



November 09, 2022

The Manager
Listing Department
BSE Limited
Phirozee Jeejeebhoy Tower,
Dalal Street
Mumbai 400 001
BSE Scrip Code: 532395

The Manager
Listing Department
The National Stock Exchange of India Limited
Exchange Plaza, 5 Floor, Plot C/1, G Block
Bandra – Kurla Complex, Bandra(E),
Mumbai 400 051
NSE Symbol: AXISCADES

Dear Sir,

Sub: Unaudited Financial Results (IND-AS) for the quarter and half year ended September 30, 2022

Pursuant to Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (Listing Regulations), enclosed herewith the unaudited Standalone & Consolidated financial results of the Company for the quarter and half year ended September 30, 2022.

The Board of Directors at its meeting held today i.e. on 09 November, 2022 has inter alia, approved the unaudited financial results (IND-AS) of the Company for the quarter and half year ended September 30, 2022. The meeting of Board of Directors commenced at 05:30 pm and concluded at 08:13 pm.

We are also enclosing a Limited Review Report of the Statutory Auditors S.R. Batliboi & Associates on the Standalone and Consolidated financial results of the Company for the quarter and half year ended September 30, 2022 as required under Regulation 33 of the Listing Regulations.

The results will be uploaded on Stock Exchange website <http://www.bseindia.com/> and <http://www.nseindia.com/> and on the website of the Company www.axiscades.com.

Kindly take the same on record.

Yours faithfully,

For **AXISCADES Technologies Limited**

Sonal Dudani
Company Secretary & Compliance Officer

Encl.: A/a

AXISCADES Technologies Limited
(Formerly AXISCADES Engineering Technologies Limited)
CIN No.: L72200KA1990PLC084435

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

Review Report to
The Board of Directors
AXISCADES Technologies Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of AXISCADES Technologies Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), and its associate for the quarter ended September 30, 2022 and year to date from April 1, 2022 to September 30, 2022 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Holding Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, 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 Statement has been approved by the Holding Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

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

4. The Statement includes the results of entities as stated in Note 10 of the Statement.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Emphasis of Matter

We draw attention to Note 5 to the Statement in respect of dispute between the Company and the Shareholders of Mistral Solutions Private Limited in relation to the implementation of the Share Purchase Agreement ('SPA') dated December 1, 2017. The Arbitral Tribunal has passed its Interim Arbitration Award directing the parties to comply with the aforesaid award. Pending the compliance with the direction contained in the aforesaid award and the issuance of the final award, the outcome of the matter is not fully known currently. Our conclusion is not modified in respect of this matter.

7. The accompanying Statement includes the unaudited interim financial results and other unaudited financial information, in respect of ten subsidiaries, whose unaudited interim financial results and other financial information reflect total assets of Rs. 42,801.48 lakhs as at September 30, 2022, total revenues of Rs. 8,176.95 lakhs and Rs. 15,446.89 lakhs, total net (loss)/profit after tax of Rs. (42.29) lakhs and Rs. 535.93 lakhs, total comprehensive (loss)/income of Rs. (25.91) lakhs and Rs. 577.71 lakhs, for the quarter ended September 30, 2022 and the period ended on that date respectively, and net cash outflows of Rs. 1,838.67 lakhs for the period from April 1, 2022 to September 30, 2022, as considered in the Statement which have been reviewed by their respective independent auditors.

The independent auditor's reports on interim financial results of these entities have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries, is based solely on the report of such auditors and procedures performed by us as stated in paragraph 3 above.

8. The accompanying Statement includes unaudited interim financial results and other unaudited financial information in respect of one associate, whose interim financial results includes the Group's share of net loss of Rs. Nil lakhs and Rs. 4.41 lakhs and Group's share of total comprehensive loss of Rs. Nil lakhs and Rs. 4.41 lakhs for the quarter ended September 30, 2022 and for the period ended on that date respectively. The unaudited interim financial results and other unaudited financial information of the associate have not been reviewed by any auditor and have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of the associate, is based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our conclusion on the Statement in respect of matters stated in paragraphs 7 and 8 above is not modified with respect to our reliance on the work done and the reports of the other auditors and the financial results certified by the Management.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

SUNIL  Digitally signed by
SUNIL GAGGAR
Date: 2022.11.09
19:20:58 +05'30'

per Sunil Gaggar

Partner

Membership No.: 104315

UDIN: 22104315BCRGFD2808

Place: Bengaluru

Date: November 09, 2022

AXISCADES Technologies Limited

CIN NO: L72200KA1990PLC084435

Regd. Office: Block C, Second Floor, Kirlskar Business Park, Bengaluru - 560024, Karnataka, India
Website: www.axiscades.com, Email: info@axiscades.com, Tel: +91 80 4193 9000, Fax: +91 80 4193 9099

(₹ in lakhs)

