

May 26, 2021

To

The Listing/Compliance Department The National Stock Exchange of India Limited “Exchange Plaza” Bandra Kurla Complex, Bandra (E) Mumbai – 400 051 <b>Stock Code: SAKSOFT</b>	The Listing/Compliance Department BSE Limited Floor No.25, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001 <b>Stock Code: 590051</b>
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Dear Sir/Madam,

**Sub: Intimation on the Outcome of the Board Meeting held on May 26, 2021 and Disclosures under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

The Board of Directors at their Meeting held today i.e. May 26, 2021 inter - alia have approved the following -

**Audited Financial Results**

1. The Audited Standalone and Consolidated Financial Results of the Company and its Subsidiaries for the quarter and year ended March 31 2021, pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We declare that the Statutory Auditors of the Company, Messrs. R.G.N. Price & Co., Chartered Accountants, Chennai have in their report issued an unmodified opinion on the Standalone and Consolidated Financial Results of the Company for the quarter and financial year ended March 31, 2021.

Pursuant to Regulation 47 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would be publishing an extract of the consolidated financial results in the prescribed format in English and Tamil Newspapers within the prescribed time. The details of the standalone and consolidated financial results of the Company would be available on the website of the Company [www.saksoft.com](http://www.saksoft.com) as well as on the websites of the Stock Exchanges.



**Dividend**

2. The Board of Directors have recommended a final dividend of Rs. 2.50/- per equity share (25%) for the Financial Year 2020-21 on equity shares of Rs 10/- each, subject to the approval of the Shareholders at the ensuing Annual General Meeting (AGM) of the Company to be held on August 10, 2021.

**Annual General Meeting and Book Closure**

3. Decided to convene the 21<sup>st</sup> Annual General Meeting on August 10, 2021 through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") and approved the Closure of Register of Members and Share transfer books of the Company between August 01, 2021 to August 10, 2021 (both days inclusive), for the purpose of the Annual General Meeting.

The Meeting of the Board of Directors of the Company commenced at 12.30 PM and concluded at 13.13 PM.

A copy of the said results together with the Auditors' Report together with the financial results are enclosed herewith.

This is for your information and record.

**For Saksoft Limited**



**Meera Venkatramanan**  
**Company Secretary**

**R.G.N.PRICE & CO.  
CHARTERED ACCOUNTANTS**

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May 26, 2021

**INDEPENDENT AUDITORS' REPORT**

**TO THE BOARD OF DIRECTORS OF SAKSOFT LIMITED**

**Report on the audit of the Consolidated Financial Results**

We have audited the accompanying Statement of Consolidated Financial Results of Saksoft Limited ("Holding company") and its subsidiaries (holding company and its subsidiaries together referred to as "the Group"), for the quarter ended 31<sup>st</sup> March 2021 and for the year from 01<sup>st</sup> April 2020 to 31<sup>st</sup> March 2021 ("the Statement"), being submitted by the holding company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

**Opinion**

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

- a) includes the annual financial results of the following subsidiaries and a Trust:
  - i. Saksoft Inc and its two subsidiaries
  - ii. Saksoft Pte Limited
  - iii. Saksoft Solutions Limited and its subsidiary
  - iv. Three-Sixty Logica Testing Services Private Limited and its subsidiary
  - v. DreamOrbit Softech Private Limited and its subsidiary
  - vi. Saksoft Employee Welfare Trust
- b) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations, as amended; and
- c) give a true and fair view, in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of consolidated total comprehensive income (comprising of consolidated net profit and consolidated total comprehensive income and other financial information of the Group for the quarter ended 31<sup>st</sup> March 2021 and for the year from 01<sup>st</sup> April 2020 to 31<sup>st</sup> March 2021,



## **Basis for Opinion**

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

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

These quarterly financial results as well as the year to date consolidated financial results have been prepared on the basis of the consolidated financial statements.

