



# **NETRIPPLES SOFTWARE LIMITED**

**FINANCIAL STATEMENTS**  
**FINANCIAL YEAR 2022-23**

[www.netripples.com](http://www.netripples.com)

<b>NETRIPPLES SOFTWARE LIMITED</b>		<b>netripples</b>	
1.0 BALANCE SHEET As on 31 March 2023			
Particulars	Note No.	As on 31 March 2023	As on 31 March 2022
		Rs	Rs.
<b>A EQUITY AND LIABILITIES</b>			
1 Shareholders' funds			
(a) Share capital	5.0	6,81,69,000	6,81,69,000
(b) Reserves and surplus	6.0	3,06,08,830	3,05,02,459
(c) Money received against share warrants			
		9,87,77,830	9,86,71,459
2 Share application money pending allotment			
3 Non-current liabilities			
(a) Long-term borrowings			
(b) Deferred tax liabilities (net)	21.0	23,61,065	23,61,065
(c) Other long-term liabilities			
(d) Long-term provisions			
		23,61,065	23,61,065
4 Current liabilities			
(a) Short-term borrowings			
(b) Trade payables	7.0	2,23,486	5,95,600
(c) Other current liabilities			
(d) Short-term provisions	8.0	15,000	20,155
<b>TOTAL</b>		10,13,77,381	10,16,48,280
<b>B ASSETS</b>			
1 Non-current assets			
(a) Property, Plant & Equipments			
(i) Tangible assets	9	20,12,099	41,61,816
(b) Non-current investments			
(c) Deferred tax assets (net)			
(d) Long-term loans and advances			
(e) Other non-current assets			
2 Current assets			
(a) Current investments			
(b) Inventories	11.0	9,55,99,592	9,35,64,871
(c) Trade receivables	12.0	27,40,195	30,36,833
(d) Cash and cash equivalents	13.0	94,059	93,704
(e) Short-term loans and advances			-
(f) Other current assets	14.0	9,31,437	7,91,055
<b>TOTAL</b>		10,13,77,381	10,16,48,279
See accompanying notes forming part of the financial statements		-0	0
In terms of our report attached. For BGS & Associates Chartered Accountants. FRN- 0013021S  sd/- B.Govardhana Setty Proprietor M No. : 224317  PLACE : Hyderabad DATE : 02.09.2023		For and on behalf of the Board of Directors Netripples Software Limited  sd/- Mazhar Pasha Managing Director DIN: 00719970  sd/- Sameer Sohrab Director DIN: 02423411	

CASH FLOW STATEMENT FOR COMPANIES OTHER THAN FINANCE COMPANIES			
2.0 Cash Flow Statement for the year ended As on 31 March 2023		<b>netripples</b>	
	Particulars	For the Year ended	For the Year
		31 March 2022	ended 31 March 2022
			Rs
	A. Cash flow from operating activities		
	Net Profit / (Loss) before extraordinary items and tax	1,21,371	39,280
	<i>Adjustments for:</i>		
	Depreciation and amortization	4,81,714	8,28,859
	Provision for impairment of fixed assets and intangibles		
	Other R & T and Legal Expenses	19,900	38,900
	(Profit) / loss on sale / write off of assets		
	Expense on employee stock option scheme		
	Finance costs		-
	Operating profit / (loss) before working capital changes	6,22,985	9,07,038
	<i>Adjustments for (increase) / decrease in operating assets:</i>		
	Inventories	9,55,99,592	9,35,64,871
	Trade receivables	27,40,195	30,36,833
	Short-term loans and advances		
	Long-term loans and advances		-
	Other current assets		-
	Other non-current assets		
	<i>Adjustments for increase / (decrease) in operating liabilities:</i>		
	Trade payables	2,23,486	5,95,600
	Other current liabilities		-
	Other long-term liabilities		
	Short-term provisions	15,000	20,155
	Long-term provisions		
	Cash flow from extraordinary items		
	Cash generated from operations	9,87,24,286	9,68,92,987
	Net income tax (paid) / refunds		
	Net cash flow from / (used in) operating activities (A)	9,87,24,286	9,68,92,987

