

## Ref: SK/CHN/2023-24/E37

### January 31, 2024

National Stock Exchange of India Limited	BSE Limited			
Capital Market – Listing, Exchange Plaza,	25th Floor, Phiroze Jeejeebhoy Towers			
5th Floor, Plot No. C/1 G Block,	Dalal Street, Fort			
Bandra – Kurla Complex, Bandra (E),	Mumbai 400001			
Mumbai 400 051				
EQ-SECURKLOUD – ISIN – INE650K01021	Scrip code: 512161 – ISIN – INE650K01021			

Dear Sir/ Madam,

### **Subject: Outcome of Board Meeting**

Pursuant to Regulation 30 and 33 of SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015, we wish to inform you that the Board of Directors met today, i.e., Wednesday, January 31, 2024 and approved the unaudited financial results (standalone and consolidated) along with the limited review report from the statutory auditors for the quarter and nine-month ended December 31, 2023.

Further, we would like to inform that the financial results will be published in the newspaper in compliance with Regulation 47 of SEBI (LODR) Regulations, 2015. The financial results will also be available on the website of the Company - www.securekloud.com.

The meeting commenced at 10.30 am and concluded at 12.10 pm.

This is for your information and records.

Thanking you,

**Yours Truly** 

For SecureKloud Technologies Limited

Roshini Selvakumar

Company Secretary and Compliance Officer

CHENNA







# K. GOPAL RAO & CO.,

**Chartered Accountants** GSTIN: 33AAGFK3782M1ZZ

Independent Auditor's Review Report on the Quarterly and Year to date Unaudited Standalone **Financial Results** 

**Review Report to** The Board of Directors SecureKloud Technologies Limited (Formerly known as 8K Miles Software Services Limited)

- 1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of SecureKloud Technologies Limited, formerly known as 8K Miles Software Services Limited ("the Company"), for the quarter and nine months ended December 31, 2023 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("Listing Regulations") read with SEBI Circular No. CIR/CFD/CMDI/44/2019 dated March 29, 2019 ("the Circular").
- This Statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 - Interim Financial Reporting ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review. The Board of Directors have approved the Statement.
- 3. Our responsibility is to issue a report on the Statement based on our review. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
- 4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For K. Gopal Rao & Co. Chartered Accountants

FRN: 000956S

Gopal Krishna Raju

Membership No: 205929 UDIN: 24205929BKGVJU6165

Place: Chennai

Date: January 31, 2024

#### **Branches:**

 Bengaluru Mumbai

 Coimbatore Tiruchirappalli

 Hyderabad Tiruvallur

.. Madurai

### Registered Office:

# 21, Moosa Street, T.Nagar, Chennai - 600 017. © 4552 2032 / 2434 3639 / 4212 8955 / 2434 2563

(M) 98400 53053 / 98400 63269 / 98408 73269

### Second Office:

# 2, South Dhandapani Street, Meena Arcade, Ground Floor, Off: Burkit Road, T.Nagar, Chennai - 600 017.

© 4212 9770 / 4212 8955 🗷 kgrcas@gmail.com

gkr@icai.org, gopalkrishnarajuca@gmail.com

(formerly 8K Miles Software Services Limited)

(CIN: L72300TN1993PLC101852)

Registered Office: No.37 & 38, ASV Ramana Towers, 5th Floor, Venkat Narayana Road, T.Nagar, Chennai - 600017

#### Statement of Unaudited Standalone Financial Results for the quarter and nine months ended December 31, 2023

(₹ in lakhs except EPS)