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

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

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

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

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



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

- Identify and assess risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists 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 results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision, and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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 consolidated 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 consolidated financial statements.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



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

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

#### **Other Matters**

1. The consolidated financial results include the audited financial results of ten subsidiaries (including step-down subsidiaries) and a trust listed above, whose financial statements reflect Group's share of total assets of Rs. 2644.95 millions as at 31<sup>st</sup> March 2021, Group's share of total revenue of Rs. 3159.88 millions and Group's share of total net profit after tax of Rs. 95.39 millions and Rs 266.38 millions for the quarter ended 31<sup>st</sup> March 2021 and for the year from 1<sup>st</sup> April 2020 to 31<sup>st</sup> March 2021 respectively, as considered in the consolidated Financial Results, which have been audited by their respective independent auditors. The independent auditors' reports on financial statements of these entities have been furnished to us and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.
2. The statement includes the results for the quarter ended 31<sup>st</sup> March 2021 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

Our opinion on the consolidated Financial Results is not modified in respect of the above matters, including with respect to our reliance on the work done and on the reports of the other auditors.

For R. G. N. PRICE & CO.  
Chartered Accountants



Mahesh Krishnan  
Partner

M. No. 206520  
FR No. 002785S

UDIN: 21206520AAAAA2822

**SAKSOFT LIMITED**

CIN: L72200TN1999PLC054429

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Ph: +91-44-24543500 Email : investorqueries@saksoft.co.in ; website: www.saksoft.com

Statement of Audited Consolidated Financial Results for the Quarter and year Ended March 31, 2021 .

( Rs. In Lakhs )

Particulars	Quarter Ended			For the year	
	Quarter ended 31.03.2021	Quarter ended 31.12.2020	Quarter ended 31.03.2020	Year ended 31.3.2021	Year ended 31.3.2020
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
<b>1. Income from Operations</b>					
a. Net Sales/Income from Operations	9,744.79	9,741.71	9,290.05	38,580.68	35,878.14
b. Other Income	266.19	26.48	210.55	408.98	389.47
<b>Total Income (a+b)</b>	<b>10,010.98</b>	<b>9,768.19</b>	<b>9,500.60</b>	<b>38,989.66</b>	<b>36,267.61</b>
<b>2. Expenses</b>					
a. Employee benefits expense	4,579.21	4,567.07	4,615.41	18,292.06	18,141.52
b. Depreciation and amortisation expense	159.04	161.97	178.32	667.05	727.02
c. Support / Third party charges	2,834.00	2,786.43	2,607.00	11,242.22	8,988.96
d. Finance Costs	77.82	77.69	118.92	344.12	514.12
e. Other expenses	776.68	636.37	682.56	2,605.00	2,644.98
<b>Total Expenses (a+b+c+d+e)</b>	<b>8,426.75</b>	<b>8,229.53</b>	<b>8,202.21</b>	<b>33,150.45</b>	<b>31,016.60</b>
<b>3. Profit before exceptional items and tax ( 1-2)</b>	<b>1,584.23</b>	<b>1,538.66</b>	<b>1,298.39</b>	<b>5,839.21</b>	<b>5,251.01</b>
4. Exceptional Items	-	-	-	-	-
<b>5. Profit from ordinary activities before tax (3-4)</b>	<b>1,584.23</b>	<b>1,538.66</b>	<b>1,298.39</b>	<b>5,839.21</b>	<b>5,251.01</b>
6. Extraordinary Items	-	-	-	-	-
<b>7. Net Profit before tax (5-6)</b>	<b>1,584.23</b>	<b>1,538.66</b>	<b>1,298.39</b>	<b>5,839.21</b>	<b>5,251.01</b>
8. Tax Expense	332.97	331.17	318.40	1,294.94	1,385.57
<b>9. Net Profit for the period (7-8)</b>	<b>1,251.26</b>	<b>1,207.49</b>	<b>979.99</b>	<b>4,544.27</b>	<b>3,865.44</b>
<b>10. Other Comprehensive Income, net of taxes</b>					
a) (i) Items that will not be reclassified to Profit or Loss	17.82	(51.43)	15.58	6.86	(42.52)
b) (i) Items that will be reclassified to Profit or Loss	212.92	517.44	120.64	935.98	592.23
<b>Total Other Comprehensive Income (a) + (b)</b>	<b>230.74</b>	<b>466.01</b>	<b>136.22</b>	<b>942.84</b>	<b>549.71</b>
<b>Total Comprehensive Income for the period ( 9+10)</b>	<b>1,482.00</b>	<b>1,673.50</b>	<b>1,116.21</b>	<b>5,487.11</b>	<b>4,415.15</b>
<b>11. Profit for the period attributable to:</b>					
Shareholders of Saksoft Limited	1,251.26	1,207.49	979.99	4,544.27	3,845.24
Non-controlling interest	-	-	-	-	20.20
	<b>1,251.26</b>	<b>1,207.49</b>	<b>979.99</b>	<b>4,544.27</b>	<b>3,865.44</b>
<b>12. Total Comprehensive income for the period attributable to:</b>					
Shareholders of Saksoft Limited	1,482.00	1,673.50	1,116.21	5,487.11	4,394.95
Non-controlling interest	-	-	-	-	20.20
	<b>1,482.00</b>	<b>1,673.50</b>	<b>1,116.21</b>	<b>5,487.11</b>	<b>4,415.15</b>
<b>13. Paid-up Equity Share Capital of Rs.10/- each</b>	<b>995.75</b>	<b>995.75</b>	<b>994.25</b>	<b>995.75</b>	<b>994.25</b>
<b>14.(i) Earnings Per Share (in Rs) before extraordinary items</b>					
a) Basic	12.57	12.13	9.89	45.68	38.67
b) Diluted	11.57	11.12	9.40	42.52	36.67
	(not annualised)	(not annualised)	(not annualised)	(Annualised)	(Annualised)
<b>(ii)Earnings Per Share (in Rs) after extraordinary items</b>					
a) Basic	12.57	12.13	9.89	45.68	38.67
b) Diluted	11.57	11.12	9.40	42.52	36.67
	(not annualised)	(not annualised)	(not annualised)	(Annualised)	(Annualised)
<b>Notes :</b>					
<b>Key Standalone financial information</b>					
Total income	3,085.24	3,229.92	3,485.50	12,632.77	12,852.33
Profit / (Loss) before taxes	405.44	686.48	1,100.02	2,520.09	3,569.66
Profit / (Loss) after taxes	297.48	524.55	962.21	1,880.61	2,945.52