**NETRIPPLES SOFTWARE LIMITED**



3.0 PROFIT AND LOSS ACCOUNT (WITHOUT EBITDA) As on 31 March 2023

*(Statement of Profit and Loss without stating EBITDA)*

Particulars		Note No.	For the Year ended 31 March 2023	For the Year ended 31 March 2022
A	CONTINUING OPERATIONS			
1	Revenue from operations (gross)			
	Exports	15.0	4,79,71,854	9,28,74,525
	Indigenous		-	-
	Less: Excise duty		-	-
	Revenue from operations (net)		-	-
2	Other income			
3	Total revenue (1+2)		4,79,71,854	9,28,74,525
4	Expenses			
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	16.0	2,74,898	-22,79,402
	(d) Employee benefits expense	17.0	9,14,760	18,50,835
	(e) Finance costs		646	-
	(f) Depreciation and amortisation expense	10.0	4,81,714	8,28,859
	(g) Other expenses	18.0	4,61,78,465	9,24,34,954
	Total expenses		4,78,50,483	9,28,35,245
5	Profit / (Loss) before product Upgrade /Exceptional items and tax (3 - 4)		1,21,371	39,280
6	Product Compatibility Upgrades /Exceptional items (To be computed)			
7	Profit / (Loss) before extraordinary items and tax (5 ± 6)		1,21,371	39,280
8	Extraordinary items ( under evaluation)			
9	Profit / (Loss) before tax (7 ± 8)		1,21,371	39,280
10	Tax expense:			
	(a) Current tax expense for current year	8.0	15,000	20,155
	(b) (Less): MAT credit (where applicable)			
	(c) Current tax expense relating to prior years			
	(d) Net current tax expense		15,000	20,155
	(e) Deferred tax			
11	Profit / (Loss) from continuing operations (9 ±10)		1,06,371	19,124
B	DISCONTINUING OPERATIONS			
13	Profit / (Loss) from discontinuing operations (12.i ± 12.ii ± 12.iii)			
C	TOTAL OPERATIONS			
14	Profit / (Loss) for the year (11 ± 13)		1,06,371	19,124

In terms of our report attached.

FOR BGS & ASSOCIATES  
Chartered Accountants.  
Firm Regn. No. 0013021S

sd/-

B.GOVARDHAN SETTY  
Proprietor  
Membership No. : 224317

PLACE : Hyderabad  
DATE : 02.09.2023

For and on behalf of the Board of Directors  
Netripples Software Limited

sd/-

Mazhar Pasha  
Managing Director

sd/-

Sameer Sohrab  
Director

NETRIPPLES SOFTWARE LIMITED  
4.0 PROFIT AND LOSS ACCOUNT (WITH EBITDA) As on 31 March 2023



(Statement of Profit and Loss stating EBITDA)

	Particulars	Note No.	For the Year ended 31 March 2023	For the Year ended 31 March 2022
	<b>A CONTINUING OPERATIONS</b>			
	1 Revenue from operations (gross)	15.0	4,79,71,854	9,28,74,525
	Domestic Income		-	-
	Revenue from operations (net)		4,79,71,854	9,28,74,525
	2 Expenses			
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	16.0	2,74,898	-22,79,402
	(d) Employee benefits expense	17.0	9,14,760	18,50,835
	(e) Other expenses		4,61,78,465	9,24,34,954
	Total		4,73,68,123	9,20,06,387
	3 Earnings before exceptional items, extraordinary		1,21,371	39,280
	4 Finance costs		-	-
	5 Depreciation and amortization expense	10.0	4,81,714	8,28,859
	6 Other income			
	7 Profit / (Loss) before exceptional and extraordinary items and tax (3 ± 4 ± 5 ± 6)		1,21,371	39,280
	8 Exceptional items			
	9 Profit / (Loss) before extraordinary items and tax		1,21,371	39,280
	10 Extraordinary items			
	11 Profit / (Loss) before tax (9 ± 10)		1,21,371	39,280
	12 Tax expense:			
	(a) Current tax expense for current year	8.0	15,000	20,155
	(b) (Less): MAT credit (where applicable)			
	(c) Current tax expense relating to prior years			
	(d) Net current tax expense		15,000	20,155
	(e) Deferred tax			
			15,000	20,155
	13 Profit / (Loss) from continuing operations (11 ±		1,06,371	19,124
	<b>B DISCONTINUING OPERATIONS</b>			
	14.i Profit / (Loss) from discontinuing operations			
	14.ii Gain / (Loss) on disposal of assets / settlement			
	14.iii Add / (Less): Tax expense of discontinuing operations			-
	(a) on ordinary activities attributable to the discontinuing operations			-
	(b) on gain / (loss) on disposal of assets / settlement of liabilities			-
	15 Profit / (Loss) from discontinuing operations (14.i ± 14.ii ± 14.iii)			
	<b>C TOTAL OPERATIONS</b>		1,06,371	19,124
	16 Profit / (Loss) for the year (13 ± 15)		1,06,371	19,124
	In terms of our report attached. FOR BGS & ASSOCIATES Chartered Accountants.		For and on behalf of the Board of Directors Netripples Software Limited	
	sd/- Proprietor Membership No. : 224317 PLACE : Hyderabad DATE : 02.09.2023		sd/- Mazhar Pasha Managing Director DIN: 00719970	sd/- Sameer Sohrab Director DIN: 02423411


**NETRIPPLES SOFTWARE LIMITED**

Notes forming part of the financial statements Financial Year As on 31 March 2023