			Quarter ended		Nine mont	Year ended	
S.No	Particulars	December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	March 31, 2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	Revenue from operations	1,070.79	1,350.90	1,885.66	3,983.60	4,768.13	5,930.71
П	Other income	11.02	22.81	24.91	39.39	184.54	176.89
	Total income	1,081.81	1,373.71	1,910.57	4,022.99	4,952.67	6,107.60
2	Expenses						
	Employee benefits expense	731.61	888.19	1,187.28	2,597.54	3,377.16	4,408.20
	Finance costs	125.73	126.75	128.30	385.91	395.43	526.89
	Depreciation and amortization expense	69.09	71.64	71.16	213.60	203.56	276.24
	Other expenses	72.47	139.72	769.62	354.54	1,158.03	1,168.64
	Total expenses	998.90	1,226.30	2,156.36	3,551.59	5,134.18	6,379.97
3	Profit/ (Loss) before exceptional items and tax (1-2)	82.91	147.41	(245.79)	471.40	(181.51)	(272.37)
4	Exceptional items	* 1		*		****	*
5	Profit/ (Loss) before tax (3-4)	82.91	147.41	(245.79)	471.40	(181.51)	(272.37)
6	Tax expense		34.41		70.00	21.02	
	- Current tax	13.83	24.61	3.09	78.68	31.03	- 1
П	- Tax related to previous period	47.67	4.22	(12.70)	33.63	(2.84)	- 0.04
	- Deferred tax	17.67	4.33	(12.79)	23.63		0.94
7	Net profit/ (loss) after tax for the period (5-6)	51.41	118.47	(236.09)	369.09	(209.70)	(273.31)
8	Other comprehensive income / (loss)						
	Items that will not be reclassified to the statement of profit and Loss						
	Actuarial gain / (loss) on defined benefit obligation	ತ	2.48	2	2.48	6.81	(0.12)
Ш	Income tax relating to items that will not be	(5.51)	14.87		0.41	4,57	5.55
Ш	reclassified to the statement of profit or loss		1 1107				
	Total other comprehensive income / (loss) (Net of tax)	(5.51)	17.35	-	2.89	11.38	5.43
9	Total comprehensive income / (loss) for the period (7+8)	45.90	135.82	(236.09)	371.98	(198.32)	(267.88)
10	Paid-up equity share capital [Face value of INR 5/- each]	1,670.53	1,670.53	1,670.53	1,670.53	1,670.53	1,670.53
	Weighted average number of equity shares for the purpose of calculating Basic EPS	3,34,10,605	3,34,10,605	3,31,70,241	3,34,10,605	3,31,70,241	3,32,29,509
	Weighted average number of equity shares for the purpose of calculating	3,34,10,605	3,34,10,605	3,34,10,605	3,34,10,605	3,34,10,605	3,34,10,605
Ш	Diluted EP5 Reserves (Other Equity) - excluding any revaluation reserve	3,3 1,10,003	3,3 1,10,003	3,5 1,20,003	3,3 1,10,003	,,,,,,,,,,,,	9,033.54
111	Earnings per equity share (EPS) [Face value of INR 5/- each]						5,055.54
	(a) Basic EPS (INR)	0.15	0.35	(0.71)	1.10	(0.63)	(0.82)
	(b) Diluted EPS (INR)	0.15	0.35	(0.71)	1.10	(0.63)	(0.82)
	(b) bildied El 3 (HW)	[not annualised]	[not annualised]	[not annualised]	[not annualised]	[not annualised]	[annualised]
ш_		[ [ [ ] [ ] [ ] [ ] [ ] [ ] [ ]	[ [ [ [ ] [ ] [ ] [ ] [ ] [ ] [ ] [ ] [	[ [IIOL allitualised]	I liot amualised]		[aiiiuaiiseu] [





(formerly 8K Miles Software Services Limited)

(CIN: L72300TN1993PLC101852)

Registered Office: No.37 & 38, ASV Ramana Towers, 5th Floor, Venkat Narayana Road, T.Nagar, Chennai - 600017

Statement of Unaudited Standalone Financial Results for the quarter and nine months ended December 31, 2023