		( Rs. In Lakhs )	
Consolidated Statement of Assets and Liabilities		As at 31-03-2021	As at 31-03-2020
ASSETS		Audited	Audited
<b>Non-Current Assets</b>			
(a)Property Plant & Equipment		243.01	179.07
(b)Right of Use Asset		826.63	670.46
(b)Goodwill on Consolidation		14,831.19	14,030.18
(c)Other Intangible Assets		38.50	217.21
(d)Financial Assets			
(i)Loan		0.25	0.25
(ii)Others		1,034.12	250.05
(e)Deferred Tax Assets(Net)		446.70	288.43
(f)Other Non-Current Assets		-	-
<b>Sub Total Non-Current Assets</b>		<b>17,420.40</b>	<b>15,635.65</b>
<b>Current Assets</b>			
(a)Financial Assets			
(i) Short term Mutual fund		1,045.74	551.40
(ii) Trade and other receivables		6,439.58	6,751.42
(iii) Cash and cash equivalents		9,000.60	4,293.25
(iv) Loans		168.63	14.38
(v) Others		787.78	1,200.46
(b)Current Tax Assets (Net of provisions)		164.86	187.81
(c)Other Current Assets		1,493.50	1,702.40
<b>Sub Total Current Assets</b>		<b>19,100.69</b>	<b>14,701.12</b>
<b>Total Assets</b>		<b>36,521.09</b>	<b>30,336.77</b>
<b>EQUITY AND LIABILITIES</b>			
(a)Equity Share Capital		995.75	994.25
(b)Other Equity		24,932.59	19,623.84
<b>Sub Total Equity</b>		<b>25,928.34</b>	<b>20,618.09</b>
<b>Non controlling Interest</b>			-
<b>Liabilities</b>			
<b>Non-current Liabilities</b>			
(a)Financial Liabilities			
(i)Borrowings		2,000.00	2,469.53
(ii)Other financial liabilities		506.83	384.75
(b) Provisions		540.95	501.15
<b>Sub total Non Current Liabilities</b>		<b>3,047.78</b>	<b>3,355.43</b>
<b>Current Liabilities</b>			
(a)Financial Liabilities			
(i)Borrowings		-	85.42
(ii)Trade Payables			
Total outstanding dues of micro enterprises and small enterprises		31.96	24.39
Total outstanding dues of creditors other than micro enterprises and small enterprises		2,672.82	2,270.36
(iii)Other financial liabilities		1,250.55	870.01
(b)Other current liabilities		3,051.49	2,952.57
(c)Provisions		538.15	160.50
<b>Sub Total current Liabilities</b>		<b>7,544.97</b>	<b>6,363.25</b>
<b>Total Equity and Liabilities</b>		<b>36,521.09</b>	<b>30,336.77</b>