## 5.0 Share capital

Particulars	As on 31 March 2023		As on 31 March 2022	
	No of Shares	Amount	No of Shares	Amount
(a) Authorised Equity shares of Rs.10 each with voting rights	78,60,000	7,86,00,000	78,60,000	7,86,00,000
(b) Issued # Equity shares of Rs.10 each with voting rights	68,16,900	6,81,69,000	68,16,900	6,81,69,000
Equity shares of ` 10/- each with differential voting rights	-	-	-	-
(c) Subscribed and fully paid up Equity shares of Rs.10 each with voting rights	68,16,900	6,81,69,000	68,16,900	6,81,69,000
Total	6,81,69,000	6,81,69,000	68,16,900	6,81,69,000

	<b>NETRIPPLES SOFTWARE LIMITED</b>		
	Notes forming part of the financial statements Financial Year As on 31 March 2023		
	6.0 Reserves and surplus		
	Closing balance	For the year ended 31 March 2023	For the year ended 31 March 2022
	(g) General reserve Opening balance Add: Transferred from surplus in Statement of Profit and Less: Utilized / transferred during the year for: Issuing bonus shares Others (give details)	3,05,02,459 1,06,371	3,04,83,335 19,124
	Closing balance	3,06,08,830	3,05,02,459

Notes forming part of the financial statements Financial Years on 31 March 2023

7.0 Trade payables \*

Particulars	As at 31 March 2023	As at 31 March 2022
Trade payables:		
Acceptances	2,23,486	5,95,600
Other than Acceptances		
Total	2,23,486	5,95,600

\* Trade payables are dues in respect of goods purchased or services received (including from employees, professionals and others under contract) in the normal course of business.



NETRIPPLES SOFTWARE LIMITED

Notes forming part of the financial statements  
Financial Year As on 31 March 2023



8.0 Short-term provisions

Particulars	For the year ended 31 March, 2023	For the year ended 31 March, 2022
(b) Provision - Others:		
(i) Provision for tax - Current Year	15,000	20,155
(ii) Provisions for taxes up to last year		
Total	15,000	20,155

NETRIPPLES SOFTWARE LIMITED										netripples	
Notes forming part of the financial statements As on 31 March 2023											
9.0 Property, Plant and Equipment											
On WDV Basis	Rate	Gross Carrying Amount				Depreciation Block				Net Carrying Amount	
Description of the asset		As on 01.04.22	Additions during the year	Disposals during the year	As on 31.03.2023	As on 01.04.22	For the year	Eliminated on Disposal	As on 31.03.2023	As on 31.03.2023	As on 31.03.22
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
PLANT & MACHINERY	31.23%	1,66,37,317	-	4,93,433	1,61,43,884	1,56,42,455	1,56,596	2,74,941	1,55,24,111	6,19,774	9,94,862
Furniture & Fixtures	25.89%	63,84,797	-	1,49,940	62,34,857	58,18,602	1,07,768	63,448	58,62,923	3,71,934	5,66,195
Electrical Installations	25.89%	50,46,656	-	5,21,400	45,25,256	44,76,314	12,671	2,74,941	42,14,045	3,11,212	5,70,342
Vehicles	31.23%	22,59,860	-	-	22,59,860	16,58,114	1,87,925	-	18,46,039	4,13,821	6,01,746
Office Equipments	45.07%	56,83,985	-	13,91,500	42,92,485	42,55,315	16,753	2,74,941	39,97,127	2,95,358	14,28,671
<b>TOTAL</b>		<b>3,60,12,616</b>	<b>-</b>	<b>25,56,273</b>	<b>3,34,56,343</b>	<b>3,18,50,800</b>	<b>4,81,714</b>	<b>8,88,270</b>	<b>3,14,44,244</b>	<b>20,12,099</b>	<b>41,61,816</b>
DEPRECIATION AS PER COMPANIES ACT											
Asset	Book date	Dep.%	Cum.acq.valu e	Additions	Disposals	Accum.dep.	Dep for the Year	Net Book Value			
<b>OFFICE EQUIPMENT</b>		45.07%	14,28,671	-	13,91,500		16,753	14,11,918	5,575.60		
			<b>14,28,671</b>	<b>1,58,076</b>			<b>16,753</b>	<b>14,11,918</b>			
<b>ELECTRICAL INSTALLATIONS AND EQUIPMENTS</b>											
ELECTRICAL INSTALLATIONS		25.89%	5,70,342	-	5,21,400	-	12,671	5,57,671	7,341.36		
			<b>5,70,342</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,671</b>	<b>5,57,671</b>			
<b>VEHICLES</b>											
		31.23%	6,01,746	-	-	-	1,87,925	4,13,821	90,261.95		
			<b>6,01,746</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,87,925</b>	<b>4,13,821</b>			
<b>FURNITURE&amp;FIXTURES</b>											
		25.89%	5,66,195	-	1,49,940	0	1,07,768	4,58,427	62,438.26		
			<b>566195</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>107768</b>	<b>458427</b>			
<b>PLANT &amp; MACHINERY</b>											
		31.23%	9,94,862	-	4,93,433	0	1,56,596	8,38,266	75,214.33		
			<b>994862</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>156596</b>	<b>838266</b>			

