



# Cranes Software International Limited

CIN: L05190KA1984PLC031621

Registered Office:

#82, Presidency Building, 3<sup>rd</sup> & 4<sup>th</sup> Floor,  
St. Marks Road, Bengaluru - 560 001, Karnataka

Ph: +91 80 6764 4800/4848

Email: [Info@cranessoftware.com](mailto:Info@cranessoftware.com)

14<sup>th</sup> November 2024

To,

The Manager  
Department of Corporate Services  
Bombay Stock Exchange Limited  
P J Towers, Dalal Street,  
Mumbai- 40001

Scrip code: 512093

Dear Sir,

**Sub: Intimation of the outcome of the Board Meeting dated 14<sup>th</sup> November 2024**

We refer to our letter dated 11<sup>th</sup> November 2024 intimating you of the convening of the meeting of the Board of Directors of our Company. In this regard we wish to inform you that the Board of Directors met today and approved the Un-Audited Financial Results for the second quarter and half year ended 30<sup>th</sup> September 2024.

In this regard, we are hereby attaching the:

1. Un-Audited Stand-alone and Consolidated Financial Results for the second quarter and half year ended 30<sup>th</sup> September 2024.
2. Limited Review Report of M/s Chaturvedi Sohan & Co, Statutory Auditors of the Company on the stand-alone and consolidated financial results for the second quarter and half year ended 30<sup>th</sup> September 2024.

Pursuant to Regulation 47 of the Listing Regulations, we would be publishing an extract of the financial results in the prescribed format in English and Kannada newspaper within the stipulated time. The detailed financial results of the Company would be available on the website of the Company [www.cranessoftware.com](http://www.cranessoftware.com) as well as on the website of the Stock Exchange.

The meeting started at 4.00 pm and ended at 5.00 pm.

Kindly take the intimation on records.

Thanking you,

Yours, faithfully,  
For **Cranes Software International Ltd.**

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**Authorised Signatory**  
**Mueed Khader**  
**Director**

## CRANES SOFTWARE INTERNATIONAL LIMITED

Regd Office : # 82, Presidency Building, 3rd & 4th Floor, St.Marks Road, BANGALORE - 560 001

Ph.080 67644848 Fax:080 67644888 Email:info@cranesoftware.com Website: www.cranessoftware.com


CIN : L05190KA1984PLC031621

### Statement of Unaudited Financial Result for the Quarter & Half Year Ended 30th September, 2024

PART-1

(Rs.In Lakhs)

