of a contract consideration		
Finance income (including fair value change in financial instruments)		
Finance costs (including fair value change in financial instruments)	68,113	375,021
Share of profit of an associate or a joint venture		
(Gain)/loss on sale of investment		
Other adjustments (Ind AS)		
Less: Profit on loss on fixed assets		
<b>Operating Profit before working capital changes</b>	<b>(4,800,896)</b>	<b>1,632,216</b>
<b>Working capital adjustments</b>		
Decrease/ (increase) in Trade and Other Advances		
Decrease/ (increase) in Inventory	(5,946,680)	(1,914,500)
Increase/ (decrease) in Trade Payables	(32,365,837)	8,623,295
(Increase)/ decrease in Trade Receivables	31,457,556	20,079,874
Increase/ (decrease) in Advances From Customers		
(Decrease)/ increase non current liabilities		
Decrease/ (increase) in other Current assets		
(Decrease)/ increase in Short Term Provisions		
Decrease/ (increase) in other Non Current assets	11,732,809	(1,163,409)
Increase/ (decrease) Other Current Liabilities	24,210,849	(38,880,269)
Increase/ (decrease) in Short term borrowings		
Sub Total	<b>23,089,168</b>	<b>(13,274,700)</b>
Income tax paid	185,015	112,154
<b>Net cash flows from operating activities (A)</b>	<b>23,103,187</b>	<b>(11,754,638)</b>
<b>B. Cash flow from investing activities</b>		
Payment for purchase and construction of property, plant and equipment		
Payment for purchase and construction of investment properties		
Payment for purchase and development of intangible assets		
Purchase of financial instruments		
Acquisition of subsidiaries (net of cash acquired)		
Proceeds from sale of property, plant and equipment		
Proceeds from sale of financial instruments		
Interest received		
Refunds/ (investment) in bank deposits for more than 3 months		
Loans given		
Repayment of loans given		
<b>Net cash flows from / (used in) investing activities (B)</b>		
<b>C. Cash flow from financing activities</b>		
Proceeds from issue of share capital		
Proceeds from unlisted non convertible debentures		
Proceeds from redeemable preference shares		
Proceeds from long term loans and borrowings		
Proceeds from acceptances		
Proceeds from sale of treasury shares		
Proceeds from exercise of share options		
Proceeds from settlement of derivative		
Transaction costs related to loans and borrowings		
Interest payment	(68,113)	(375,021)
Acquisition of Non-controlling interests		
Repurchase of treasury shares		
<b>Net Cash flows from / (used in) Financing activities (C)</b>	<b>(68,113)</b>	<b>(375,021)</b>
<b>Net increase / (decrease) in cash and cash equivalents (A+B+C)</b>	<b>21,035,044</b>	<b>(12,129,639)</b>
Opening Balance of Cash	2,931,166	15,060,825
Closing Balance	<b>25,966,210</b>	<b>2,931,166</b>
<b>Components of Cash and Cash Equivalents</b>		
Cash on Hand		
Balances with bank in current account	25,966,210	2,931,166
<b>Balance at the end of the year</b>	<b>25,966,210</b>	<b>2,931,166</b>
<b>Significant Accounting Policies and Notes forming part of Accounts are integral part of the Financial Statements</b>		
For Stiaos Technologies Inc		
Krishna Potluri Chief Executive Officer		
Place: Texas		
Date: 30-06-2021		



**STIAOS TECHNOLOGIES INC**  
Notes to Financial Statement as at 31st Mar, 2021

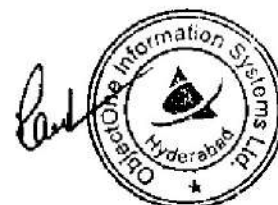
(Amount in Rs)		
1 Fixed Assets	As at	As at
Particulars	31 Mar 2021	31 Mar 2020
<b>Gross Opening Balance</b>	1,448,766	1,448,766
Add/Less: Additions/Delitions		
<b>Gross Block - Closing Balance</b>	<b>1,448,766</b>	<b>1,448,766</b>
Depreciation Block - OB	1,289,070	1,265,310
Depreciation for the Year	94,799	23,760
Depreciation Block - CB	1,383,869	1,289,070
<b>Net Balance</b>	<b>64,897</b>	<b>159,696</b>

(Amount in Rs)		
2 Other Non-Current Assets	As at	As at
Particulars	31 Mar 2021	31 Mar 2020
Advances Other than capital advances		
Security Deposits		-
Other Advances (Specify nature)		-
Other Advances	233,600	11,966,400
Other (Specify nature)		-
Gratuity Fund		-
<b>Total</b>	<b>233,600</b>	<b>11,966,400</b>

