

# MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED

CIN: U72200MH1996PTC102385

PLOT NO. 28, 702, WING A, 7TH FLOOR, IT PARK, GAYATRI NAGAR, NAGPUR-440022

Email ID: smokashi@microproindia.com Ph No : 91-9373693405

## Board Report

To  
The Members,

The Directors have pleasure in submitting their 26<sup>th</sup> Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31<sup>st</sup> March, 2022.

### 1. FINANCIAL RESULTS

The Company's financial performance for the year under review along with previous year's figures is given hereunder:

| Particulars   | 31/03/2022      | 31/03/2021      |
|---|-----------------|-----------------|
| Total Revenue   | 19,81,19,353.00 | 12,72,47,509.00 |
| Profit/Loss before depreciation and amortization      | 4,05,85,138.00  | 2,12,09,521.00  |
| Depreciation and amortization for the year            | 30,16,402.00    | 26,37,982.00    |
| Net Profit/Loss after depreciation and amortization   | 3,75,68,736.00  | 1,85,71,539.00  |
| Exceptional Items                                     | 0.00            | 0.00            |
| Profit before extraordinary items and tax             | 3,75,68,736.00  | 1,85,71,539.00  |
| Extraordinary Items                                   | 0.00            | 0.00            |
| Profit before tax                                     | 3,75,68,736.00  | 1,85,71,539.00  |
| Current tax expense                                   | 65,41,500.00    | 9,00,000.00     |
| Deferred tax expense                                  | 13,99,110.00    | 7,13,032.00     |
| Income Tax (earlier years)                            | (23,80,564)     | 35,23,008.00    |
| MAT Credit  | (2,27,151)      | -               |
| Profit/Loss for the period from continuing operations | 3,22,35,841.00  | 1,34,35,499.00  |
| Profit/Loss from discontinuing operations             | 0.00            | 0.00            |
| Tax expense of discontinuing operations               | 0.00            | 0.00            |
| Profit/Loss from discontinuing operations (after tax) | 0.00            | 0.00            |
| Profit/Loss transferred/adjusted to General Reserve   | 3,22,35,841.00  | 1,34,35,499.00  |
| Basic earnings per equity share                       | 1,289.43        | 537.42          |
| Diluted earnings per equity share                     | 1,289.43        | 537.42          |

### 2. DIVIDEND

With a view to conserve resources, your Directors did not recommended any dividend for the financial year ended 31<sup>st</sup> March, 2022.



### **3. REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS**

The total revenue of the Company in the year under review was Rs. 19,81,19,353/- as compared to Previous year Rs. 12,72,47,509/-. The Company in the year under review has gained a profit of Rs. 3,22,35,841/- as compared to Profit of Rs. 1,34,35,499/- during the previous year.

### **4. MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENT RELATES AND THE DATE OF THE REPORT**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate and the date of the report

### **5. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

The information pertaining to conservation of energy, technology absorption, foreign exchange earnings and outgo as required under Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in Annexure 1 and is attached to this report.

### **6. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY**

The Company's Risk Management framework is designed to identify, assess and monitor various risks related to key business and strategic objectives and lead to the formulation of a mitigation plan. Major risks in particular are monitored regularly at Executive levels and the Board of Directors of the Company is kept abreast of such issues.

### **7. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**

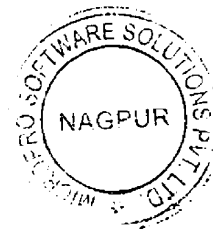
The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

### **8. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013**

During the year under review, there were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013.

### **9. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

There have been no materially significant related party transactions between the Company and the Directors, the management, the subsidiaries or the relatives except for those disclosed in the financial statements.



Accordingly, particulars of contracts or arrangements with related parties referred to in Section 188(1) along with the justification for entering into such contract or arrangement in Form AOC-2 does not form part of the report.

#### **10. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS**

There were no qualifications, reservations or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

#### **11. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES**

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Directors qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

#### **12. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW**

The Company had 5 Board meetings during the financial year under review.