**NETRIPPLES SOFTWARE LIMITED**

Notes forming part of the financial statements Financial Year As on 31 March : **netripples**

10.0 Depreciation

C. Depreciation and amortization relating to continuing operations:

Particulars	For the year ended 31 March 2023	For the year ended 31 March 2022
Depreciation and amortization for the year on tangible assets as per Note	4,81,714	8,28,859
Depreciation and amortization for the year on intangible assets as per Note		
Less: Utilized from revaluation reserve		
Depreciation and amortization relating to discontinuing operations		
Depreciation and amortization relating to continuing operations	4,81,714	8,28,859

Notes:

(l) Details of amounts written off on reduction of capital or revaluation of assets or sums added to assets on revaluation during the preceding 5 years:

	NETRIPPLES SOFTWARE LIMITED <b>netripples</b>		
	Notes forming part of the financial statements Financial Year As on 31 March 2023		
	11.0 Inventories		
	(At lower of cost and net realizable value)		
	Particulars	For the year ended 31 March, 2023	For the year ended 31 March, 2022
	(b) Work-in-progress @ (Refer Note below) Goods-in-transit	1,81,70,746	1,76,23,475
		1,81,70,746	1,76,23,475
	(c) Finished goods (other than those	7,74,28,846	7,59,41,396
		7,74,28,846	7,59,41,396
	Total	9,55,99,592	9,35,64,871

NETRIPPLES SOFTWARE LIMITED

**netripples**

Notes forming part of the financial statements Financial Year As on 31 March 2023

## 12.0 Trade receivables

	Particulars	For the year ended 31 March, 2023	For the year ended 31 March, 2022
	Other Trade receivables		
	Secured, considered good	27,40,195	30,36,833
	Doubtful		
	Less: Provision for doubtful trade		
	Total	27,40,195	30,36,833

## NETRIPPLES SOFTWARE LIMITED



Notes forming part of the financial statements Financial Year As on 31 March 2023

## 13.0 Cash and cash equivalents

Particulars	For the year ended 31 March, 2023	For the year ended 31 March, 2022
(a) Cash on hand	59,933	5,600
(b) Cheques, drafts on hand		
(c) Balances with banks		
(i) In current accounts	34,126	88,104
(ii) In EEFC accounts		
(iii) In deposit accounts (Refer Note (i) below)		
(d) Others (specify nature)		
<b>Total</b>	<b>94,059</b>	<b>93,704</b>
Of the above, the balances that meet the definition of Cash and cash equivalents as per AS 3 <i>Cash Flow Statements</i> is		

**NETRIPPLES SOFTWARE LIMITED** 

Notes forming part of the financial statements Financial Years on 31 March 2023

14.0 Other Current Assets \*

16.00	Particulars	As at 31 March 2023	As at 31 March 2022
16.1	GST refund claim for FY 2017-18	13,931	13,931
16.2	GST refund claim for FY 2018-19	5,66,720	5,66,720
	GST credits as on 31 March 2019	31,788	31,788
16.3	GST credits as on 31 March 2020	96,838	96,838
16.4	GST credits as on 31 March 2021	2,01,501	2,01,501
16.5	GST credits as on 31 March 2022	2,24,335	2,24,335
16.6	GST Credits as on 31 March 2023	3,64,717	
	Total	9,31,437	7,91,055

\*Current Assets are dues in respect of receivables from Statutory Organizations like GST Income Tax, other Govt Agencies or Private agencies where an amount as on 31st March of that financial year is accumulated and shown here.

NETRIPPLES SOFTWARE LIMITED

**netripples**

Notes forming part of the financial statements Financial Years on 31 March 2023

## 15.0 Revenue from operations

	Particulars	As on 31 March, 2023	As on 31 March, 2022
(a)	Sale of products @ (Refer Note (I) below)		
	Exports	4,79,64,230	9,28,74,525
	Domestic Sales	7,624	
(b)	Sale of services @ (Refer Note (ii) below)		
(c)	Other operating revenues # (Refer Note (iii) below)		
		4,79,71,854	9,28,74,525
(d)	<u>Less:</u> duties		
	Total	4,79,71,854	9,28,74,525



## NETRIPPLES SOFTWARE LIMITED

**netripples**

Notes forming part of the financial statements Financial Year As on 31 March 2023

