INDEPENDENT AUDITOR'S REPORT

To The Members of eMudhra Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of **eMudhra Limited** (the "Company") and its subsidiaries and eMudhra Employees Stock Option trust (the Company and its subsidiaries and the trust together referred to as the "Group") which comprise the Consolidated Balance Sheet as at March 31, 2023, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2023 and their consolidated profit, their consolidated total comprehensive income, their consolidated changes in equity and their consolidated cash flows for the year ended on that date.

Basis for Opinion

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

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Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matters	**Auditor's Response**
Revenue recognition Accuracy of recognition, measurement, presentation and disclosure of revenue and related balances towards Ind AS 115- Revenue from contracts with customers. The application of this standard involves the assessment towards identification of performance obligation, determination of transaction price for each of the identified performance obligations, the judgements used in determining the satisfaction of those performance obligations over time or at a point in time. The Group's revenue from contracts mainly includes sales of software licenses, digital certificates and sales of related accessories for those software licenses.	Our audit procedure involves the identification of internal controls and their operating effectiveness towards application of this standard. We have also carried out substantive testing of the transactions. a) We have assessed the appropriateness of the revenue recognition policies by comparing with the applicable Indian Accounting Standards. b) Selected the samples of continuing contracts as well as new contracts and identified the performance obligations and compared the same with the performance obligation identified by the Group. c) Verified the basis of allocation of transaction price to the identified performance obligation if not specifically mentioned in the contract. d) Identified the basis to be considered to determine the satisfaction of performance obligation and compared the same with the judgements used by the Group in determining the satisfaction of performance obligation over the time or at a point in time. e) Verified the appropriate evidence considered for determining the satisfaction of performance obligation towards transfer of promised goods or services. f) Verified the judgements used by the Group in determining the stages of

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	completion of the contracts where the satisfaction of entire performance obligation is partially completed. g) Verified the process towards identification of contracts where the right to consideration is unconditional and is due only after passage of time.

Information Other than the Consolidated Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report but does not include the Consolidated Financial Statements and our auditor's report thereon.

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with governance for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated changes in equity and the consolidated cash flows of the Group in accordance with Ind AS and other accounting principles generally accepted in India. 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 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 design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring

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the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, The respective Board of directors of the companies included in the group are responsible for assessing the respective 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 respective Boards of Directors either intend to liquidate their respective entities or to cease operations, or have no realistic alternative but to do so.

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

Auditor's Responsibility for the Audit of the Consolidated Financial Statements

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

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

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

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company and its subsidiary companies which are companies incorporated in India, has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such control.

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- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained 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 statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group to express an opinion on the consolidated financial statements.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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 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.

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Report on Other Legal and Regulatory Requirements

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

   a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.

   b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books.

   c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including the Other Comprehensive Income, Consolidated Statement of Changes in Equity and the Statement of Consolidated Cash Flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

   d) In our opinion, the aforesaid Consolidated financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

   e) On the basis of written representations received from the directors as on 31st March 2023 taken on record by the Board of Directors of the Company and the reports of the statutory auditors of its subsidiaries incorporated in India, none of the directors is disqualified as on 31st March 2023 from being appointed as a director in terms of Section 164(2) of the Act.

   f) With respect to the adequacy of the internal financial controls with reference to consolidated financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" which is based on the auditor's reports of the Company and its subsidiary companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls with reference to consolidated financial statements of those companies.

   g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirement of Section 197(16) of the Act, as amended:

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In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the company to its directors during the year is in accordance with the provisions of Section 197 of the Companies Act, 2013.

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

i. The Group has disclosed the impact of pending litigations on its financial position in its consolidated financial statements as at 31st March 2023 - Refer Note 45 of the consolidated financial statements.

ii. The Group has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long term contracts to the consolidated financial statements. The Group did not have any derivative contracts.

iii. There were no amounts required to be transferred to the Investor Education and Protection Fund by the Company and its subsidiary companies incorporated in India.

iv. (a) The respective Managements of the Company and its subsidiary companies which are incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company or any of such subsidiaries to or in any other person or entity, outside the Group, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The respective Managements of the Company and its subsidiary companies which are incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company or any of such subsidiaries from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company or any of such subsidiaries shall, directly or indirectly, lend or invest in other persons or

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entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. As stated in the consolidated financial statements;

   a) The final dividend proposed in the previous year, declared and paid by the Company during the current financial year is in accordance with Section 123 of the Act, as applicable.

   b) The Board of Directors of the Company have proposed final dividend during the year which is subject to approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with the Section 123 of the Act, as applicable.

vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of accounts using accounting software which has a feature of recording audit trial (edit log) facility is applicable to the Company and its subsidiary companies which are incorporated in India, with effect from 01st April 2023, and accordingly, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended March 31, 2023.

SURI & CO. Bangalore 560 027 Chartered Accountants

2. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Company and its subsidiaries included in the consolidated financial statements of the Company, to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in these CARO reports.

For Suri& Co.,
Chartered Accountants
Firm Registration No. 004283S

V. Natarajan

Place: Bengaluru
Date: 28.04.2023

V Natarajan
Partner
Membership No.223118
UDIN:23223118BGYEOK7268

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Annexure A to the Independent Auditors' report

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

Report on the Internal Financial Controls with reference to Consolidated financial statements under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2023, we have audited the internal financial controls with reference to Consolidated Financial Statements of eMudhra Limited (hereinafter referred to as the "Company") and its subsidiary companies which are incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statements included obtaining an understanding of internal financial controls with

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reference to consolidated financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to consolidated financial statements of the company and its subsidiary companies incorporated in India.

Meaning of Internal Financial Controls with Reference to Consolidated Financial Statements

A company's internal financial control with reference to consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to consolidated financial statements includes those policies and procedures that:

(1) Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company.

(2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and

(3) Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with Reference to Consolidated Financial Statements

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

SURI & CO. Bangalore 560 027 Chartered Accountants

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company and its subsidiary companies which are incorporated in India, have, in all material respects, an adequate internal financial controls system with reference to consolidated financial statements and such internal financial controls were operating effectively as at 31st March 2023, based on the internal financial control with reference to consolidated financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Suri & Co.,
Chartered Accountants
Firm Registration No. 004283S

SURI & CO. Bangalore 560 027 Chartered Accountants

V. Natarajan

V Natarajan
Partner
Membership No. 223118
UDIN: 23223118BGYEOK7268

Place: Bengaluru
Date: 28.04.2023

eMudhra Limited
CIN:L72900KA2008PLC060368
Consolidated Balance sheet as at 31st March 2023
(All amounts are in INR million, unless otherwise stated)

Particulars	Note No.	As at March 31,2023	As at March 31,2022
ASSETS			
Non-current assets			
(a) Property, plant and equipment	3a	914.93	658.50
(b) Right-of-use assets	4	84.78	104.65
(c) Capital work-in-progress	3b	366.05	249.35
(d) Goodwill		39.19	29.28
(e) Other Intangible assets	5a	581.52	382.25
(f) Intangible assets under development	5b	106.24	179.81
(g) Financial assets			
(i) Other financial assets	6	18.67	5.23
(h) Other non-current assets	7	4.90	73.68
Total Non-current assets		**2,116.28**	**1,682.74**
Current assets			
(a) Inventories	8	10.34	21.38
(b) Financial assets			
(i) Investments	9	209.46	-
(ii) Trade receivables	10	672.24	442.23
(iii) Cash and cash equivalents	11	669.80	82.55
(iv) Bank balances other than (iii) above	12	314.00	50.00
(v) Loans	13	0.49	30.64
(vi) Other financial assets	14	18.80	28.80
(c) Other current assets	15	588.04	253.06
Total current assets		**2,483.17**	**908.66**
Total Assets		**4,599.45**	**2,591.40**
EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	16	374.87	350.90
(b) Other equity	17	3,541.09	1,177.16
Total equity attributable to the owners of the company		**3,915.96**	**1,528.06**
Non-controlling interests		8.18	12.96
Total equity		**3,924.14**	**1,541.02**
Liabilities			
Non-current liabilities			
(a) Financial liabilities			
(i) Borrowings	18	-	197.69
(ia) Lease liabilities	19	61.97	103.27
(ii) Other financial liabilities	20	-	-
(b) Provisions	21	27.61	27.49
(c) Deferred tax liabilities (Net)	22	25.65	17.92
(d) Other non-current liabilities	23	0.05	2.98
Total Non-current liabilities		**115.28**	**349.35**
Current liabilities			
(a) Financial liabilities			
(i)Borrowings	24	156.50	346.22
(ia)Lease Liabilities	25	34.75	24.13
(ii)Trade payables	26		
a.Total outstanding dues of micro enterprises and small enterprises and		54.13	2.63
b. Total outstanding dues of creditors other than Micro and Small enterprises		128.01	141.09
(iii) Other financial liabilities	27	57.55	28.92
(b) Other current liabilities	28	62.30	46.56
(c) Provisions	29	39.59	44.02
(d) Current tax liabilities (Net)	30	27.20	67.47
Total current liabilities		**560.03**	**701.03**
Total liabilities		**675.31**	**1,050.38**
Total Equity and Liabilities		**4,599.45**	**2,591.40**
Corporate information and significant accounting policies	1 & 2		

See accompanying notes to the financial statements
As per our report of even date attached

For Suri & Co
Chartered Accountants
Firm Registration Number: 004283S

SURI & CO. Bangalore 560 027 Chartered Accountants

V. Natarajan

Natarajan V
Partner
Membership No: 223118

For and on behalf of the Board of Directors
of eMudhra Limited

V. Srinivasan

V Srinivasan
Chairman and Director
DIN: 00640646

Venu Madhava
Whole time Director
DIN: 06748204

Saji K Louiz
Chief financial officer

Johnson Xavier
Company secretary

eMudhra Limited

Place:Bengaluru
Date: April 28,2023

eMudhra Limited
CIN:L72900KA2008PLC060368
Consolidated statement of profit and loss for the period ended 31st March 2023
(All amounts are in INR million, unless otherwise stated)

Particulars	Note No.	For the year ended March 31,2023	For the year ended March 31,2022
Income			
I Revenue from operations	31	2,487.57	1,826.37
II Other income	32	52.99	10.98
III Total Income (I+II)		**2,540.56**	**1,837.35**
IV Expenses			
Operating expenses	33	300.55	119.77
Purchase of stock-in -trade	34	287.62	311.32
Changes in inventories of stock in trade	35	11.04	(14.25)
Employee benefits expense	36	643.61	477.97
Finance costs	37	33.85	45.60
Depreciation and amortisation expense	38	158.45	130.70
Other expenses	39	371.65	261.66
Total expenses (IV)		**1,806.77**	**1,332.77**
V Profit/(Loss) before exceptional items and tax (III-IV)		**733.79**	**504.58**
VI Exceptional items		-	-
VII Profit/(Loss) before tax (V-VI)		**733.79**	**504.58**
VIII Tax expense			
Current tax		112.61	88.94
Deferred tax		9.20	4.28
Total tax expenses		**121.81**	**93.22**
IX Profit/(Loss) for the year (VII-VIII)		**611.98**	**411.36**
X Other comprehensive income			
Items that will not be reclassified to profit or loss:			
Remeasurement (loss)/gain on defined benefit plan (net of tax)		(4.64)	7.98
Items that will be reclassified subsequently to profit or loss			-
Exchange differences on translation of foreign operations (net of tax)		(43.96)	-
Other comprehensive income/(loss) for the year (net of tax)		**(48.61)**	**7.98**
XI Total comprehensive income/(loss) for the year (IX+X)		**563.37**	**419.34**
(comprising profit/(loss) and other comprehensive income for the year)			
Profit is attributable to			
Owners of eMudhra Limited		**616.77**	**414.04**
Non-controlling interests		**(4.79)**	**(2.68)**
Other comprehensive income attributable to			
Owners of eMudhra Limited		**(48.61)**	**7.98**
Non-controlling interests		-	-
Total comprehensive income attributable to:			
Owners of eMudhra Limited		**568.16**	**422.02**
Non-controlling interests		**(4.79)**	**(2.68)**
XII Earnings per share (Nominal value of share INR 5/- each)	40		
Basic		8.35	5.86
Diluted		8.01	5.86
Corporate information and significant accounting policies	1 & 2		

See accompanying notes to the financial statements
As per our report of even date attached

For Suri & Co
Chartered Accountants
Firm Registration Number: 004283S

Natarajan V
Partner
Membership No: 223118

For and on behalf of the Board of Directors
of eMudhra Limited

V Srinivasan
Chairman and Director
DIN: 00640646

Venu Madhava
Whole time Director
DIN: 06748204

Saji K Louiz
Chief financial officer

Johnson Xavier
Company secretary

Place:Bengaluru
Date: April 28,2023

eMudhra Limited

CIN:L72900KA2008PLC060368

Consolidated cash flow statement for the year ended 31st March 2023

(All amounts are in INR million, unless otherwise stated)

Particulars	For the year ended March 31,2023	For the year ended March 31,2022
A. Operating activities		
Profit before tax	733.79	504.58
Adjustments for:		
Depreciation and amortisation expense	158.45	130.70
Interest on lease liabilities	20.00	16.41
Interest income from bank deposits and others	(33.05)	(3.11)
Provision for doubtful debts	9.24	4.74
Interest income on security deposit	(0.64)	
Net gain on assets measured at fair value through profit/ loss	(1.47)	-
Share based payment	31.64	5.24
Provision written back	-	(4.07)
Profit on sale of investments	(0.49)	-
Sundry creditors written back	(2.69)	-
Profit on sale of property, plant and equipment	(0.06)	-
Movement in minority interest	(4.79)	(76.95)
Operating profit before working capital changes	**909.93**	**577.55**
Working capital adjustments:		
Decrease/(Increase) in other non-current and current financial assets	(254.07)	(128.44)
Decrease/(Increase) in inventories	11.04	(14.24)
Decrease/(Increase) in trade receivable	(239.26)	(297.87)
Decrease/(Increase) in loans	14.65	(0.03)
Increase/(Decrease) in non-current and current other financial liabilities	24.50	45.32
Increase/(Decrease) in non-current and current provision	(4.32)	(35.18)
Increase/(Decrease) in non-current and current liabilities	12.80	1.41
Increase/(Decrease) in trade payables	37.00	112.80
Increase/(Decrease) in lease liability	(25.95)	-
Cash generated from operations	**486.32**	**261.33**
Income taxes paid (net)	(150.68)	(45.27)
Net Cash flow from / (used in) operating activities (A)	**335.64**	**216.05**
B. Cash flow from Investing activities:		
Purchase of Property, plant and equipment and Intangible assets	(620.70)	(467.13)
Sale proceeds from property, plant and equipment	0.10	-
Investments in mutual funds	(282.49)	138.49
Redemption of mutual funds	75.00	
Interest received	33.05	1.61
Increase / (Decrease) from term deposits & other bank balances	(272.20)	(50.00)
Net cash used in investing activities (B)	**(1,067.24)**	**(377.03)**
C. Cash flow from Financing activities:		
Proceeds / repayment from short term borrowings (net)	(189.72)	259.02
Proceeds / repayment from long term borrowings (net)	(197.69)	(23.21)
Payment of lease liabilities	(23.97)	(20.71)
Proceeds(payment) of public issue expenditures	(112.91)	(51.93)
Proceeds from issuance of equity shares (Private placement)	390.00	(0.63)
Proceeds from issuance of equity shares (Initial public offering)	1,610.00	-
Redemption of preference share capital	(86.00)	-
Payment of equity & preference dividend	(94.83)	(2.72)
Interest paid on lease liabilities	(20.00)	
Net cash from / (used in) financing activities(C)	**1,274.88**	**159.82**
Foreign exchange differences on translation of foreign operations (D)	43.96	6.58
Net increase/ (decrease) in cash and cash equivalents(E=A+B+C+D)	**587.25**	**5.42**
Cash and cash equivalents at the beginning of the financial year (F)	**82.55**	**77.13**
Cash and cash equivalents at the end of the year (E+F)	**669.80**	**82.55**

Non-cash changes recognised in respect of liabilities on account of financing activities is Nil (Nil).