Unaudited consolidated Balance Sheet as at September 30, 2022

SI No	Particulars	As at	
		September 30, 2022 (Unaudited)	March 31, 2022 (Audited)
	Assets		
A	Non-current assets		
	Property, plant and equipment	5,638.50	5,780.73
	Right of use assets	10,958.53	8,745.61
	Goodwill	11,313.58	11,157.93
	Other intangible assets	2,718.49	2,898.23
	Investment in an associate		187.41
	Financial assets		
	Investments	209.07	203.81
	Other financial assets	1,237.42	925.31
	Deferred tax assets, net	2,558.16	2,802.94
	Non-current tax asset, net	1,676.68	1,462.77
	Other non-current assets	89.82	2,034.58
	Total non-current assets	36,400.25	36,199.32
B	Current assets		
	Inventories	5,906.41	5,157.70
	Financial assets		
	Investments	1,830.00	1,526.59
	Trade receivables	19,736.64	14,516.65
	Cash and cash equivalents	3,219.94	7,109.49
	Bank balances other than cash and cash equivalents	6,720.08	3,427.40
	Other financial assets	4,622.53	7,595.35
	Other current assets	8,401.15	3,907.70
	Total current assets	50,436.75	43,240.88
	Total assets (A+B)	86,837.00	79,440.20
	Equity and liabilities		
C	Equity		
	Equity share capital	1,901.68	1,897.23
	Other equity	30,380.68	31,229.08
	Non controlling interests	556.07	534.76
	Total equity	32,838.43	33,661.07
D	Non-current liabilities		
	Financial liabilities		
	Borrowings	9,742.56	45.32
	Lease Liabilities	1,491.34	1,109.87
	Provisions	1,138.90	1,055.56
	Total non-current liabilities	12,372.80	2,210.75
E	Current liabilities		
	Financial liabilities		
	Borrowings	9,427.34	4,835.79
	Lease Liabilities	1,087.35	1,214.67
	Trade payables		
	(a) Total outstanding dues of micro and small enterprises	246.40	218.16
	(b) Total outstanding dues of creditors other than micro and small enterprises	7,679.97	6,735.00
	Other financial liabilities	15,138.63	22,966.01
	Provisions	1,525.03	1,310.60
	Current tax liability, net	519.06	161.10
	Other current liabilities	6,001.99	6,127.05
	Total current liabilities	41,625.77	43,568.38
F	Total liabilities (D+E)	53,998.57	45,779.13
	Total equity and liabilities (C+F)	86,837.00	79,440.20



for AXISCADES Technologies Limited

Arun Krishnamurthi

Arun Krishnamurthi
CEO & Managing Director

Place : Bengaluru
Date : November 09, 2022

(₹ In lakhs)

Statement of unaudited consolidated financial results for the quarter and half year ended September 30, 2022

Particulars	Quarter ended			Half year ended		Year ended
	September 30, 2022 (Unaudited)	June 30, 2022 (Unaudited)	September 30, 2021 (Unaudited)	September 30, 2022 (Unaudited)	September 30, 2021 (Unaudited)	March 31, 2022 (Audited)
I. Income						
(a) Revenue from contracts with customers	19,366.01	18,327.94	13,508.08	37,693.95	24,721.24	60,840.77
(b) Other operating income	205.13	96.65	46.05	301.78	46.05	189.82
(c) Other income	423.20	266.49	330.01	689.69	597.07	909.43
Total Income	19,994.34	18,691.08	13,884.14	38,685.42	25,364.36	61,940.02
II. Expenses						
(a) Cost of materials consumed	3,355.71	4,298.09	1,623.69	7,653.80	2,533.51	11,666.82
(b) Employee benefits expense	8,988.55	8,782.69	7,915.60	17,771.24	14,843.05	31,214.39
(c) Finance costs	846.62	179.26	415.26	1,025.88	808.01	1,575.41
(d) Depreciation and amortisation expense	709.64	636.93	591.98	1,346.67	1,171.54	2,508.06
(e) Other expenses	3,284.66	2,974.53	2,864.89	6,259.19	5,200.72	11,085.78
Total expenses	17,185.18	16,871.50	13,411.42	34,056.68	24,556.84	58,048.46
III. Profit before non-controlling interest / share in net profit / (loss) of associate / Exceptional items (I-II)	2,809.16	1,819.58	472.72	4,628.74	807.52	3,891.56
IV. Share in net profit / (loss) of associate	-	(4.41)	0.66	(4.41)	1.45	(45.82)
V. Profit before non-controlling interest / Exceptional items and after share in net profit / (loss) of associate (III+IV)	2,809.16	1,815.17	473.38	4,624.33	808.97	3,845.74
VI. Exceptional items, net (refer note 6)	-	(4,444.98)	-	(4,444.98)	-	(169.34)
VII. Profit / (Loss) before tax and non-controlling interest	2,809.16	(2,629.81)	473.38	179.35	808.97	3,676.40
VIII. Tax expense:						
- Current tax	569.27	335.93	148.52	905.20	289.19	1,360.14
- Deferred tax charge	131.69	203.25	47.45	334.94	109.18	48.35
IX. Profit / (Loss) after tax	2,108.20	(3,168.99)	277.41	(1,060.79)	410.60	2,267.91
X. Other Comprehensive Income, net of tax [(loss) / profit]						
Other comprehensive income not to be reclassified to profit or loss in subsequent periods:						
a) Remeasurement losses in defined benefit plans	(56.98)	(2.51)	(14.93)	(59.49)	(22.21)	(15.67)
Income tax effect	15.54	0.41	3.91	15.95	5.71	3.03
Other comprehensive income to be reclassified to profit or loss in subsequent periods:						
a) Gain / (losses) on cash flow hedges	(98.03)	(73.69)	37.89	(171.72)	61.55	53.39
Income tax effect	27.44	20.30	(9.88)	47.74	(16.22)	(14.87)
b) Exchange differences on translation of foreign operations	45.57	242.59	(32.80)	288.16	71.78	298.08
Income tax effect	-	-	-	-	-	-
XI. Total comprehensive income / (loss) for the period / year	2,041.74	(2,981.89)	261.60	(940.15)	511.21	2,591.87
Total profit / (loss) attributable to						
Owners of the Company	2,097.95	(3,180.05)	265.93	(1,082.10)	388.41	2,223.32
Non-controlling interest	10.25	11.06	11.48	21.31	22.19	44.59
Total comprehensive income / (loss) attributable to						
Owners of the Company	2,031.49	(2,992.95)	250.12	(961.46)	489.02	2,547.28
Non-controlling interest	10.25	11.06	11.48	21.31	22.19	44.59
XII. Paid up equity share capital (₹ 5/- each)	1,901.68	1,901.68	1,889.51	1,901.68	1,889.51	1,897.23
XIII. Other equity						31,229.08
XIV. Earnings / (loss) per share ('EPS') (of ₹ 5 each)*						
Basic EPS (in ₹)	5.52	(8.38)	0.70	(2.85)	1.03	5.86
Diluted EPS (in ₹) (refer note 8)	5.26	(8.38)	0.69	(2.85)	1.02	5.76