SL. No.	Particulars	Standalone						Consolidated						
		Quarter Ended			Half Year Ended			Quarter Ended			Half Year Ended			Year Ended
		30.09.2024	30.06.2024	30.09.2023	30.09.2024	30.09.2023	31.03.2024	30.09.2024	30.06.2024	30.09.2023	30.09.2024	30.09.2023	31.03.2024	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	
1	<b>Income from Operations</b>													
	Net Sales/Income from Operations	-	-	-	-	-	-	179.21	207.70	181.11	386.91	371.17	712.01	
	Other Income	-	-	-	-	-	0.03	3.20	2.63	3.77	5.83	10.23	321.77	
	<b>Total Income</b>	-	-	-	-	-	<b>0.03</b>	<b>182.41</b>	<b>210.33</b>	<b>184.89</b>	<b>392.74</b>	<b>381.40</b>	<b>1,033.78</b>	
2	<b>Expenses</b>													
	(a) Cost of materials consumed	-	-	-	-	-	-	23.84	44.77	35.24	68.61	84.82	126.76	
	(b) Purchase of Stock-in-Trade	-	-	-	-	-	-	-	-	-	-	-	-	
	(c) Changes in inventories of finished goods and work-in-progress	-	-	-	-	-	-	-	-	-	-	-	0.37	
	(d) Employee benefit expense	11.26	10.93	12.81	22.19	25.18	54.86	118.71	142.41	134.90	261.12	251.54	548.12	
	(e) Finance costs	-	-	83.55	-	167.09	0.00	13.38	0.95	89.10	14.33	175.44	13.04	
	(f) Depreciation and amortization expense	0.78	0.78	(0.07)	1.56	2.72	3.11	7.90	2.95	2.75	10.85	8.35	15.00	
	(g) Other expenses	485.01	504.13	432.02	989.14	868.49	1,808.61	137.97	164.88	76.98	302.86	168.32	806.58	
	<b>Total Expenses</b>	<b>497.05</b>	<b>515.84</b>	<b>528.31</b>	<b>1,012.89</b>	<b>1,063.48</b>	<b>1,866.58</b>	<b>301.80</b>	<b>355.97</b>	<b>338.98</b>	<b>657.77</b>	<b>688.48</b>	<b>1,509.87</b>	
3	Profit/(Loss) from Ordinary activities before exceptional items & taxes (1-2)	(497.05)	(515.84)	(528.31)	(1,012.89)	(1,063.48)	(1,866.55)	(119.39)	(145.64)	(154.09)	(265.03)	(307.08)	(476.09)	
4	Expentional Items	-	-	-	-	-	-	(0.93)	-	(1,355.41)	(0.93)	(1,355.41)	(1,185.87)	
5	Profit/(Loss) from ordinary activities before tax (3-4)	(497.05)	(515.84)	(528.31)	(1,012.89)	(1,063.48)	(1,866.55)	(120.32)	(145.64)	(1,509.50)	(265.96)	(1,662.49)	(1,661.95)	
6	Tax expense/(credit)													
	(a) Current Tax	-	-	-	-	-	-	13.52	-	3.22	13.52	3.22	167.43	
	(b) Deferred Tax	-	-	-	-	-	-	(1.66)	-	-	(1.66)	-	(9.02)	
	<b>Total tax expenses / (credit)</b>	-	-	-	-	-	-	<b>11.86</b>	-	<b>3.22</b>	<b>11.86</b>	<b>3.22</b>	<b>158.41</b>	
7	Net Profit/(Loss) from ordinary activities after tax (5-6)	(497.05)	(515.84)	(528.31)	(1,012.89)	(1,063.48)	(1,866.55)	(132.18)	(145.64)	(1,512.72)	(277.82)	(1,665.70)	(1,820.36)	
8	Extraordinary Items	-	-	-	-	-	-	-	-	-	-	-	-	
9	Net Profit/(Loss) for the period (7-8)	(497.05)	(515.84)	(528.31)	(1,012.89)	(1,063.48)	(1,866.55)	(132.18)	(145.64)	(1,512.72)	(277.82)	(1,665.70)	(1,820.36)	
10	Minority Interest													
11	Net Profit/(Loss) after Taxes, minority interest and share of profit/Loss of associates(9+10)	(497.05)	(515.84)	(528.31)	(1,012.89)	(1,063.48)	(1,866.55)	(132.18)	(145.64)	(1,512.72)	(277.82)	(1,665.70)	(1,820.36)	
12	Total Comprehensive Income for the period [Net of tax]	-	-	-	-	-	-	-	-	-	-	-	-	
13	Paid-up equity share capital (Face Value of Rs.2/-)	3,039.15	2,355.34	2,355.34	2,355.34	2,355.34	2,355.34	3,039.15	2,355.34	2,355.34	2,355.34	2,355.34	2,355.34	
14	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year							(81,539.20)					(91,107.51)	
15	Earnings Per Share (Rs) (not annualised)													
	i) Basic	(0.42)	(0.44)	(0.45)	(0.86)	(0.90)	(1.58)	(0.11)	(0.12)	(1.28)	(0.24)	(1.41)	(1.55)	
	ii) Diluted	(0.42)	(0.44)	(0.45)	(0.86)	(0.90)	(1.58)	(0.11)	(0.12)	(1.28)	(0.24)	(1.41)	(1.55)	


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**CRANES SOFTWARE INTERNATIONAL LIMITED**

PART-2

SL No	PARTICULARS	3 Months Ended			Year ended
		30.09.2024	30.06.2024	30.09.2023	31.03.2024
<b>A</b>	<b>PARTICULARS OF SHAREHOLDING</b>				
1	Public Shareholding				
	- Number of shares	14,49,04,525	11,02,47,850	11,02,47,850	11,02,47,850
	- Percentage of shareholding	95.07%	93.62%	93.62%	93.62%
2	Promoters and Promoter Group Shareholding				
	(a) Pledged / Encumbered				
	- Number of shares	10,00,000	10,00,000	10,00,000	10,00,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	14.18%	13.30%	13.30%	13.30%
	- Percentage of shares (as a % of the total share capital of the company)	0.65%	0.85%	0.85%	0.85%
	(b) Non-encumbered				
	- Number of shares	60,52,700	65,19,000	65,19,000	65,19,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	85.82%	86.70%	86.70%	86.70%
	- Percentage of shares (as a % of the total share capital of the company)	4.28%	5.54%	5.54%	5.54%