#### Notes:

- 1 The above unaudited standalone financial results for the quarter and nine months ended December 31, 2023 were reviewed by the audit committee and approved by the Board of Directors in its meeting held on January 31, 2024 in line with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. The Statutory auditors of the Company have carried out a limited review of the above unaudited standalone financial results and have issued an unmodified review opinion on the same in accordance with SEBI Circular No.CIR/CFD/CMD1/44/2019 dated March 29, 2019. The review report of the statutory auditors is being filed with the National Stock Exchange of India Limited ('NSE') and BSE Ltd ('BSE') and is also available on the Company's website. The standalone financial results have been prepared in accordance with applicable Indian Accounting Standards as prescribed 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.
- 2 The Company operates in a single segment, i.e., "Information And Technology Services" and hence, does not have any additional disclosures to be made under Ind AS 108 Operating Segments.
- The Company allotted 45,00,000 (Forty five Lakhs) convertible warrants of INR 100/- each to Mr Suresh Venkatachari, Promoter and CEO of the Company on March 17, 2021 on receipt of an upfront payment INR 11,25,00,000/- (Rupees Eleven Crores Twenty-Five Lakhs Only) equal to 25% of the total consideration as per the terms of preferential issue in compliance with Chapter V of SEBI (Issue of Capital & Disclosure Requirements) Regulations, 2018 and Section 42 & 62 of the Companies Act, 2013 and rules made thereunder as amended from time to time. The Company has considered equivalent shares of 45,00,000 (Forty five Lakhs) for the purpose of diluted EPS up to the period ended June 30, 2022 and 28,93,000 shares (Twenty eight lakhs ninety three thousand) for the year ended March 31, 2023 as per IND AS 33. During the year ended March 31, 2023, the Company had allotted 12,25,000 equity shares to Mr Suresh Venkatachari, as partial conversion of warrants and had 16,07,000 convertible warrants outstanding as at September 16, 2022. As the outstanding warrants were not exercised on or before the September 16, 2022, the Company had forfeited the money received against such warrants amounting to INR 4,01,75,000 and credited the capital reserve in accordance to the provisions of the Companies Act 2013.
- 4 The Company was in receipt of a SEBI adjudication order on September 14, 2022 alleging violation under SEBI (LODR) Regulations, 2015 and was imposed a penalty of INR 25 lakhs. Consequently, the Company filed an appeal before Hon'ble Securities Appellate Tribunal and is awaiting further directives. The penalty amount of INR 25 lakhs has been provided on a prudent basis, which has been included in the results for the year ended March 31, 2023. The final order in the said matter was passed by the Hon'ble SAT on July 12, 2023 wherein the penalty was reduced to INR 10 lakhs and accordingly the excess provision was reversed during the current quarter and nine months ended December 31, 2023.
- 5 The Company received final order from SEBI on December 16, 2022 on the alleged financial irregularities reported by the Company's statutory auditor, viz. Deloitte Haskins and Sells in their audit report for FY 2018-19. SEBI's final order gave certain directives and has imposed penalty of INR 400 lakhs on the Company. The Company has filed an appeal before Hon'ble Securities Appellate Tribunal and as further directives were awaited as at March 31, 2023, the penalty amount of INR 400 lakhs was provided on a prudent basis during the year ended March 31, 2023.

6 The figures in the previous period financial results have been reclassified to conform to the presentation of the current quarter financial results. These reclassifications have no effect on the previously reported net

loss/profit.

Place : Chennai Date: January 31, 2024 #21, Moosa St, T. Nagar, Chennal - 17. Tel: 42129770

FRN: 0009568

By Order of the Board
For and behalf of the Board of Directors

Indectine Director & Chief Financial Officer

(ECHNO)

CHENNAL

DIN: 00942326



# K. GOPAL RAO & CO.,

Chartered Accountants
GSTIN: 33AAGFK3782M1ZZ

Independent Auditor's Review Report on the Quarterly and Year to date Unaudited Consolidated Financial Results

Review Report to
The Board of Directors
SecureKloud Technologies Limited

(Formerly known as 8K Miles Software Services Limited)

- 1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of **SecureKloud Technologies Limited**, formerly known as 8K Miles Software Services Limited ("the Parent") and its subsidiaries (together referred to as "the Group") for the quarter and nine months ended December 31, 2023 (the "Statement") attached herewith being submitted by the Parent Company pursuant to the requirements of Regulations 33 of the SEBI (Listing, Obligations and Disclosure requirements) Regulations, 2015 as amended ("Listing Regulations") read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ("the Circular").
- 2. This Statement, which is the responsibility of the Parent Company's Management and approved by the Parent Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 Interim Financial Reporting ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
- 3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion. We have also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.
- 4. The Statement includes the results of the following entities:

S No	Name of the Company	Relationship with the Parent company		
I	SecureKloud Technologies Inc, USA (Formerly known as 8K Miles Software Services Inc, USA	Subsidiary		
2	SecureKloud Technologies Inc., Canada	Step down subsidiary		
3	Nexage Technologies Inc, USA	Step down subsidiary		
4	Healthcare Triangle Inc, USA	Step down subsidiary		
5	Devcool Inc., USA	Step down subsidiary		
6	Blockedge Technologies Inc, USA (Formerly known as 8K Miles Health Cloud Inc, USA)	Subsidiary		
7	Mentor Minds Solutions & Services Inc, USA	Subsidiary		
8	Healthcare Triangle Pvt Limited, India	Subsidiary		



#### **Branches:**

- Bengaluru Mumbai
- Hyderabad
   Tiruvallur
- Madurai

### Registered Office:

# 21, Moosa Street, T.Nagar, Chennai - 600 017. © 4552 2032 / 2434 3639 / 4212 8955 / 2434 2563

(M) 98400 53053 / 98400 63269 / 98408 73269

### Second Office:

# 2, South Dhandapani Street, Meena Arcade, Ground Floor, Off: Burkit Road, T.Nagar, Chennai - 600 017.

- © 4212 9770 / 4212 8955 💆 kgrcas@gmail.com
- gkr@icai.org, gopalkrishnarajuca@gmail.com



# K. GOPAL RAO & CO.,

Chartered Accountants GSTIN: 33AAGFK3782M1ZZ

#### 5. Emphasis of Matter:

We draw your attention to the cash losses incurred by the Group amounting to INR 3,147.76 lakhs during the nine months ended December 31, 2023. The continuing cash losses is leading to erosion of the net worth of the Group indicating the existence of a material uncertainty that may lead to potential going concern risk. However, the management is confident of the Group's ability to continue as a going concern for a foreseeable future in view of the revised business strategy to mobilize further capital and the performance improvement measures to eliminate cost inefficiencies and cash burn. In view of the mitigating factors as mentioned above, our opinion is not modified in this matter.

6. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For K. Gopal Rao & Co. Chartered Accountants

FRN: 000956S

#21, Moosa St, T. Nagar, Chennai - 17.

CA Gopal Krishna Raju \*Partner

Membership No: 205929

Membership No: 205929 UDIN: 24205929BKGVJV8860

Place: Chennai

Date: January 31, 2024

#### **Branches:**

Bengaluru Mumbai

Coimbatore
 Tiruchirappalli

Hyderabad

Tiruvallur

Madurai

### Registered Office:

# 21, Moosa Street, T.Nagar, Chennai - 600 017. © 4552 2032 / 2434 3639 / 4212 8955 / 2434 2563

(M) 98400 53053 / 98400 63269 / 98408 73269

⊕www.kgrca.in 🗷 gkr@kgrca.in

### Second Office:

# 2, South Dhandapani Street, Meena Arcade, Ground Floor, Off: Burkit Road, T.Nagar, Chennai - 600 017.

© 4212 9770 / 4212 8955 💆 kgrcas@gmail.com

gkr@icai.org, gopalkrishnarajuca@gmail.com

# (formerly 8K Miles Software Services Limited) (CIN: L72300TN1993PLC101852)

Registered Office: No.37 & 38, ASV Ramana Towers, 5th Floor, Venkat Narayana Road, T.Nagar, Chennai - 600017