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

eMudhra Limited
CIN:L72900KA2008PLC060368
Consolidated cash flow statement for the year ended 31st March 2023
(All amounts are in INR million, unless otherwise stated)

Particulars	For the year ended March 31,2023	For the year ended March 31,2022
Components of cash and cash equivalents as at end of the year	**For the year ended March 31,2023**	**For the year ended March 31,2022**
Balance with banks:		
- On current account	645.55	82.29
Deposit accounts	24.00	
- Cash on hand	0.25	0.26
Total cash and cash equivalents as per Balance Sheet	**669.80**	**82.55**
Cash and cash equivalents as per Statement of Cash Flow	**669.80**	**82.55**

See accompanying notes to the financial statements
As per our report of even date attached

For Suri & Co.,
Chartered Accountants
Firm Registration Number: 004283S

SURI & CO. Bangalore 560 027 Chartered Accountants

V. Natarajan

Natarajan V
Partner
Membership No: 223118

For and on behalf of the Board of Directors
of eMudhra Limited

V. Srinivasan

V Srinivasan
Chairman and Director
DIN: 00640646

Venu Madhava
Whole time Director
DIN: 06748204

Saji K Louiz
Chief financial officer

Johnson Xavier
Company secretary

Place:Bengaluru
Date: April 28,2023

eMudhra Limited

eMudhra Limited
CIN:L72900KA2008PLC060368
Statement of changes in equity for the year ended 31 March 2023
(All amounts are in INR million, unless otherwise stated)

A. Equity share capital

Particulars	Note No.	Amount
Balance as at 1st April 2021		**350.90**
Changes due to prior period errors		-
Restated balance as at 1st April 2021		**350.90**
Changes in equity share capital during the year	16	
- Issue of shares		-
- Buyback of shares		-
Balance as at 31st March 2022		**350.90**

Particulars	Note No.	Amount
Balance as at 1st April 2022		**350.90**
Changes due to prior period errors		-
Restated balance as at 1st April 2022		**350.90**
Changes in equity share capital during the year	16	
- Issue of shares		39.46
- Buyback of shares		-
Shares held by the employees stock option trust		(15.49)
Balance as at 31st March 2023		**374.87**

B. Other Equity

Particulars	Note No.	Attributable to the equity holders of the group							Preference share capital	Non controlling interest	Total Other Equity
		Reserves and Surplus									
		Capital Redemption Reserve	Retained Earnings	Securities Premium	Share based payment reserve	Foreign currency translation reserve	Capital reserve on consolidation	Remeasurement of defined benefit plans through Other			
Balance as at 1st April 2021		**200.26**	**447.30**	**0.63**	-	**(12.16)**	-	**0.66**	**86.00**	**92.59**	**815.28**
Change in accounting policy or prior period errors		-	-	-	-	-	-	-	-	-	-
Restated balance as at 1st April 2021	17	**200.26**	**447.30**	**0.63**	-	**(12.16)**	-	**0.66**	**86.00**	**92.59**	**815.28**
Add: Transactions during the year		(2.83)	-	-	5.24	31.99	-	-	-	(76.95)	(42.55)
Profit/(loss) for the year		-	414.04	-	-	-	-	-	-	(2.68)	411.36
Less: Adjusted from opening balance		-	1.40	-	-	-	-	-	-	-	1.40
Less: Adjusted against buy- back of preference shares		-	-	(0.63)	-	-	-	-	-	-	(0.63)
Other comprehensive income (net of taxes)		-	-	-	-	-	-	7.98	-	-	7.98
Transaction with Owners in their capacity as owner											
Dividend		-	(2.72)	-	-	-	-	-	-	-	(2.72)
Balance as at 31st March 2022		**197.43**	**860.02**	**0.00**	**5.24**	**19.83**	-	**8.64**	**86.00**	**12.96**	**1,190.12**
Balance as at 1st April 2022		**197.43**	**860.02**	**0.00**	**5.24**	**19.83**	-	**8.64**	**86.00**	**12.96**	**1,190.12**
Change in accounting policy or prior period errors		-	-	-	-	-	-	-	-	-	-
Restated balance as at 1st April 2022		**197.43**	**860.02**	**0.00**	**5.24**	**19.83**	-	**8.64**	**86.00**	**12.96**	**1,190.12**
Add: Transactions during the year											
Profit/(loss) for the year		-	616.77	-	-	-	-	-	-	(4.79)	611.98
Remeasurement of the net defined benefit	17	-	-	-	-	-	-	(4.64)	-	-	(4.64)
On issue of equity shares		-	-	1,960.54		43.96	9.91	-	-	-	2,014.41
Transaction costs on issue of shares		-	-	(112.92)	-	-	-	-	-	-	(112.92)
Transfer to capital redemption reserve upon redemption of preference share		86.00	(86.00)	-	-	-	-	-	-	-	-
Transferred on account of exercise of stock options		-	-	9.81	(9.81)	-	-	-	-	-	-
Redemption of Preference shares		-	-		-	-	-	-	(86.00)	-	(86.00)
Employee stock compensation expense		-	-	-	31.64	-	-	-	-	-	31.64
Exchange fluctuation		-	-	-	0.12	-	-	(0.62)	-	-	(0.50)
Transaction with Owners in their capacity as owner										-	-
Dividends (including Preference dividend)		-	(94.83)	-	-	-	-	-	-	-	(94.83)
Balance as at 31st March 2023		**283.43**	**1,295.96**	**1,857.43**	**27.19**	**63.79**	**9.91**	**3.38**	-	**8.17**	**3,549.27**

See accompanying notes to the financial statements

As per our report of even date attached

For Suri & Co
Chartered Accountants
Firm Registration Number: 004283S

SURI & CO. Bangalore 560 027 Chartered Accountants

V. Natarajan

Natarajan V
Partner
Membership No: 223118

Place Bengaluru
Date: April 28,2023

For and on behalf of the Board of Directors
of eMudhra Limited

V. Srinivasan

V Srinivasan
Chairman and Director
DIN: 00640646

Saji K Louiz
Chief financial officer

Venu Madhava
Whole time Director
DIN: 06748204

Johnson

Johnson Xavier
Company secretary

eMudhra Limited

eMudhra Limited
CIN:L72900KA2008PLC060368
Notes forming part of the consolidated financial statements

Note 1 Company Information

eMudhra Limited ("the parent company") provides various solutions and services like digital signatures, authentication solutions, paperless office solutions and other solutions around PKI technology. eMudhra stands for enabling a digital future with a foundation built on digital identity and trust.

eMudhra is a licensed certifying authority under the Information Technology Act,2000, founded in 2008 from the seed of digital signatures. eMudhra has since grown to establish strong roots in solutions providing security to enterprises and end consumer for online transactions. eMudhra strives to stay relevant in the PKI and online security space by optimizing a market-based approach to drive solutions that address our customers' financial and statutory needs. eMudhra' s products include digital signature certificates, authentication solutions, paperless office solutions, Certifying Authority solutions, solutions for securing data at rest and data in transit, solutions for Internet of Things (IoT), etc.

The parent company is a public company domiciled in India and is incorporated under the provisions of the Companies Act Applicable in India. The parent company shares are listed on two recognised stock exchange i.e., on National Stock Exchange and Bombay Stock Exchange.

The consolidated financial statements are approved for issue by the Board of Directors on 28th April 2023.

Note 2 Significant Accounting Policies

1. Basis of Preparation

The consolidated financial statements are prepared and presented in accordance with Generally Accepted Accounting Principles in India (GAAP) comprises the mandatory Indian Accounting Standards (Ind AS) [as notified under section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015], as amended from time to time, to the extent applicable, the provisions of the Companies Act, 2013 and these have been consistently applied.

The Consolidated financial statements up to and for the year ended March 31, 2021 were prepared in accordance with the Companies (Accounting Standards) Rules, 2006, notified under Section 133 of the Act and other relevant provisions of the Act.

2. Use of Estimates and judgement

The preparation of the consolidated financial statements in conformity with generally accepted accounting principles in India that requires that the management to make judgements, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, disclosure of contingent liability and contingent assets as at the date of consolidated financial statements and the reported amounts of revenue and expenses during the reporting period. Estimates and underlying assumptions are reviewed on an ongoing basis. Although such estimates are made on a reasonable and prudent basis taking into account of all available information, actual results could differ from these estimates and such differences are recognised in the period in which the results are ascertained and in any future periods affected.

Management also uses judgement in deciding whether individual item or group of items are material in the consolidated financial statements. Materiality is judged by reference to the size and nature of the item. The deciding factor is whether omission, misstatement or obscuring the information could individually or collectively influence the economic decision that users make on the basis of the consolidated financial statements.

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

Critical estimates and Judgements:

The areas involving critical estimates or judgements are:

- Note 3a - Depreciation rates of Property Plant and equipment

- Note 4 - Determination of lease term

- Note 22 - Recognition of deferred tax asset

- Note 21 and 29 - Gratuity and Compensated absences

- Note 36 - Share based payments

3. Basis of Measurement

The consolidated financial statements have been prepared on a historical cost basis except for the following assets and liabilities which have been measured at fair value:

- Derivative financial instruments, if any
- Financial assets and liabilities that are qualified to be measured at fair value
- The defined benefit asset / liability is recognised as the present value of defined benefit obligation less fair value of plan assets.
- Employee share-based payments

4. Functional and Presentation Currency

The consolidated financial statements are presented in Indian Rupee (INR) which is the functional and the presentation currency of the parent Company.

5. Current/ non-current classification

All assets and liabilities are classified into current and non-current as per the normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 201 in respect of parent and subsidiary companies which are incorporated in India.

Assets
An asset is classified as current when it satisfies any of the following criteria:

i) it is expected to be realised in the normal operating cycle;
ii) it is held primarily for the purpose of being traded;
iii) it is expected to be realised within 12 months after the reporting date; or
iv) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial assets. All other assets are classified as non-current.

Liabilities
A liability is classified as current when it satisfies any of the following criteria:

i) it is expected to be settled in the normal operating cycle;
ii) it is held primarily for the purpose of being traded;
iii) it is due to be settled within 12 months after the reporting date; or
iv) The Group does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

Current liabilities include current portion of non-current financial liabilities. All other liabilities are classified as non-current.

Bangalore 560 027 Chartered Accountants

eMudhra Limited

Operating cycle is the time between the acquisition of assets for processing and their realisation in cash or cash equivalents.

6. Revenue Recognition

The Group's contracts/sales orders with customers include promises to transfer multiple products/services ("performance obligations") to a customer. Revenues from customer contracts/sales orders are considered for recognition and measurement when the contracts/sales orders have been accepted, expressed /implied, by the parties to the contract, the parties to contract/sales order are committed to perform their respective obligations under the contract/sales order, and the contract/sales order is legally enforceable.

Revenue from fixed-price maintenance contracts is recognized by estimating the proportionate completion method when the pattern of benefits from the services rendered to the customer and the Group's costs to fulfil the contract is not even through the period of the contract because the services are generally discrete in nature and not repetitive. Revenues in excess of billing are classified as unbilled revenue in our consolidated financial statements.

Provisions for estimated losses, if any, on uncompleted contracts are recorded in the period in which such losses become probable based on the estimated efforts or costs to complete the contract.

For software development and related services, the performance obligations are satisfied as and when the services are rendered since the customer generally obtains control of the work as it progresses. Revenue from licenses where the customer obtains a "right to use" the licenses is recognized at the time the license is made available to the customer.

Arrangements to deliver software products generally have three elements viz. license fee, implementation/integration fee and Annual maintenance contracts ("AMC"). Where the license is required to be substantially customized as part of the implementation service the entire arrangement fee for license and implementation is considered to be a single performance obligation and the revenue is recognized using the percentage-of-completion method as the implementation is performed. Revenue from client training, support and other services arising due to the sale of software products is recognized as the performance obligations are satisfied.

In case of AMC and license subscription model, revenue is recognized on a straight-line basis over the period in which the services are rendered except in those cases where contract/sales order value is less than INR 1 million.

In case of trust services and software reseller model, the revenue is recognised as and when the performance obligations are transferred for negotiated price (transaction price), and it is highly probable that the group will be able to collect the transaction price due under the contract/sales orders or otherwise.

Variable consideration primarily consists of discounts, rebates, price concessions, incentives and performance bonuses which are reduced from the transaction price, if specified in the contract with customer/based on customary business practices.

Other Income:

- i) Interest income is recognised using the effective interest rate method.
- ii) Dividend income is recognised when the right to receive is established.
- iii) Rental income arising from operating leases is recognised on a straight-line basis over the lease term unless increase in rentals are in line with the expected inflation or otherwise justified.
- iv) Other income not specifically stated above is recognised on accrual basis.

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

7. Property, Plant and Equipment and Capital Work in-Progress

Property, plant and equipment's (PPE) are stated at cost less accumulated depreciation and impairment losses, if any. Cost of acquisition includes directly attributable costs for bringing the assets to its present location and use.

The cost of an item of PPE comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition of qualifying assets up to the date the asset is ready for its intended use.

The present value of the expected cost for the decommissioning of an asset after its use is included in the cost of the respective asset if the recognition criteria for a provision are met. The cost of property, plant and equipment not ready for their intended use as at each reporting date is disclosed as capital work-in-progress.

Capital work-in-progress comprises supply-cum erection contracts; the value of capital supplies received at site and accepted, capital goods in transit and under inspection. An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the statement of profit and loss when the asset is derecognised.

8. Intangible Assets and Intangible Asset under Development

The cost of software (which is not an integral part of the related hardware) acquired for internal use and Direct expenditure incurred for development of intangible assets resulting in significant future economic benefits, is recognised as an Intangible Asset in the books of accounts when the same is ready for use.

Intangible Assets that are not yet ready for their intended use as at the reporting date are classified as "Intangible Assets under Development''. Cost of Developmental work which is completed, wherever eligible, is recognised as an Intangible Asset.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the statement of profit or loss when the asset is derecognised.

9. Depreciation / Amortisation

Depreciation is calculated on a straight-line basis over the estimated useful lives of the assets. The Depreciation is provided as per the useful life prescribed in Schedule II of Companies Act, 2013.

Leasehold improvements are depreciated over the period of lease.

Where cost of a part of the asset is significant to total cost of the asset and estimated useful life of that part is different from the estimated useful life of the remaining asset, estimated useful life of that significant part is determined separately and the significant part is depreciated on straight-line basis over its estimated useful life.

The Group identifies and determines cost of each component/ part of the asset separately, if the component/ part has a cost which is significant to the total cost of the asset and has useful life that is materially different from that of the remaining asset.

The residual values, useful lives and methods of depreciation / amortisation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Suri & Co. Bangalore 560 027 Chartered Accountants

eMudhra Limited

Depreciation/amortisation on Property, plant & equipment added/disposed off during the year is provided on pro-rata basis with respect to date of acquisition/disposal.

Intangible assets are amortised over the estimated useful lives of 10 years on a straight-line basis, from the date that they are available for use. The residual values, useful lives and amortisation methods, are reviewed at each financial year end and adjusted prospectively, if appropriate.

10. Impairment of Non-Financial Assets

The Group assesses at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount.

An asset's recoverable amount is the higher of an assets or Cash Generating Unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

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

Reversal of impairment provision is made when there is an increase in the estimated service potential of an asset or Cash Generating Unit (CGU), either from use or sale, on reassessment after the date when impairment loss for that asset was last recognised.

11. **Leases**

As a Lessee: -

Contracts with third party, which gives the right to use of an asset, is accounted in line with the provisions of "Ind AS 116 – Leases" if the recognition criteria as specified in the accounting standard are met.

Lease payments associated with short terms leases and leases in respect of low value assets are charged off as expenses on straight line basis over lease term or other systematic basis, as applicable.

At commencement date, the value of "right of use" is capitalised at the present value of outstanding lease payments plus any initial direct cost and estimated cost, if any, of dismantling and removing the underlying asset and presented as part of Plant, property and equipment. Liability for lease is created for an amount equivalent to the present value of outstanding lease payments and presented as Borrowings. Subsequent measurement of right of use assets is made using Cost model.

Each lease payment is allocated between the liability created and finance cost. The finance cost is charged to the Statement of Profit and loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period. The right-of-use asset is depreciated over the shorter of the asset's useful life and the lease term on a straight-line basis.

The lease payments are discounted using the interest rate implicit in the lease, if that rate can be determined, or the respective company's incremental borrowing rate. Lease modifications, if any are accounted as a separate lease if the recognition criteria specified in the standard are met.

As a lessor: -

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

Leases are classified as operating lease, or a finance lease based on the recognition criteria specified in Ind AS 116.

a) **Finance lease:**

At commencement date, amount equivalent to the "net investment in the lease" is presented as a Receivable.

The implicit interest rate is used to measure the value of the "net investment in Lease". Each lease payment is allocated between the Receivable created and finance income. The finance income is recognised in the Statement of Profit and loss over the lease period so as to reflect a constant periodic rate of return on the net investment in Lease.

The asset is tested for de-recognition and impairment requirements as per Ind AS 109 – Financial Instruments.

Lease modifications, if any are accounted as a separate lease if the recognition criteria specified in the standard are met.

b) Operating lease:

The Group recognises lease payments from operating leases as income on either a straight-line basis or another systematic basis, if required.

Lease modifications, if any are accounted as a separate lease if the recognition criteria specified in the standard are met.

12. **Borrowing Costs**

Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost.

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use.

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

The capitalisation rate is the weighted average of the borrowing costs applicable to general borrowings outstanding, other than specific borrowings. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

13. **Inventories**

The inventories are valued at lower of cost or net realisable value.

The cost of bought out materials is ascertained by using the weighted average cost formula. The cost comprises the purchase cost of the item and cost of bringing such item into factory.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and estimated costs necessary to make the sale.

14. **Income Taxes**

Bangalore
560 027
Chartered Accountants

eMudhra Limited

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred tax are recognized in the statement of profit and loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity, respectively.

Current income tax

Current income tax for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities based on the taxable income for that period. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the balance sheet date.

Current tax assets and liabilities are offset only if,

- as a legally enforceable right to set off the recognized amounts; and
- Intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

Deferred Tax

Deferred tax is provided on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses to the extent that it is probable that taxable profit will be available against which the deductible temporary differences can be utilised. The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised.

15. **Foreign Currencies**

Transactions in foreign currencies are initially recorded by the Group at their respective currency exchange rates at the date the transaction qualifies for recognition.

Monetary assets and liabilities denominated in foreign currencies are translated to the functional currency by using the closing exchange rate at the reporting date. Differences arising on settlement or translation of monetary items are recognised in statement of profit and loss. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the dates of the initial transactions.

16. **Employee Benefits**

Short-term employee benefits – Employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits and are recognised in the period in which the employee renders the related service.

Post-employment benefits (defined benefit plans) – The employees' gratuity scheme is a defined benefit plan. In accordance with the Payment of Gratuity Act, 1972 and other applicable law outside India, the Group provides for gratuity for the eligible employees. The Gratuity Plan provides a lump sum payment to vested employees at retirement, death, incapacitation or termination of employment, of an amount based on the respective employee's salary and the tenure of employment. The present value of the obligation under such defined benefit plan is determined at each Balance Sheet date based on an actuarial valuation using projected unit credit method. The discount rate is based on the prevailing market

Bangalore 560 027 Chartered Accountants

eMudhra Limited

yields of Indian government securities. Gains and Losses through re-measurement of the net defined benefit liability / (asset) are recognized in Other Comprehensive Income.

Actuarial gains and losses and the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised immediately in other comprehensive income (OCI). Net interest expense (income) on the net defined liability (asset) is computed by applying the discount rate, used to measure the net defined liability (asset), to the net defined liability (asset) at the start of the financial year after taking into account any changes as a result of contribution and benefit payments during the year. Net interest expense and other expenses related to defined benefit plans are recognised in statement of profit and loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognised immediately in statement of profit and loss.

Defined Contribution Plan

The Group has defined contribution plans for employees comprising of Provident Fund and Employee's State Insurance for the parent and subsidiary companies incorporated in India. The contributions paid/payable to these plans during the year are charged to the Statement of Profit and Loss for the year when the contributions are due. The group liability is limited to the extent of contributions made to these funds.