**Consolidated Statement of Cash Flows as at 31st March 2021**

Particulars	Year ended 31- Mar-2021	Year ended 31- Mar-2020
<b>A. Cash Flow from Operating Activities:</b>		
Profit before tax:	5,839.21	5,251.01
<b>Adjustments for:</b>		
Depreciation & amortisation	667.05	727.02
Expenses on employee stock based compensation	49.66	-
Interest and other Income	(23.91)	(8.88)
Dividend Income	(31.83)	(11.08)
Interest and Finance charges	344.12	514.12
Net actuarial gain / loss on defined benefit plan	9.17	(42.52)
Unrealised Derivatives	9.90	(33.27)
<b>Operating Profit before Working Capital / Other Changes</b>	<b>6,863.37</b>	<b>6,396.40</b>
(Increase) / Decrease in Trade receivables	320.18	(189.32)
(Increase) / Decrease in Other Assets	(317.16)	(325.70)
Increase / (Decrease) in Trade Payables	410.03	(75.61)
Increase / (Decrease) in Other liabilities	709.49	1,129.86
Increase / (Decrease) in Provisions	417.45	236.54
<b>Cash Generated From Operations</b>	<b>8,403.36</b>	<b>7,172.17</b>
Income tax paid	(1,425.76)	(1,562.61)
<b>Net Cash Flow from Operating Activities (A)</b>	<b>6,977.60</b>	<b>5,609.56</b>
<b>B. Cash Flow from Investing Activities:</b>		
Purchase of Property, Plant and Equipment	(697.20)	(1,362.94)
Purchase of Intangible assets	(9.46)	76.11
Interest and other Income	23.91	8.88
Sale / (Purchase) of Current Investments , (net)	(494.30)	(551.40)
Excess net assets acquires on acquisition of Non controlling interest account of goodwill on consolidation	-	(765.00)
Dividend income Received	31.83	11.08
<b>Net Cash Used in Investing Activities (B)</b>	<b>(1,145.22)</b>	<b>(2,560.95)</b>
<b>C. Cash Flow from Financing Activities:</b>		
Proceeds/ (repayment) of borrowings	(554.46)	(1,344.32)
Interest and Finance charges	(344.39)	(514.09)
Dividend paid (including Dividend Distribution Tax)	(248.94)	(902.63)
ESOP Excercised	22.76	-
<b>Net Cash Used in Financing Activities (C)</b>	<b>(1,125.03)</b>	<b>(2,761.04)</b>
<b>Net Increase in Cash and Cash Equivalents [A+B+C]</b>	<b>4,707.35</b>	<b>287.57</b>
<b>Cash and Cash Equivalents at the Beginning of the Year</b>	<b>4,293.25</b>	<b>4,005.68</b>
<b>Cash and Cash Equivalents as at End of the Year</b>	<b>9,000.60</b>	<b>4,293.25</b>