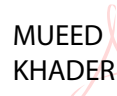
<b>B INVESTOR COMPLAINTS FOR 3 MONTHS ENDED 30TH SEPTEMBER 2024</b>				
	Pending at the beginning of the Quarter	Received during the Quarter	Disposed of during the Quarter	Remaining unresolved at the end of the Quarter
	-	-	-	-

# Cranes Software International Limited

Balance Sheet as at 30th September, 2024

(Rs in Lakhs)

Particulars	Standalone		Consolidated	
	As At 30.09.2024	As At 31.03.2024	As At 30.09.2024	As At 31.03.2024
<b>I. ASSETS</b>				
<b>1 Non-current assets</b>				
Property, plant and equipment	9.44	11.00	43.91	38.75
Right to use of Assets			16.39	17.97
Intangible assets	-	-	-	0.01
Deferred Tax Asset (Net)	-	-	42.50	42.50
Financial Assets				
Investments	3,215.88	3,215.88	0.00	0.00
Other non-current assets	888.52	901.87	23.97	21.35
<b>Non-current assets</b>	<b>4,113.83</b>	<b>4,128.74</b>	<b>126.77</b>	<b>120.58</b>
<b>2 Current assets</b>				
Inventories	-	-	-	-
Financial Assets				
Trade receivables	4,034.99	4,857.49	411.87	437.08
Cash and cash equivalents	4.95	3.95	54.61	48.83
Bank balances other than above	7.42	7.41	8.54	10.42
Other current assets	7.10	4.33	742.65	723.90
<b>Current assets</b>	<b>4,054.46</b>	<b>4,873.18</b>	<b>1,217.66</b>	<b>1,220.22</b>
<b>TOTAL ASSETS</b>	<b>8,168.30</b>	<b>9,001.92</b>	<b>1,344.44</b>	<b>1,340.81</b>
<b>II. EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity share capital	3,039.15	2,355.34	3,039.15	2,355.34
Other Equity	(81,216.39)	(81,539.20)	(90,155.53)	(91,107.51)
	<b>(78,177.25)</b>	<b>(79,183.87)</b>	<b>(87,116.38)</b>	<b>(88,752.18)</b>
<b>Share application money pending allotment</b>				
<b>1 Non-Current Liabilities</b>				
Financial Liabilities				
Provisions	9.22	9.23	41.93	41.20
Lease Liabilities			15.44	15.44
<b>Non-Current Liabilities</b>	<b>9.22</b>	<b>9.23</b>	<b>57.37</b>	<b>56.64</b>
<b>2 Current liabilities</b>				
Financial Liabilities				
Borrowings	44,092.46	46,048.46	45,231.89	47,226.89
Lease Liabilities			3.44	3.44
Trade payables	55.84	56.56	436.83	313.31
Other financial Liabilities			84.45	179.22
Short term Provisions				1.28
Other current liabilities	42,040.33	41,923.85	42,462.98	42,135.78
Provisions	147.69	147.69	183.86	176.42
<b>Current liabilities</b>	<b>86,336.32</b>	<b>88,176.56</b>	<b>88,403.45</b>	<b>90,036.33</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>8,168.30</b>	<b>9,001.92</b>	<b>1,344.44</b>	<b>1,340.81</b>


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**Cranes Software International Limited**

**CIN : L05190KA1984PLC031621**

**Standalone Statement of cash flows for the year ended Sep 30, 2024**

(All amounts are in lakhs of Indian Rupees, unless otherwise stated)