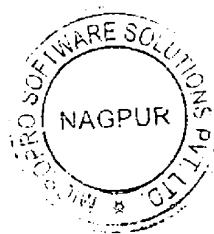
#### **13. DIRECTORS RESPONSIBILITY STATEMENT**

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submits its responsibility statement:

- a. in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b. the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c. the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d. the directors had prepared the annual accounts on a going concern basis;
- e. the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively; and
- f. the directors have laid down internal financial controls to be followed by the Company and such internal financial controls are adequate and operating effectively.

#### **14. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES**

The Company does not have any Subsidiary, Joint venture or Associate Company.



## **15. DEPOSITS**

The Company has not accepted any deposits, during the year under review, within the meaning of Sections 2(31) and 73 of the Companies Act, 2013 and the Rules framed thereunder and any re-enactments thereof.

## **16. DECLARATION OF INDEPENDENT DIRECTORS**

The provisions of Section 149 pertaining to the appointment of Independent Directors do not apply to the Company.

## **17. STATUTORY AUDITORS**

M/s Banthia Damani & Associates, Chartered Accountants (Firm Registration Number: 0126132W) were appointed as the Statutory Auditors for a period of 5 years in the Annual General Meeting held on 30/09/2019 for a tenure starting FY 2019-20 to 2023-24.

## **18. DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM**

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is not applicable to the Company.

## **19. ADEQUACY OF INTERNAL FINANCIAL CONTROL**

The Company maintains comprehensive internal control system, commensurate with the size of its operations and monitoring procedure for all the major processes to ensure reliability of financial reporting and timely feedback on compliance with policies, procedure, laws and regulations.

## **20. CHANGES IMPACTING GOING CONCERN STATUS AND COMPANY'S OPERATIONS**

During the year under review, there have been no material orders passed by the Regulators/Courts impacting materially the going concern status or future operations of the Company.

## **21. WEB LINK OF ANNUAL RETURN:**

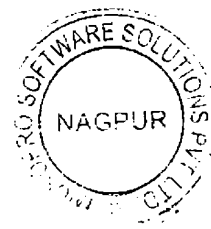
The annual return of the Company is placed on the following weblink:  
<https://www.microproindia.com/>

## **22. MAINTENANCE OF COST RECORDS:**

Maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, is not required by the Company and accordingly such accounts and records have not been made and maintained.

## **23. PREVENTION OF SEXUAL HARRASMENT AT WORKPLACE:**

The Internal Complaints Committee was constituted in pursuance of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.



The Company has also provided adequate safeguards against victimization of employees and Directors who express their concerns. The Company has also provided direct access to the chairman of the Committee on reporting issues concerning the employees of the Company.

#### 24. INSURANCE

Adequate insurance cover has been taken for the properties of the Company including Building, Plant & Machineries and other assets.

#### 25. HUMAN RESOURCES MANAGEMENT

Given the knowledge-incentive nature of your company's activities, human resources are among the most critical assets. Recognizing this, your company has put in place scalable recruitment and human resource process, enabling it to attract and retain high-caliber employees. Your company has a robust selection process and provides intense technical and cross-functional training, which helps hone employee's skills.

#### 26. DETAILS OF DIRECTORS OR KEY MANAGERIAL PERSONNEL

During the year under review none of the director was appointed or resigned from the Board of Directors of the company. The present composition of the board of the Company is as follows:

| Name of the Directors /KMP  | Designation        |
|-----------------------------|--------------------|
| Hitesh Dhirajlal Parikh     | Wholetime Director |
| Meher Shreeram Pophali      | Wholetime Director |
| Sanjay Mokashi Yadavrao     | Wholetime Director |
| Manish Suresh Peshkar       | Wholetime Director |
| Prashant Renukadas Rajurkar | Wholetime Director |
| Srinivas Chinnaya Sabbineni | Director           |

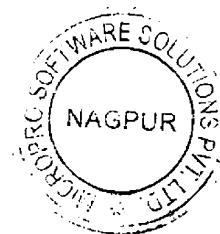
None of the Directors of the Company were disqualified to hold the office of Directorship according to Section 164 of the Companies Act, 2013.