1. The audited consolidated financial statements for the quarter and year ended March 31, 2021 were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 26, 2021 and have been subject to Audit by the Statutory Auditors of the Company. The above results have been prepared in accordance with the Indian Accounting Standard (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.
2. The consolidated segment information has been prepared in line with the review of operating results by the Chief Operating Decision Maker (CODM) including the results of the entities which are consolidated herewith. The CODM has considered only IT Business as the operating segment in accordance with Ind AS 108.
3. The company at its Board Meeting held on 26th May 2021 has proposed a final dividend of Rs.2.50/- per equity share (25%) of face value Rs.10 each fully paid up subject to approval of the shareholders at the ensuing Annual General Meeting. This is in addition to the interim dividend of Re. 2.5/- per share declared in November 2020.
4. The Company has opted to publish only consolidated financial results. The Standalone results of the Company will be available on the Company's website www.saksoft.com and on the websites of NSE (www.nseindia.com) and BSE (www.bseindia.com).
5. The Company conducts its operations along with its subsidiaries. The Consolidated financial results are prepared in accordance with the principles and procedures for the preparation and presentation of consolidated financial results as set out in the Companies (Indian Accounting Standards) Rules, 2015, as amended. The financial results of the holding company and its subsidiaries (Saksoft Solutions Limited UK and its subsidiaries, Saksoft Inc., USA and its subsidiaries, Saksoft Pte Limited, Singapore, Three Sixty Logica Testing Services Private Limited and its subsidiary and DreamOrbit Softech Private Limited and its subsidiary), have been combined on a line by line basis by adding together, income and expenses after eliminating intra-group balances, transactions and resulting unrealised gains / losses. The Consolidated financial results are prepared by applying uniform accounting policies. The share capital has been stated net off shares held in the Saksoft employee welfare trust.
6. The Company has evaluated impact of the COVID-19 pandemic on its business operations and based on its review and current indicators of future economic conditions, there is no significant impact on its period ended financial results. In the preparation of the financial statements the Company has considered the possible future effects which may arise from the pandemic relating to COVID-19 on the carrying amounts of receivables, unbilled revenues, goodwill and intangible assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions attributable to this pandemic, the Company, as at the date of approval of these financial results has used internal and external sources of information, economic forecasts and estimates from market sources on the realisability of these assets. Based on the current estimates, the company expects the carrying amount of these assets will be recovered. The extent of the impact of COVID-19 on the future operational and financial performance could be different from management's estimates in this regard. The Company will continue to closely monitor any changes as they emerge.
7. Tax expense includes current tax and deferred tax.

For and on behalf of the Board of Directors



**Aditya Krishna**  
Chairman & Managing Director

Place: Chennai  
Date: May 26, 2021



**R.G.N. PRICE & CO.**  
**CHARTERED ACCOUNTANTS**

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Kochi, Kollam, and Kozhikode.

Simpson's Buildings,  
861, Anna Salai,  
**CHENNAI - 600 002.**

May 26, 2021

**INDEPENDENT AUDITOR'S REPORT  
TO THE BOARD OF DIRECTORS OF SAKSOFT LIMITED.**

**Report on the audit of the Standalone Financial Results**

We have audited the accompanying standalone quarterly financial results of Saksoft Limited (the "Company") for the quarter ended 31<sup>st</sup> March 2021 and the year to date results for the year from 01<sup>st</sup> April 2020 to 31<sup>st</sup> March 2021 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

**Opinion**

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

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information for the quarter ended 31<sup>st</sup> March 2021 as well as the year to date results for the year ended 31<sup>st</sup> March 2021.

**Basis for Opinion**

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



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

These quarterly financial results as well as the year to date standalone financial results have been prepared on the basis of standalone financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and 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 results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

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

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

- Identify and assess risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the standalone financial results, including the disclosures, and whether the standalone financial results 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 standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in

- planning the scope of our audit work and in evaluating the results of our work; and
- 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.