Particulars	For the year ended Sep 30, 2024	For the year ended March 31, 2024
<b>Cash Flow From Operating Activities</b>		
Profit / (Loss) before income tax	(1,012.89)	(1,866.55)
Adjustments for		
Depreciation and amortisation expense	1.56	3.11
Bad Debts Written off	-	2.92
Allowances for Credit Loss	835.85	1,657.48
Foreign Exchange Loss/(Gain) (Net)	-	1.29
Interest on Bank loans written back on settlement with banks	-	-
Term Loan Principal written back on settlement with banks	-	-
Balance no longer payable written Back	-	-
Finance costs	0.02	0.00
	<b>(175.46)</b>	<b>(201.74)</b>
Change in operating assets and liabilities		
(Increase)/ decrease in trade receivables	13.35	5.12
Increase/ (decrease) in Other non-current assets	-13.35	-5.84
(Increase)/ decrease in Other current assets	-2.78	0.28
Increase/ (decrease) in provisions and other liabilities	116.48	217.46
Increase/ (decrease) in Borrowings	-1,956.00	-
Increase/ (decrease) in trade payables	-0.72	-15.13
Cash generated from operations	(2,018.48)	0.15
Less : Income taxes paid (net of refunds)		-
<b>Net cash from operating activities (A)</b>	<b>(2,018.48)</b>	<b>0.15</b>
<b>Cash Flows From Investing Activities</b>		
(Purchase)/ disposal proceeds of Investments	-	-
Interest income		
<b>Net cash used in investing activities (B)</b>	<b>-</b>	<b>-</b>
<b>Cash Flows From Financing Activities</b>		
Finance costs	(0.02)	(0.00)
Interest on Bank loans written back on settlement with banks	-	-
Term Loan Principal written back on settlement with banks	-	-
Proceed from issue of equity shares	2,019.50	
<b>Net cash from/ (used in) financing activities (C)</b>	<b>2,019.48</b>	<b>(0.00)</b>
<b>Net decrease in cash and cash equivalents (A+B+C)</b>	<b>1.00</b>	<b>0.15</b>
Cash and cash equivalents at the beginning of the financial year	11.36	11.21
<b>Cash and cash equivalents at end of the year</b>	<b>12.36</b>	<b>11.36</b>
<b>Notes:</b>		
2. Components of cash and cash equivalents		
Balances with banks		
- in current accounts	7.42	7.41
Others	4.95	3.95
Cash on hand		
	<b>12.37</b>	<b>11.36</b>

**Cranes Software International Limited**

CIN : L05190KA1984PLC031621

**Consolidated Statement of cash flows for the year ended Sep 30, 2024**

(All amounts are in lakhs of Indian Rupees, unless otherwise stated)

Particulars	For the year ended Sep 30, 2024	For the year ended March 31, 2024
<b>Cash Flow From Operating Activities</b>		
Profit before income tax	(265.96)	(1,661.95)
Adjustments for		
Depreciation and amortisation expense	10.85	15.00
Bad Debts Writteroff	-	-
Foreign Exchange (Loss)/Gain (Net)	29.18	29.91
Sundry Credit Balances Writtern off	-	(296.98)
Interest on Bank loans written back	(0.57)	(8.72)
Balance no longer payable written Back	-	(296.98)
Exceptional item	0.93	1,185.87
Finance costs	14.33	13.04
	<u>(211.23)</u>	<u>(1,020.81)</u>
Change in operating assets and liabilities		
(Increase)/ decrease in trade receivables	25.20	501.12
(Increase)/ decrease in Other assets	(21.37)	(465.93)
Increase/ (decrease) in Current liabilities	(114.32)	(227.57)
Increase/ (decrease) in trade payables	(123.52)	(597.51)
	<u>(445.24)</u>	<u>(1,810.70)</u>
Cash generated from operations	(445.24)	(1,810.70)
Less : Income taxes paid (net of refunds)	(13.11)	(25.42)
	<u>(458.34)</u>	<u>(1,836.12)</u>
<b>Net cash from operating activities (A)</b>	<b>(458.34)</b>	<b>(1,836.12)</b>
<b>Cash Flows From Investing Activities</b>		
Purchase of PPE (including changes in CWIP)	(14.43)	(32.77)
<b>Net cash used in investing activities (B)</b>	<b>(14.43)</b>	<b>(32.77)</b>
<b>Cash Flows From Financing Activities</b>		
Interest on borrowed funds	(14.33)	(13.04)
Borrowings/repayments		
Loan Principal Writeback	-	296.98
Interest on Bank loans written back	0.57	8.72
Balance no longer payable written back	-	296.98
Reclassification of Borrowings	-1529.8	1,193.87
Long term Provisions	0.73	32.09
Proceed from issue of equity shares	2,019.50	-
	<u>476.67</u>	<u>1,815.60</u>
<b>Net cash from/ (used in) financing activities (C)</b>	<b>476.67</b>	<b>1,815.60</b>
<b>Net decrease in cash and cash equivalents (A+B+C)</b>	<b>3.89</b>	<b>(53.29)</b>
Cash and cash equivalents at the beginning of the financial year	59.26	112.55
<b>Cash and cash equivalents at end of the year</b>	<b>63.15</b>	<b>59.26</b>
<b>Notes:</b>		
1. The above cash flow statement has been prepared under indirect method prescribed in Ind AS 7 "Cash Flow Statements".		
2. Components of cash and cash equivalents		
Balances with banks		
- in current accounts	54.60	46.87
- in deposit accounts	-	-
Others	8.54	10.42
Cash on hand	0.01	1.96
	<u>63.15</u>	<u>59.25</u>