#### 27. DETAILS OF APPLICATION MADE OR ANY PROCEEDING PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR:

No such application is made or pending under the Insolvency and Bankruptcy Code, 2016 during the year under review.

#### 28. DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH THE REASONS THEREOF:

No such activity has been undertaken by the Company during the year under review.



## ACKNOWLEDGEMENTS

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

For **MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED**

For MICROPRO SOFTWARE SOLUTIONS PVT. LTD

For MICROPRO SOFTWARE SOLUTIONS PVT. LTD

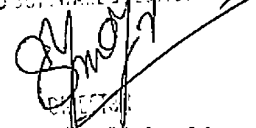
Place: Nagpur  
Dated: 05/09/2022



DIRECTOR

**Mr. Manish Peshkar**

Wholetime Director (DIN: 01568162)



**Mr. Sanjay Mokashi**

Wholetime Director (DIN: 01568141)



## Annexure 1

### CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

#### (A) Conservation of energy-

(i) The steps taken or impact on conservation of energy;

The Company is committed to conserve energy and making the best use of this scarce resource.

(ii) The steps taken by the company for utilizing alternate sources of energy

No alternate source of energy was used during the financial year under review.

(iii) The capital investment on energy conservation equipments

No specific investment made during the financial year on energy conservation equipment.

#### (B) Technology absorption-

(i) The efforts made towards technology absorption;

The technology used for the existing project is fully indigenou. The departments of the Company are always in pursuit of finding ways and means to improve the performance, quality and cost effectiveness of its products. The consistent efforts are made for the updation of technology being used by the Company as a continuous exercise.

(ii) The benefits derived like product improvement, cost reduction, product development or Import substitution;

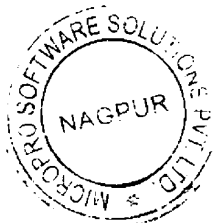
Continuous value engineering activities is currently being undertaken for improving profitability.

(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-

- (a) The details of technology imported;
- (b) The year of import;
- (c) Whether the technology been fully absorbed;
- (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and

NIL

(iv) The expenditure incurred on Research and Development: Nil



(C) Foreign exchange earnings and Outgo:

| Nature of Transaction | Amount (2021-2022) | Amount (2020-2021) |
|-----------------------|--------------------|--------------------|
| Earnings              | -                  | -                  |
| Outgo                 | -                  | -                  |

For MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED

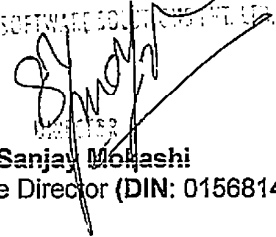
For MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED

For MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED

Place: Nagpur  
Dated: 05/09/2022

  
DIRECTOR

Mr. Manish Peshkar  
Wholetime Director (DIN: 01568162)

  
DIRECTOR

Mr. Sanjay Mohashi  
Wholetime Director (DIN: 01568141)





**BANTHIA DAMANI & ASSOCIATES**

**CHARTERED ACCOUNTANTS**

SO-8, Amarjyoti Palace, Dhantoli,

Wardha Road, Nagpur-440012

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**INDEPENDENT AUDITOR'S REPORT**

To,

**The Members of Micropro Software Solutions Private Limited**

**Report on the Audit of the Standalone Financial Statements**

**Opinion**

We have audited the accompanying financial statements of **Micropro Software Solutions Private Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2022 and the Statement of Profit and Loss for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ('Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022 and its profit for the year ended on that date.

**Basis for Opinion**

We conducted our audit 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 Act and the rules there under, 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

**Key audit matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Reporting of key audit matters as per SA 701, Key Audit Matters are not applicable to the Company as it is an unlisted company.

**Information other than the financial statements and auditors' 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 Annual 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 standalone 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 Standalone 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 financial statements that give a 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. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 statement that give a 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.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

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:

- 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.

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

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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in

our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Report on Other Legal and Regulatory Requirements**

- (1) The Companies (Auditors 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 ('the Act'), are not applicable to the company as the company does not fulfill the specified conditions.
  