Long-term employee benefits – Long-term employee benefits comprise of compensated absences and other employee incentives, if any. These are measured based on an actuarial valuation carried out by an independent actuary at each Balance Sheet date unless they are insignificant. Actuarial gains and losses and past service costs are recognized in the Statement of Profit and Loss.

17. **Provisions/ Contingent liabilities and Contingent Assets**

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Group expects some or all a provision to be reimbursed, the reimbursement is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the Statement of profit and loss net of any reimbursement.

Provision for onerous contracts is recognised when the expected benefits to be derived by the Group from a contract are lower than the unavoidable cost of meeting its obligations under the contract. The provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the Group recognizes any impairment loss on the assets associated with that contract. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent Liabilities/Assets

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Group does not recognize a Contingent liability but discloses its existence in the consolidated financial statements.

Bangalore 560 027 Chartered Accountants

eMudhra Limited

A contingent asset is a possible asset that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group. The Group does not recognize a Contingent asset but discloses its existence in the consolidated financial statements where an inflow of economic benefits is probable.

18. **Cash Flow Statement**

Cash flow statement has been prepared in accordance with the indirect method prescribed in Ind AS 7 -Statement of Cash Flows.

19. **Cash and Cash Equivalents**

Cash comprises of cash on hand and demand deposits. Cash equivalents are short-term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash, which are subject to an insignificant risk of change in value.

Bank overdrafts, if any, are classified as borrowings under current liabilities in the balance sheet.

20. **Financial Instruments**

Initial measurement

The Group recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value on initial recognition except for the trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are added to or deducted from the fair value on initial recognition.

Subsequent measurement [non-derivative financial instruments]

Financial assets carried at amortized cost.

A financial asset is subsequently measured at amortized cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely for payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through other comprehensive income [FVTOCI]

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely for payments of principal and interest on the principal amount outstanding. The Group has made an irrevocable election for its investments which are classified as equity instruments to present the subsequent changes in fair value in other comprehensive income based on its business model.

Financial assets at fair value through profit or loss [FVTPL]

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

Financial Liabilities

Financial liabilities are subsequently carried at amortized cost using the effective interest method.

Trade receivables

Trade receivables are the amount due from the customers for the services rendered in the ordinary course of business. Trade receivables are initially recognised at the amount of consideration that is unconditional unless they contain

Bangalore 560 027 Chartered Accountants

eMudhra Limited

significant financing components, when they are recognised at the fair value. The Group holds trade receivables for the receipt of contractual cashflows and therefore measures them subsequently at the amortised cost using effective interest rate method.

Trade payables and other payables

These amounts represent liabilities for goods and services provided to the Group prior to the end of financial year which are unpaid. Trade payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recorded initially at fair value and subsequently measured at amortised cost using effective interest rate method.

Investment in Subsidiaries and associates

Investment in subsidiaries and Associates are measured at cost less impairment.

Share Capital – Ordinary Shares

An equity instrument is a contract that evidences residual interest in the assets of the Group after deducting all its liabilities. Equity instruments recognized by the Group are recognized at the proceeds received net of direct issue cost.

De-recognition of financial instruments

The Group derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for de-recognition under Ind AS 109. A financial liability (or a part of a financial liability) is derecognized from the Group Balance Sheet when the obligation specified in the contract is discharged or cancelled or expires.

21. **Fair value Measurement**

Fair value is the price that would be received on sale of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market which can be accessed by the Group for the asset or liability

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the consolidated financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities.
Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
Level 3 – Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

For the purpose of fair value disclosures, the Group has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy.

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

22. **Impairment of Financial Assets**

Financial Assets

The Group recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized is recognized as an impairment gain or loss in profit or loss.

Non-Financial Assets

Intangible assets and property, plant and equipment

Intangible assets and property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e., the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis.

If such assets are considered to be impaired, the impairment to be recognized in the Statement of Profit and Loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

23. **Reclassification of Financial Instruments**

The Group determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. If the Group reclassifies financial assets, it applies the reclassification prospectively.

24. **Offsetting of Financial Instruments**

Financial assets and financial liabilities are offset, and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

25. **Dividends**

Final dividends on shares are recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the respective Company's Board of Directors.

26. **Earnings Per Share**

Basic earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The diluted potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value which is the average market value of the outstanding shares. Dilutive potential equity shares are deemed converted as of the beginning of the

Bangalore 560 027 Chartered Accountants

eMudhra Limited

period, unless issued at a later date. Dilutive potential equity shares are determined independently for each period presented.

27. **Events after the Reporting Period**

Adjusting events are events that provide further evidence of conditions that existed at the end of the reporting period. The consolidated financial statements are adjusted for such events before authorisation for issue.

Non-adjusting events are events that are indicative of conditions that arose after the end of the reporting period. Non-adjusting events after the reporting date are not accounted but disclosed.

28. **Prepaid expenses**

Expenses which are spread across multiple financial year have been amortised on straight line basis over the period in which the services are received except in those cases where contract/purchase order is less than INR 1 million.

29. **Share based payments**

Equity-settled share based payments to employees and other providing similar services are measured at the fair value of the equity instruments at the grant date. Details regarding the determination of the fair value of equity-settled share based payment transactions are set out in note 55. The fair value determined at the grant date of the equity-settled share based payments is expensed on a straight-line basis over the vesting period, based on the estimate of equity instruments that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Group revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognized in statement of profit and loss such that the cumulative expenses reflects the revised estimate, with a corresponding adjustment to the Share based payments reserve.

The dilutive effect of outstanding options is reflected as additional share dilution in the computation of diluted earnings per share.

30. **Segment reporting**

Operating segments are reported in the manner consistent with the internal reporting to the chief operating decision maker (CODM). The Group identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit / loss amounts are evaluated regularly by the executive Management in deciding how to allocate resources and in assessing performance.

Segment revenue, segment expenses, segment assets and segment liabilities have been identified to segments on the basis of their relationship to the operating activities of the segment.

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

eMudhra Limited
CIN:L72900KA2008PLC060368
Notes forming part of the consolidated financial statements
(All amounts are in INR million, unless otherwise stated)

3a Property, Plant and Equipment

Particulars	Leasehold land	Buildings	Computer and hardware	Motor vehicles	Furniture & Fixtures	Plant & Machinery	Office and Electrical equipment's	Total
Gross Carrying Amount								
As at April 01, 2021	89.25	549.95	73.50	6.21	-	-	34.07	752.98
Additions/ adjustments during the year	-	2.58	12.79	-	-	-	9.26	24.63
Disposals/ adjustments during the year	-	-	-	-	-	-	-	-
Exchange fluctuation	-	-	0.28	-	-	-	-	0.28
As at March 31, 2022	89.25	552.53	86.57	6.21	-	-	43.33	777.88
Additions/ adjustments during the year	-	156.27	11.73	-	44.98	26.67	55.16	294.81
Disposals/ adjustments during the year	-	-	(0.06)	-	-	-	(0.22)	(0.28)
Exchange fluctuation	-	-	(0.41)	-	-	-	0.26	(0.15)
As at March 31, 2023	89.25	708.80	97.83	6.21	44.98	26.67	98.53	1,072.27
Accumulated Depreciation								
As at April 01, 2021	4.23	7.08	56.90	4.29	-	-	23.35	95.85
Depreciation for the year	0.85	9.38	7.73	0.40	-	-	4.75	23.12
Disposal/ adjustments during the year	-	-	-	-	-	-	-	-
Exchange fluctuation	-	-	0.42	-	-	-	-	0.42
As at March 31, 2022	5.09	16.45	65.05	4.69	-	-	28.10	119.39
Depreciation for the year	0.85	11.76	8.73	0.22	4.04	1.69	10.76	38.04
Disposal/ adjustments during the year	(0.48)	0.49	(0.06)	-	-	-	(0.18)	(0.23)
Exchange fluctuation	-	-	0.41	-	-	-	(0.27)	0.14
As at March 31, 2023	5.46	28.70	74.13	4.91	4.04	1.69	38.41	157.34
Net carrying amount								
As at April 01, 2021	85.02	542.87	16.60	1.92	-	-	10.72	657.13
As at March 31, 2022	84.17	536.07	21.52	1.52	-	-	15.23	658.50
As at March 31, 2023	83.79	680.10	23.70	1.30	40.94	24.98	60.12	914.93

Notes:

(i) Details of leasehold land

a. Lease hold land measuring 12140.00 Sq. Mtrs located at plot no. 12- P1- A & 12 -P1-B(Corner) of Bengaluru IT Park Industrial Area in SY nos. 95/P & 7 (Block no.21,22 &24- Part) of B K Palya Village , Jala Hobli, Bengaluru North Taluk, has been allotted to the parent company by Karnataka Industrial Areas Development Board (KIADB) for a leasehold period of 99 years. The parent company obtained possession on 29.03.2016. This land is mortgaged against term loan of INR 250 from Kotak Mahindra Bank. This term loan were fully repaid and mortgage is released in the current year.

b. Lease hold land measuring 2.5 acres in the ELCOSEZ- Jagirammapalayam,Salem has been allotted to the parent company by Electronics Corporation of Tamil Nadu Limited for a lease period of 99 years.

(ii) Depreciation / Amortisation

Depreciation is calculated on straight line basis over the estimated useful lives of the asset
Leased assets are amortised on a straight line basis over their estimated useful lives or their respective lease term whichever is shorter

(iii) Method of Accounting Depreciation

Depreciation / Amortisation has been calculated as per the Accounting Policy No. 9 and recognised as expense in the Statement of Profit and Loss.

(iv) Estimation of useful life of Assets

The estimated useful lives of various categories of Tangible Assets is as follows:

Asset Class	Years
Leasehold land	99
Buildings*	3 - 60
Computer and hardware	3 - 6
Motor vehicles*	8-10
Furniture & Fixtures	10
Plant & Machinery	15
Office and Electrical equipment's	5-10

* Based on estimated useful life (which are different from the useful life indicated in Schedule II to the Companies Act, 2013) after taking into consideration factors like expected usage of assets, risk of technical and commercial obsolescence etc.

(v) Restriction on title

With reference to the lease hold land allotted by KIADB, the parent company has received rectification deed from KIADB in September 2022, wherein KIADB has accorded approval to transfer the lease hold land to the parent company after 2 years of continuous production from the date of commercial production. The parent company has implemented the project on 01st April 2022 and accordingly sale deed with KIADB will be executed after the completion of 2 years. The parent company is confident of obtaining the legal title from KIADB on completion of the time period as mentioned in the rectification deed and do not foresee any further obligation towards transfer of title.

(vi) Contractual commitments

Refer Note 44 for outstanding contractual commitments.

(vii) Impairment of assets - Refer note 43

(viii) Refer Note 7 in respect of unadjusted capital advance paid towards Property, Plant and Equipment.

ix. Deemed Cost

On transition to Ind AS, the group has elected to continue with the carrying value of all its other intangible assets as at April 1, 2021 measured as per the previous GAAP and use that carrying value as the deemed cost of the other intangible assets.

x. Amount of depreciation recognised as a part of other asset is Nil.

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

3b Capital work-in-progress

Particulars	As at March 31,2023	As at March 31,2022
Buildings	13.84	225.58
Office and Electrical equipment	8.56	1.74
Plant & machinery	-	2.55
Furniture & Fixtures	8.46	-
Computer & Hardware	335.19	-
Others	-	19.48
Total	**366.05**	**249.35**

Ageing of Capital work-in-progress as at March 31, 2023

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 Years	2-3 Years	More than 3 years	
Projects in Progress	356.96	-	-	9.09	366.05
Projects temporarily suspended	-	-	-	-	-
Total	**356.96**	-	-	**9.09**	**366.05**

Completion schedule - Time and Cost overrun 2022-23

CWIP	To be completed in				Total
	Less than 1 year	1-2 years	2 - 3 years	More than 3 years	
Building	-	9.09	-	-	9.09
Total	-	**9.09**	-	-	**9.09**

Ageing of Capital work-in-progress as at March 31, 2022

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 Years	2-3 Years	More than 3 years	
Projects in Progress	240.26	-	9.09	-	249.35
Projects temporarily suspended	-	-	-	-	-
Total	**240.26**	-	**9.09**	-	**249.35**

Completion schedule - Time and Cost overrun 2021-22

CWIP	To be completed in				Total
	Less than 1 year	1-2 years	2 - 3 years	More than 3 years	
Building			9.09		9.09
Total	-	-	**9.09**	-	**9.09**

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

4 Right-of-use assets

Particulars	Plant and Machinery
Gross Carrying Amount	
As at April 01, 2021	**138.62**
Additions	-
Derecognised	-
As at March 31, 2022	**138.62**
Additions	19.23
Adjustments	(3.57)
Derecognised	-
As at March 31, 2023	**154.28**
Accumulated Depreciation	
As at April 01, 2021	**4.83**
Amortisation for the year	29.14
Derecognised	-
As at March 31, 2022	**33.97**
Amortisation for the year	35.53
Adjustments	-
Derecognised	-
As at March 31, 2023	**69.50**
Net carrying amount	
As at April 01, 2021	**133.79**
As at March 31, 2022	**104.65**
As at March 31, 2023	**84.78**

Notes:
Depreciation has been charged to ROU Assets on a straight line method based on the lease term and is included under depreciation and amortization expense in the statement of Profit and Loss.

(i) The following amount have been recognised in the statement of profit and loss

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Depreciation (refer note 38)	35.53	29.14
Interest expense (refer note 37)	20.00	16.41
Expense relating to short term lease (refer note 39)	26.50	43.46

(ii) Extension and termination options
Extension and termination options are included in the property lease agreements. These are used to maximise operational flexibility in terms of managing the assets used in the group's operations. The majority of extension and termination options held are exercisable only by the holding company and not by the respective lessor.

(iii) Critical judgements in determining the lease term:
In determining the lease term, management considers all facts and circumstances that create an economic incentive to exercise an extension option, or not exercise a termination option. Extension options (or periods after termination options) are only included in the lease term if the lease is reasonably certain to be extended (or not terminated).

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

(iv) The table below provides details regarding the contractual maturities of lease liabilities as at March 31, 2023 and March 31, 2022 on an undiscounted basis:

Particulars	As at March 31,2023	As at March 31,2022
Less than one year	34.75	29.60
One to two years	32.45	65.88
More than two years	29.52	31.92
Total	**96.72**	**127.40**

The holding company does not face a significant liquidity risk with regard to its lease liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.

(v) Net Debt Reconciliation

Particulars	Lease liability	Cash	Total
Net debt as on April 01, 2021	**(154.20)**	**77.13**	**(77.07)**
Cash flows	43.36	5.42	48.78
Addition on account of recognition of RoU asset	-	-	-
Interest expense	(16.41)	-	(16.41)
Add: Adjustments	(0.14)	-	(0.14)
Net Debt as on March 31, 2022	**(127.39)**	**82.55**	**(44.84)**
Cash flows	43.96	587.25	631.21
Addition on account of recognition of RoU asset	(1.63)	-	(1.63)
Interest expense	(20.00)	-	(20.00)
Less: Adjustments	8.36	-	8.36
Net Debts as on March 31, 2023	**(96.70)**	**669.80**	**573.10**

(vi) References to other leases related notes
For leases accounting policy refer accounting policy no. 11
For leases liability related information refer note 19 and 25

(vii) Leases not yet commenced to which lease is committed
As at March 31, 2023, commitments for leases not yet commenced was INR Nil (2022: INR Nil)

(viii) Contractual maturities of financial liabilities : Refer note no 57

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

5a Other intangible assets

Particulars	Computer Software (Including development costs)
Gross carrying amount	
As at April 01, 2021	**867.09**
Additions	40.13
Disposals	-
Effect of exchange fluctuation	(0.21)
As at March 31, 2022	**907.01**
Additions	273.82
Disposals	-
Effect of exchange fluctuation	15.60
As at March 31, 2023	**1,196.43**
Accumulated Amortisation	
As at April 01, 2021	**464.81**
Amortisation for the year	78.44
Disposals	-
Effect of exchange fluctuation	(18.49)
As at March 31, 2022	**524.76**
Amortisation for the year	84.88
Disposals	-
Effect of exchange fluctuation	5.27
As at March 31, 2023	**614.91**
Net carrying amount	
As at April 01, 2021	**402.28**
As at March 31, 2022	**382.25**
As at March 31, 2023	**581.52**

(i) Depreciation / Amortisation

Depreciation is calculated on straight line basis over the estimated useful lives of the asset

(ii) Method of Accounting Depreciation/Amortisation

Amortisation has been calculated as per the Accounting Policy No. 9 of the group and recognised as expense in the Statement of Profit and Loss.