16.0 Changes in inventories of finished goods, work-in-progress and stock-in-trade @

Ref. No.	Particulars	As on 31 March, 2023	As on 31 March, 2022
	<u>Inventories at the end of the year:</u>		
	Finished goods	7,74,28,846.00	7,59,41,396
	Work-in-progress	1,81,70,746	1,76,23,475
	Stock-in-trade		
		9,55,99,592	9,35,64,871
	<u>Inventories at the beginning of the year:</u>		
	Finished goods	7,59,41,396	7,10,57,607
	Work-in-progress	1,76,23,475	2,02,27,863
		9,35,64,871	9,12,85,470
	Reduce Stock-in-trade/Milestone Under Acceptance	23,09,619	
	Net (increase) / decrease	2,74,898	(22,79,402)

**NETRIPPLES SOFTWARE LIMITED**

Notes forming part of the financial statements Financial Year As on 31 March 2023

17.0 Employee benefits expense

**netripples**

Particulars	As on 31 March 2023	As on 31 March 2022
Salaries and wages #		
Contributions to provident and other funds (Refer Note 30.4) @	8,69,724	17,93,645
Staff welfare expenses **	45,036	57,190.00
Total	9,14,760	18,50,835

18.0 OTHER EXPENSES		<b>netripples</b>	
Notes forming part of the financial statements Financial Year As on 31 March 2023			
18.0 Other expenses			
Particulars	For the year ended 31 March, 2023	For the year ended 31 March, 2022	
Travelling and conveyance *	1,80,614	2,49,405	
Communication *	32,417	48,560	
Computer Peripherals and Consumables	2,16,943	1,31,159	
Insurance A/c	36,804	31,600	
Rates and Taxes	41,407	3,98,900	
Onsite Project Infrastructure Services	87,43,682	2,02,80,000	
Printing & Stationary and Books	1,76,972	80,900	
Power and Fuel	1,55,884	62,782	
Onsite Project Operating Software Tools and SW Services	1,01,76,000	1,99,52,900	
Business Promotions	56,908	4,82,453	
Repairs and maintenance - Others *	2,95,089	98,967	
Office Maintenance	48,435	52,387	
General Expenses	71,992	2,42,571	
Onsite Project Miscellaneous Expenses	86,62,400	1,69,85,100	
Directors Sitting Fee	20,000	20,000	
Onsite Third party SW Integration & Config Services	88,88,650	1,74,28,748	
R & T ,Legal and Professional Charges	19,900	38,900	
Subscriptions & Seminars Membership Fees	3,00,000	5,36,972	
Vehicle Maintenance	55,668	63,750	
Onsite Medical Equipment & Device Integration Expenses	79,38,700	1,51,73,900	
Auditors Remuneration	60,000	75,000	
Total	4,61,78,465	9,24,34,954	

NETRIPPLES SOFTWARE LIMITED

**netripples**

19.0 Revenue Segment Information as on 31.03.2023

Ref. No.	Note	For the year ended 31 March 2023				Particulars			
		Particulars	Single Segment	Eliminations	Total	Segment information			
			Application Software and Services			There is Single Segment of Application Software and Services			
						For the year ended 31 March 2022			
						Particulars	Single Segment	Eliminations	Total
							Application Software and Services		
		Revenue	4,79,64,230	-	4,79,64,230	Revenue	9,28,74,525	-	9,28,74,525

NETRIPPLES SOFTWARE LIMITED  
Notes forming part of the financial statements Financial Year As on 31.03.2023  
20.0 Earnings Per Share



Note	Particulars	For the year ended on 31 March 2023	For the year ended on 31 March 2022
	Earnings per share		
	<u>Basic</u>		
	<u>Continuing operations</u>		
	Net profit / (loss) for the year from continuing operations	1,06,371	19,124
	Less: Preference dividend and tax thereon		
	Net profit / (loss) for the year from continuing operations attributable to	1,06,371	19,124
	Weighted average number of equity shares	68,16,900	68,16,900
	Par value per share	10	10
	Earnings per share from continuing operations - Basic	0.0156	0.0028
	<u>Total operations</u>		
	Net profit / (loss) for the year	1,06,371	19,124
	Less: Preference dividend and tax thereon		
	Net profit / (loss) for the year attributable to the equity shareholders	1,06,371	19,124
	Weighted average number of equity shares	68,16,900	68,16,900
	Par value per share	10	10
	Earnings per share - Basic	0.0156	0.0028
	<u>Continuing operations</u>	0	0
	Net profit / (loss) for the year from continuing operations	1,06,371	19,124
	Net profit / (loss) for the year from continuing operations attributable to	1,06,371	19,124
	Weighted average number of equity shares	68,16,900	68,16,900
	Par value per share	10	10
	Earnings per share from continuing operations, excluding extraordinary	0.0156	0.0028
	<u>Total operations</u>		
	Net profit / (loss) for the year	1,06,371	19,124
	Net profit / (loss) for the year attributable to the equity shareholders,	1,06,371	19,124
	Weighted average number of equity shares	68,16,900	68,16,900
	Par value per share	10	10
	Earnings per share, excluding extraordinary items - Basic	0.0156	0.0028