- (2) (A) As required by Sec 143(3) of the Act, we report that:
  - (a) We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
  - (b) In our opinion, proper books of accounts as required by law have been kept by the Company as far as it appears from our examination of those books.
  - (c) The standalone financial statements dealt with by this report are in agreement with the books of accounts.
  - (d) In our opinion, the aforesaid standalone financial statements comply with the accounting standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - (e) On the basis of written representation received from the directors, as on 31<sup>st</sup> March, 2022 and taken on record by the Board of Directors, we report that none of the directors are disqualified as on 31<sup>st</sup> March, 2022 from being appointed as a director in terms of section 164(2) of the Act.
  - (f) 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.
  
- (B) 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 has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note no. 25(a) to the financial statements.
- (b) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- (c) The Company does not have any amounts required to be transferred to the Investor Education and Protection Fund.
- (d) (i) The management has represented that, to the best of its knowledge and belief, 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 persons or entities, including foreign entities (“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 (“Ultimate Beneficiaries”) by or on behalf of the Company or
  - provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- (d) (ii) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the company from any persons or entities, 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 (“Ultimate Beneficiaries”) by or on behalf of the Funding Party or
  - provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- (d) (iii) Based on audit procedures which we considered reasonable and appropriate in the circumstances, nothing has come to their notice that has caused us to believe that the representations under sub-clause d.(i) and (ii) contain any material mis-statement.

- (e) The company has not declared or paid any dividend during the year. Hence this clause is not applicable.
- (C) With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act, in our opinion, the limit prescribed by section 197 for maximum permissible managerial remuneration is not applicable to a private limited company.

**For Bantia Damani & Associates**

**Chartered Accountants**

Firm Reg. No.: 126132W



A handwritten signature in blue ink, appearing to read "Rajeev Damani", written over a horizontal line.

**(Rajeev Damani)**

**Partner**

M. N.: 42804

Place: Nagpur

Date: 05<sup>th</sup> September, 2022

UDIN: 22042804AVRYIA4012

**MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED, NAGPUR**  
**Balance Sheet as at 31st March, 2022**

(Rs. in lacs)

|   | Notes | As at 31.03.2022 | As at 31.03.2021 |
|---|-------|------------------|------------------|
| <b>EQUITY AND LIABILITIES</b>   |       |                  |                  |
| <b>Shareholders' Funds</b>  |       |                  |                  |
| Share Capital   | 1     | 25.00            | 25.00            |
| Reserves and surplus  | 2     | 1,087.21         | 764.86           |
|   |       | 1,112.21         | 789.86           |
| <b>Non-Current Liabilities</b>  |       |                  |                  |
| Long-term borrowings  | 3     | 265.74           | 117.90           |
| Deferred tax liabilities (Net)  | 4     | 21.68            | 7.69             |
|   |       | 287.42           | 125.58           |
| <b>Current Liabilities</b>  |       |                  |                  |
| Short-term borrowings   | 5     | 326.31           | 319.91           |
| Trade payables  | 6     |                  |                  |
| - dues of MSMEs   |       | 6.87             | -                |
| - dues of other than MSMEs  |       | 111.17           | 81.48            |
| Other current liabilities   | 7     | 218.02           | 191.51           |
| Short-term provisions   | 8     | 65.42            | 9.00             |
|   |       | 727.78           | 601.90           |
| <b>TOTAL</b>  |       | <b>2,127.42</b>  | <b>1,517.34</b>  |
| <b>ASSETS</b>   |       |                  |                  |
| <b>Non-Current Assets</b>   |       |                  |                  |
| Property, Plant & Equipment   | 9     |                  |                  |
| Tangible assets   |       | 899.45           | 432.13           |
| Capital Work In Progress  |       | -                | 29.64            |
| Non-current Investments   | 10    | 37.15            | 37.15            |
| Long-term loans and advances  | 11    | 43.45            | 57.26            |
| Other non-current assets  | 12    | 148.80           | 67.88            |
|   |       | 1,128.85         | 624.07           |
| <b>Current Assets</b>   |       |                  |                  |
| Inventories   | 13    | 57.07            | 288.84           |
| Trade receivables   | 14    | 544.20           | 235.54           |
| Cash and bank balance   | 15    | 194.66           | 285.44           |
| Short-term loans and advances   | 16    | 202.64           | 83.45            |
|   |       | 998.56           | 893.27           |
| <b>TOTAL</b>  |       | <b>2,127.42</b>  | <b>1,517.34</b>  |
| Significant Accounting Policies   | 24    |                  |                  |
| The accompanying notes are an integral part of the financial statements |       |                  |                  |