#### **Other Matters**

The Statement includes the results for the quarter ended March 31, 2021, being the balancing figure between the audited figures for in respect of the full financial year ended March 31, 2021 and the published unaudited year-to-date figures up to third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations. Our opinion on the standalone financial results is not modified in respect of the above matter.

For R. G. N. PRICE & CO.  
Chartered Accountants



Mahesh Krishnan  
Partner

M. No. 206520  
FR No. 002785S

UDIN: 21206520AAAAC20653

**SAKSOFT LIMITED**  
CIN: L72200TN1999PLC054429

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Ph: +91-44-24543500 Email : investorqueries@saksoft.co.in ; website: www.saksoft.com  
Statement of Audited Standalone Financial Results for the Quarter and Year Ended March 31, 2021

(Rs. In Lakhs)

Particulars	Quarter Ended			Year ended	
	Quarter ended 31.03.2021	Quarter ended 31.12.2020	Quarter ended 31.03.2020	Year ended 31.03.2021	Year ended 31.03.2020
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
<b>1. Income from Operations</b>					
a. Net Sales/Income from Operations	3,103.26	3,190.26	3,071.58	12,559.81	11,588.73
b. Other Income	(18.02)	39.66	413.92	72.96	1,263.60
<b>Total Income (a+b)</b>	<b>3,085.24</b>	<b>3,229.92</b>	<b>3,485.50</b>	<b>12,632.77</b>	<b>12,852.33</b>
<b>2. Expenses</b>					
a. Employee benefits expense	1,944.73	1,890.35	1,746.86	7,577.06	6,802.79
b. Depreciation and amortisation expense	95.90	98.62	95.99	393.42	373.90
c. Support / Third party charges	226.35	244.04	257.69	932.90	744.87
d. Finance Costs	59.42	59.14	96.98	270.61	437.26
e. Other expenses	353.40	251.29	187.96	938.69	923.85
<b>Total Expenses (a+b+c+d+e)</b>	<b>2,679.80</b>	<b>2,543.44</b>	<b>2,385.48</b>	<b>10,112.68</b>	<b>9,282.67</b>
<b>3. Profit before exceptional items and tax ( 1-2)</b>	<b>405.44</b>	<b>686.48</b>	<b>1,100.02</b>	<b>2,520.09</b>	<b>3,569.66</b>
<b>4. Exceptional Items</b>	-	-	-	-	-
<b>5. Profit from ordinary activities before tax (3-4)</b>	<b>405.44</b>	<b>686.48</b>	<b>1,100.02</b>	<b>2,520.09</b>	<b>3,569.66</b>
<b>6. Extraordinary Items</b>	-	-	-	-	-
<b>7. Net Profit before tax (5-6)</b>	<b>405.44</b>	<b>686.48</b>	<b>1,100.02</b>	<b>2,520.09</b>	<b>3,569.66</b>
<b>8. Tax Expense</b>	107.96	161.93	137.81	639.48	624.14
<b>9. Net Profit for the period (7-8)</b>	<b>297.48</b>	<b>524.55</b>	<b>962.21</b>	<b>1,880.61</b>	<b>2,945.52</b>
<b>10. Other Comprehensive Income</b>					
a) (i) Items that will not be reclassified to Profit or Loss net of tax	(10.51)	10.46	(1.62)	20.88	(30.10)
b) (i) Items that will be reclassified to Profit or Loss net of tax	39.66	(48.18)	(14.18)	11.33	(33.25)
<b>Total Other Comprehensive Income (a) + (b)</b>	<b>29.15</b>	<b>(37.72)</b>	<b>(15.80)</b>	<b>32.21</b>	<b>(63.35)</b>
<b>Total Comprehensive Income for the period ( 9+10)</b>	<b>326.63</b>	<b>486.83</b>	<b>946.41</b>	<b>1,912.82</b>	<b>2,882.17</b>
<b>11. Paid-up Equity Share Capital of Rs.10/- each</b>	<b>1,049.00</b>	<b>1,049.00</b>	<b>1,047.50</b>	<b>1,049.00</b>	<b>1,047.50</b>
<b>12.(i) Earnings Per Share (in Rs) before extraordinary items</b>					
a) Basic	2.83	5.00	9.19	17.94	28.12
b) Diluted	2.71	4.81	9.19	17.59	28.09
	(not annualised)	(not annualised)	(not annualised)	(Annualised)	(Annualised)
<b>(ii) Earnings Per Share (in Rs) after extraordinary items</b>					
a) Basic	2.83	5.00	9.19	17.94	28.12
b) Diluted	2.71	4.81	9.19	17.59	28.09
	(not annualised)	(not annualised)	(not annualised)	(Annualised)	(Annualised)