(iii) Estimation of useful life of Assets

The estimated useful lives of the Other Intangible Assets is as follows:

Asset Class	**Years**
Computer software (including development costs)	10

(iv) Restriction on title: Nil

(v) Contractual commitments

Refer Note 44 for outstanding contractual commitments

(vi) Impairment of assets - Refer note 43

(vii) Refer Note 7 in respect of unadjusted capital advance paid towards Other Intangible assets

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

5b Intangible assets under development

Particulars	As at March 31,2023	As at March 31,2022
Internally developed	106.24	179.81
Less: Provision for impairment	-	-
Total	**106.24**	**179.81**

Intangible assets under development ageing schedule 2022-23

Intangible assets under development	Amount in Intangible assets under development for a period of				Total
	Less than 1 year	1-2 Years	2-3 Years	More than 3 years	
Projects in Progress	95.71	10.53	-	-	106.24
Projects temporarily suspended	-	-	-	-	-
Total	**95.71**	**10.53**	-	-	**106.24**

Completion schedule - Time and cost over run 2022-23

Intangible assets under development	To be completed in				Total
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Projects in Progress	-	-	-	-	-
Total	-	-	-	-	-

Intangible assets under development ageing schedule 2021-22

Intangible assets under development	Amount in Intangible assets under development for a period of				Total
	Less than 1 year	1-2 Years	2-3 Years	More than 3 years	
Projects in Progress	172.23	7.58	-	-	179.81
Projects temporarily suspended	-	-	-	-	-
Total	**172.23**	**7.58**	-	-	**179.81**

Completion schedule - Time and cost over run 2021-22

Intangible assets under development	To be completed in				Total
	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Projects in Progress	-	-	-	-	-
Total	-	-	-	-	-

(i) Contractual commitments

Refer Note 44 for outstanding contractual commitments

(ii) Impairment of assets - Refer note 43

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

Note No.	Particulars	As at March 31,2023	As at March 31,2022
6	**Other financial assets**		
	Non-Current		
	Unsecured, considered good		
	Security deposit	5.24	-
	Bank deposits with maturity more than 12 months*	13.43	5.23
	Total	**18.67**	**5.23**

* Includes INR 13.43 (2022: INR 5.23) held as margin money deposit as against Bank Guarantees.
(i) Refer note 56 for classification of financial instruments

Note No.	Particulars	As at March 31,2023	As at March 31,2022
7	**Other non-current assets**		
	Capital advances	2.71	17.64
	Balance with government authorities	0.55	0.55
	Other receivables#	-	52.19
	Prepaid expenses	1.64	3.30
	Total	**4.90**	**73.68**

\# Amount is below the round off norm adopted by the group

Note No.	Particulars	As at March 31,2023	As at March 31,2022
8	**Inventories (Valued at lower of cost or Net realisable value)**		
	Stock in trade*	10.34	21.38
	Total	**10.34**	**21.38**

*includes stock in trade of Rs. 0.60 (2022: Nil)

Note No.	Particulars	As at March 31,2023	As at March 31,2022
9	**Financial Assets**		
	Current investments		
	Unquoted		
	Investment in mutual funds at fair value through Profit and loss		
	ICICI Prudential Overnight Fund Direct Plan Growth [units 92,802.64 @ Rs. 1208.48 per unit]	112.15	-
	HDFC Overnight Fund Direct Plan Growth option [units 29,231.01 @ Rs.3328.44 per unit]	97.29	-
	Investment in equity shares at fair value through Profit and loss		
	ICICI Bank Limited [no. of shares 60 @ Rs.359.13 per share]	0.02	-
	Total	**209.46**	-

	i. Particulars	**2022-23**	**2021-22**
	(a) Aggregate amount of quoted investments and market value thereof	0.02	-
	(b) Aggregate amount of unquoted investments	209.44	-
	(c) Aggregate amount of impairment in value of investments	-	-

Note No.	Particulars	As at March 31,2023	As at March 31,2022
10	**Trade receivables**		
	Unsecured, considered good		
	- Others	680.78	446.97
	Less: Allowances for expected credit loss	8.54	4.74
	Total	**672.24**	**442.23**

(i) Payment terms

a. In majority of contracts, payment is due on delivery of License. However, in some contracts a portion of dues is linked to satisfaction of further performance obligations like completion of installation and commission activity etc.

b. Amount retained by customer in respect of completed performance obligation, due to linking of payment with completion of other performance obligations in the contract, is classified as contract asset. Balance amount receivable is classified as Trade receivable.

(i) Financial instruments
Refer note 56 for classification of financial instruments
(ii) Related party disclosure
For related party disclosure refer note 53
(iii) Refer note 51 for trade receivable ageing schedule

Note No.	Particulars	As at March 31,2023	As at March 31,2022
11	**Cash and cash equivalents**		
	Balance with banks:		
	- In current account	645.55	82.29
	-Deposit accounts	24.00	-
	Cash on hand	0.25	0.26
	Total	**669.80**	**82.55**

Cash and cash equivalents includes Term Deposits with original maturity period up to three months. Term Deposits with original maturity period beyond Three months upto Twelve months have been included in Bank balances (Refer Note 12) and Term Deposits with original maturity period beyond Twelve months have been included in Other financial assets (Refer Note 6).

(i) Refer note 56 for classification of financial instruments
(ii)There are no repatriation restrictions with regard to cash and cash equivalents

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

Note No.	Particulars	As at March 31,2023	As at March 31,2022
12	**Bank balance other than cash and cash equivalents**		
	Balances with bank held as margin money deposits as against bank guarantees	5.26	50.00
	In deposit accounts	308.70	-
	Unpaid dividend account	0.04	-
	Total	**314.00**	**50.00**

(i) Refer note 56 for classification of financial instruments
(ii) There are no repatriation restrictions with regard to cash and cash equivalents

Note No.	Particulars	As at March 31,2023	As at March 31,2022
13	**Loans**		
	Unsecured, considered good		
	Loans to related parties	-	30.17
	Others		
	Loans to employees	0.49	0.47
	Total	**0.49**	**30.64**

(i) Financial instruments
Refer note 56 for classification of financial instruments
(ii) Impairment of financial assets
Provision for impairment has been made in line with accounting policy no.22
(iii) Related party disclosure
For related party disclosure refer note 53

Note No.	Particulars	As at March 31,2023	As at March 31,2022
14	**Other financial assets**		
	Unsecured, considered good		
	Interest accrued but not due on deposits	7.18	3.05
	Other deposits	1.54	1.20
	Rent deposit	3.31	11.65
	Security deposits	4.53	11.31
	Staff advance	-	0.06
	Tender deposit	2.24	1.53
	Total	**18.80**	**28.80**

(i) Financial instruments
Refer Note 56 for classification of financial instruments
(ii) Impairment of financial assets
Provision for impairment has been made in line with accounting policy no. 22
(iii) Related party disclosure
For related party disclosure refer note 53

Note No.	Particulars	As at March 31,2023	As at March 31,2022
15	**Other current assets**		
	Unsecured, considered good		
	Advance to suppliers	10.66	4.89
	Others		
	Prepaid expenses	15.44	17.78
	Balance with government authorities	6.66	1.75
	Unbilled revenue	534.27	228.64
	Contract Asset	20.71	-
	Other receivables	0.30	-
	Total	**588.04**	**253.06**

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

Note No.	Particulars	As at March 31,2023	As at March 31,2022
16	**Share capital**		
	Authorised share capital		
	12,30,00,000(2022: 12,30,00,000) equity shares of INR 5 each	615.00	615.00
	2,50,00,000 (2022: 2,50,00,000) Preference shares of INR 10 each	250.00	250.00
	Total	865.00	865.00
	Equity share capital		
	(i) Issued, Subscribed and fully paid up share capital		
	7,49,73,820(2022: 7,01,79,692) equity shares of INR 5 each	374.87	350.90

(ii) Reconciliation of the equity share outstanding at the beginning and at the end of the year:

Particulars	As at March 31, 2023 No. of Shares	As at March 31, 2023 Amount	As at March 31,2022 No. of Shares	As at March 31,2022 Amount
Share outstanding at the beginning of the year	7,01,79,692	350.90	7,01,79,692	350.90
Add: Share issued during the year	78,92,679	39.46	-	-
Less: Shares held by eMudhra Employee Stock Option Trust	30,98,551	15.49	-	-
Share outstanding at the end of the year	7,49,73,820	374.87	7,01,79,692	350.90

(iii) Details of shareholders holding more than 5% shares in the group

Name of the Shareholder	As at March 31, 2023 No. of Shares	As at March 31, 2023 % Holding	As at March 31,2022 No. of Shares	As at March 31,2022 % Holding
V Srinivasan	2,71,22,543	34.74%	3,04,11,800	43.33%
Taarav Pte Ltd	1,38,42,877	17.73%	1,83,59,123	26.16%
Lakshmi Kaushik	56,97,159	7.30%	62,01,466	8.84%
Arvind Srinivasan	31,54,646	4.04%	66,36,515	9.46%
eMudhra Employees Stock Option Trust	30,98,551	3.97%	60,57,801	8.63%

(iv) Terms, Rights, preferences and restrictions attaching to each class of shares

Particulars	As at March 31,2023	As at March 31,2022
a. Shares reserved for issue under options and contracts: commitments for the sale of shares: disinvestment	-	-
b. The aggregate value of calls unpaid (including Directors and Officers of group)	-	-
c. Shares forfeited	-	-

d. The parent company has only one class of equity shares having par value Rs. 5 per share each holder of equity share is entitled to one vote per share. Each share holder has a right to receive the dividend declared by the parent company. On winding up of the parent company the equity share holders will be entitled to get the realise value of the remaining assets of the parent company, if any, after distribution of preferential amounts as per law. The distribution will be in proportion to the number of equity shares held by the share holders.

(v) During previous five years the parent company has not bought back its shares

(vi) During the previous five years the parent company has not allotted any shares as fully paid up pursuant to contract without payment being received in cash

(vii) During the previous five years the parent company not allotted any shares as fully paid up by way of bonus shares

(viii) Details of share holding of Promoter and Promoter Group

Name of Shareholder	As at 31st March 2023 No. of Equity shares held	As at 31st March 2023 % of holding	As at 31st March 2023 % Change during the Year	As at 31st March 2022 No. of Equity shares held	As at 31st March 2022 % of holding	As at 31st March 2022 % Change during the Year
V Srinivasan	2,71,22,543	34.74%	-8.59%	3,04,11,800	43.33%	8.73%
Taarav Pte Ltd	1,38,42,877	17.73%	-8.43%	1,83,59,123	26.16%	0.00%
Arvind Srinivasan	31,54,646	4.04%	4.04%	66,36,515	0.09	0.00%
Kaushik Srinivasan	9,25,880	1.19%	1.19%	14,36,518	0.02	0.00%

(ix) Final Dividend

Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
(a) Final dividend for FY 2021-22	97.59	-

(x) Private placement of parent company

The Board of Directors of parent company vide its meeting dated April 30, 2022 accorded approval to issue 16,03,618 equity shares at price of Rs.243.20 per share (Par value of Rs 5 - per equity share and premium of Rs 238.20 per equity share) on preferential basis through private placement to various investors. Accordingly, the parent company has allotted those shares to those investors on 05th May 2022 and the proceeds from this private placement have been utilised for the purpose as approved and filed with the appropriate authorities.

SURI & CO.
Bangalore
560 027
Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

Note No.	Particulars	As at March 31,2023	As at March 31,2022
17	**Other equity**		
	Capital redemption reserve [refer note 17.1 below]	283.43	197.43
	Preference share capital [refer note 17.7 below]	-	86.00
	Securities Premium [refer note 17.2 below]	1,857.43	-
	Retained earnings [refer note 17.3 below]	1,295.96	860.02
	Capital reserve on consolidation	9.91	-
	Foreign currency translation reserve[refer note 17.4 below]	63.79	19.83
	Total other comprehensive income [refer note 17.5 below]	3.38	8.64
	Share based payment reserve [refer note 17.6 below]	27.19	5.24
		3,541.09	**1,177.16**
17.1	**Capital redemption reserve**		
	Balance at the beginning of the year	197.43	200.26
	Add: Transactions during the year	-	-
	Add: Adjusted against securities premium	-	(2.83)
	Add: transferred from retained earnings	86.00	-
	Balance as at the end of the year	**283.43**	**197.43**
17.2	**Securities premium**		
	Balance at the beginning of the year	-	0.63
	Add: Issue of equity shares	1,960.54	-
	Add: Exercise of stock options by employees	9.81	-
	Less: Transaction costs on issue of equity shares	(112.92)	-
	Less: Adjusted against buy- back of preference shares	-	0.63
	Balance as at the end of the year	**1,857.43**	-
17.3	**Retained earnings**		
	Balance at the beginning of the year	860.02	447.30
	Profit/ (Loss) for the year	616.77	414.04
	Less: Transfer to capital redemption reserve	86.00	-
	Less: Adjusted from opening balance	-	1.40
	Less: Dividend paid (Including preference dividend of INR 4.41 million)	94.83	2.72
	Balance as at the end of the year	**1,295.96**	**860.02**
17.4	**Foreign currency translation reserve**		
	Balance at the beginning of the year	19.83	(12.16)
	Add: Exchange difference on translation of foreign operation	43.96	31.99
	Balance as at the end of the year	**63.79**	**19.83**
17.5	**Other comprehensive income for the year**		
	Balance at the beginning of the year	8.64	0.66
	Add: Other comprehensive income for the year	(4.64)	7.98
	Add: Exchange fluctuation	(0.62)	-
	Balance as at the end of the year	**3.38**	**8.64**
17.6	**Share based payment reserve**		
	Balance at the beginning of the year	5.24	-
	Add: Employee stock compensation expense during the year	31.64	5.24
	Add: Exchange fluctuation	0.12	-
	Less: Transferred to Securities premium for options exercised	(9.81)	-
	Balance as at the end of the year	**27.19**	**5.24**
17.7	**Preference Share capital**		
	(i) Issued, Subscribed and fully paid up share capital		
	Nil (2022: 8,60,000) equity shares of INR 10 each	-	86.00

(ii) Reconciliation of the number of shares outstanding at the beginning and at the end of the year:

Name of the Shareholder	As at March 31,2023		As at March 31,2022	
	No. of Shares	Amount	No. of Shares	Amount
Share outstanding at the beginning of the year	8.60	86.00	8.6	86.00
Add: Share issued during the year	-	-	-	-
Less: Redeemed during the year	(8.60)	(86.00)	-	-
Share outstanding at the end of the year	-	-	**8.60**	**86.00**

(iii). Details of shareholders holding more than 5% in the holding company

Name of the Shareholder	As at March 31,2023		As at March 31,2022	
	No. of Shares	% Holding	No. of Shares	% Holding
V. Srinivasan	-	-	6.65	0.78
Lakshmi Kaushik	-	-	0.97	0.11
Aishwarya Arvind	-	-	0.97	0.11

(iv) Dividend

Particulars	For the year ended 31st March 2023	For the year ended 31st March 2022
(a) Final dividend for FY 2021-22	2.58	-
(b) Final dividend for FY 2022-23	1.83	-

(vi) These Preference shares amounting to INR 86 are issued to the promoter group at a face value of INR 10 each. The shares had a 3% coupon rate until its redemption and grouped under other equity. The preference shares are redeemed on December 15 2022.

Nature and purpose of the reserves

Securities premium

Securities premium is created out of the premium on issue of equity shares. The reserve is utilised in accordance with the provisions of Companies Act, 2013

Other Comprehensive income

Other Comprehensive income are those gains/ losses which are not yet realised and excluded from the statement of profit and loss. It consist of remeasurement of the net defined benefit liability and foreign currency translation reserve on consolidation of subsidiary companies.

Capital redemption reserve

Capital redemption reserve is created by transfer from retained earnings an amount equal to face value of shares bought back or redeemed. This reserve is utilised in accordance with the Provisions of Companies Act, 2013.

Share based payment reserve

The reserve related to employee share based payment plans granted by the parent company to the employees of the group. Further information about share based payment to employees is set out in note 55.

Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

Note No.	Particulars	As at March 31,2023	As at March 31,2022
18	**Borrowings**		
	Secured		
	Term loan from bank	-	288.03
	Total borrowings	-	**288.03**
	Less: Current maturities of long term debts	-	90.34
	Total	-	**197.69**

(i) Current maturities of term loans are disclosed under current borrowings - Refer note 24
(ii) Terms of loan and Nature of security - Refer 18.1
(iii) Refer note 56 for classification of financial instruments
(iv) Period and amount of continuing default - Nil

18.1 **Term loan from Bank:**

A The parent company has obtained term loan of INR 150 (Term loan-1) for construction of digital signature campus at Devanahalli KIADB IT park, Bengaluru from M/s Canara bank and later this loan facility was taken over by M/s Kotak Mahindra bank Limited (referred as "lender")during May 2019 with an enhancement of INR 100 (Term loan-2) loan towards the same purpose. During FY 2021, lender has sanctioned additional working capital term loan of INR 55.8 (WCTL) under ECLGS scheme(Emergency Credit Line Guarantee Scheme).These loans are fully secured and the details of the same are as below:

1.)Primary Security: First and exclusive charge on all existing and future current assets, movable assets, movable fixed assets, tangible and intangible assets of the parent company.

2.) Collateral Security: Memorandum of deposit of title deeds of lease hold property (leased for 99 years) KIADB land located at plot no 12-P1-A & 12-P1-B of Bengaluru Industrial area in Sy No 95/P & 7 (Block no 21, 22 & 24) of B K Palya village, Jala Hobli, Bangalore.

Interest:
Term Loan: 6 months repo rate with spread of 2.8%
Working capital term loan : Fixed rate at 8% p.a
During the year, the parent company has preclosed the term loan as per the object clause of Initial Public offer.

Note No.	Particulars	As at March 31,2023	As at March 31,2022
19	**Lease Liabilities**		
	Lease Liability	61.97	103.27
	Total	**61.97**	**103.27**
	(i) Financial instruments		
	Refer Note 56 for classification of financial instruments		
20	**Other financial liabilities**		
	Security deposit from customers	-	-
	Total	-	-
21	**Provisions**		
	Non current		
	Employee benefits		
	Compensated absences [refer note 54]	1.88	1.43
	Gratuity [refer note 54]	25.73	26.06
	Total	**27.61**	**27.49**
23	**Other non-current liabilities**		
	Contract liability		
	Deferred Revenue	0.05	2.98
	Total	**0.05**	**2.98**
24	**Borrowings**		
	Secured		
	Loans repayable on demand - from banks		
	Working capital demand loan	-	125.24
	Current maturities of long term debts	-	90.34
	Unsecured		
	From Other related parties	156.50	11.13
	From director	-	119.51
	Total	**156.50**	**346.22**

(i) Terms of loan and Nature of Security - Refer 24.1
(ii) Period and amount of continuing default - Nil
(iii) Refer note 56 for classification of financial instruments
(iv) Related party disclosure : Refer Note 53 for Related Party Disclosures
(v) The loan from director and other related parties are interest free and are repayable on demand

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

24.1 **Working capital demand loan:**

A **From ICICI Bank:**
The parent company has taken two working capital limits against deposits from M/s ICICI Bank Limited with an overall limit of INR 47.50 during February 2021 and July 2021. These loans are repayable on demand.
Nature of Security: Fully secured against fixed deposit
This facility is 100% secured on fixed deposit made with this bank amounting to INR 50.00

B **From Kotak Mahindra Bank Limited**
The parent company had working capital facility from M/s Canara Bank and which was taken over by M/s Kotak Mahindra Bank Limited with a limit of INR 80.00. The parent Company has taken an adhoc unsecured loan of INR 20 from M/s Kotak Mahindra Bank in August 2021 which has been fully repaid during September 2021.