For Micropro Software Solutions Private Limited

  
( Director )

  
( Director )

Place: Nagpur  
Date : 5th September, 2022  
UDIN: 22042804AVRYIA4012

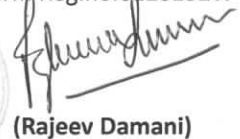
As per our report of even date attached

**For Banthia Damani & Associates**

**Chartered Accountants**

Firm Reg.no.0126132W



  
(Rajeev Damani)

**Partner**

M.no.42804



**MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED, NAGPUR**  
**Profit & Loss account for the year ended 31st March, 2022**

(Rs. in lacs)

|   | Notes | Year ended<br>31.03.2022 | Year ended<br>31.03.2021 |
|---|-------|--------------------------|--------------------------|
| <b>INCOME</b>   |       |                          |                          |
| Revenue from operations   | 17    | 1,968.66                 | 1,268.04                 |
| Other Income  | 18    | 12.54                    | 4.43                     |
| <b>Total Revenue</b>  |       | <b>1,981.19</b>          | <b>1,272.48</b>          |
| <b>EXPENSES</b>   |       |                          |                          |
| Purchases of Stock-in-Trade   |       | 366.07                   | 332.19                   |
| Purchases of Services   |       | 119.15                   | 66.86                    |
| Changes in Inventories of Stock-in-trade  | 19    | 231.77                   | (104.32)                 |
| Employee benefits expense   | 20    | 592.66                   | 548.45                   |
| Finance costs   | 21    | 26.64                    | 24.36                    |
| Depreciation and amortisation expense   |       | 30.16                    | 26.38                    |
| Other expenses  | 22    | 239.05                   | 192.83                   |
| <b>Total Expenses</b>   |       | <b>1,605.51</b>          | <b>1,086.76</b>          |
| <b>Profit before exceptional item &amp; tax</b>   |       | <b>375.69</b>            | <b>185.72</b>            |
| <b>Profit/ (Loss) before tax</b>  |       | <b>375.69</b>            | <b>185.72</b>            |
| <b>Tax expenses</b>   |       |                          |                          |
| -Current tax  |       | 65.42                    | 9.00                     |
| -Deferred tax   |       | 13.99                    | 7.13                     |
| - Income tax (earlier years)  |       | (23.81)                  | 35.23                    |
| - MAT credit  |       | (2.27)                   | -                        |
|   |       | <b>53.33</b>             | <b>51.36</b>             |
| <b>Profit/(Loss) for the year</b>   |       | <b>322.36</b>            | <b>134.35</b>            |
| Earning per equity share<br>Basic & Diluted (in Rs.)  | 23    | 1,289.43                 | 537.42                   |
| Significant Accounting Policies<br>The accompanying notes are an integral part of<br>the financial statements | 24    |                          |                          |

For Micropro Software Solutions Private Limited

  
( Director )

  
( Director )

Place: Nagpur  
Date : 5th September, 2022  
UDIN: 22042804AVRYIA4012

As per our report of even date attached

**For Banthia Damani & Associates**

**Chartered Accountants**

Firm Reg.no.0126132W



  
(Rajeew Damani)

**Partner**

M.no.42804

**MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED, NAGPUR**

**Notes to the financial statements for the year ended 31st March, 2022:**

(Rs. in lacs)