* EPS is not annualised for the quarter and half year ended September 30, 2022, quarter ended June 30, 2022 and quarter and half year ended September 30, 2021



Place: Bengaluru
Date: November 09, 2022

for AXISCADES Technologies Limited

Arun Krishnamurthi

Arun Krishnamurthi
CEO & Managing Director



Statement of unaudited consolidated financial results for the quarter and half year ended September 30, 2022

Notes

1. In terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the aforesaid Statement of unaudited consolidated financial results for the quarter and half year ended September 30, 2022 of the AXISCADES Technologies Limited (the "Holding Company" or the "Company") and its subsidiaries (the Holding Company and its subsidiaries together hereinafter referred to as "the Group") and its associate has been reviewed by the Audit Committee at their meeting held on November 08, 2022 and approved by the Board of Directors at their meeting held on November 09, 2022. The aforesaid consolidated financial results for the quarter and half year ended September 30, 2022 have been subjected to limited review by the statutory auditors of the Company.

2. The unaudited consolidated financial results have been prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013, as amended read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended and SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019.

3. The financial results of the Company on standalone basis is as follows:

Particulars	Quarter ended			Half year ended		Year ended
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021	March 31, 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Total revenue (including other income)	6,813.68	6,136.73	4,300.85	12,950.41	7,985.57	18,402.64
Profit / (Loss) before tax	313.28	(3,719.59)	(388.39)	(3,406.31)	(664.84)	355.40
Profit / (Loss) after tax	272.23	(3,924.93)	(393.62)	(3,652.70)	(683.76)	307.88
Total Comprehensive Profit / (Loss) for the period / year ended	162.74	(3,966.98)	(365.65)	(3,804.24)	(679.15)	346.58

4. The segment reporting of the Group has been prepared in accordance with Ind AS-108 on 'Operating Segments'. The business segments of the Group comprises of (a) "Technology Services and Solutions" and (b) "Strategic Technology Solutions".

Segment wise revenue, results, assets and liabilities

Particulars	Quarter ended			Half year ended		Year ended
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021	March 31, 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Segment revenue						
(a) Technology Services and Solutions	14,549.10	13,309.48	11,368.80	27,858.58	21,548.05	45,273.09
(b) Strategic technology solutions	5,022.04	5,115.11	2,185.33	10,137.15	3,219.24	15,757.50
Total	19,571.14	18,424.59	13,554.13	37,995.73	24,767.29	61,030.59
Less: inter segment revenue	-	-	-	-	-	-
Net sales / income from operations	19,571.14	18,424.59	13,554.13	37,995.73	24,767.29	61,030.59
2. Segment results						
(Profit / (Loss) before tax, interest and other income from each segment)						
(a) Technology Services and Solutions	2,590.10	2,081.29	1,061.00	4,671.39	2,140.09	4,660.11
(b) Strategic technology solutions	925.33	(59.55)	(235.72)	865.78	(600.50)	996.15
Total	3,515.43	2,021.74	825.28	5,537.17	1,539.59	5,656.26
Less: i) Interest expenses	(846.62)	(179.26)	(415.26)	(1,025.88)	(808.01)	(1,575.41)
ii) Share in net profit / (loss) of associate	-	(4.41)	0.66	(4.41)	1.45	(45.82)
iii) Exceptional items (refer note 6)	-	(4,444.98)	-	(4,444.98)	-	(169.34)
iv) Other unallocable expenditure	(282.85)	(289.39)	(267.31)	(572.24)	(521.13)	(1,098.72)
Add: i) Other income	423.20	266.49	330.01	689.69	597.07	909.43
Total Profit / (Loss) before tax	2,809.16	(2,629.81)	473.38	179.35	808.97	3,676.40