NETRIPPLES SOFTWARE LIMITED				
Notes forming part of the financial statements Financial Year 2022-23				
GN 6.13	21.0 Deferred Tax Liabilities	<b>netripples</b>		
Ref. No.	Note	Particulars	As at 31 March 2023	As at 31 March 2022
		Deferred tax (liability) / asset		
		<u>Tax effect of items constituting deferred tax liability</u>		
		On difference between book balance and tax balance of		-
		On expenditure deferred in the books but allowable for tax	23,61,065	23,61,065
		On items included in Reserves and surplus pending		
		Others		
		Tax effect of items constituting deferred tax liability	23,61,065	23,61,065
		Net deferred tax (liability) / asset	23,61,065	23,61,065
		The Company has recognized deferred tax asset on unabsorbed depreciation to the extent of the corresponding deferred tax liability on the difference between the book balance and the written down value of fixed assets under Income Tax (or) The Company has recognized deferred tax asset on unabsorbed depreciation and brought forward business losses based on the Management's estimates of future profits considering the non-cancellable customer orders received by the Company.		
		The net deferred tax liability / asset should always be classified as non-current and disclosed on the face of the Balance Sheet.		

## INDEPENDENT AUDITORS' REPORT

To the Members of NETRIPPLELS SOFTWARE LIMITED  
Report on the Financial Statements

We have audited the accompanying standalone financial statements NETRIPPLELS SOFTWARE LIMITED as at March 31, 2023, the Statement of profit and loss for the year ended, the Statement of changes in the equity, the statement of changes in the cash flows and a summary of the significant accounting policies and other explanatory information.

### **Opinion:**

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

The accompanying financial statements have been prepared assuming that the Company will continue as a going concern.

### **"Information Other than the Financial Statements and Auditor's Report Thereon"**

The Company's Board of Directors is responsible for the other information. The other information comprises the [information included in the Board report, but does not include the Financial Statements and our auditor's report thereon.

Our opinion on the 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 Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the 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.

**Management's responsibility for the Financial Statements:**

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies(Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give, true and fair view and are free from material misstatement, whether due to fraud or error.

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

**Auditor's responsibility:**

Our objectives are to obtain reasonable assurance about whether the 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 Financial Statements.

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

- a. Identify and assess the risks of material misstatement of the 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.



- b. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls
- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d. 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 Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial 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 Company to cease to continue as a going concern.
- e. Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

**Report on other legal and regulatory requirements:**

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

OR

The provisions of the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013 is not applicable to the Company since

- (a) It is not a subsidiary or holding company of a public company;
- (b) Its paid-up capital and reserves and surplus are not more than Rs.1 Crores as at the balance sheet date;
- (c) Its total borrowings from banks and financial institutions are not more than Rs.1 Crores at any time during the year; and
- (d) Its turnover for the year is not more than Rs.10 Crores during the year.

As required by Section 143(3) of the Act, 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.
- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books [and proper returns adequate for the purposes of our audit have been received from the branches not visited by us.]
- (c) [The reports on the accounts of the branch offices of the Company audited under Section 143(8) of the Act by branch auditors have been sent to us and have been properly dealt with by us in preparing this report.]
- (d) The Balance Sheet, the Statement of Profit and Loss, (the Statement of Changes in Equity) and the Cash Flow Statement dealt with by this Report are in agreement with the books of account [and with the returns received from the branches not visited by us].

- (e) In our opinion, the aforesaid Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (f) On the basis of the written representations received from the directors as on 31st March, 2023 taken on record by the Board of Directors, 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.
- (g) Since the Company's turnover as per last audited Financial Statements is less than Rs.50 Crores and its borrowings from banks and financial institutions at any time during the year is less than Rs.25 Crores, the Company is exempted from getting an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017;

OR

With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".

- (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, in our opinion and to the best of our information and according to the explanations given to us:
  - a. The Company does not have any pending litigations which would impact its financial position.
  - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

- d. i The management has represented that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds 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 to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- ii The management has represented, that, to the best of it's knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, 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 provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- iii Based on such audit procedures which we have 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) contain any material mis-statement.
- e. The company has not declared or paid any dividend during the year is in accordance with section 123 of the Companies Act 2013", Hence clause not applicable.

For BGS & ASSOCIATES,  
Chartered Accountants.  
FRN-0013021S

Sd/-  
B. Govardhana Setty  
Proprietor  
Membership No:224317

Place: Hyderabad  
Date:02.09.2023.