#### Statement of Unaudited Consolidated Financial Results for the quarter and nine months ended December 31, 2023

l-			Quarter ended		Nine months ended		(₹ in lakhs except EPS)  Year Ended
S.No.	. Particulars	December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	March 31, 2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income  a) Revenue from operations	8,764.95	9,396.87	12,161.92	28,064.26	35,188,30	45,843.59
	b) Other income (including foreign exchange gain/ (loss))	29.82	23.11	34.73	80.10	196.59	206.81
	Total income	8,794.77	9,419.98	12,196.65	28,144.36	35,384.89	46,050.40
2	Expenses a) Employee benefits expense	8,003.50	8,663.52	10,155.42	25.838.51	30.065.97	39,963,83
	b) Finance costs	419.90	522.08	296.19	1,286.46	780.77	1,031.56
	c) Depreciation and amortization expense	462.89	452.81	456.89	1,374.83	1,336.25	1,798.30
	d) Other expenses	1,204.64	1,476.47	3,959.87	4,167.15	10,092.41	13,183.50
	Total expenses	10,090.93	11,114.88	14,868.37	32,666.95	42,275.40	55,977.19
3	Profit / (loss) before exceptional items and tax (1-2)	(1,296.16)	(1,694.90)	(2,671.72)	(4,522.59)	(6,890.51)	(9,926.79)
4	Exceptional items		1 <del>8</del> 0	: **i			
5	Profit/ (loss) before tax (3-4)	(1,296.16)	(1,694.90)	(2,671.72)	(4,522.59)	(6,890.51)	(9,926.79)
6	Tax expense - Current tax	26.71	26.30	273.55	101.88	366.04	(46.66)
	- Tax related to previous period	20.71	20.50	273.33	101.00	300.04	(40.00)
	- Deferred tax	23.20	(10.14)	(12.80)	23.63	(2.84)	(4.61
7	Net profit/ (loss) after tax for the period (5-6)	(1,346.07)	(1,711.06)	(2,932.47)	(4,648.10)	(7,253.71)	(9,875.52)
8	Other comprehensive income/ (loss)						
Ü	Items that will not be reclassified to the statement of profit and Loss						
	(a) Remeasurement of the defined benefit plans	(*)	2.48	2	2.48	6.81	(0.12
	(b) Income tax relating to items that will not be reclassified to the statement of profit or	143	0.41		0.41		127
	loss			*		4.57	
	Total other comprehensive income / (loss) (Net of tax)	*	2.89	3.#5	2.89	11.38	(0.12)
9	Total comprehensive income/ (loss) for the period (7+8)	(1,346.07)	(1,708.17)	(2,932.47)	(4,645.21)	(7,242.33)	(9,875.64)
10	Profit/ (loss) attributable to:						
	Owners of the company	(552.82)		(2,091.63)	(1,898.09)	(5,000.00)	(4,858.80)
	Non-controlling Interest	(793.25)	(1,107.92)	(840.84)	(2,750.01)	(2,253.71)	(5,016.72
11	Other comprehensive income/ (loss) attributable to:						
	Owners of the company	•	2.89	9	2.89	11.38	(0.12
	Non-controlling Interest	31	8	5	:7.		**
12	Total comprehensive income/ (loss) attributable to:						
	Owners of the company	(552.82)	(600.25)	(2,091.63)	(1,895.20)	(4,988.62)	(4,858.92)
	Non-controlling Interest	(793.25)	(1,107.92)	(840.84)	(2,750.01)	(2,253.71)	(5,016.72)
13	Paid-up equity share capital [Face value of Rs. 5/- each]	1,670.53	1,670.53	1,670.53	1,670.53	1,670.53	1,670.53
13	Weighted average number of equity shares for the purpose of calculating Basic EPS	3,34,10,605	3,34,10,605	3,31,70,241	3,34,10,605	3,31,70,241	3,32,29,509
	The spiritual of the sp	1,0 ,11,110	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0,02,70,212	5,5 1,15,555	3,31,70,211	3,32,23,303
	Weighted average number of equity shares for the purpose of calculating Diluted EPS	3,34,10,605	3,34,10,605	3,34,10,605	3,34,10,605	3,34,10,605	3,34,10,605
	Reserves (Other Equity) - excluding any revaluation reserve						5,074.80
	Francisco de la constanta de l						
14	Earnings per equity share (EPS) [Face value of INR 5/- each] (a) Basic EPS (INR)	(1.65)	(1.80)	(6.31)	(5.68)	(15.04)	(14.53)
	(h) Diluted EPS (INP)	(1.65)			(5.68)	(14.93)	(14.62) (14.54)
	(a) Sides Estimated		[not annualised]	(not annualised)	[not annualised]	[not annualised]	[annualises]
	W. W. (21. Moosa St. O)	[not annualised]	I not annualised	itriot armualised j	Thur annualised [		Tormoduse

#21, Moosa St, T. Nagar, Chennal - 17. Tel: 42129770 FRN: 0009568

(formerly 8K Miles Software Services Limited)

(CIN: L72300TN1993PLC101852)

Registered Office: No.37 & 38, ASV Ramana Towers, 5th Floor, Venkat Narayana Road, T.Nagar, Chennai - 600017

Statement of Unaudited Consolidated Financial Results for the quarter and nine months ended December 31, 2023

(₹ in lakhs except EPS)