Particulars	Quarter ended			Half year ended		Year ended
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021	March 31, 2022
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
3. Segment assets						
(a) Technology Services and Solutions	37,792.45	31,301.76	28,706.28	37,792.45	28,706.28	29,186.41
(b) Strategic technology solutions	31,355.78	28,774.77	26,768.96	31,355.78	26,768.96	30,720.03
(c) Unallocable assets	17,698.77	19,437.50	19,682.51	17,698.77	19,682.51	19,533.76
Total	86,837.00	79,514.03	75,157.75	86,837.00	75,157.75	79,440.20
4. Segment liabilities						
(a) Technology Services and Solutions	30,571.41	13,858.12	13,176.79	30,571.41	13,176.79	12,510.13
(b) Strategic technology solutions	22,067.15	33,286.06	29,453.31	22,067.15	29,453.31	32,013.35
(c) Unallocable liabilities	1,360.01	1,413.26	1,378.39	1,360.01	1,378.39	1,255.65
Total	53,998.57	48,557.44	44,008.49	53,998.57	44,008.49	45,779.13



Place: Bengaluru
 Date: November 09, 2022



for AXISCADES Technologies Limited

Arun Krishnamurthy
 Arun Krishnamurthy
 CEO & Managing Director

AXISCADES Technologies Limited
CIN NO: L72200KA1990PLC084435

Regd. Office: Block C, Second Floor, Kirloskar Business Park, Bengaluru - 560024, Karnataka, India
Website: www.axiscades.com, Email: info@axiscades.com, Tel: +91 80 4193 9000, Fax: +91 80 4193 9099

(₹ In lakhs)

Statement of unaudited consolidated financial results for the quarter and half year ended September 30, 2022

5. The Company entered into a Share Purchase Agreement ('SPA') on December 1, 2017 to acquire 100% stake in Mistral Solutions Private Limited ('MSPL') along with its subsidiaries ('MSPL Group') in a phased manner. MSPL Group is headquartered in Bengaluru, India and is engaged in rendering end to end services for product design and development in the embedded space. The Company acquired control on MSPL effective December 01, 2017.

Pursuant to the requirements of SPA, during the quarter ended June 30, 2018, the Company has filed an application with National Company Law Tribunal ('NCLT') for amalgamation of Explosoft Tech Solutions Pvt Ltd, a shareholder of MSPL ('Explosoft') with the Company, on receipt of observation letter conveying 'no objection' from BSE Limited and the National Stock Exchange. Further vide order dated March 8, 2019, NCLT, Bengaluru bench has approved the scheme of amalgamation ('Scheme'). As the registered office of the Explosoft is situated in the state of Maharashtra, the Scheme has also been filed by Explosoft on May 15, 2018, with NCLT, Mumbai for approval. Pending necessary approval from NCLT Mumbai Bench, no effect of the aforesaid scheme of amalgamation is given in the financial results.

During the quarter ended June 30, 2020, the shareholders of MSPL have demanded for discharge of purchase consideration of Phase II of SPA along with interest as the scheme of merger has not yet been approved. The Company believes that Explosoft did not take steps that were required by Explosoft to diligently prosecute the application for merger before the NCLT Mumbai so as to bring it to completion and accordingly the claim for interest by Explosoft is not tenable. The Company, thereafter initiated arbitration proceedings against the shareholders of MSPL and MSPL contesting the aforesaid claims and seeking Arbitral Tribunal to direct for the completion of acquisition in accordance with the SPA.

The Company has received the Interim Arbitration Award ('Interim Award') on May 26, 2022, dated May 21, 2022, from the Arbitral Tribunal, directing all parties for specific performance of their obligations under the SPA and other definitive agreements, so as to ensure completion of acquisition of 100% of shares of MSPL by the Company. In accordance with the Interim Award, the Company has discharged the purchase consideration for the phases which have fallen due. Pursuant to further directions contained in the Interim Award, the Company had also recorded an additional charge of Rs. 4,444.98 lakhs (including interest of Rs. 2,944.98 lakhs and additional consideration of Rs. 1,500 lakhs) as an exceptional item during the quarter ended June 30, 2022 and half year ended September 30, 2022 and issued bank guarantees aggregating Rs. 6,500 lakhs in favour of shareholders of MSPL towards completion of its performance under the SPA.

Pending the issuance of final Award by the Arbitral Tribunal, the Management believes the liability being carried towards the purchase consideration of acquisition is adequate and no further provision is required.