**"Annexure A" to the Independent Auditors' Report**

Referred to in paragraph under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2023:

- 1)
  - (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets;
  - (b) The Fixed Assets have been physically verified by the management in a phased manner, designed to cover all the items over a period of three years, which in our opinion, is reasonable having regard to the size of the company and nature of its business. Pursuant to the program, a portion of the fixed asset has been physically verified by the management during the year and no material discrepancies between the books records and the physical fixed assets have been noticed.
  - (c) The title deeds of immovable properties are held in the name of the company.
- 2)
  - (a) The management has conducted the physical verification of inventory at reasonable intervals.
  - b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.
- 3) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the Register maintained under section 189 of the Act. Accordingly, the provisions of clause 3 (iii) (a) to (C) of the Order are not applicable to the Company and hence not commented upon.
- 4) In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act, 2013 In respect of loans, investments, guarantees, and security.
- 5) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- 6) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- 7)
  - (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally

regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2023 for a period of more than six months from the date on when they become payable.

b) According to the information and explanation given to us, there are no dues of income tax, sales tax, outstanding on account of any dispute.

- 8) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions or from the government and has not issued any debentures.
- 9) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- 10) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.
- 11) Based upon the audit procedures performed and the information and explanations given by the management, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act;
- 12) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- 13) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- 14) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- 15) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with

directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.

- 16) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For and on behalf of  
BGS& Associates  
Chartered Accountants  
Firm's registration number:013021S

*Sd/-*  
*Proprietor*  
Membership number:224317

Place: Hyderabad,  
Date: 02.09.2023

## **Annexure – B to the Independent Auditors’ Report**

Report on the Internal Financial Controls over Financial Reporting under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013

We have audited the internal financial controls over financial reporting of NETRIPPLELS SOFTWARE LIMITED as of March 31, 2023 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

### **Management’s Responsibility for Internal Financial Controls:**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting 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. 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 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 Companies Act, 2013.

### **Auditors’ Responsibility:**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India and the Standards on Auditing deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 over financial reporting was 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 over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 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 Company’s internal financial controls system over financial reporting.



### **Meaning of Internal Financial Controls over Financial Reporting:**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting 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 authorisations of management and directors of the company.
- 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 over Financial Reporting:**

Because of the inherent limitations of internal financial controls over financial reporting, 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion:**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2021, based on the internal control over financial reporting 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 BGS & ASSOCIATES,  
Chartered Accountants.

Sd/-

Proprietor

Membership No :224317

Place: Hyderabad, Date:02.09.2023

*NETRIPPLELS SOFTWARE LIMITED*  
*HYDERABAD*

SIGNIFICANT ACCOUNTING POLICIES FORMING A PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2023

Accounting convention

The Financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, and the relevant provisions of the Companies Act, 2013 (“the 2013 Act”), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention except for certain categories of fixed assets that are carried at re-valued amounts.

All assets and liabilities have been classified as current or non-current as per the Company’s normal operating cycle and other criteria set out in the Schedule III to the 2013 Act. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has determined its operating cycle as twelve months for the purpose of current, non-current classification of assets and liabilities.

A. Change in Accounting policy

There is no change in the accounting policy as compared to previous year.

B. Use of Estimates

The preparation of financial statements requires estimates and assumptions to be made that affect the reported amount of assets and liabilities on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known / materialized.

C. Revenue Recognition:

a) Sale of goods

- I. Revenue from sale of goods and services is recognized when all the significant risks and rewards of ownership transferred to the buyer and the company retains no effective control of the goods transferred to a degree usually associated with ownership.
- II. No significant uncertainty exists regarding the amount of the consideration that will be derived from the sale of goods.
- III. The company has collected the receivables through third party instead of directly from clients. Third part has collected and transferred from their account to company account on regular basis.

b) dividend from investment is recognized when the right to receive payment is established.

c) Revenue from interest is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

#### D. Tangible and Intangible Fixed Assets

All fixed assets are stated at cost of acquisition, less accumulated depreciation and accumulated impairment losses if any. Direct costs are capitalized until the assets are ready for use and includes freight, duties, taxes and expenses incidental to acquisition and installation.

Subsequent expenditures related to an item of fixed assets are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance

Tangible fixed assets and Intangible assets, that are not yet ready for their intended use, are carried at costs, comprising direct cost, and other incidental / attributable expenses and reflected under Capital work in progress / Intangible assets under development, respectively.

Losses arising from the retirement of and gains or losses arising from the disposal of fixed assets which are carried at cost are recognized in the statement of Profit and Loss.

Intangible assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any.

Gains or Losses arising from the retirement or disposal of intangible assets are determined as a difference between the new disposal proceeds and the carrying amount of the asset and are recognized as income or expense in the statement of Profit or Loss.