- 1 The above unaudited consolidated financial results for the quarter and nine months ended December 31, 2023 were reviewed by the audit committee and approved by the Board of Directors in its meeting held on January 31, 2024 in line with Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. The Statutory auditors of the Company have carried out a limited review of the above unaudited consolidated financial results and have issued an unmodified review opinion or the same in accordance with SEBI Circular No.CIR/CFD/CMD1/44/2019 dated March 29, 2019. The review report of the statutory auditors is being filed with the National Stock Exchange of India Limited ('NSE') and BSE Ltd ('BSE') and is also available on the Company's website. The Consolidated financial results have been prepared in accordance with applicable Indian Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies Act, Standards) Rules 2015, as amended, from time to time.
- 2 The Company operates in a single segment, i.e., "Information And Technology Services" and hence, does not have any additional disclosures to be made under Ind AS 108 Operating Segments,
- 3 The Company allotted 45,00,000 (Forty five Lakhs) convertible warrants of INR 100/- each to Mr Suresh Venkatachari, Promoter and CEO of the Company on March 17, 2021 on receipt of an upfront payment INR 11,25,00,000/- (Rupees Eleven Crores Twenty-Five Lakhs Only) equal to 25% of the total consideration as per the terms of preferential issue in compliance with Chapter V of SEBI (Issue of Capital & Disclosure Requirements) Regulations, 2018 and Section 42 & 62 of the Companies Act, 2013 and rules made thereunder as amended from time to time. The Company has considered equivalent shares of 45.00.000 (Forty five Lakhs) for the purpose of diluted EPS up to the period ended June 30, 2022 and 28,93.000 shares (Twenty eight lakhs) ninety three thousand) for the year ended March 31, 2023 as per IND AS 33. During the year ended March 31, 2023, the Company had allotted 12,25,000 equity shares to Mr Suresh Venkatachari, as partial conversion of warrants and had 16,07,000 convertible warrants outstanding as at September 16, 2022. As the outstanding warrants were not exercised on or before the September 16, 2022, the Company had forfeited the money received against such warrants amounting to INR 4,01,75,000 and credited the capital reserve in accordance to the provisions of the Companies Act 2013.
- 4 The Company was in receipt of a SEBI adjudication order on September 14, 2022 alleging violation under SEBI (LODR) Regulations, 2015 and was imposed a penalty of INR 25 lakhs. Consequently, the Company filed an appeal before Hon'ble Securities Appellate Tribunal and as further directives were awaited as at March 31, 2023, the penalty amount of INR 25 lakbs was provided on a prudent basis during the year ended March 31, 2023. The final order in the said matter was passed by the Hon'ble SAT on July 12, 2023 wherein the penalty was reduced to INR 10 lakhs and accordingly the excess provision was reversed during the current quarter and nine months ended December 31, 2023,
- 5 The Company received final order from SEBI on December 16, 2022 on the alleged financial irregularities reported by the Company's statutory auditor, viz. Deloitte Haskins and Sells in their audit report for FY 2018-19. SEBI's final order gave certain directives and has imposed penalty of INR 400 lakhs on the Company. The Company has filed an appeal before Hon'ble Securities Appellate Tribunal and as further directives were awaited as at March 31, 2023, the penalty amount of INR 400 lakhs was provided on a prudent basis during the year ended March 31, 2023.
- 6 Healthcare Triangle Inc, a step-down subsidiary of the Company had announced a 1-for-10 reverse stock split of its common stock on May 26, 2023, as a part of the NASDAQ Compliance Plan.
- 7 Healthcare Triangle Inc. a step-down subsidiary of the Company raised approximately INR 1.660 lakhs (USD 2 million) during the quarter ended December 31, 2023 through the issue of 15% Original issue discount Convertible Promissory Note, repayable convertible over a period of 18 months.

8 The figures in the previous period financial results have been reclassified to conform to the presentation of the current quarter financial results. These reclassifications have no effect on the previously reported net loss/profit.

By Order of the Board d behalf of the Board of Directors For a

> time Director & Chief Financial Officer DIN: 00942326

ECHNO.

CHENNAL

Place Chennai

Date: January 31, 2024

LRAO

#21, Moosa St, T. Nagar, Chennai - 17. Tel: 42129770

FRN: 000956S

PED ACCO