**1. SHARE CAPITAL**

|  | As at 31.03.2022 | As at 31.03.2021 |
|--|------------------|------------------|
| <b>Authorised</b>  |                  |                  |
| 25,000 Equity Shares of Rs.100/- each<br>( Pre.Yr. 25,000 Equity Shares of Rs.100/- each ) | 25.00<br>-       | 25.00            |
| <b>Issued, Subscribed &amp; Paid up</b>  |                  |                  |
| 25,000 Equity Shares of Rs.100/- each<br>( Pre.Yr. 25,000 Equity Shares of Rs.100/- each ) | -<br>25.00<br>-  | 25.00            |
|  | <b>25.00</b>     | 25.00            |

1.1 The reconciliation of the number of shares outstanding is set out below:

| Particulars  | As at 31.03.2022 | As at 31.03.2021 |
|--|------------------|------------------|
| Number of equity shares at the beginning of the year | 25,000           | 25,000           |
| Add: number of equity shares issued during the year  | -                | -                |
| Number of equity shares at the end of the year       | 25,000           | 25,000           |

1.2 The details of shareholders holding more than 5% shares:

| Name                         | As at 31.03.2022 |        | As at 31.03.2021 |        |
|------------------------------|------------------|--------|------------------|--------|
|                              | No. of shares    | % held | No. of shares    | % held |
| Swati Rajurkar               | 3,950            | 15.80% | 3,950            | 15.80% |
| Meenakshee Mokashi           | 3,850            | 15.40% | 3,850            | 15.40% |
| Hitesh Parikh (Promoter)     | 3,650            | 14.60% | 3,650            | 14.60% |
| Meher Pophali                | 3,150            | 12.60% | 3,150            | 12.60% |
| Manish Peshkar               | 2,800            | 11.20% | 2,800            | 11.20% |
| Srinivas C. Sabbineni        | 2,800            | 11.20% | 2,800            | 11.20% |
| Shefali Parikh               | 1,800            | 7.20%  | 1,800            | 7.20%  |
| Sanjay Mokashi(Promoter)     | 1,600            | 6.40%  | 1,600            | 6.40%  |
| Prashant Rajurkar (Promoter) | 1,400            | 5.60%  | 1,400            | 5.60%  |

**2. RESERVES AND SURPLUS**

|  | As at 31.03.2022 | As at 31.03.2021 |
|--|------------------|------------------|
| <b>General Reserve</b>   |                  |                  |
| As per last financial statements   | 764.86           | 630.50           |
| Add: Balance transferred from surplus balnce in the statement of profit & loss | 322.36           | 134.35           |
| <b>Total (A)</b>   | <b>1,087.21</b>  | 764.86           |
| <b>Surplus in the statement of profit and loss :</b>                           |                  |                  |
| Balance as per last financial statements                                       | -                | -                |
| Profit/ (loss) for the year  | 322.36           | 134.35           |
| Closing Balance  | <b>322.36</b>    | 134.35           |
| Less: Appropriations   |                  |                  |
| Transfer to general reserve  | 322.36           | 134.35           |
| <b>Net surplus in the statement of profit and loss (B)</b>                     | <b>-</b>         | -                |
| <b>Total (A+B)</b>   | <b>1,087.21</b>  | <b>764.86</b>    |



**MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED, NAGPUR**

**Notes to the financial statements for the year ended 31st March, 2022:**

(Rs. in lacs)

**3. LONG TERM BORROWINGS**

|                              | <b>As at 31.03.2022</b> | <b>As at 31.03.2021</b> |
|------------------------------|-------------------------|-------------------------|
| Indian rupee loan from banks |                         |                         |
| Term loan (secured)          | 265.74                  | 116.19                  |
| Vehicle loan (secured)       | -                       | 1.71                    |
| <b>Total</b>                 | <b>265.74</b>           | <b>117.90</b>           |

**Notes:**

i) Term loan is secured by a registered mortgage of office building owned by the company, lien on FD of Rs 50 Lacs and personal guarantee of all the directors.

ii) Vehicle loans from banks and financial institutions are secured by hypothecation of the vehicle financed.