(Amount in Rs)		
3 INVENTORIES	As at	As at
Particulars	31 Mar 2021	31 Mar 2020
Work-in-progress	8,881,180	1,934,500
<b>Total</b>	<b>8,881,180</b>	<b>1,934,500</b>

(Amount in Rs)		
4 Trade Receivables	As at	As at
Particulars	31 Mar 2021	31 Mar 2020
<b>Outstanding for a period exceeding six months from the date they are due for payment</b>		
Unsecured and considered good		
<b>Other Receivables</b>		
Unsecured and considered good (1-180 past dues)	32,310,425	63,767,981
<b>Total</b>	<b>32,310,425</b>	<b>63,767,981</b>

(Amount in Rs)		
5 Cash and Cash Equivalents	As at	As at
Particulars	31 Mar 2021	31 Mar 2020
<b>Cash &amp; Cash Equivalents :</b>		
Balances with Banks		
In Current Accounts	25,966,210	2,931,166
Cash on hand		
<b>Total</b>	<b>25,966,210</b>	<b>2,931,166</b>





**STIAOS TECHNOLOGIES INC**  
Notes to Financial Statement as at 31st Mar, 2021

**6 Equity Share Capital** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Share Capital - Equity	66,000	66,000
<b>Total</b>	<b>66,000</b>	<b>66,000</b>

**7 Other Equity** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Capital Reserve		
As per last Balancesheet		
Retained Earnings/ (Surplus)		
Surplus/(deficit) in the statement of profit and loss:		
Balance as at the beginning of the year	15,925,063	14,876,643
Add: change to profit / (loss) for the year	(4,963,908)	1,048,420
<b>Balance as at the end of the year</b>	<b>10,961,155</b>	<b>15,925,063</b>
<b>Total</b>	<b>10,961,155</b>	<b>15,925,063</b>

**8 Trade Payables** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Trade Payables (1-180 past dues)	13,330,013	45,695,370
<b>Total</b>	<b>13,330,013</b>	<b>45,695,370</b>

**9 Other Current Liabilities** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Revenue received in advance:		
Other advances (Specify nature):and	-	-
Other(specify nature)	-	-
Outsanding Expenses Payable	-	-
Audit Fees payable	-	-
Directors Remuneration Payable	-	-
Others	43,099,144	18,888,295
<b>Total</b>	<b>43,099,144</b>	<b>18,888,295</b>

**10 Current Tax Liabilities** (Amount in Rs)

Particulars	As at 31 Mar 2021	As at 31 Mar 2020
Provision For Income Tax	-	185,015
<b>Total</b>	<b>-</b>	<b>185,015</b>



Note No. 1 : FIXED ASSETS - TANGIBLE & INTANGIBLE ASSETS AS AT 31.03.2021 - STIAOS TECHNOLOGIES INC

Amount in Rupees

S. No.	DESCRIPTION OF ASSET	GROSS BLOCK			DEPRECIATION				NET BLOCK		
		Block as at 01/04/2020	Additions during the year	Discarded	Total Cost as at 31/03/2021	Upto 31-03-2020	Deletion	Dep for the year 2020-21	Total as at 31/03/2021	As at 31/03/2021	As at 31/03/2020
1	Hardware & software	1,448,766	-	-	1,448,766	1,289,070	-	94,799	1,383,869	64,897	159,696
	Total	1,448,766	-	-	1,448,766	1,289,070	-	94,799	1,383,869	64,897	159,696
	Previous Year	1,448,766	-	-	1,448,766	1,265,310	-	23,760	1,289,070	159,696	183,456



**STIAOS TECHNOLOGIES INC**  
Notes to Financial Statement as at 31st Mar, 2021

**11 Revenue From operations** (Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
(a) Sale of Products		
(b) Sale of Services	142,477,185	194,996,525
(c) Other Operating Income		
<b>Total</b>	<b>142,477,185</b>	<b>194,996,525</b>

**12 Changes in inventories of finished goods, work-in-progress and stock-in-trade**

(Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
<b>Finished Goods</b>		
Finished goods at the beginning of the year		
Less: Finished goods at the end of the year		
<b>Sub Total (A)</b>	-	-
<b>Work in Progress</b>		
Finished goods at the beginning of the year	1,934,500	-
Less: Finished goods at the end of the year	8,881,180	1,934,500
<b>Sub Total (B)</b>	<b>(6,946,680)</b>	<b>(1,934,500)</b>
<b>Increase or Decrease in Inventories - (A - B)</b>	<b>(6,946,680)</b>	<b>(1,934,500)</b>

**13 Employee Benefit Expenses**

(Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
(a) Salaries & Wages	147,113,638	176,237,117
(b) Contribution to Provident & Other Funds	2,412,888	3,320,399
(c) Staff Welfare Expenses	106,884	902,372
<b>Total</b>	<b>149,633,410</b>	<b>180,459,888</b>

**14 Finance Costs**

(Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
a) Interest Expenses		
- Interest on Vehicle Finance		
- Interest on Over Draft		
- Loan Processing Charges & Bank Charges	68,113	375,021
b) Other Borrowing costs		
<b>Total</b>	<b>68,113</b>	<b>375,021</b>

**15 Administrative/Other Expenses**

(Amounts in Rs.)