Nature of Security:
1. Primary Security: Secured against receivables and inventory.
2. Collateral Security: (a) Proposed memorandum of deposit of title deeds of lease hold property (leased for 99 years) KIADB land measuring 3 acres located at plot no 12-P1-A & 12-P1-B of Bengaluru Industrial area in Sy No 95/P & 7 (Block no 21, 22 & 24) of B K Palya village, jala Hobli, Bangalore North taluk, Bengaluru Urban Dist..

25	**Lease Liabilities**		
	Current Liability of Lease	34.75	24.13
	Total	**34.75**	**24.13**
26	**Trade payables**		
	Dues to micro enterprises and small enterprises (Refer note 49)	54.13	2.63
	Dues to creditors other than micro enterprises and small enterprises		
	Others	128.01	141.09
	Total	**182.14**	**143.72**
	(i) Financial instruments : Refer Note 56 for classification of financial instruments.		
	(ii) Related party disclosure : Refer Note 53 for Related Party Disclosures		
	(iii) Refer note 52 for trade payables ageing schedule		
27	**Other financial liabilities**		
	DSC Portal deposit	2.71	9.01
	Interest accrued but not due on term loan	-	1.20
	Unpaid dividend	0.04	-
	Other advances from customers	0.03	0.30
	Employee benefits payable	47.49	3.04
	Security deposit from customers	2.53	2.53
	Capital creditors	4.75	12.84
	Total	**57.55**	**28.92**
	(i) Refer note 56 on classification of financial instruments		
28	**Other current liabilities**		
	Deferred Revenue	38.79	27.29
	Statutory dues	23.51	19.27
		62.30	**46.56**
29	**Provisions**		
	Current		
	Employee benefits		
	Bonus	34.37	43.24
	Compensated absences [refer note 54]	3.13	2.37
	Gratuity [refer note 54]	2.09	(1.59)
	Total	**39.59**	**44.02**
30	**Current Tax Liabilities (Net)**		
	Provision for tax, net	27.20	67.47
	Total	**27.20**	**67.47**

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

Note No	Particulars	As at March 31,2023	As at March 31,2022
22	**Deferred tax Liabilities (Net)**		
	Deferred tax (asset)/liability, net		
	Deferred tax liabilities	38.25	24.74
	Deferred tax assets	(12.60)	(6.82)
	Total	**25.65**	**17.92**

Deferred tax balance

Particulars	As at March 31, 2023	As at March 31, 2022
Deferred tax in relation to:		
Property, plant and equipment	37.88	24.74
Provision for employee benefits	(6.43)	(5.65)
Right of use assets and lease liability	(3.91)	(1.16)
Financial assets	0.37	-
Others	(2.26)	(0.01)
Total	**25.65**	**17.92**

2022-23	Opening Balance	Recognised in profit or loss	Recognised in Other comprehensive income	Closing balance
Deferred tax liabilities/(assets) in relation to				
Property, plant and equipment	24.74	13.14	-	37.88
Provision for employee benefits	(5.65)	(0.78)	-	(6.43)
Remeasurement of defined benefit obligation	-	1.47	(1.47)	-
Right of Use and Lease liability	(1.16)	(2.75)	-	(3.91)
Financial assets	-	0.37	-	0.37
Others	(0.01)	(2.25)	-	(2.26)
Total	**17.92**	**9.20**	**(1.47)**	**25.65**

2021-22	Opening Balance	Recognised in profit or loss	Recognised in Other comprehensive	Closing balance
Deferred tax liabilities/(assets) in relation to				
Property, plant and equipment	19.47	5.27	-	24.74
Provision for employee benefits	(4.66)	(0.99)	-	(5.65)
Right of Use and Lease liability	(1.16)	-	-	(1.16)
Others	(0.01)	-	-	(0.01)
Total	**13.64**	**4.28**	-	**17.92**

(i) Tax Expense

a) Recognised in statement of profit and loss

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Current tax		
In respect of the current year	118.35	88.94
In respect of prior years	(5.74)	-
	112.61	**88.94**
Deferred tax		
In respect of the current year - DT	9.20	4.28
Total	**9.20**	**4.28**
Total tax expense	**121.81**	**93.22**

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

amounts are in INR million, unless otherwise stated)

b) Recognised in Other comprehensive Income

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Deferred tax		
In respect of the current year - OCI	1.47	-
Total	**1.47**	**-**

c)The reconciliation between the provision for income tax of the company and amounts computed by applying the Indian Statutory income tax rates to profit before taxes is as follows:

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Profit before Tax	733.79	504.58
Enacted income tax rate in India	25.17%	25.17%
Computed expected tax expenses	**184.68**	**126.99**
Effect of:		
Differential tax rates of branches/ Subsidiaries operating in other jurisdiction	(58.88)	(42.14)
Expenses that are not deductible in determining taxable profit	(5.04)	(3.08)
Others	(4.69)	11.45
Reversal of tax provisions of previous year	5.74	-
	(62.87)	**(33.77)**
Income tax expenses recognized in the statement of Profit and loss	**121.81**	**93.22**

The parent company and subsidiaries incorporated in India have utilised the option given u/s 115BAA and accordingly the tax rate applicable is 25.17%.

SURI & CO.
Bangalore
560 027
Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

Note No.	Particulars	For the year ended March 31,2023	For the year ended March 31,2022
31	**Revenue from operations**		
	Sale of software/solutions services	2,165.85	1,536.08
	Sale of products	321.72	290.29
	Total	**2,487.57**	**1,826.37**

(i) Disaggregation of revenue

Revenue earned by the group is disaggregated by its sources based on its key operating segments as disclosed in Note 58

(ii) Reconciliation of revenue recognised in Statement of Profit and Loss with contract Price

Revenue as per the Statement of Profit and Loss		
Sale of software solutions/services	2,165.85	1,536.08
Sale of Products	321.72	290.29
Total (a)	**2,487.57**	**1,826.37**
Add/ (less) adjustment to contract price		
Foreign Exchange variation claim	-	-
Price revision	-	-
Discount and rebate offered	-	-
Others	-	-
Total adjustment (b)	-	-
Contract price (a+b)	**2,487.57**	**1,826.37**

(iii) Satisfaction of performance obligation

a. In majortiy of the contracts performance obligation is satisfied "at a point in time" which is primarily determined on customer obtaining the control of the asset. Revenue from licenses where the customer obtains a "right to use" the license are recognised at the time the license is made available to the customer.

b. In Contracts with multiple performance obligations, revenue is recognised using percentage of completion method on satisfaction of each performance obligation.

c. Contract with the customer normally do not contain significant financing component and any advance payment received and /or amount retained by customer is with intention of protecting either parties to the contract.

d. Variable consideration primarily consists of discounts, rebates, price concessions, incentives and performance bonuses which are reduced from the transaction price, if specified in the contract with customer/ based on customary business practices.

e. Warranties provided are mainly in the nature of performance warranty

f. In case of AMC contracts, output method is used to recognise revenue where passage of time is the criteria for satisfaction of performance obligation.

g. For revenue recognition in respect of performance obligation satisfied at a "point in time" the following criteria is used for determining whether the customer has obtained "Control on asset"

i. Transfer of significant risk and rewards

ii. Customer has legal right/title to the asset

iii. The entity has transferred the physical possession of the asset

iv. Customer has accepted the asset

v. Entity has the present right to payment for the asset

h. Transaction price is typically determined based on contract entered into with customer. Allocation of transaction price in respect to multiple obligation is based on relative standalone selling price.

i. The estimated amount of variable consideration is adjusted in the transaction price only to the extentthat it is highly probable that a significant reversal in the amount of cumulative revenue recognized willnot occur and is reassessed at the end of each reporting period.

j. The group classifies its right to consideration as either trade receivables or Contract asset. The Company's receivables are rights to consideration that are unconditional.

Unbilled revenue comprising revenue in excess of billing where the right to consideration is unconditional and is due only after passage of time.

k. No non-cash considerations are received/given during the current/previous year.

l. Remaining Performance obligation

The remaining performance obligation disclosure provides the aggregate amount of the transaction price yet to be recognised as at the end of the reporting period and an explanation as to when the group expects to recognise these amounts in revenue. Applying the practical expedient as given in Ind AS 115, the group has not disclosed remaining performance obligation related disclosures for contracts where the revenue recognised corresponds directly with the value to the customer of the entity;s performance completed to date, typically those contracts where invoicing is on time-and-material and unit of work based contracts. Remaining performance obligation estimates are subject to change and are affected by several factors, including terminations, changes in scope of contracts, periodic revaluations, adjustment for revenue that has not materialised and adjustments for currency fluctuations.

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

Note No.	Particulars	For the year ended March 31,2023	For the year ended March 31,2022
32	**Other income**		
	Interest income of fixed deposit	33.05	3.11
	Foreign exchange gain	9.58	1.29
	Interest income on security deposit	0.64	-
	Profit on sale of mutual fund	0.49	
	Other miscellaneous income	7.76	2.30
	Interest income on income tax refund	-	0.21
	Net gain on assets measured at fairvalue through profit/ loss	1.47	-
	Provisions no longer required written back	-	4.07
	Total	**52.99**	**10.98**
33	**Operating expenses**		
	Commission expenses	32.18	65.09
	Licence fee expenses	-	-
	Other direct operating expenses	255.08	43.75
	Payment gateway charges	5.19	4.60
	Postage and courier charges	8.10	6.33
	Total	**300.55**	**119.77**
34	**Purchase of stock-in-trade**		
	Purchase of crypto token/hardware's	285.21	302.89
	SSL Certificates	2.41	8.43
	Total	**287.62**	**311.32**
35	**Changes in inventories of stock-in-trade**		
	Stock in trade		
	Opening stock:		
	Crypto token/HSM/SSL	21.38	7.13
		21.38	7.13
	Closing stock:		
	Crypto token/HSM/SSL	10.34	21.38
		10.34	21.38
	Total	**11.04**	**(14.25)**
36	**Employee benefits expenses**		
	Gratuity (refer Note No. 54)	6.56	6.73
	Salaries, allowances and bonus	530.08	427.88
	Contribution to provident and other funds (refer note 54)	17.93	15.58
	Share based payment (refer note 55)	31.64	5.24
	Compensated absence (refer Note No. 54)	1.80	(0.87)
	Employee insurance expenses	15.46	7.55
	Staff welfare expenses	40.14	15.86
	Total	**643.61**	**477.97**

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

Note No.	Particulars	For the year ended March 31,2023	For the year ended March 31,2022
37	**Finance costs**		
	Interest on term loans	3.97	21.79
	Interest on lease liabilities	20.00	16.41
	Interest on income tax	7.77	-
	Interest on overdraft/cash credit facilities	1.59	7.40
	Total interest on financial liabilities carried at amortised cost	**33.33**	**45.60**
	Interest on delayed payment of statutory dues	0.52	-
	Total	**33.85**	**45.60**
38	**Depreciation and amortisation expense**		
	Amortisation on other intangible assets	84.88	78.44
	Depreciation on Right-of-use assets	35.53	29.14
	Depreciation on plant, property and equipment	38.04	23.12
	Total	**158.45**	**130.70**
39	**Other expenses**		
	Auditors' remuneration [refer note 39.1 below]	1.70	1.29
	Business promotion and advertisements	99.68	67.12
	Communication expenses	18.79	15.02
	Contribution for corporate social responsibility expenses[refer note 50]	4.97	2.41
	Power and fuel expenses	13.82	9.39
	Fees rates and taxes	15.14	22.11
	Information technology expenses	14.01	15.43
	Insurance expenses	3.67	2.37
	Legal and professional expenses	83.31	50.42
	Miscellaneous expenses	1.89	0.50
	Office maintenance expense	19.71	12.04
	Printing and stationary	1.52	1.33
	Short term leases	26.50	43.46
	Repair and maintenance		
	- Plant and machinery	13.55	1.60
	- Others	4.57	1.30
	Provision for doubtful debts	8.54	4.74
	Net bad debts written off	0.70	
	Travelling and conveyance	39.58	11.13
	Total	**371.65**	**261.66**
39.1	**Payment to statutory auditors**		
	As Auditor towards:		
	Statutory audit	1.01	0.93
	Tax audit	0.15	0.15
	Other matters	0.54	0.21
	Total	**1.70**	**1.29**

SURI & CO. ★ Bangalore 560 027 ★ Chartered Accountants

eMudhra Limited ★

(All amounts are in INR million, unless otherwise stated)

Sl No	Particulars		As at March 31,2023	As at March 31, 2022
40	**Earnings per share**			
	Basic:			
	Profit after tax	A	616.77	411.36
	Weighted average number of shares outstanding	B	7,38,59,545	7,01,79,692
	Basic EPS	A/B	8.35	5.86
	Diluted			
	Profit after tax	C	616.77	411.36
	Weighted average number of equity shares outstanding as at the end of the year		7,38,59,545	7,01,79,692
	Add: Weighted average number of equity Shares held by eMudhra employees Stock Option trust		30,98,551	-
	Weighted average number of equity shares outstanding during the year - Diluted	D	7,69,58,096	7,01,79,692
	Diluted EPS	C/D	8.01	5.86

41a Consolidation Procedure

The Consolidated Financial Statements comprise the financial statements of the parent company and its subsidiaries consolidated for all entities which are controlled by the parent company. Control exists when the parent has power over an investee, exposure or rights to variable returns from its involvement with the investee and ability to use its power to affect those returns. Power is demonstrated through existing rights that give the ability to direct relevant activities, those which significantly affect the entity's returns. Subsidiaries are consolidated from the effective date the control commences and ceases when the control is lost.

The Consolidated Financial Statements ("CFS") have been prepared on the basis of audited financial statements of the parent Company viz., emudhra Limited, its subsidiaries viz., eMudhra (MU) Limited (Wholly owned Subsidiary), eMudhra Technologies Limited (Wholly owned Subsidiary), eMudhra consumer Services Limited (Wholly owned Subsidiary), eMudhra INC (Share Holding 100%), eMudhra PTE Limited (Share Holding 100%), eMudhra DMCC (Share Holding 100%), eMudhra BV (Share Holding 100%), PT eMudhra Technologies Indonesia (Share Holding 59%) and eMudhra employees stock option trust.

For preparation of consolidated financial statements of the Group, the financial statements of the company and its subsidiaries have been combined on a line-by-line basis by adding together book values of like items of assets, liabilities, income and expenses after eliminating intra-group balances and transactions and resulting unrealized gain/loss. The consolidated financial statements are prepared by applying uniform accounting policies in use by the Group. Deferred tax assets and deferred tax liability have been offset wherever the Group has a legally enforceable right to set off current tax assets against current tax liability and where the deferred tax assets and deferred tax liabilities relates to income taxes levied by the same taxation authority.

41b The excess / deficit of cost to the parent company of its investment in the subsidiaries over its portion of equity at the respective dates on which investment in such entities were made are recognized in the financial statements as goodwill /capital reserve. The Group tests for impairment of goodwill at each balance sheet date. When the Group identifies that the goodwill has been impaired, the goodwill to the extent impaired is recognized in the Consolidated Statement of Profit and Loss.

41c Non Controlling interests in the net results of operations and the net assets of the subsidiaries represent that part of the profit / loss and the net assets not attributable to the parent company.

41d Additional information disclosed in individual financial statements of the parent and subsidiaries / Associate having no bearing on the true and fair view of the consolidated financial statements and also the information pertaining to the items which are not material have not been disclosed in the consolidated financial statements.

42 Statement of Compliance

The Financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) [as notified under section 133 of the Companies Act, 2013 (the "Act") read with rule 3 of the companies (Indian Accounting Standard) Rules, 2015], and other relevant provision of the Act.

43 Impairment of Assets

Group has analysed indications of impairment of assets. On the basis of assessment of internal and external factors, none of the assets has found indications of impairment of its assets.

44 Contractual commitments

Particulars	As at March 31,2023	As at March 31,2022
a) Estimated amount of contracts remaining to be executed on capital account and not provided as on 31st March (Net of advances)	3.13	-
b) Other commitments i.e. non cancellable contractual commitments (i.e. cancellation of which will result in a penalty disproportionate to the benefits involved) as on 31st March	-	-
Total	3.13	-

45 Contingent Liabilities

Particulars	As at March 31,2023	As at March 31,2022
(a) Claims not acknowledged as debts		
- Income tax Appeal (refer note (a))	32.29	32.29
(b) Outstanding letters of credit	-	-
(c) Others	-	-
	32.29	**32.29**

(a) The parent company have filed writ petition (WP 52898/2019) which is pending with Honourable High Court of Karnataka against Decommissioner of Income Tax Circle2(1)(2), Bangalore against their Assessment Order for the AY 2012-13 to levy income tax under section 143 r.w.s. 147 of Income Tax Act,1961.

(b) The parent company have 2 legal cases (March 31,2022: 2 cases) in various courts in the country. In all these cases, we do not foresee any financial implications.

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

46 **Contingent assets**

Particulars	As at March 31,2023	As at March 31,2022
Nil	-	-
Total	-	-

47 **Foreign Exchange Exposure**

Pursuant to the announcement of the ICAI requiring the disclosure of "Foreign Exchange Exposure", the major currency wise exposure has on 31st March 2023 is give below. (Previous year figures are shown in brackets).

Currency	Payable		Receivable	
	Foreign Currency	Indian Rupee Equivalent	Foreign Currency	Indian Rupee Equivalent
USD	0.01	1.07	2.46	201.84
USD	-	-	(0.23)	(17.08)
EURO	-	-	-	-
EURO #	-	(0.14)	-	-

Foreign Exchange Exposure towards contingent liability is Nil (2022: Nil)
Amount is below the round off norm adopted by the group

48 The Code on Social Security, 2020 ("the Code") relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The group will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

49 The information regarding dues to Micro and Small Enterprises as required under Micro, Small & Medium Enterprises Development (MSMED)Act, 2006 as on 31st March 2023 is furnished below:

Particulars	2022-23	2021-22
a) The principal and the interest due thereon remaining unpaid as at 31st March:		
Principal*	54.13	2.63
Interest*	-	-
	54.13	**2.63**
b) The amount of interest paid by the group in terms of section 16 of the Micro, Small and Medium Enterprises Development Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during the year ending 31st March	-	-
Principal *	-	-
Interest *	-	-
c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro, Small and Medium Enterprises Development Act, 2006	-	-
d) The amount of interest accrued and remaining unpaid at the end of the reporting year ended 31st March	-	-
e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006	-	-

* The information regarding disclosure with respect to Micro, Small and Medium Enterprises Development Act, 2006 are furnished by the management and are relied upon by the auditors.