6. Exceptional item comprises of the following

Particulars	Quarter ended			Half year ended		Year ended
	September 30, 2022 (Unaudited)	June 30, 2022 (Unaudited)	September 30, 2021 (Unaudited)	September 30, 2022 (Unaudited)	September 30, 2021 (Unaudited)	March 31, 2022 (Audited)
Interest and additional purchase consideration (refer note 5 above)	-	4,444.98	-	4,444.98	-	-
Net fair value adjustments in contingent purchase consideration payable	-	-	-	-	-	169.34
Total, net	-	4,444.98	-	4,444.98	-	169.34

7. The previous period / year figures have been regrouped / rearranged wherever necessary to conform with the current period presentation.

8. For the purpose of computation of diluted EPS for the quarter ended June 30, 2022 and half year ended September 30, 2022, the effect of stock options granted under ESOP scheme have not been considered as the effect of these potentially diluted equity shares are anti-dilutive. Hence basic and diluted EPS are same.

9. These quarterly consolidated financial results as well as the year to date results includes the results of the following entities:

- AXISCADES Technologies Limited
- AXISCADES, Inc
- Cades Studec Technologies (India) Private Limited
- AXISCADES Aerospace & Technologies Private Limited
- AXISCADES UK Limited
- AXISCADES Technology Canada Inc
- Axis Mechanical Engineering Design (Wuxi) Co., Ltd.
- AXISCADES GmbH
- AXISCADES Aerospace & Infrastructure Private Limited
- Mistral Solutions Private Limited
- Mistral Solutions Inc.
- Aero Electronics Private Limited
- Mistral Technologies Private Limited
- Enertec Controls Limited
- ASSYSTEM AXISCADES Engineering Private Limited (Associate upto July 11, 2022)

10. The above unaudited consolidated financial results of the Group are available on the Company's website (www.axiscades.com) and also on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com), where the shares of the Company are listed.



Place : Bengaluru

Date : November 09, 2022

for AXISCADES Technologies Limited

Arun Krishnamurthi

CEO & Managing Director



AXISCADES Technologies Limited
CIN NO: L72200KA1990PLC084435

Regd. Office: Block C, Second Floor, Kirloskar Business Park, Bengaluru - 560024, Karnataka, India
Website: www.axiscades.com, Email: info@axiscades.com, Tel: +91 80 4193 9000, Fax: +91 80 4193 9099

(₹ in lakhs)

Unaudited consolidated statement of cash flows for the half year ended September 30, 2022

	Half year ended	
	September 30, 2022	September 30, 2021
	Unaudited	Unaudited
A. Cash flow from operating activities		
Profit before tax	179.35	808.97
Exceptional Item, net (refer note 6)	4,444.98	-
Depreciation and amortization expense	1,346.57	1,171.54
Impairment of property, plant and equipment	203.79	-
Interest income (including fair value change in financial instruments)	(176.61)	(136.70)
Net gain on financial asset measured at fair value through profit and loss	(48.41)	-
Dividend income from mutual funds	(15.57)	(59.55)
Interest expense (including fair value change in financial instruments)	1,025.88	808.01
Provision / liabilities no longer required written back	(31.47)	(36.97)
Gain on lease modification	(4.30)	-
Gain on sale of investment in associate	(39.56)	-
Share of loss/(profit) of an associate	4.41	(1.45)
Bad debts and advance written off	-	15.89
Share based payment expense	70.38	297.56
Provision for foreseeable loss on contracts	8.36	-
Export incentives written off	17.28	-
Provision for doubtful debts and advances	165.25	43.61
Profit on sale of property, plant and equipment	(3.45)	(0.22)
Net Foreign exchange (gain)/loss	(119.10)	156.00
Operating profit before working capital changes	7,027.78	3,066.69
Movements in working capital		
(Increase)/Decrease in trade receivables	(5,367.97)	751.67
(Increase) in inventories	(748.71)	(2,599.15)
(Increase) in other assets including financial assets	(1,063.67)	(1,199.44)
Increase in trade payables, other liabilities and financial liabilities	1,651.19	1,003.95
Increase in provisions	193.66	111.91
Cash generated from operating activities	1,692.28	1,135.63
Direct taxes paid, net	(761.15)	(442.55)
Net cash generated from operating activities (A)	931.13	693.08
B. Cash flow from investing activities		
Payments for purchase of property, plant and equipment and intangible assets	(544.10)	(594.85)
Proceeds from sale of property, plant and equipment	6.63	0.22
Interest received	113.92	186.94
Purchase consideration paid	(13,220.82)	-
Redemption / (Investment) in mutual funds, other funds and equity shares of other companies	(260.26)	1,824.50
Proceeds from sale of investment in associate	222.55	-
Investment in fixed deposits, net	(3,741.12)	(795.39)
Dividend received	15.57	59.55
Net cash from/ (used in) investment activities (B)	(17,407.63)	680.97
C. Cash flow from financing activities		
Repayment of principal portion and interest portion of lease liabilities	(687.30)	(628.26)
Proceeds from of short term borrowings	4,454.51	137.83
Proceeds / (Repayment) of long term borrowings	10,012.45	(1,059.15)
Proceeds from issue of equity shares	46.86	-
Interest paid	(1,386.58)	(765.25)
Net cash from/ (used in) financing activities (C)	12,439.94	(2,314.83)
Net decrease in cash and cash equivalents (A+B+C)	(4,036.56)	(940.78)
Effect of exchange rate changes, net	147.01	(28.14)
Cash and cash equivalents as at beginning of the period	7,109.49	5,269.93
Cash and cash equivalents at the end of the period	3,219.94	4,301.01