Particulars	For the Year ended 31st Mar 2021	For the Year ended 31st Mar 2020
a) Communication Expenses	288,735	165,688
b) Business Promotion Expenses		
c) Travelling and Conveyance	687,117	450,943
d) Office Maintenance	740,092	1,094,548
e) Printing & Stationery Expenses		
f) Consultancy Charges	970,462	7,689,795
g) Office Rent & Others	1,294,473	3,060,525
h) Rates & Taxes (Excluding Income Tax)	610,572	2,376,422
<b>Total</b>	<b>4,591,451</b>	<b>14,838,921</b>



**OBJECTONE INFORMATION SYSTEMS LIMITED**

CIN: L31300TG1996PLC023119

Registered Office: 8-3-988/34/7/2/1 & 2, Kamalapuri Colony,

Srinagar Colony Road, Hyderabad - 500 073

Tel Nos: 23757192, 23757193; Fax No: 23753323

E-mail: [accountsone@objectinfo.com](mailto:accountsone@objectinfo.com), Website: [www.objectinfo.com](http://www.objectinfo.com)

Form No. MGT-11

Proxy form

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Regd. Folio No.	*DP ID :
No. of Shares held :	*Client ID :

I/We, being the member (s) of ..... shares of the above named company, hereby appoint:

1. Name & Address: \_\_\_\_\_  
Email ID: \_\_\_\_\_ Signature: \_\_\_\_\_ or failing him/her
2. Name & Address: \_\_\_\_\_  
Email ID: \_\_\_\_\_ Signature: \_\_\_\_\_ or failing him/her
3. Name & Address: \_\_\_\_\_  
Email ID: \_\_\_\_\_ Signature: \_\_\_\_\_ or failing him/her

as my/ our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 25<sup>th</sup> Annual General Meeting of the Company, to be held on the Thursday, 30<sup>th</sup> day of September, 2021 at 11:00 AM at the registered office of the Company in respect of such resolutions as are indicated below:

Sl. No.	Resolution(s)	Vote	
		For	Against
1.	Adoption of Audited financial statements for the year ended 31.03.2021		
2.	Appointment of Mrs. Himabindu Kantanneni (DIN: 00497060), who retires by rotation as Executive director		
3.	Reappointment of Mr. Jayaprakash Narayana Valluru, Non-executive Independent Director for second term of 5 (five) consecutive years		
4.	Re-appointment of Mr. Eameri Kavitha, Non-executive Independent Director for second term of 5 (five) consecutive years		

\* Applicable for investors holding shares in Electronic form.

Signed this \_\_\_\_ day of \_\_\_\_ 2021

Signature of Shareholder

Signature of Proxy holder

Affix Revenue  
Stamps

Signature of the shareholder across  
Revenue Stamp

Note:

- 1) This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
- 2) The proxy need not be a member of the Company.

**OBJECTONE INFORMATION SYSTEMS LIMITED**

CIN: L31300TG1996PLC023119

Registered Office: 8-3-988/34/7/2/1 &2, Kamalapuri Colony,  
Srinagar Colony Road, Hyderabad – 500 073

Tel Nos: 23757192, 23757193; Fax No: 23753323

E-mail: [accountsone@objectinfo.com](mailto:accountsone@objectinfo.com), Website: [www.objectinfo.com](http://www.objectinfo.com)

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**ATTENDANCE SLIP**

Ledger Folio No. ....

Mr/Mrs. Ms. ....

(Member's Name in Block Letters)

I certify that I am Registered Member/ Proxy for the Registered Member of the Company. I here by record my presence at 25<sup>th</sup> Annual General Meeting of the Company held on Thursday 30<sup>th</sup> Sepetmber, 2021 at 11.00 a.m. at Regd. Office : 8-3-988/34/7/2/1&2, Kamalapuri Colony, Srinagar Colony Road, Hyderabad. 500 073.

.....  
If signed by proxy, his/her name should be written here in Block Letters

.....  
Member's Proxy Signature

Note: Member's/Proxy holders are requested to bring the Attendance slip with them when they come to the meeting and hand it over at the gate after affixing their signature on it.