50 **Corporate Social Responsibility (CSR)**

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
i) Amount required to be spent by the parent company during the year	4.97	2.41
ii) Amount of expenditure incurred		
- on Construction activities	-	
- on other activities	3.80	2.41
iii) Shortfall at the end of the year	1.17	-
iv) Total of previous years shortfall	-	-
v) Details of related party transactions, e.g., contribution to a trust controlled by the holding company in relation to CSR expenditure as per relevant Accounting Standard	NA	NA
vi) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision	See note below	
vii) Reason for shortfall: The parent company is in the process of identification of projects to meet its obligation		
viii) Nature of CSR activities: Promotion of social health of society in large , promotion of education, employment and art		

The parent company has developed a CSR policy and also formed a CSR Committee in accordance with the requirements set out in section 135 of the Companies Act 2013. The areas of CSR activities are promoting education, promoting art and employment. The parent company has spent an amount of INR 3.80 (2022: INR 2.41) towards the above CSR activities.

Movement of CSR Provision

Particulars	As at 31st March 2023	As at 31st March 2022
i) As at 1st April	-	-
ii) Additional provision / appropriation recognised during the year	4.97	2.41
iii) Less: Amount used during the year	(3.80)	(2.41)
iv) Less: Amount reversed during the year	-	-
v) As at 31st March	**1.17**	-

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

51 Trade receivables ageing Schedule

Trade receivables ageing as at March 31, 2023

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	560.03	43.27	67.84	0.10	1.00	672.24
(ii) Undisputed Trade receivables – credit impaired	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – considered doubtful	-	-	-	5.68	2.86	8.54
(iv) Disputed Trade Receivables considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
Total	**560.03**	**43.27**	**67.84**	**5.78**	**3.86**	**680.78**

Note: The above amount does not include unbilled revenue of Rs. 534.27 and Contract asset of Rs. 20.71 disclosed under note 15.

Trade receivables ageing as at March 31, 2022

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	310.43	120.47	11.33	-	-	442.23
(ii) Undisputed Trade receivables – credit impaired	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – considered doubtful	-	-	-	1.88	2.86	4.74
(iv) Disputed Trade Receivables considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
Total	**310.43**	**120.47**	**11.33**	**1.88**	**2.86**	**446.97**

Note: The above amount does not include unbilled revenue of Rs. 228.64 disclosed under note 15.

52 Trade payables Ageing Schedule

Trade payables ageing as at March 31, 2023

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed dues						
(i) MSME	-	54.13	-	-	-	54.13
(ii) Others	78.82	48.11	0.75	0.33	-	128.01
Disputed dues						
(i) Disputed dues - MSME	-	-	-	-	-	-
(ii) Disputed - Others	-	-	-	-	-	-
Total	**78.82**	**102.24**	**0.75**	**0.33**	**-**	**182.14**

Trade payables ageing as at March 31, 2022

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed dues						
(i) MSME	-	2.63	-	-	-	2.63
(ii) Others	28.52	110.91	1.37	0.29	-	141.09
Disputed dues						
(i) Disputed dues - MSME	-	-	-	-	-	-
(ii) Disputed - Others	-	-	-	-	-	-
Total	**28.52**	**113.54**	**1.37**	**0.29**	**-**	**143.72**

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

53 **Related Party Transactions**

Disclosure related party transactions

1 **Particulars of group companies :**

Sl No	Name of the company	Relationship
1	Taarav PTE Limited	Enterprises in which key management personnel exercise significant influence
2	Smart Craft Private Limited	Enterprises in which key management personnel exercise significant influence
3	Cedar Grove Real Estates Private Limited	Enterprises in which key management personnel exercise significant influence
4	Bluesky Infotech [Partnership firm]	Enterprises in which key management personnel exercise significant influence

2 **Particulars of key managerial person**

Sl No	Entity Name	Name of the key management personnel		Relationship
		March 31, 2023	March 31, 2022	
1	eMudhra Limited			
		V. Srinivasan	V. Srinivasan	Chairman and Director
		Kaushik Srinivasan #	Kaushik Srinivasan #	Senior Vice President - Product Development
		Venu Madhava	Venu Madhava	Whole time director
		Saji K Louiz	Saji K Louiz	Chief financial officer
		Johnson Xavier	Johnson Xavier	Company secretary
		Biju Varghese **	Biju Varghese **	Senior Vice President and Head of Business Development
		AM Kiran **	AM Kiran **	Vice President - Operations
		Vijay Kumar **	Vijay Kumar **	Senior Vice President and Head - Technology
		Ashwin Jhansale ** ##	Ashwin Jhansale ** ##	Senior Vice President and Head of Channel Sales
		Janarthanan **	Janarthanan **	Senior Vice President and Head - Customer Success
		Lakshmi Kaushik **	Lakshmi Kaushik **	Relative of Key Managerial Personnel
		Aishwarya Aravind **	Aishwarya Aravind **	Relative of Key Managerial Personnel
		** As identified by the Nomination and Remuneration Committee of the Company. # Resigned from eMudhra Limited with effect from January 31,2023 and thereafter joined the subsidiary company, eMudhra DMCC, Dubai, with the same designation with effect from February 01,2023. ## Retired from the company with effect from April 15, 2023		
2	eMudhra (MU) Limited			
		Arvind Srinivasan	Arvind Srinivasan	Director
		Ashish Droowanand Bheekharry	Ashish Droowanand Bheekharry	Director
3	eMudhra Technologies Limited			
		V. Srinivasan	V. Srinivasan	Director
		Vijay Kumar	Vijay Kumar	Director
		Venu Madhava	Venu Madhava	Director
4	eMudhra Consumer Services Limited	V. Srinivasan	V. Srinivasan	Director
		Kaushik Srinivasan	Kaushik Srinivasan	Director
		Venu Madhava	Venu Madhava	Director
5	eMudhra DMCC			
		Arvind Srinivasan	Arvind Srinivasan	Director
		Manoj Kunkalienkar	NA	Director
		V. Srinivasan	V. Srinivasan	Director
6	eMudhra INC			
		V. Srinivasan	V. Srinivasan	Director
		Kaushik Srinivasan	Kaushik Srinivasan	Director
		Arvind Srinivasan	Arvind Srinivasan	Director
7	eMudhra PTE Limited			
		V. Srinivasan	V. Srinivasan	Director
		Arvind Srinivasan	Arvind Srinivasan	Director
		Barkes Bte Abdul Fazil	Barkes Bte Abdul Fazil	Director
8	eMudhra BV			
		Arvind Srinivasan	Arvind Srinivasan	Director
9	PT eMudhra Technologies Indonesia			
		V. Srinivasan	V. Srinivasan	Director
		Gita Kao	Gita Kao	Director
		Andrew Pangestu	Andrew Pangestu	Director

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

53 Related party disclosures

3 Transactions with Related Parties:

Sl No	Nature of transaction	Entity Name	Related party	Transactions 2022-23	Transactions 2021-22
1	**Sales of products/services**				
		eMudhra Limited			
			Bluesky Infotech [Partnership firm]	100.52	107.44
		eMudhra consumer Services Limited			
			Bluesky Infotech [Partnership firm]	-	1.41
2	**Purchase of products/services**				
		eMudhra Limited			
			Bluesky Infotech [Partnership firm]	11.83	38.68
3	**Loan Provided(received) Net**				
		eMudhra DMCC			
			Taarav PTE Limited	(90.32)	2.28
		eMudhra (MU) Limited			
			Taarav PTE Limited	(27.93)	-
		eMudhra INC			
			Taarav PTE Limited	(24.63)	-
		eMudhra PTE Limited			
			Taarav PTE Limited	(1.31)	-
4	**Commission paid**				
		eMudhra Limited			
			Bluesky Infotech	6.48	13.97

Note: Does not include fair value of employee stock options given to the employees of subsidiary companies.

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

53 Related party disclosures

4 Detailed transactions with key managerial persons

Sl No	Nature of transaction	Accounting entity	Related party	March 31,2023	2021-22
1	**Receipt(repayment) of loan, net**				
		eMudhra INC			
			V. Srinivasan	(19.50)	3.79
		eMudhra DMCC			
			V. Srinivasan	(65.40)	39.78
		eMudhra Limited			
			V. Srinivasan	(41.06)	41.06
		eMudhra PTE Limited			
			V. Srinivasan	-	(0.25)
		eMudhra Technologies Limited			
			V. Srinivasan	-	(3.60)
2	**Receipt of services**				
		eMudhra (MU) Limited	Ashish droowanand bheekharry	-	0.07
		eMudhra PTE Limited	Barkes bte abdul fazil	0.16	0.14
3	**Salary and allowances paid ***				
		eMudhra Limited			
			Venu Madhava	5.74	4.68
			Kaushik Srinivasan	5.17	5.17
			Saji K Louiz	5.91	4.07
			Johnson Xavier	3.15	1.89
			Biju Varghese	5.79	5.33
			AM Kiran	3.75	3.66
			Vijay Kumar	7.35	7.26
			Ashwin Jhansale	4.95	4.77
			Janarthanan	5.24	4.69
		eMudhra DMCC			
			Arvind Srinivasan	9.73	8.09
			V. Srinivasan	5.25	4.87
			Kaushik Srinivasan	1.31	-
4	**Dividend paid**	eMudhra Limited			
			V. Srinivasan	37.32	2.00
			Taarav PTE Limited	17.30	-
			Kaushik Srinivasan	1.16	-
			Lakshmi Kaushik	7.62	0.29
			Arvind Srinivasan	7.19	-
			Aishwarya Arvind	1.58	0.29
5	**Share issue expenses #**	eMudhra Limited			
			V. Srinivasan	20.96	-
			Taarav PTE Limited	27.53	-
			Kaushik Srinivasan	3.32	-
			Lakshmi Kaushik	3.28	-
			Arvind Srinivasan	5.38	-
			Aishwarya Arvind	0.87	-
6	**Redemption of Preference shares**	eMudhra Limited			
			V. Srinivasan	66.53	-
			Lakshmi Kaushik	9.73	-
			Aishwarya Arvind	9.73	-

Represents a portion of share issue expense incurred by the selling share holders

* Does not include post employment benefits based on actuarial valuation as this is done for the group as a whole.

Directors sitting fees:

The sitting fees paid to non executive Directors is INR 7.41 as at 31st March 2023 and INR 4.14 as on 31st March 2022 respectively

The Board of Directors has approved the payment of commission at 1% on the Net profit of the parent company to the Non Executive directors. The payment of commission are within the limit specified in section 198 of the Companies Act, 2013

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

53 Related party disclosures

5 Closing balances with Related Parties:

Sl No	Particulars	Accounting entity	Related party	March 31,2023	March 31,2022
1	Due to				
		eMudhra DMCC			
			V. Srinivasan	-	60.45
			Taarav PTE Limited	87.86	-
		eMudhra INC			
			V. Srinivasan	-	18.00
			Taarav PTE Limited	24.63	-
		eMudhra Limited			
			V. Srinivasan	-	41.06
		eMudhra PTE Limited			
			Taarav PTE Limited	16.08	13.41
		eMudhra (MU) Limited			
			Taarav PTE Limited	27.93	-
2	Due From				
		eMudhra DMCC			
			Taarav PTE Limited	-	2.28

SURI & CO. ★ Bangalore 560 027 ★ Chartered Accountants

eMudhra Limited ★

(All amounts are in INR million, unless otherwise stated)

54 Disclosures under Indian Accounting Standard 19

54(1) Parent Company - eMudhra Limited

a) Defined Contribution Plan
The Company makes contribution to Provident fund, which is a defined contribution plan for its qualifying employees. The Company recognised Rs. 16.56 (2022: Rs. 11.77) towards Provident fund and Employee State Insurance contribution in the Statement of Profit and Loss. The contribution payable to this plan by the Company is at rates specified in the rules of this Scheme.

b) Post Retirement Benefit - Defined Benefit Plan

The Company provides gratuity to employees in India as per Payment of Gratuity Act, 1972. The Company has a Gratuity Scheme for its employees, which is a funded plan. Every year, the Company remits fund to the Gratuity Trust to the extent of shortfall of the assets over the fund obligations, which is determined through actuarial valuation. As per the Gratuity Scheme, gratuity is payable to an employee on the cessation of his employment after he has rendered continuous service for not less than five years in the Company. For every completed year of service or part thereof in excess of six months, the Company shall pay gratuity to an employee at the rate of fifteen days salary based on the last drawn basic & dearness allowance.

The following table summarises the components of net benefit expense recognised in the Statement of Profit & Loss and amounts recognised in the Balance Sheet and the movement in the net defined benefit obligation over the years as per Actuarial valuation are as follows :

Particulars	2022-23	2021-22
(i) Present Value of Defined Benefit Obligation		
Balance at the beginning of the year	27.53	30.33
Current service cost	4.50	4.09
Interest cost	1.39	1.40
Actuarial (gain)/loss	5.64	(7.02)
Benefits paid	(1.34)	(1.27)
Balance at the end of the year	**37.72**	**27.53**
(ii) Fair value of Plan Assets		
Balance at the beginning of the year	8.36	7.09
Expected return on plan assets	0.48	0.37
Contribution	9.03	1.81
Actuarial gain/(loss)	0.30	0.36
Benefits paid	(1.34)	(1.27)
Balance at the end of the year	**16.83**	**8.36**
(iii) Assets and liabilities recognised in the Balance Sheet		
Present value of defined benefit obligation	37.72	27.53
Present value of plan assets	16.83	8.36
Amount recognised as assets/(liability)	**(20.89)**	**(19.17)**
Recognised under:		
Non Current provision (Refer Note 21)	(20.89)	(19.17)
Current provision (Refer Note 29)	-	-
Total	**(20.89)**	**(19.17)**
(iv) Expenses recognised in the Statement of Profit and Loss		
Current service cost	4.50	4.09
Interest cost	1.39	1.40
Expected return plan assets	(0.48)	(0.37)
Total expenses	**5.41**	**5.12**
Less: Transferred to Intangible assets under development	(0.79)	-
Net expenses	**4.62**	**5.12**
(v) Expenses recognised in the other comprehensive income		
Actuarial (gain)/loss	5.64	(7.02)
Return on Plan Assets	(0.30)	(0.36)
	5.34	**(7.38)**

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

(vi) Major Category of Plan Assets as % of total Plan Assets

Particulars	March 31, 2023	March 31, 2022
Insurer managed funds	100%	100%

(vii) Actuarial assumptions		
Discount rate	7.31%	5.77%
Salary growth	10.00%	10.00%
Attrition rate	Grade 2 - 0.00% Grade 3 - 14.00% Grade 4 - 13.00% Grade 5 - 24.00%	30.00%

viii) Sensitivity Analysis	**March 31, 2023**	**March 31, 2022**
Defined benefit obligation		
Discount Rate		
a. Discount rate - 100 basis points	40.08	28.42
a. Discount rate - 100 basis points impact (%)	6.25%	3.23%
b. Discount rate + 100 basis points	35.62	26.70
b. Discount rate + 100 basis points impact (%)	-5.58%	-3.02%
Salary increase rate		
a. Rate - 100 basis points	36.12	26.75
a. Rate - 100 basis points impact (%)	-4.25%	-2.85%
b. Rate + 100 basis points	39.37	28.34
b. Rate + 100 basis points impact (%)	4.36%	2.93%

(ix) Expected contribution to the fund for the year March 31, 2024 is INR 5.73 (March 31, 2023 is INR 6.96)

Notes:

1) The discount rate is based on the prevailing market yields of Indian government securities as at the balance sheet date for the estimated term of the obligation.
2) Expected rate of return on plan assets is based on our expectation of the average long term rate of return expected on investment of the fund during the estimated term of the obligations.

3) The salary escalation rate is the estimate of future salary increase considered taking into account the inflation, seniority, promotion and other relevant factors.

4) Sensitivity analysis involves changing one key actuarial assumption at a time keeping the other assumptions constant. Sensitivity analysis has been carried out using the Direct Method by re-running the entire valuation model for the changed assumptions by using magnitude of variation of plus or minus 100 basis points.
5) No change in the method and assumptions used for preparing sensitivity analysis as compared to previous year
6) Maturity profile of the gratuity defined benefit obligation is given below

Expected Future Cashflows

Particulars	March 31, 2023	March 31, 2022
Year 1	5.73	6.96
Year 2	4.35	5.77
Year 3	4.00	4.61
Year 4	5.09	3.70
Year 5	3.90	3.16
Year 6-10	16.26	7.13
Above 10 years	10.56	1.83

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eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

(c) Long Term Compensated Absences :

The Company has a Long Term Compensated Absence Scheme for its employees, which is a Non-Funded Scheme. The employees of the company are entitled to 18 days in a year and can maximum accumulate and carry forward to the extent of 18 days. The accumulated leaves are encashable on retirement, withdrawal, death and disability.

The following table summarises the components of net benefit expense recognised in the Statement of Profit & Loss and amount recognised in the Balance Sheet for the plan as furnished in the disclosure report provided by the Actuary :

Particulars	2022-23	2021-22
i) Expenses Recognised in the Statement of Profit & Loss :		
Net Expenses Recognised in the Statement of Profit & Loss	2.02	(1.12)
Less: Transferred to Intangible assets under development	(0.18)	-
	1.84	(1.12)
ii) Amounts to be recognised in Balance Sheet :		
Liability recognised in Balance Sheet	4.69	3.37
iii) Actuarial Assumptions :		
Discount Rate	7.31%	5.77%
Rate of increase in compensation level	10.00%	10.00%

iv) Based on past experience, the Company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months. The following amounts reflect leave that is expected to be taken or paid within the next 12 months/beyond 12 months.