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## Notes

1. The above result is for the quarter & half yearly ended September 30, 2024, as reviewed and recommended by the Audit Committee of the Board, has been approved by the Board of Directors at its meeting held on November 14, 2024.
2. The statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognized accounting practices and policies to the extent applicable.
3. The business of the Company falls under a single primary segment i.e., IT/ ITES in accordance with Ind AS 108 'Operating Segments" and hence no segment reporting is applicable.
4. The Company has not provided interest in books of accounts on FCCB Liability, Loan from UPS Capital & Banks for the quarter ended September 30, 2024.
5. The Company has not restated for FCCB liability, Loan from UPS Capital, and interest thereon for the quarter ended September 30, 2024.

for Cranes Software International Limited

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**Mueed Khader**  
**Director**  
**DIN - 00106674**

Place: Bangalore  
Date: 14<sup>th</sup> November 2024



Partners :  
Sohan Chaturvedi FCA  
Chaturvedi V N FCA  
Noshir B Captain FCA  
Rajiv Chauhan FCA  
Neha Chauhan ACA  
Shristi Chaturvedi ACA  
Prakash Mistry FCA



# Chaturvedi Sohan & Co.

## Chartered Accountants

FRN - 118424W

**Independent Auditor's Limited Review Report on the Quarterly and Year to date unaudited standalone financial results of the Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Review Report to  
To The Board of Directors  
**Cranes Software International Limited**  
CIN No: U00367KA1994PLC015495

### Qualified Opinion :

We have reviewed the accompanying statement of Unaudited Standalone Financial Results of **Cranes Software International Limited** ("the Company"), for the quarter and six months ended September 30, 2024 ( The "Statement") attached herewith being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

The 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 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 as amended, is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountant of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit conducted in accordance with standards on Auditing specifies under section 143(10) of the Act.

### Basis of Qualified Opinion:

- i. Due to Negative Net-worth and pending cases, it cast a significant uncertainty on the Company ability to continue as a going concern, however the management is hopeful for recovery hence the financials result prepared on going concern basis.
- ii. Investment – As per Company accounting policy the Company has adopted fair value model to value the investment, but the company has been continuously valued all investment at cost price. Due to non-availability of current market value of investments



we are unable to comment on the quantum of fair value adjustments required by the company. Details of Investment and Net-worth is as follows.

Particular	Investment value ( In Lakhs)	Net-worth ( In Lakhs) As on 30-09-2024	Relationship
Systat Software Inc USA	1,851.18	(6531.05)	Subsidiary
Systat Software Asia Pacific Limited	38.00	(129.98)	Subsidiary
Systat Software GMBH – Germany	14.48	74.50	Subsidiary
Analytix Systems Private Limited	630.00	(0.09)	Subsidiary
Caravel Info Systems Pvt Ltd	362.33	(704.44)	Subsidiary
Proland Software Pvt Ltd	318.89	(682.24)	Subsidiary
Cranes Varsity Pvt Ltd	1.00	(60.02)	Subsidiary
<b>Total</b>	<b>3,215.88</b>		

- iii. Expected credit loss: following assets are non-performing in nature hence As per IND AS 109 "Financials instrument" the company needs to provide ECL by following lifetime ECL model.

Particular	Amount
Investment	3,215.88 Lakhs
Loan and advances	888.52 lakhs
Trade receivables	4034.99 lakhs

- iv. Legal proceedings u/s.138 of the Negotiable Instruments Act has been initiated by Bank of India.
- v. The Company has been defaulted in booking and payment of various statutory dues to various statutory authorities.
- vi. In our opinion the securities provided to Bank are not adequate to cover the amounts outstanding to them as on the date of Balance Sheet.
- vii. Loan availed by the company from 'UPS Capital Business Credit' remains unpaid and is overdue since April 2014. The management is of the view that the liability of INR 696.37 lakhs (including interest) reflected in the financial statements will adequately cover its liability on settlement of dues and therefore no provision for interest is provided for the period ended 30<sup>th</sup> September, 2024.
- viii. In continuation to the point 'vii' above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the

outstanding due towards 'UPS Capital Business Credit' and the interest due thereon, in line with the Ind AS-21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 30<sup>th</sup> Sep,2024 would have been higher by INR 145.17 lakhs.