Place : Bengaluru
Date : November 09, 2022



for AXISCADES Technologies Limited

Arun Krishnamurthi

Arun Krishnamurthi
CEO & Managing Director

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

Review Report to
The Board of Directors
AXISCADES Technologies Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of AXISCADES Technologies Limited (the "Company") for the quarter ended September 30, 2022 and year to date from April 1, 2022 to September 30, 2022 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, 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 Statement has been approved by the Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. Emphasis of Matter

We draw attention to Note 4 to the Statement in respect of dispute between the Company and the Shareholders of Mistral Solutions Private Limited in relation to the implementation of the Share Purchase Agreement ('SPA') dated December 1, 2017. The Arbitral Tribunal has passed its Interim Arbitration Award directing the parties to comply with the aforesaid award. Pending the compliance with the direction contained in the aforesaid award and the issuance of the final award, the outcome of the matter is not fully known currently. Our conclusion is not modified in respect of this matter.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

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GAGGAR

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per Sunil Gaggar

Partner

Membership No.: 104315

UDIN: 22104315BCRFXJ5470

Place: Bengaluru

Date: November 09, 2022

Unaudited standalone Balance Sheet as at September 30, 2022

SI No	Particulars	As at	
		September 30, 2022 (Unaudited)	March 31, 2022 (Audited)
	Assets		
A	Non-current assets		
	Property, plant and equipment	536.50	447.50
	Other intangible assets	160.51	144.38
	Right of use assets	2,242.77	1,797.15
	Financial assets		
	Investments	33,329.73	33,557.23
	Other financial assets	744.42	403.44
	Deferred tax assets, net	725.44	837.84
	Non-current tax asset, net	955.04	699.77
	Other non-current assets	6.29	11.36
	Total non-current assets	38,700.70	37,898.67
B	Current assets		
	Financial assets		
	Trade receivables	5,431.76	3,844.45
	Cash and cash equivalents	367.28	642.42
	Bank balances other than cash and cash equivalents	4,228.10	239.44
	Other financial assets	3,549.13	2,614.37
	Other current assets	1,308.30	1,491.42
	Total current assets	14,884.57	8,832.10
	Total assets (A+B)	53,585.27	46,730.77
	Equity and liabilities		
C	Equity		
	Equity share capital	1,901.68	1,897.23
	Other equity	11,323.42	14,729.98
	Total equity	13,225.10	16,627.21
D	Non-current liabilities		
	Financial liabilities		
	Borrowings	10,456.38	250.00
	Lease liabilities	1,042.45	471.06
	Provisions	649.89	610.26
	Non-current liabilities	12,148.72	1,331.32
E	Current liabilities		
	Financial liabilities		
	Borrowings	8,565.19	3,582.19
	Lease liabilities	587.26	724.61
	Trade payables		
	(a) Total outstanding dues of micro and small enterprises	138.01	26.56
	(b) Total outstanding dues of creditors other than micro and small enterprises	1,882.16	1,311.53
	Other financial liabilities	14,114.42	22,126.12
	Provisions	546.06	446.83
	Other current liabilities	2,378.35	554.40
	Total current liabilities	28,211.45	28,772.24
	Total equity and liabilities (C+D+E)	53,585.27	46,730.77



Place : Bengaluru
Date : November 09, 2022



for AXISCADES Technologies Limited

Arun Krishnamurthi

Arun Krishnamurthi
CEO & Managing Director

(₹ in lakhs)

Statement of unaudited standalone financial results for the quarter and half year ended September 30, 2022