Particulars	2022-23	2021-22
Current leave obligations expected to be settled within the next 12 months	2.93	2.09
Leave obligations expected to be settled beyond 12 months	1.76	1.28
Total	**4.69**	**3.37**

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

54 Disclosures under Indian Accounting Standard 19

54(2) Subsidiary Company - eMudhra consumer Services Limited

a) Defined Contribution Plan

The Company makes contribution to Provident fund, which is a defined contribution plan for its qualifying employees. The Company recognised Rs. 0.54 (2022: Rs. 0.99) towards Provident fund and Employee State Insurance contribution in the Statement of Profit and Loss. The contribution payable to this plan by the Company is at rates specified in the rules of this Scheme.

b) Post Retirement Benefit - Defined Benefit Plan

The Company provides gratuity to employees in India as per Payment of Gratuity Act, 1972. The Company has a Gratuity Scheme for its employees, which is a funded plan. Every year, the Company remits fund to the Gratuity Trust to the extent of shortfall of the assets over the fund obligations, which is determined through actuarial valuation. As per the Gratuity Scheme, gratuity is payable to an employee on the cessation of his employment after he has rendered continuous service for not less than five years in the Company. For every completed year of service or part thereof in excess of six months, the Company shall pay gratuity to an employee at the rate of fifteen days salary based on the last drawn basic & dearness allowance.

The following table summarises the components of net benefit expense recognised in the Statement of Profit & Loss and amounts recognised in the Balance Sheet and the movement in the net defined benefit obligation over the years as per Actuarial valuation are as follows :

Particulars	2022-23	2021-22
(i) Present Value of Defined Benefit Obligation		
Balance at the beginning of the year	1.15	1.11
Current service cost	0.21	0.27
Interest cost	0.05	0.05
Actuarial (gain)/loss	0.23	(0.13)
Benefits paid	-	(0.15)
Balance at the end of the year	**1.64**	**1.15**
(ii) Fair value of Plan Assets		
Balance at the beginning of the year	0.80	0.47
Expected return on plan assets	0.03	0.02
Contribution	0.81	0.43
Actuarial gain/(loss)	0.03	0.03
Benefits paid	-	(0.15)
Balance at the end of the year	**1.67**	**0.80**
(iii) Assets and liabilities recognised in the Balance Sheet		
Present value of defined benefit obligation	1.64	1.15
Present value of plan assets	1.67	0.80
Amount recognised as assets/(liability)	**0.03**	**(0.35)**
Recognised under:		
Non Current provision (Refer Note 21)	0.03	(0.35)
Current provision (Refer Note 29)	-	-
Total	**0.03**	**(0.35)**
(iv) Expenses recognised in the Statement of Profit and Loss		
Current service cost	0.21	0.27
Interest cost	0.05	0.05
Expected return plan assets	(0.03)	(0.02)
Total expenses	**0.23**	**0.30**
Less: Transferred to Intangible assets under development	-	-
Net expenses	**0.23**	**0.30**
(v) Expenses recognised in the other comprehensive income		
Actuarial (gain)/loss	0.23	(0.13)
Return on Plan Assets	(0.03)	(0.03)
	0.20	**(0.16)**

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

(vi) Major Category of Plan Assets as % of total Plan Assets

Particulars	March 31, 2023	March 31, 2022
Insurer managed funds	100%	100%

(vii) Actuarial assumptions		
Discount rate	7.29%	5.41%
Salary growth	10.00%	10.00%
Attrition rate	32.00%	41.00%

viii) Sensitivity Analysis

Defined benefit obligation	March 31, 2023	March 31, 2022
Discount Rate		
a. Discount rate - 100 basis points	1.68	1.18
a. Discount rate - 100 basis points impact (%)	2.56%	2.52%
b. Discount rate + 100 basis points	1.60	1.13
b. Discount rate + 100 basis points impact (%)	-2.41%	-2.40%
Salary increase rate		
a. Rate - 100 basis points	1.60	1.12
a. Rate - 100 basis points impact (%)	-2.74%	-2.76%
b. Rate + 100 basis points	1.69	1.19
b. Rate + 100 basis points impact (%)	2.86%	2.86%

(ix) Expected contribution to the fund for the year March 31, 2024 is INR 0.60 (March 31, 2023 is INR 0.34)

Notes:

1) The discount rate is based on the prevailing market yields of Indian government securities as at the balance sheet date for the estimated term of the obligation.
2) Expected rate of return on plan assets is based on our expectation of the average long term rate of return expected on investment of the fund during the estimated term of the obligations.

3) The salary escalation rate is the estimate of future salary increase considered taking into account the inflation, seniority, promotion and other relevant factors.

4) Sensitivity analysis involves changing one key actuarial assumption at a time keeping the other assumptions constant. Sensitivity analysis has been carried out using the Direct Method by re-running the entire valuation model for the changed assumptions by using magnitude of variation of plus or minus 100 basis points.
5) No change in the method and assumptions used for preparing sensitivity analysis as compared to previous year
6) Maturity profile of the gratuity defined benefit obligation is given below

Expected Future Cashflows

Particulars	March 31, 2023	March 31, 2022
Year 1	0.60	0.34
Year 2	0.27	0.28
Year 3	0.29	0.20
Year 4	0.22	0.18
Year 5	0.16	0.12
Year 6-10	0.37	0.19
Above 10 years	0.09	0.02

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

(c) Long Term Compensated Absences :

The Company has a Long Term Compensated Absence Scheme for its employees, which is a Non-Funded Scheme. The employees of the company are entitled to 18 days in a year and can maximum accumulate and carry forward to the extent of 18 days. The accumulated leaves are encashable on retirement, withdrawal, death and disability.

The following table summarises the components of net benefit expense recognised in the Statement of Profit & Loss and amount recognised in the Balance Sheet for the plan as furnished in the disclosure report provided by the Actuary :

Particulars	2022-23	2021-22
i) Expenses Recognised in the Statement of Profit & Loss :		
Net Expenses Recognised in the Statement of Profit & Loss	(0.06)	0.18
Less: Transferred to Intangible assets under development	-	-
	(0.06)	0.18
ii) Amounts to be recognised in Balance Sheet :		
Liability recognised in Balance Sheet	0.25	0.34
iii) Actuarial Assumptions :		
Discount Rate	7.29%	5.41%
Rate of increase in compensation level	10.00%	10.00%

iv) Based on past experience, the Company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months. The following amounts reflect leave that is expected to be taken or paid within the next 12 months/beyond 12 months.

Particulars	2022-23	2021-22
Current leave obligations expected to be settled within the next 12 months	0.16	0.22
Leave obligations expected to be settled beyond 12 months	0.09	0.11
Total	**0.25**	**0.33**

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

54 Disclosures under Indian Accounting Standard 19

54(3) Subsidiary Company - eMudhra Technologies Limited

a) Defined Contribution Plan
The Company makes contribution to Provident fund, which is a defined contribution plan for its qualifying employees. The Company recognised Rs. 0.14 (2022: Rs. 0.20) towards Provident fund and Employee State Insurance contribution in the Statement of Profit and Loss. The contribution payable to this plan by the Company is at rates specified in the rules of this Scheme.

b) Post Retirement Benefit - Defined Benefit Plan
The Company provides gratuity to employees in India as per Payment of Gratuity Act, 1972. The Company has a Gratuity Scheme for its employees, which is a funded plan. Every year, the Company remits fund to the Gratuity Trust to the extent of shortfall of the assets over the fund obligations, which is determined through actuarial valuation. As per the Gratuity Scheme, gratuity is payable to an employee on the cessation of his employment after he has rendered continuous service for not less than five years in the Company. For every completed year of service or part thereof in excess of six months, the Company shall pay gratuity to an employee at the rate of fifteen days salary based on the last drawn basic & dearness allowance.

The following table summarises the components of net benefit expense recognised in the Statement of Profit & Loss and amounts recognised in the Balance Sheet and the movement in the net defined benefit obligation over the years as per Actuarial valuation are as follows :

Particulars	**2022-23**	**2021-22**
(i) Present Value of Defined Benefit Obligation		
Balance at the beginning of the year	0.31	0.22
Current service cost	0.06	0.08
Interest cost	0.02	0.01
Actuarial (gain)/loss	0.31	-
Benefits paid	(0.22)	-
Balance at the end of the year	**0.48**	**0.31**
(ii) Fair value of Plan Assets		
Balance at the beginning of the year	0.33	0.20
Expected return on plan assets	0.01	0.01
Contribution	0.37	0.12
Actuarial gain/(loss)	0.01	-
Benefits paid	(0.22)	-
Balance at the end of the year	**0.50**	**0.33**
(iii) Assets and liabilities recognised in the Balance Sheet		
Present value of defined benefit obligation	0.48	0.31
Present value of plan assets	0.50	0.33
Amount recognised as assets/(liability)	**0.02**	**0.02**
Recognised under:		
Non Current provision (Refer Note 21)	0.02	0.02
Current provision (Refer Note 29)	-	-
Total	**0.02**	**0.02**
(iv) Expenses recognised in the Statement of Profit and Loss		
Current service cost	0.06	0.08
Interest cost	0.02	0.01
Expected return plan assets	(0.01)	(0.01)
Total expenses	**0.07**	**0.08**
Less: Transferred to Intangible assets under development	-	-
Net expenses	**0.07**	**0.08**
(v) Expenses recognised in the other comprehensive income		
Actuarial (gain)/loss	0.31	-
Return on Plan Assets	(0.01)	-
	0.32	-

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

(vi) Major Category of Plan Assets as % of total Plan Assets

Particulars	March 31, 2023	March 31, 2022
Insurer managed funds	100%	100%

(vii) Actuarial assumptions

Discount rate	7.36%	5.54%
Salary growth	10.00%	5.00%
Attrition rate	14.00%	36.00%

viii) Sensitivity Analysis

Defined benefit obligation	March 31, 2023	March 31, 2022
Discount Rate		
a. Discount rate - 100 basis points	0.52	0.32
a. Discount rate - 100 basis points impact (%)	8.53%	2.77%
b. Discount rate + 100 basis points	0.44	0.30
b. Discount rate + 100 basis points impact (%)	-7.41%	-2.62%
Salary increase rate		
a. Rate - 100 basis points	0.44	0.30
a. Rate - 100 basis points impact (%)	-7.71%	-3.12%
b. Rate + 100 basis points	0.52	0.32
b. Rate + 100 basis points impact (%)	8.31%	3.24%

(ix) Expected contribution to the fund for the year March 31, 2024 is INR 0.02 (March 31, 2023 is INR 0.07)

Notes:

1) The discount rate is based on the prevailing market yields of Indian government securities as at the balance sheet date for the estimated term of the obligation.

2) Expected rate of return on plan assets is based on our expectation of the average long term rate of return expected on investment of the fund during the estimated term of the obligations.

3) The salary escalation rate is the estimate of future salary increase considered taking into account the inflation, seniority, promotion and other relevant factors.

4) Sensitivity analysis involves changing one key actuarial assumption at a time keeping the other assumptions constant. Sensitivity analysis has been carried out using the Direct Method by re-running the entire valuation model for the changed assumptions by using magnitude of variation of plus or minus 100 basis points.

5) No change in the method and assumptions used for preparing sensitivity analysis as compared to previous year

6) Maturity profile of the gratuity defined benefit obligation is given below

Expected Future Cashflows

Particulars	March 31, 2023	March 31, 2022
Year 1	0.02	0.07
Year 2	0.04	0.07
Year 3	0.06	0.06
Year 4	0.06	0.05
Year 5	0.05	0.03
Year 6-10	0.23	0.06
Above 10 years	0.17	0.01

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

(c) Long Term Compensated Absences :

The Company has a Long Term Compensated Absence Scheme for its employees, which is a Non-Funded Scheme. The employees of the company are entitled to 18 days in a year and can maximum accumulate and carry forward to the extent of 18 days. The accumulated leaves are encashable on retirement, withdrawal, death and disability.

The following table summarises the components of net benefit expense recognised in the Statement of Profit & Loss and amount recognised in the Balance Sheet for the plan as furnished in the disclosure report provided by the Actuary :

Particulars	2022-23	2021-22
i) Expenses Recognised in the Statement of Profit & Loss :		
Net Expenses Recognised in the Statement of Profit & Loss	0.02	0.07
Less: Transferred to Intangible assets under development	-	-
	0.02	0.07
ii) Amounts to be recognised in Balance Sheet :		
Liability recognised in Balance Sheet	0.07	0.08
iii) Actuarial Assumptions :		
Discount Rate	7.36%	5.54%
Rate of increase in compensation level	10.00%	5.00%

iv) Based on past experience, the Company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months. The following amounts reflect leave that is expected to be taken or paid within the next 12 months/beyond 12 months.

Particulars	2022-23	2021-22
Current leave obligations expected to be settled within the next 12 months	0.04	0.05
Leave obligations expected to be settled beyond 12 months	0.03	0.03
Total	**0.07**	**0.08**

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

54 Disclosures under Indian Accounting Standard 19

54(4) Subsidiary Company - eMudhra DMCC

a) Post Retirement Benefit - Defined Benefit Plan

eMudhra DMCC provides gratuity (End of service benefit) to its employees, based on actuarial valuation done on projected unit credit method at each balance sheet date. As per the scheme, the end of service benefit is payable to an employee on the cessation of his employment after he has rendered continuous service for not less than one year. eMudhra DMCC shall pay gratuity to an employee at the rate of twenty four days salary based on the last drawn basic & dearness allowance.

The following table summarises the components of net benefit expense recognised in the Statement of Profit & Loss and amounts recognised in the Balance Sheet and the movement in the net defined benefit obligation over the years as per Actuarial valuation are as follows :

Amount in AED million

Particulars	2022-23	2021-22
(i) Present Value of Defined Benefit Obligation		
Balance at the beginning of the year	0.24	0.22
Current service cost	0.07	0.05
Interest cost	0.01	0.00
Actuarial (gain)/loss	0.01	(0.02)
Benefits paid	(0.02)	(0.01)
Balance at the end of the year	**0.31**	**0.24**
(ii) Fair value of Plan Assets		
Balance at the beginning of the year	-	-
Expected return on plan assets	-	-
Contribution	-	-
Actuarial gain/(loss)	-	-
Benefits paid	-	-
Balance at the end of the year	-	-
(iii) Assets and liabilities recognised in the Balance Sheet		
Present value of defined benefit obligation	0.31	0.24
Present value of plan assets	-	-
Amount recognised as assets/(liability)	**(0.31)**	**(0.24)**
Recognised under:		
Non Current provision (Refer Note 21)	(0.31)	(0.24)
Current provision (Refer Note 29)	-	-
Total	**(0.31)**	**(0.24)**
(iv) Expenses recognised in the Statement of Profit and Loss		
Current service cost	0.07	0.05
Interest cost	0.01	0.00
Expected return plan assets	-	-
Total expenses	**0.08**	**0.05**
Less: Transferred to Intangible assets under development	-	-
Net expenses	**0.08**	**0.05**
(v) Expenses recognised in the other comprehensive income		
Actuarial (gain)/loss	0.01	(0.02)
Return on Plan Assets	-	-
	0.01	**(0.02)**

SURI & CO. Bangalore 560 027

eMudhra Limited

(vi) Major Category of Plan Assets as % of total Plan Assets

Particulars	March 31, 2023	March 31, 2022
Insurer managed funds	0%	0%
(vii) Actuarial assumptions		
Discount rate	4.08%	2.86%
Salary growth	5.00%	5.00%
Attrition rate	10.00%	10.00%

viii) Sensitivity Analysis

Defined benefit obligation	Amount in AED million March 31, 2023	March 31, 2022
Discount Rate		
a. Discount rate - 100 basis points	0.33	0.26
a. Discount rate - 100 basis points impact (%)	6.20%	7.37%
b. Discount rate + 100 basis points	0.30	0.23
b. Discount rate + 100 basis points impact (%)	-5.46%	-6.36%
Salary increase rate		
a. Rate - 100 basis points	0.30	0.23
a. Rate - 100 basis points impact (%)	-5.47%	-6.30%
b. Rate + 100 basis points	0.33	0.26
b. Rate + 100 basis points impact (%)	6.08%	7.13%

Notes:

1) The discount rate is based on the prevailing market yields of dubai UAE government securities as at the balance sheet date for the estimated term of the obligation.

2) The salary escalation rate is the estimate of future salary increase considered taking into account the inflation, seniority, promotion and other relevant factors.

3) Sensitivity analysis involves changing one key actuarial assumption at a time keeping the other assumptions constant. Sensitivity analysis has been carried out using the Direct Method by re-running the entire valuation model for the changed assumptions by using magnitude of variation of plus or minus 100 basis points.

4) No change in the method and assumptions used for preparing sensitivity analysis as compared to previous year

5) Maturity profile of the gratuity defined benefit obligation is given below

Expected Future Cashflows

Particulars	Amount in AED million March 31, 2023	March 31, 2022
Year 1	0.09	0.08
Year 2	0.03	0.02
Year 3	0.04	0.02
Year 4	0.05	0.02
Year 5	0.05	0.03
Year 6-10	0.37	0.22
Above 10 years	1.06	0.61

Summary of balances in reporting currency of the parent company	**2022-23**	**2021-22**
(i) Present Value of Defined Benefit Obligation	7.02	5.08
(ii) Fair value of Plan Assets	-	-
(iii) Amount recognised as assets/(liability)	(7.02)	(5.08)
(iv) Expenses recognised in the Statement of Profit and Loss	1.65	1.24
(v) Expenses/(Income) recognised in the other comprehensive income	0.27	(0.45)

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

55 Share based payments

eMudhra ESOP Scheme 2016

The parent company adopted "eMudhra ESOP Scheme 2016" to reward the employees including the employees of subsidiary companies for their performance and to motivate them to contribute to the growth and profitability of the group. eMudhra ESOP Scheme 2016 is established with effect from the date on which it was approved by the Shareholder of the parent company i.e., March 23, 2016 and shall continue to be in force until (i) its termination by the Board; or (ii) the date on which all of the options available for grant under the eMudhra ESOP Scheme 2016 have been granted and exercised. The objective of eMudhra ESOP Scheme 2016 is to reward the employees including the employees of subsidiary companies for their contribution to the successful operation of the group and to provide an incentive for continued contribution to the success of the group.