- ix. The banks which had extended financial facilities to the company have treated the outstanding from the company as "Non-Performing Assets" since 2009. In order to achieve the desired congruency on this issue, the Company has also not provided for interest amounting to INR 1,314.34 lakhs on such outstanding amounts for the period ended 30<sup>th</sup> September, 2024 due to Bank of India, though the confirmation of such dues were not made available to us from the banks. Had the said interest been provided in the books in the normal course, the present loss for the period ended 30<sup>th</sup> September, 2023 would have been higher by INR 1,314.34 lakhs.
- x. Wilful defaulter: The bank of India has declared Company and promoters as "wilful defaulter".
- xi. The management is in negotiation with the Foreign currency convertible bond holders for settling its dues. The management is of the view that the liability of INR 38,695 lakhs (including interest amounting to INR 9,610 lakhs) reflected in the financial statements will adequately cover its liability on settlement of dues with the Foreign currency convertible bond holders and therefore no provision for interest is provided for the period ended 30<sup>th</sup> September, 2024. Had such interest been provided in the books in the normal course, the present loss for the period ended 30<sup>th</sup> September, 2024 would have been higher by INR .470.78 lakh
- xii. In continuation to the point 'xi' above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the outstanding due towards Foreign currency convertible bond and the interest due thereon, in line with the IND AS-21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 30<sup>th</sup> September, 2024 would have been higher by INR 1696.80 lakhs.
- xiii. There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Employee State Insurance, Income Tax, Service tax, Sales Tax, Goods and Service tax, Dividend Distribution Tax and the like, not deposited by the Company in favour of the respective statutory authorities.
- xiv. The company has not complied with RBI guidelines since March 2011

- xv. Central Bureau of Investigation (CBI) filed a chargesheet in the court of XVII Additional Chief Metropolitan Magistrate, Bangalore (Special Court for CBI cases) vide CC No.26840/2023 against Cranes Software International Limited ("the Company"), its Directors, erstwhile director and another by complaint bank (Bank of India). The said charge sheet was taken cognizance by the Additional Chief Metropolitan Magistrate, Bangalore on 16<sup>th</sup> October 2023. On the application of the Company and its Directors, the honourable High Court of Karnataka of Bangalore vide its order dated 17<sup>th</sup> November 2023 passed on interim order staying its all further proceedings against the Company and its director.

Based on our review conducted as above, subject to the matters specified in the 'Other Matters' and the 'Emphasis of matter' paragraphs below nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with Ind AS and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

#### **Emphasis of matter**

- i. Redemption of Foreign currency convertible bond amounting to INR 29,085 lakhs (42 million Euros) to the holders of the bonds have fallen due during April 2011 and is yet to be redeemed as on the quarter ended 30<sup>th</sup> September, 2024.
- ii. The management is in negotiation with the Foreign currency convertible bond holders for settling its dues. The management is of the view that the liability of INR 38,695 lakhs reflected in the financial statements will adequately cover its liability on settlement of dues with the foreign currency convertible bond holders and therefore no provision for interest is provided for the quarter ended. Had such interest been provided in the books in the normal course, the present loss for the quarter ended would have been higher by INR 1696.80 lakhs.

#### **Other Matters**

- i. There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Employee State Insurance, Income Tax, Service tax, Sales Tax, Goods and Service tax, Dividend Distribution Tax and the like, not deposited by the Company in favour of the respective statutory authorities.

- ii. Earnings in foreign exchanges are not realized within the periods stipulated under FEMA and permission is awaited from the statutory authorities to write off the same.

However, the accounts have been prepared on a going concern basis.

### **Material Uncertainty Related to Going concern**

Pending winding up cases against the Company and Negative Net-worth cast a significant uncertainty on the Company ability to continue as a going concern, however the management is hopeful for recovery hence the financials result prepared on going concern basis.