Particulars	Quarter ended			Half year ended		Year ended
	September 30, 2022 (Unaudited)	June 30, 2022 (Unaudited)	September 30, 2021 (Unaudited)	September 30, 2022 (Unaudited)	September 30, 2021 (Unaudited)	March 31, 2022 (Audited)
I. Income						
(a) Revenue from contracts with customers	6,740.12	6,121.35	4,250.92	12,861.47	7,824.50	18,198.07
(b) Other income	73.56	15.38	49.93	88.94	161.07	204.57
Total Income	6,813.68	6,136.73	4,300.85	12,950.41	7,985.57	18,402.64
II. Expenses						
(a) Employee benefits expense	3,933.45	3,683.53	2,807.29	7,616.98	5,334.32	11,403.96
(b) Finance costs	803.09	131.53	313.52	934.62	611.53	1,171.56
(c) Depreciation and amortisation expense	291.31	236.43	231.21	527.74	457.38	950.96
(d) Other expenses	1,472.55	1,359.85	1,337.22	2,832.40	2,247.18	5,271.18
Total expenses	6,500.40	5,411.34	4,689.24	11,911.74	8,650.41	18,797.66
III. Profit / (Loss) before exceptional items and tax (I-II)	313.28	725.39	(388.39)	1,038.67	(664.84)	(395.02)
IV. Exceptional items, net (refer note 5)	-	(4,444.98)	-	(4,444.98)	-	750.42
V. Profit / (Loss) before tax (III+IV)	313.28	(3,719.59)	(388.39)	(3,406.31)	(664.84)	355.40
VI. Tax expense						
Current tax	17.17	58.46	5.23	75.63	18.92	140.45
Deferred tax charge / (credit)	23.88	146.88	-	170.76	-	(92.93)
VII. Profit / (Loss) for the period / year (V - VI)	272.23	(3,924.93)	(393.62)	(3,652.70)	(683.76)	307.88
VIII. Other comprehensive income, net of tax [(loss) / profit]						
Other comprehensive income not to be reclassified to profit or loss in subsequent periods:						
Remeasurement gain / (losses) in defined benefit plans	(46.83)	8.64	(14.32)	(38.19)	(27.71)	34.54
Income tax effect	13.03	(2.40)	3.60	10.63	6.97	(9.61)
Other comprehensive income to be reclassified to profit or loss in subsequent periods:						
Gain / (losses) on cash flow hedges	(104.84)	(66.88)	24.97	(171.72)	33.87	19.08
Income tax effect	29.15	18.59	(6.28)	47.74	(8.52)	(5.31)
IX. Total comprehensive income / (loss) for the period / year (VII+VIII)	162.74	(3,966.98)	(385.65)	(3,804.24)	(679.15)	346.58
X. Paid-up equity share capital (₹ 5/- each)	1,901.68	1,901.68	1,889.51	1,901.68	1,889.51	1,897.23
XI. Other equity						14,729.98
XII. Earnings / (Loss) per share ("EPS") (of ₹ 5/- Each)*						
Basic EPS (₹)	0.72	(10.34)	(1.04)	(9.62)	(1.81)	0.81
Diluted EPS (₹) (refer note 6)	0.68	(10.34)	(1.04)	(9.62)	(1.81)	0.80

* EPS is not annualised for the quarter and half year ended September 30, 2022, quarter ended June 30, 2022 and quarter and half year ended September 30, 2021

Notes:

- In terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the aforesaid Statement of unaudited standalone financial results for the quarter and half year ended September 30, 2022 of the AXISCADES Technologies Limited (hereinafter referred to as the "Company") has been reviewed by the Audit Committee at their meeting held on November 08, 2022 and approved by the Board of Directors at their meeting held on November 09, 2022. The aforesaid unaudited standalone financial results for the quarter and half year ended September 30, 2022 have been subjected to limited review by the statutory auditors of the Company.
- The financial results have been prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time.
- The Company is engaged in the business of "Technology Services and Solutions". These, in the context of Ind AS 108 on Operating Segments Reporting are considered to constitute one segment and hence the Company has not made any additional segment disclosures.



Place: Bengaluru
Date: November 09, 2022



for AXISCADES Technologies Limited

Arun Krishnamurthi

Arun Krishnamurthi
CEO & Managing Director

Statement of unaudited standalone financial results for the quarter and half year ended September 30, 2022

4. The Company entered into a Share Purchase Agreement ('SPA') on December 1, 2017, to acquire 100% stake in Mistral Solutions Private Limited ('MSPL') along with its subsidiaries ('MSPL Group') in a phased manner. MSPL Group is headquartered in Bengaluru, India and is engaged in rendering end to end services for product design and development in the embedded space. The Company acquired control on MSPL effective December 01, 2017.

Pursuant to the requirements of SPA, during the quarter ended June 30, 2018, the Company has filed an application with National Company Law Tribunal ('NCLT') for amalgamation of Explosoft Tech Solutions Pvt Ltd, a shareholder of MSPL ('Explosoft') with the Company, on receipt of observation letter conveying 'no objection' from BSE Limited and the National Stock Exchange. Further, vide order dated March 8, 2019, NCLT, Bengaluru bench has approved the scheme of amalgamation ('Scheme'). As the registered office of the Explosoft is situated in the state of Maharashtra, the Scheme has also been filed by Explosoft on May 15, 2018, with NCLT, Mumbai for approval. Pending necessary approval from NCLT Mumbai Bench, no effect of the aforesaid scheme of amalgamation is given in the financial results.

During the quarter ended June 30, 2020, the shareholders of MSPL have demanded for discharge of purchase consideration of Phase II of SPA along with interest as the scheme of merger has not yet been approved. The Company believes that Explosoft did not take steps that were required by Explosoft to diligently prosecute the application for merger before the NCLT Mumbai so as to bring it to completion and accordingly the claim for interest by Explosoft is not tenable. The Company, thereafter initiated arbitration proceedings against the shareholders of MSPL and MSPL contesting the aforesaid claims and seeking Arbitral Tribunal to direct for the completion of acquisition in accordance with the SPA.