Standalone Statement of Assets and Liabilities		(Rs. In Lakhs )	
		As at 31.03.2021	As at 31.03.2020
		Audited	Audited
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
(a)Property, plant and equipment		148.82	182.88
(b) Right of use assets		662.60	393.91
(c)Other Intangible assets		12.29	16.10
(c)Financial Assets:			
(i)Investments		11,725.39	11,725.39
(ii)Loan		2.75	2.75
(iii)Others		150.28	125.05
(d)Deferred Tax Assets (Net)		228.39	150.39
(e)Other Non-Current Assets		-	-
<b>Sub Total Non-Current Assets</b>		<b>12,930.52</b>	<b>12,596.47</b>
<b>Current Assets</b>			
(a)Financial Assets:			
(i)Trade and other receivables		1,636.63	1,688.58
(ii)Cash & Cash Equivalents		1,509.08	71.86
(iii)Loan		2.24	2.20
(iv)Others		492.61	548.89
(b)Current Tax Assets (Net of provisions)		319.00	277.57
(c)Other Current Assets		149.90	159.13
<b>Sub Total Current Assets</b>		<b>4,109.46</b>	<b>2,748.23</b>
<b>Total Assets</b>		<b>17,039.98</b>	<b>15,344.70</b>
<b>EQUITY AND LIABILITIES:</b>			
<b>EQUITY :</b>			
Equity Share Capital		1,049.00	1,047.50
Other Equity		11,767.71	10,046.19
<b>Sub Total Equity</b>		<b>12,816.71</b>	<b>11,093.69</b>
<b>LIABILITIES:</b>			
Non-current Liabilities:			
(a)Financial Liabilities			
(i)Borrowings		2,000.00	2,469.53
(ii) Lease liability		400.10	105.59
(b) Provisions		321.10	234.40
<b>Sub total Non Current Liabilities</b>		<b>2,721.20</b>	<b>2,809.52</b>
<b>Current Liabilities</b>			
(a)Financial Liabilities			
(i)Borrowings		-	85.42
(ii)Trade Payables			
Total outstanding dues of micro enterprises and small enterprises		31.96	7.63
Total outstanding dues of creditors other than micro enterprises and small enterprises		284.83	297.37
(iii) Other financial liabilities		277.48	604.95
(b)Other Current Liabilities		577.22	376.03
(c)Provisions		330.58	70.09
<b>Sub Total current Liabilities</b>		<b>1,502.07</b>	<b>1,441.49</b>
<b>Total Equity and Liabilities</b>		<b>17,039.98</b>	<b>15,344.70</b>
<b>Statement of Cash Flow for the period April 2020 to March 2021</b>			
<b>Particulars</b>		<b>Year Ended</b> <b>31-Mar-2021</b>	<b>Year Ended</b> <b>31-Mar-2020</b>
<b>A. Cash Flow from Operating Activities:</b>			
Profit before tax:		2,520.09	3,569.66
<b>Adjustments for:</b>			
Depreciation & amortisation		393.42	82.23
Expenses on employee stock based compensation		36.73	-
(Profit)/Loss on sale of Investments		-	1.70
Interest and other Income		(0.20)	(0.51)
Dividend Income		-	(1,130.61)
Interest and Finance charges		270.61	437.26
<b>Operating Profit before Working Capital / Other Changes</b>		<b>3,220.65</b>	<b>2,959.73</b>