(i) Summary of Employee stock options granted under the plan:

Particulars	2022-23		2021-22	
	Number of ESOPs	Weighted Average exercise price	Number of ESOPs	Weighted Average exercise price
Opening Balance as at 1st April	54,16,500	5.00	47,80,000	5.00
Granted during the year	1,38,500	5.00	7,84,000	5.00
Exercised during the year	(29,21,750)	5.00	(37,500)	5.00
Forfeited during the year	(48,125)	5.00	(1,10,000)	5.00
Closing balance as at 31st March	**25,85,125**	**5.00**	**54,16,500**	**5.00**
Vested and exercisable as at 31st March	**16,77,376**	-	**42,33,125**	-

(ii) ESOPs outstanding at the end of the year have the following expiry date and exercised prices:

Plan	Grant date	Expiry Date	Exercise Price	No of shares outstanding	
				March 31, 2023	March 31, 2022
ESOP	Various dates	4 years	5.00	25,85,125	54,16,500
Total				**25,85,125**	**54,16,500**

(iii) Expenses arising from share-based payments transaction

Total expenses arising from share-based payment transactions recognised in profit or loss as part of employees benefit expense were as follows:

Particulars	2022-23	2021-22
Total employee share-based payment expense	31.64	5.24

(iv) The fair value of options granted is estimated on the date of grant using the following assumptions

Particulars	2022-23	2021-22
Dividend yield	Nil	Nil
Risk free interest rate (%)	7.29%	5%
Volatility %	40.65%	20%
Strike price	5	5
Fair value of the shares at the time of grant	329.5	23.32
Expected life of options	2.75	4

The expected life of the ESOP is estimated based on the vesting term and contractual term of the ESOP, as well as expected exercise behaviour of the employee who receives the ESOP.

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

56 **Financial Instruments**

The carrying value and fair value of financial instruments by categories were as follows:

Particulars	Fair value hierarchy	As at March 31, 2023		As at March 31, 2022	
		FVTPL	Amortised cost	FVTPL	Amortised cost
Assets:					
Non Current					
(i) Other financial assets	3	-	18.67	-	5.23
Current					
(i) Investments	1	209.46	-	-	-
(ii) Trade receivables	3	-	672.24	-	442.23
(iii) Cash & cash equivalents	3	-	669.80	-	82.55
(iv) Bank balances other than (iii) above	3	-	314.00	-	50.00
(v) Loans	3	-	0.49	-	30.64
(iv) Other financial assets	3	-	18.80	-	28.80
Total		**209.46**	**1,694.00**	-	**639.45**
Liabilities:					
Non Current					
(i) Borrowings	3	-	-	-	197.69
(ii) Lease liabilities	3	-	61.97	-	103.27
Current				-	
(i) Borrowings	3	-	156.50	-	346.22
(ii) Lease liabilities	3	-	34.75	-	24.13
(iii) Trade Payables	3	-	182.14	-	143.72
(iv) Other financial liabilities	3	-	57.55	-	28.92
Total		-	**492.91**	-	**843.95**

Fair value hierarchy

Level 1 - Level 1 hierarchy includes financial instruments measured using Quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

57 Financial risk management

Risk management framework

The group's financial risk management is an integral part of how to plan and execute its business strategies. The group's risk management policy is set by the Board. The group's activities expose it to a variety of financial risks: credit risk, liquidity risk and market risk relating to foreign currency exchange rate. The group's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. A summary of the risks have been given below.

(i) Credit risk

Credit risk is the risk of financial loss to the group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the group's receivables from customers and other financial assets carried at amortised cost. Credit risk arises from cash held with banks and financial institutions, as well as credit exposure to clients, including outstanding accounts receivables and Security deposits. The exposure is limited to its carrying value.

(a) Trade and other receivables

The credit exposure of trade receivables is primarily on account of receivable from customers. The group has a process in place to monitor outstanding receivables on a monthly basis.

The group's exposure to credit risk for trade and other receivables by category is as follows:

Particulars	Carrying amount	
	As at March 31, 2023	As at March 31, 2022
Trade receivables (Gross)	680.78	446.97
Unbilled revenue	534.27	228.64
Contract assets	20.71	-
Less: Expected credit loss	8.54	4.74
	1,227.22	**670.87**

Following are the financial assets

Particulars	As at March 31, 2023	As at March 31, 2022
Investments	209.46	-
Trade receivables	672.24	442.23
Cash and cash equivalents	669.80	82.55
Other Bank balances	314.00	50.00
Loans	0.49	30.64
Other financial assets	37.47	34.03
	1,903.46	**639.45**

(ii) Liquidity risk

Liquidity risk is the risk that the group will not be able to meet its financial obligations as they become due. The group manages its liquidity risk by ensuring, that it will always have sufficient liquidity to meet its liabilities when due. The group's Management is responsible for liquidity and fund management.

The group aims to maintain the level of its cash and cash equivalents at an amount in excess of expected cash outflows on financial liabilities over the next six months. The group also monitors the level of expected cash inflows on trade receivables together with expected cash outflows on trade payables and other financial liabilities.

Following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted.

As at March 31, 2023

Particulars	within 12 months	1-5 Years	Total carrying amount
Borrowings	156.50	-	156.50
Trade payables	181.06	1.08	182.14
Lease liability	34.75	61.97	96.72
Other financial liabilities (excluding trade payables)	57.55	-	57.55
	273.36	**63.05**	**336.41**

As at March 31, 2022

Particulars	within 12 months	1-5 Years	Total carrying amount
Borrowings	346.22	197.69	543.91
Trade payables	142.07	1.66	143.73
Lease liability	29.60	97.80	127.40
Other financial liabilities (excluding trade payables)	28.92	-	28.92
	546.81	**297.15**	**843.96**

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

(iii) Market risk

Market risk is the risk that changes in market prices such as foreign exchange rates will affect the group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

(iv) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rate. The majority of the group's assets are located in India and Indian rupee being the functional currency of the group. The group's exposure to the risk of changes in foreign exchange rates relates primarily to operating activities.

The group's foreign currency payables and receivables are as follows:

Exposure to currency risk

The summary quantitative data about the group's gross exposure to currency risk is as follows:

Particulars	As at March 31, 2023	As at March 31, 2022
	USD	USD
Payables	0.01	-
Receivables	2.46	0.23
Net Exposure	**(2.45)**	**(0.23)**

Note: The outstanding exposure in respect of Euro for the previous year is less than millions. Hence no exposure is disclosure

Sensitivity analysis:

A reasonably possible strengthening (weakening) of the INR, against USD would have affected the measurement of financial instruments denominated in foreign currency and affected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecasts sales and purchases.

Particulars	Impact on Profit	
	As at March 31, 2023	As at March 31, 2022
USD – Increase by 5%	(10.04)	(0.85)
USD – Decrease by 5%	10.04	0.85

(v) Capital Management

The group's objectives when managing capital are to

• Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders and

• Maintain an optimal capital structure to reduce the cost of capital.

The capital structure of the group is based on management's judgement of the appropriate balance of key elements in order to meet its strategic and day-to day needs. We consider the amount of capital in proportion to risk and manage the capital structure in light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the group may adjust the amount of dividends paid to shareholders, return capital to shareholders or issue new shares.

The group's policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain investor, creditors and market confidence and to sustain future development and growth of its business. The group will take appropriate steps in order to maintain, or if necessary adjust, its capital structure.

The management monitors the return on capital as well as the level of dividends to shareholders. The group's goal is to continue to be able to provide return to shareholders.

Particulars	As at March 31, 2023	As at March 31, 2022
Net debt	156.50	543.91
Total equity	3,924.14	1,541.02
Net debt to equity ratio	**0.04**	**0.35**

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

(All amounts are in INR million, unless otherwise stated)

58 Segment Information

Business Segment	March 31, 2023				March 31, 2022			
	Trust Services	Enterprise Solutions		Total	Trust Services	Enterprise Solutions		Total
	India	India	Outside		India	India	Outside	
Segment Revenue								
External Sales	850.04	795.42	842.11	2,487.57	845.60	631.86	348.91	1,826.37
Total Revenue	**850.04**	**795.42**	**842.11**	**2,487.57**	**845.60**	**631.86**	**348.91**	**1,826.37**
Result								
Segment Result	482.84	417.81	438.60	1,339.25	532.27	257.97	172.87	963.11
Unallocated Corporate expenses (less income)				571.61				405.80
Operating Profit	**482.84**	**417.81**	**438.60**	**767.64**	**532.27**	**257.97**	**172.87**	**557.31**
Less: Interest Expenses				33.85				52.72
Profit/(loss) before taxation and exceptional items				**733.79**				**504.59**
Exceptional items								
Profit/(loss) before taxation				**733.79**				**504.59**
Less: Income Taxes (Net)				121.81				93.22
Net Profit				**611.98**				**411.37**
Other Information								
Other Information								
Segment Assets	157.56	267.49	1,290.27	1,715.33	309.33	575.64	545.14	1,430.11
Add: Unallocated Corporate Assets				2,884.12				1,171.29
Total Assets	**157.56**	**267.49**	**1,290.27**	**4,599.45**	**309.33**	**575.64**	**545.14**	**2,601.40**
Segment Liabilities	(0.21)	21.39	249.50	270.67	17.34	30.56	102.14	150.05
Add: Unallocated Corporate Liabilities				404.64				915.57
Total Liabilities	**(0.21)**	**21.39**	**249.50**	**675.31**	**17.34**	**30.56**	**102.14**	**1,065.62**

(All amounts are in INR million, unless otherwise stated)

Note 59

Additional information required under Schedule III

Name of the Entity	Year	Net Assets, i.e., Total Assets		Share in Profit and Loss		Share in Other Comprehensive		Share in Total Comprehensive	
		As % of Consolidated Net Assets	Amount	As % of Consolidated Profit & Loss	Amount	As % of Consolidated Other Comprehensive Income	Amount	As % of Consolidated Total Comprehensive Income	Amount
Parent :									
eMudhra Limited	2022-23	68.16%	2,674.57	34.55%	211.44	98.65%	(47.96)	29.01%	163.48
	2021-22	70.93%	1,093.11	68.48%	281.70	92.48%	7.38	68.94%	289.08
Subsidiaries :									
Indian									
eMudhra consumer Services Limited	2022-23	2.12%	83.26	-5.99%	(36.64)	0.30%	(0.15)	-6.53%	(36.79)
	2021-22	3.09%	47.55	-6.56%	(26.97)	1.84%	0.15	-6.40%	(26.82)
eMudhra Technologies Limited	2022-23	0.70%	27.29	-3.50%	(21.44)	0.47%	(0.23)	-3.85%	(21.67)
	2021-22	1.02%	15.65	-3.95%	(16.23)	0.08%	0.01	-3.87%	(16.22)
eMudhra employees stock option trust	2022-23	0.05%	2.02	-0.07%	(0.44)	0.00%	-	-0.08%	(0.44)
	2021-22	-	-	-	-	-	-	-	-
Foreign									
eMudhra (MU) Limited	2022-23	0.63%	24.58	-1.47%	(8.99)	-	-	-1.59%	(8.99)
	2021-22	2.11%	32.54	-0.98%	(4.04)	-	-	-0.96%	(4.04)
eMudhra INC	2022-23	8.76%	343.64	12.41%	75.95	-	-	13.48%	75.95
	2021-22	-0.88%	(13.58)	7.19%	29.58	-	-	7.05%	29.58
eMudhra PTE Limited	2022-23	2.68%	105.28	6.59%	40.33	-	-	7.16%	40.33
	2021-22	1.41%	21.76	1.14%	4.70	-	-	1.12%	4.70
eMudhra DMCC	2022-23	14.30%	561.32	55.96%	342.43	0.55%	(0.27)	60.74%	342.16
	2021-22	12.19%	187.79	36.06%	148.35	5.48%	0.44	35.48%	148.79
eMudhra BV	2022-23	1.63%	63.99	2.74%	16.75	-	-	2.97%	16.75
	2021-22	-	-	0.19%	0.78	-	-	0.19%	0.78
PT eMudhra Technologies Indonesia	2022-23	0.76%	30.01	-0.43%	(2.62)	-	-	-0.46%	(2.62)
	2021-22	9.30%	143.24	-0.93%	(3.83)	-	-	-0.91%	(3.83)
Non Controlling Interest in Subsidiary:									
Foreign									
PT eMudhra Technologies Indonesia	2022-23	0.21%	8.18	-0.78%	(4.79)	-	-	-0.85%	(4.79)
	2021-22	0.84%	12.96	-0.65%	(2.68)	-	-	-0.64%	(2.68)
Total	**2022-23**	**100%**	**3,924.14**	**100%**	**611.97**	**100%**	**(48.61)**	**100%**	**563.37**
	2021-22	**100%**	**1,541.02**	**100%**	**411.36**	**100%**	**7.98**	**100%**	**419.34**

SURI & CO. ★ Bangalore 560 027 ★ Chartered Accountants

eMudhra Limited ★

(All amounts are in INR million, unless otherwise stated)

60 The parent company has completed its initial public offer (IPO) of 1,61,24,456 shares of face value of Rs. 5 each for cash at an issue price of INR 256 per equity share aggregating to INR 4127. 86 , consisting fresh issue of 62,89,062 equity shares aggregating to INR 1610.00 and an offer for sale of 98,35,394 equity share aggregating to INR 2517.86 by the selling shareholders. The equity share of the parent company were listed on BSE Limited and NSE Limited on June 01, 2022. Out of the fresh issue of INR 1610.00 , INR 88.05 was adjusted towards various estimated offer expenses and net amount received in the monitoring agency bank account is INR 1521.95.

The utilisation of IPO proceeds is summarised below:

Particulars	Objects of the issue as per prospectus	Utilisation upto 31.03.2023	Unutilised as on 31.03.2023
Repayment or pre-payment, in full or in part, of all or certain borrowings availed by parent Company;	350.00	350.00	-
Funding working capital requirements of parent Company;	402.19	346.55	55.64
Purchase of equipments and funding of other related costs for data centers proposed to be set-up in India and overseas locations;	463.64	307.19	156.45
Funding of expenditure relating to product development;	150.30	49.58	100.72
Investment in eMudhra INC for augmenting its business development, sales, marketing and other related costs for future growth.	152.67	152.67	-
General Corporate Purposes	3.15	3.15	-
Total	**1,521.95**	**1,209.14**	**312.81**

IPO Proceeds which were unutilised as at 31st March 2023 were temporarily invested in deposit with banks and in current account maintained with Monitoring agency account.

61 **COVID - 19 Impact**

The group has considered the possible effects that may result from the pandemic relating to COVID 19 in the preparation of the financial statements including the recoverability of carrying amounts of financial and non-financial assets. In developing the assumptions relating to the possible future ascertainities in the global economic conditions because of pandemic, the group has used its available internal and external sources of information and economic forecasts and expects that the carrying amount of these assets will be recovered. The impact of COVID-19 on the financial statements may differ from the estimate as at the date of approval of the financial statements.

62 Recent accounting pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Amendment Rules, 2023, as below:

Ind AS 1 - Presentation of Financial Statements -This amendment requires the entities to disclose the immaterial accounting policies rather than their significant accounting policies. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The group has evaluated the amendment and the impact of the amendment is insignificant in the consolidated financial statements

Ind AS 8 -Accounting Policies, Changes in Accounting Estimates and Errors-This amendment has introduced a definition of 'accounting estimates' and included amendments to Ind AS 8 to help entities distinguish changes in accounting policies from changes in accounting estimates. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The Group has evaluated the amendment and there is no impact on its consolidated financial statements.

Ind AS 12 - Income Taxes This amendment has narrowed the scope of the initial recognition exemption so that it does not apply to transactions that give rise to equal and off setting temporary differences. The effective date for adoption of this amendment is annual periods beginning on or after April 1, 2023. The group has evaluated the amendment and there is no impact on its consolidated financial statement.

63 During the year, the group has reclassified certain balances to exihit better presentation and accordingly the previous year balances has been reclassified.

64 **Details of benami property held**

No proceedings have been initiated on or are pending against the group for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and

65 **Borrowing secured against current assets**

The group has no outstanding borrowings from banks and financial institutions on the basis of security of current assets. The quarterly returns or statements of current assets have been filed by the group with banks and financial institutions are in agreement with the books of accounts.

66 **Wilful defaulter**

The group has not been declared as wilful defaulter by any bank or financial institution or government or any government authority.

67 **Relationship with struck off companies**

The group has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.

68 **Compliance with number of layers of companies**

The group has complied with the number of layers prescribed under the Companies Act, 2013.

SURI & CO. Bangalore 560 027 Chartered Accountants

eMudhra Limited

eMudhra Limited
CIN:L72900KA2008PLC060368
Notes forming part of the consolidated financial statements
(All amounts are in INR million, unless otherwise stated)

69 Compliance with approved scheme(s) of arrangements
The group has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

70 Utilisation of borrowed funds and share premium
The group has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the group (Ultimate Beneficiaries) or
b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries
The group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the group shall:
a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
b) provide any guarantee, security or the like on behalf of the ultimate beneficiaries

71 Undisclosed income
There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded in the books of account.

72 Details of crypto currency or virtual currency
The group has not traded or invested in crypto currency or virtual currency during the current or previous year.

73 Valuation of Property, Plant and Equipment
The group has not revalued its property, plant and equipment (including right-of-use assets) during the current or previous year.

74 Title deeds of immovable properties not held in name of the group
The title deeds of immovable properties are held in the name of the group except for the disclosure made in Note 3a(v)

75 Registration of charges or satisfaction with Registrar of Companies
There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

76 Utilisation of borrowings availed from banks and financial institutions
The group has not availed any borrowings during the year from banks and financial institutions.

77 Dividend not recognised at the end of the reporting period [Holding company]
The directors have recommended a final dividend of INR 1.25 per share. [Represents absolute figure].
The proposed dividend is subject to approval of shareholders in the ensuing Annual General Meeting and if approved would results in cash outflow of approximately of Rs.97.59

See accompanying notes to the financial statements
As per our report of even date attached

For Suri & Co
Chartered Accountants
Firm Registration Number: 004283S

SURI & CO. Bangalore 560 027 Chartered Accountants

Natarajan V
Partner
Membership No: 223118

Place:Bengaluru
Date: April 28,2023

For and on behalf of the Board of Directors
of eMudhra Limited

V Srinivasan
Chairman and Director
DIN: 00640646

Venu Madhava
Whole time director
DIN: 06748204

Saji K Louiz
Chief financial officer

Johnson Xavier
Company secretary

eMudhra Limited