Based on our review except for the effect as described in the basis of qualification paragraph, nothing has come to our attention that causes us to believe that the accompanying statement of Unaudited Financial Results prepared in accordance with Indian Accounting Standards (Ind AS) notified under the companies (Indian Accounting Standards) Rule, 2015 as amended by the companies (Indian accounting standards) (Amendment) Rule ,2016 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 as amended including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Chaturvedi Sohan & Co.  
**Chartered Accountants**  
Firm Reg. No.: 118424W

**VIVEKANAND**  
**CHATURVEDI**

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Vivekanand Chaturvedi  
**Partner**

M No: 106403  
UDIN : 24106403BKBFBME2874

Date: 14<sup>th</sup> November, 2024  
Place : Mumbai



Partners :  
Sohan Chaturvedi FCA  
Chaturvedi V N FCA  
Noshir B Captain FCA  
Rajiv Chauhan FCA  
Neha Chauhan ACA  
Shristi Chaturvedi ACA  
Prakash Mistry FCA



# Chaturvedi Sohan & Co.

## Chartered Accountants

FRN - 118424W

**Independent Auditor's Limited Review Report on the Quarterly and Year to date unaudited consolidated financial results of the Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Review Report to  
To The Board of Directors  
**Cranes Software International Limited**  
CIN No: U00367KA1994PLC015495

### Qualified Opinion:

We have reviewed the accompanying statement of Unaudited Consolidated Financial Results of **Cranes Software International Limited** ("the Company"), for the quarter and six month ended September 30, 2024 (The "Statement") attached herewith being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

The 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 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 as amended, is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountant of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit conducted in accordance with standards on Auditing specifies under section 143(10) of the Act. We have not performed an audit and accordingly, we do not express an audit opinion.

The Statement includes the results of the following subsidiaries

- i) Analytix Systems Private Limited
- ii) Caravel info systems Private Limited
- iii) Cranes Varsity Private Limited
- iv) Proland Software Private Limited

Page 1 of 6

- v) Systat Software Asia Pacific Limited
- vi) Systat Software Inc (USA)
- vii) Systat Software GmbH (Germany)

**Basis of Qualified Conclusion:**

- i. Due to Negative Net-worth and pending cases, it cast a significant uncertainty on the Company ability to continue as a going concern, however the management is hopeful for recovery hence the financials result prepared on-going concern basis.
- ii. Expected credit loss: following assets are non-performing in nature hence As per IND AS 109 "Financials instrument" the company needs to provide ECL by following lifetime ECL model.

Particular	Amount
Investment	3,215.88 Lakhs
Loan and advances	888.52 lakhs
Trade receivables	4034.99 lakhs

- iii. Legal proceedings u/s.138 of the Negotiable Instruments Act has been initiated by Bank of India.
- iv. The Company has been defaulted in booking and payment of various statutory dues to various statutory authorities.
- v. In our opinion the securities provided to Bank are not adequate to cover the amounts outstanding to them as on the date of Balance Sheet.
- vi. Loan availed by the company from 'UPS Capital Business Credit' remains unpaid and is overdue since April 2014. The management is of the view that the liability of INR 696.37 lakhs (including interest) reflected in the financial statements will adequately cover its liability on settlement of dues and therefore no provision for interest is provided for the period ended 30<sup>th</sup> September, 2024.
- vii. In continuation to the point 'vi' above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the outstanding due towards 'UPS Capital Business Credit' and the interest due thereon, in line with the Ind AS-21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 30<sup>th</sup> September,2024 would have been higher by INR 145.17 lakhs.

- viii. The banks which had extended financial facilities to the company have treated the outstanding from the company as "Non-Performing Assets" since 2009. In order to achieve the desired congruency on this issue, the Company has also not provided for interest amounting to INR 1314.34 lakhs on such outstanding amounts for the period ended 30<sup>th</sup> September, 2024 due to Bank of India, though the confirmation of such dues were not made available to us from bank. Had the said interest been provided in the books in the normal course, the present loss for the period ended 30<sup>th</sup> September, 2024 would have been higher by INR 1314.34 lakhs.
- ix. Wilful defaulter: The bank of India has declared Company and promoters as "wilful defaulter".
- x. The management is in negotiation with the Foreign currency convertible bond holders for settling its dues. The management is of the view that the liability of INR 38,695 lakhs (including interest amounting to INR 9,610 lakhs) reflected in the financial statements will adequately cover its liability on settlement of dues with the Foreign currency convertible bond holders and therefore no provision for interest is provided for the period ended 30<sup>th</sup> September, 2024. Had such interest been provided in the books in the normal course, the present loss for the period ended 30<sup>th</sup> September, 2024 would have been higher by INR 470.78 lakh
- xi. In continuation to the point 'x' above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the outstanding due towards Foreign currency convertible bond and the interest due thereon, in line with the IND AS-21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 30<sup>th</sup> September, 2024 would have been higher by INR 1696.80 lakhs.
- xii. There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Employee State Insurance, Income Tax, Service tax, Sales Tax, Goods and Service tax, Dividend Distribution Tax and the like, not deposited by the Company in favour of the respective statutory authorities.
- xiii. The company has not complied with RBI guidelines since March 2011.
- xiv. Central Bureau of Investigation (CBI) filed a chargesheet in the court of XVII Additional Chief Metropolitan Magistrate, Bangalore (Special Court for CBI cases) vide CC No.26840/2023 against Cranes Software International Limited ("the Company"), its Directors, erstwhile director and another by complaint bank (Bank of India). The said charge sheet was taken cognizance by the Additional Chief Metropolitan Magistrate, Bangalore on 16<sup>th</sup> October 2023. On the application of the Company and its Directors, the honourable High Court of Karnataka of