The Company has received the Interim Arbitration Award ('Interim Award') on May 26, 2022, dated May 21, 2022, from the Arbitral Tribunal, directing all parties for specific performance of their obligations under the SPA and other definitive agreements, so as to ensure completion of acquisition of 100% of shares of MSPL by the Company. In accordance with the Interim Award, the Company has discharged the purchase consideration for the phases which have fallen due. Pursuant to further directions contained in the Interim Award, the Company had also recorded an additional charge of Rs. 4,444.98 lakhs (including interest of Rs. 2,944.98 lakhs and additional consideration of Rs. 1,500 lakhs) as an exceptional item during the quarter ended June 30, 2022 and half year ended September 30, 2022 and issued bank guarantees aggregating Rs. 6,500 lakhs in favour of shareholders of MSPL towards completion of its performance under the SPA.

Pending the issuance of final Award by the Arbitral Tribunal, the Management believes the liability being carried towards the purchase consideration of acquisition is adequate and no further provision is required.

5. Exceptional item comprises of the following:

Particulars	Quarter ended		Half year ended		Year ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2021	March 31, 2022	
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
Interest and additional purchase consideration (refer note 4 above)	-	(4,444.98)	-	(4,444.98)	-	1,535.80
Impairment (reversal) of Investment and Fair value change in contingent purchase consideration payable	-	-	-	-	-	(785.38)
Total, net	-	(4,444.98)	-	(4,444.98)	-	750.42

6. For the purpose of computation of diluted EPS for half year ended September 30, 2022 and September 30, 2021, quarter ended June 30, 2022 and September 30, 2021, the effect of stock options granted under ESOP scheme have not been considered as the effect of these potentially diluted equity shares are anti-dilutive. Hence basic and diluted EPS are same.

7. The previous period / year figures have been regrouped / rearranged wherever necessary to conform with the current period presentation.

8. The above unaudited standalone financial results of the Company are available on the Company's website (www.axiscades.com) and also on the website of BSE (www.bseindia.com) and NSE (www.nseindia.com), where the shares of the Company are listed.



Place : Bengaluru
Date : November 09, 2022



for AXISCADES Technologies Limited

Arun Krishnamurthi

Arun Krishnamurthi
CEO & Managing Director

AXISCADES Technologies Limited
CIN NO: L72200KA1990PLC084435

Regd. Office: Block C, Second Floor, Kirloskar Business Park, Bengaluru - 560024, Karnataka, India
Website: www.axiscades.com, Email: info@axiscades.com, Tel: +91 80 4193 9000, Fax: +91 80 4193 9099

(₹ in lakhs)

Unaudited standalone statement of cash flows for the half year ended the September 30, 2022

	Period ended	
	September 30, 2022 (Unaudited)	September 30, 2021 (Unaudited)
A. Cash flow from operating activities		
Loss before tax	(3,406.31)	(664.84)
Exceptional items, net (refer note: 5)	4,444.98	-
Depreciation and amortization expense	527.74	457.38
Interest income (including fair value change in financial instruments)	(78.06)	(49.29)
Interest expense (including fair value change in financial instruments)	934.62	611.53
Provision no longer required written back	(1.87)	-
Provision for security deposit	-	33.83
Loss on sale of investment in associate	4.95	-
Share based payment expense	311.19	125.02
Gain on sale of property, plant and equipment	(3.45)	-
Gain on lease modification	(4.30)	-
Loss on export incentive receivable	15.17	-
Net unrealised foreign exchange loss	163.39	166.04
Operating profit before working capital changes	2,908.05	679.67
Movements in working capital		
(Increase) in trade receivables	(1,598.61)	(899.40)
(Increase) in other assets including financial assets	(426.65)	(4.82)
Increase in trade payables, other liabilities and financial liabilities	2,942.20	62.07
Increase in provisions	64.46	37.86
Cash generated from/(used in) operating activities	3,889.45	(124.62)
Direct taxes paid, net	(329.01)	(202.88)
Net cash generated from/(used in) operating activities (A)	3,560.44	(327.50)
B. Cash flow from investing activities		
Purchase of property, plant and equipment and intangible assets	(222.50)	(74.22)
Proceeds from sale of property, plant and equipment	6.63	-
Payment of purchase consideration	(13,220.82)	-
Proceeds from sale of investment in associate	222.55	-
Interest received	40.57	26.76
Investments in bank deposits, net	(4,489.04)	(13.01)
Net cash used in investing activities (B)	(17,662.61)	(60.47)
C. Cash flow from financing activities		
Repayment of principal and interest portion of lease liabilities	(387.51)	(360.16)
Proceeds from / (Repayment) of long-term borrowings	10,021.59	(289.17)
Repayment of working capital loans	(296.05)	-
Proceeds from inter company deposits	5,642.00	-
Proceeds from issue of equity shares	46.86	-
Interest paid	(1,223.38)	(188.21)
Net cash generated from/(used in) financing activities (C)	13,803.51	(837.54)
Net decrease in cash and cash equivalents (A+B+C)	(298.66)	(1,225.51)
Effect of exchange rate changes, net	23.52	(22.83)
Cash and cash equivalents at the beginning of the period	642.42	1,615.44
Cash and cash equivalents at the end of the period	367.28	367.10



Place : Bengaluru
Date : November 09, 2022



for AXISCADES Technologies Limited

Arun Krishnamurthi

Arun Krishnamurthi
CEO & Managing Director