(Increase) / Decrease in Trade receivables	51.92	(154.13)
(Increase) / Decrease in Other Assets	52.99	(114.54)
Increase / (Decrease) in Trade Payables	11.86	17.17
Increase / (Decrease) in Other liabilities	168.24	507.84
Increase / (Decrease) in Provisions	379.09	97.84
<b>Cash Generated From Operations</b>	<b>3,884.75</b>	<b>3,313.91</b>
Income tax paid	(758.51)	(722.17)
<b>Net Cash Flow from Operating Activities</b>	<b>3,126.24</b>	<b>2,591.74</b>
<b>B. Cash Flow from Investing Activities:</b>		
Purchase of Property, Plant and Equipment	(620.97)	(519.45)
Proceeds from sale of Property, Plant and Equipment	-	5.40
Purchase of Intangible assets	(3.20)	(5.83)
Interest and other Income	0.20	0.51
Sale / (Purchase) of Non current Investments , (net)	-	(764.95)
Dividend income Received	-	1,130.61
<b>Net Cash Used in Investing Activities</b>	<b>(623.97)</b>	<b>(153.71)</b>
<b>C. Cash Flow from Financing Activities:</b>		
Proceeds/ (repayment) of borrowings	(554.95)	(1,344.32)
Interest and Finance charges	(270.61)	(437.26)
Dividend paid (including Dividend Distribution Tax)	(262.25)	(785.63)
ESOP Exercised	22.76	
<b>Net Cash Used in Financing Activities</b>	<b>(1,065.05)</b>	<b>(2,567.21)</b>
<b>Net Increase/ (Decrease) in Cash and Cash Equivalents [A+B+C]</b>	<b>1,437.22</b>	<b>(129.18)</b>
<b>Cash and Cash Equivalents at the Beginning of the Year</b>	<b>71.86</b>	<b>201.04</b>
<b>Cash and Cash Equivalents as at End of the Year</b>	<b>1,509.08</b>	<b>71.86</b>

1. The audited standalone financial statements for the quarter and year ended March 31, 2021 were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 26, 2021 and have been subject to audit by the Statutory Auditors of the Company. The above results have been prepared in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

2. The audited standalone segment information has been prepared in line with the review of operating results by the chief operating decision maker (CODM). The CODM has considered only IT Business as the operating segment in accordance with Ind AS 108.

3. The Company has opted to publish only consolidated financial results. The Standalone results of the Company will be available on the Company's website www.saksoft.com and on the websites of NSE (www.nseindia.com) and BSE (www.bseindia.com).

4. The company at its Board Meeting held on 26th May 2021 has proposed a final dividend of Rs.2.50/- per equity share (25%) of face value Rs.10 each fully paid up subject to approval of the shareholders at the ensuing Annual General Meeting. This is in addition to the interim dividend of Re. 2.5/- per share declared in November 2020.

5. The Company has evaluated impact of the COVID-19 pandemic on its business operations and based on its review and current indicators of future economic conditions, there is no significant impact on its period ended financial results. In the preparation of the financial statements the Company has considered the possible future effects which may arise from the pandemic relating to COVID-19 on the carrying amounts of receivables, unbilled revenues, goodwill and intangible assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions attributable to this pandemic, the Company, as at the date of approval of these financial results has used internal and external sources of information, economic forecasts and estimates from market sources on the realisability of these assets. Based on the current estimates, the company expects the carrying amount of these assets will be recovered. The extent of the impact of COVID-19 on the future operational and financial performance could be different from management's estimates in this regard. The Company will continue to closely monitor any changes as they emerge.

6. Tax expense includes current and deferred taxes.

For and on behalf of the Board of Directors



Aditya Krishna

Chairman & Managing Director

Place: Chennai

Date: May 26, 2021