Bangalore vide its order dated 17 November 2023 passed on interim order staying its all further proceedings against the Company and its director.

Based on our review conducted as above, subject to the matters specified in the 'Other Matters' and the 'Emphasis of matter' paragraphs below nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with Ind AS and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

#### **Emphasis of matter**

- i. Redemption of Foreign currency convertible bond amounting to INR 29,085 lakhs (42 million Euros) to the holders of the bonds have fallen due during April 2011 and is yet to be redeemed as on the quarter ended 30<sup>th</sup> September, 2024.
- ii. The management is in negotiation with the Foreign currency convertible bond holders for settling its dues. The management is of the view that the liability of INR 38,695 lakhs reflected in the financial statements will adequately cover its liability on settlement of dues with the foreign currency convertible bond holders and therefore no provision for interest is provided for the quarter ended. Had such interest been provided in the books in the normal course, the present loss for the quarter ended would have been higher by INR 1696.80 lakhs.

#### **Other Matters**

- i. There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Employee State Insurance, Income Tax, Service tax, Sales Tax, Goods and Service tax, Dividend Distribution Tax and the like, not deposited by the Company in favour of the respective statutory authorities.
- ii. Earnings in foreign exchanges are not realized within the periods stipulated under FEMA and permission is awaited from the statutory authorities to write off the same.

- iii. Interim Ind AS consolidated financial statements of Five domestic subsidiaries included in the Statement have been reviewed by their respective independent auditor and it reflects total assets of Rs.1743.03 lakhs as at 30 September 2024, total revenue of Rs.358.12 lakhs, total net loss after tax of Rs.43.53 lakhs and total other comprehensive loss of Rs.728.39 lakhs for six months ended 30 September 2024. These interim consolidated financial statements have been reviewed by their respective independent auditors whose review reports have been furnished to us by the Parent's management. Our conclusion on the accompanying Statement, to the extent it has been derived from such interim consolidated financial statements, is based solely on the reports of such other auditors and the procedures performed by us as stated above.
- iv. The Statement includes interim financial statements (separate/consolidated)/ financial information of five domestic subsidiaries and two foreign subsidiaries which have not been reviewed by their respective independent auditors and is certified by the respective Company's management. These interim financial statements (separate/consolidated)/ financial information reflects total assets of Rs.2547.51 lakhs as at 30 September 2024, total revenue of Rs.1,228.64 lakhs, total net loss after tax of Rs.747.86 lakhs. Our conclusion on the accompanying Statement in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on these management certified interim financial statements (separate/consolidated)/ financial information, to the extent applicable, as stated above. According to the information and explanations given to us by the Parent Company's management, these interim financial statements (separate/consolidated)/ financial information are not material to the Group

However, the accounts have been prepared on a going concern basis.

#### **Material Uncertainty Related to Going concern**

Pending winding up cases against the Company and Negative Net-worth cast a significant uncertainty on the Company ability to continue as a going concern, however the management is hopeful for recovery hence the financials result prepared on going concern basis.

Based on our review except for the effect as described in the basis of qualification paragraph, nothing has come to our attention that causes us to believe that the accompanying statement of Unaudited Financial Results prepared in accordance with Indian Accounting Standards (Ind AS) notified under the companies (Indian Accounting Standards) Rule, 2015 as amended by the companies (Indian accounting standards) (Amendment) Rule ,2016 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 as amended including the manner in which it is to be disclosed, or that it contains any material misstatement

For Chaturvedi Sohan & Co.  
**Chartered Accountants**  
Firm Reg. No.: 118424W

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Vivekanand Chaturvedi

**Partner**

M No: 106403

UDIN:24106403BKBFMF1050

Date: 14<sup>th</sup> November, 2024

Place : Mumbai