#### E. Depreciation

Depreciation is provided on a pro-rata basis on Written down Value method (WDV) over the useful lives of the assets specified in the schedule II of the Companies Act, 2013 from the month the assets are put to use during the financial year. In respect of assets sold or disposed off during the year, depreciation/ amortisation is provided upto the month of sale or disposal of the assets.

The carrying values of assets/ cash generating units at each balance sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount exceeds the recoverable amount.

#### F. Inventories

Items of inventories are measured at lower of cost or net realizable value after providing for obsolescence, if any. Cost of inventories comprises of cost of purchase, cost of conversion and other costs incurred in bringing them to their respective present location and condition. Cost of raw materials, stores and spares, packing materials, trading and other products are determined on weighted average basis. Cost of work-in-progress and finished stock is determined on absorption costing method.

#### G. Investments

Investments that are readily realizable and intended to be held for not more than a year from the date on which such investments are made are classified as current investments. All other investments are classified as long term investments.

Long term investments are stated at cost, except where there is a diminution in value (other than temporary), in which case the carrying value is reduced to recognize the decline. Current investments are carried at lower of cost and fair value, computed separately in respect of each category of investment.

#### H. Foreign Currency Transactions

Transactions made during the year in foreign currency are recorded at the exchange rate prevailing at the time of transactions. Exchange differences arising on actual payment/realization and year end reinstatement referred to above are recognized in the Statement of profit and loss.

Particulars	Amount in Rs.
Foreign exchange Loss during the Year:	Nil
Foreign exchange gain during the Year:	Nil
Net Effect (Loss)	Nil

#### I. Cash and Cash equivalents

In the cash flow statements, cash and cash equivalents include cash in hand, demand deposits with the bank and other short-term highly liquid investments with the original maturities of three months or less.

#### J. Lease

The assets acquired on lease wherein a significant portion of risks and rewards of ownership of an asset is retained by the lessor are classified as operating leases. Lease rentals paid for such leases are recognized as an expense on systematic basis over the terms of lease.

#### K. Borrowing Cost

Borrowing Cost that are directly attributable to acquisition or Construction of a qualifying asset capitalized as a part of cost of such asset. Qualifying asset is one that takes substantial period of time to get ready for its intended use. All other borrowing costs are recognized as expenditure in the period in which they are incurred.

#### L. Subsidy

Any government grants available to the company are recognized when there is a reasonable assurance of compliance with the conditions attached to such grants and when benefits in respect there off have been earned and it is reasonably certain that the ultimate collection will be made. Government subsidy related to specific fixed assets is deducted from the gross value of assets concerned.

#### M. Impairment of assets

At each balance date an assessment is made whether any indication exists that an asset has been impaired. If any such indication exists, an impairment loss i.e the amount by which the carrying amount of asset exceeds its recoverable amount is provided in the books of accounts.

N. Accounting for Taxes on Income

Provision for Taxation for the year comprises of current tax. Current tax is amount of income-tax determined to be payable in accordance with the provisions of income tax act 1961. Deferred tax is the tax effect of timing difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

O. Provisions & Contingent liabilities

A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the notes.

Contingent assets are neither recognized nor disclosed in the financial statements.

P. Earnings Per Share.

Basic earnings per share is calculate by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

Q. Segment Reporting.

The Company's primary segment is identified as business segment based on nature of product, risks, returns and the internal business reporting system and secondary segment is identified based on geographical location of the customers as per Accounting Standard – 17. The Company is principally engaged in a single business segment.

R. Income taxes

Income tax expenses comprise current and deferred taxes. Current tax is determined on income for the year chargeable to tax in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws and after considering credit for Minimum Alternate Tax (MAT) available under the said Act. MAT paid in accordance with the tax laws which gives future economic benefits in the form of adjustments to future tax liability, is considered as an asset if there is convincing evidence that the future economic benefit associated with it will flow to the Company resulting in payment of normal income tax.

- S. The accounts of Sundry Debtors, Sundry Creditors and Advances are subject to confirmation.
- T. The figures have been rounded off to the nearest Rupee.
- U. There are no dues to Micro, Small and Medium Enterprises, that are reportable under Micro, Small and Medium Enterprises Development Act 2006.
- V. The Previous year's figures have been reworked, regrouped, rearranged and reclassified wherever necessary. Amounts and other disclosures for the preceding year are included as an integral part of the current year financial statements and are to be read in relation to the amounts and other disclosures relating to the current year.

For BGS & ASSOCIATES,  
Chartered Accountants.  
FRN-0013021S

For NETRIPPLE SOFTWARE LIMITED

Sd/-  
B. Govardhana Setty  
Proprietor  
Membership No :224317

sd/-  
Director

Place: Hyderabad,  
Date: 02.09.2023