**3.1 Maturity profile of Long term borrowings:**

(Rs. in lacs)

Term loan from banks (excluding current maturities):

| Interest rate | 1-2 years           |        | 2-3 years           |        | > 3 years           |        |
|---------------|---------------------|--------|---------------------|--------|---------------------|--------|
|               | No. of installments | Amount | No. of installments | Amount | No. of installments | Amount |
| 8.82%         | 12                  | 21.40  | 4                   | 7.13   | -                   | -      |
| 8.15%         | 12                  | 14.47  | 12                  | 14.47  | 12                  | 14.47  |
| 3.05%         | 12                  | 13.97  | 12                  | 13.97  | 22                  | 25.62  |
| 3.99%         | 12                  | 23.98  | 12                  | 23.98  | 15                  | 29.98  |
| 4.22%         | 12                  | 19.17  | 12                  | 19.17  | 15                  | 23.96  |

**4. DEFERRED TAX LIABILITY (Net)**

(Rs. in lacs)

|                                     | <b>As at 31.03.2022</b> | <b>As at 31.03.2021</b> |
|-------------------------------------|-------------------------|-------------------------|
| Deferred tax liabilities/( Assets): |                         |                         |
| Related to Fixed Assets             | 21.68                   | 7.69                    |
| <b>Total</b>                        | <b>21.68</b>            | <b>7.69</b>             |



**MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED, NAGPUR**

**Notes to the financial statements for the year ended 31st March, 2022:**

(Rs. in lacs)

**5. SHORT TERM BORROWINGS**

|   | As at 31.03.2022 | As at 31.03.2021 |
|---|------------------|------------------|
| Working capital facilities from banks : |                  |                  |
| Overdraft (secured)                     | 247.78           | 288.80           |
| Current maturities of Long term debt    | 78.52            | 31.11            |
| <b>Total</b>                            | <b>326.31</b>    | <b>319.91</b>    |

\* Overdraft facility is primarily secured by a hypothecation charge on current & fixed assets of the company and lien on FD of RS 50lacs . It is further secured by a registered mortgage of office buildings owned by the company and personal guarantee of all the directors.

**6. TRADE PAYABLES**

|                                     | As at 31.03.2022 | As at 31.03.2021 |
|-------------------------------------|------------------|------------------|
| Undisputed dues of MSMEs            | 6.87             | -                |
| Undisputed dues of other than MSMEs | 111.17           | 81.48            |
| <b>Total</b>                        | <b>118.04</b>    | <b>81.48</b>     |

**7. OTHER CURRENT LIABILITIES**

|                              | As at 31.03.2022 | As at 31.03.2021 |
|------------------------------|------------------|------------------|
| Interest accrued but not due | 1.30             | 0.81             |
| Advance from customers       | 44.57            | 62.03            |
| Statutory remittances        | 63.09            | 21.67            |
| Other liabilities            | 109.06           | 107.00           |
| <b>Total</b>                 | <b>218.02</b>    | <b>191.51</b>    |

**8. SHORT TERM PROVISIONS**

|                          | As at 31.03.2022 | As at 31.03.2021 |
|--------------------------|------------------|------------------|
| Provision for income tax | 65.42            | 9.00             |
| <b>Total</b>             | <b>65.42</b>     | <b>9.00</b>      |



**MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED, NAGPUR**  
Notes to the financial statements for the year ended 31st March, 2022:

**Schedule 9 : Property, Plant & Equipment**

(Rs. in lacs)

| Particulars                     | Gross Block         |                               |                          |                     | Depreciation        |                   |                 | Net Block           |                     |
|---------------------------------|---------------------|-------------------------------|--------------------------|---------------------|---------------------|-------------------|-----------------|---------------------|---------------------|
|                                 | As at<br>01.04.2021 | Addition during<br>the Period | Disposals /<br>deduction | As at<br>31.03.2022 | As at<br>01.04.2021 | For the<br>Period | Adjust-<br>ment | As at<br>31.03.2022 | As at<br>31.03.2021 |
| <b>TANGIBLE ASSETS:</b>         |                     |                               |                          |                     |                     |                   |                 |                     |                     |
| Computers / Printers            | 91.81               | 16.70                         | -                        | 108.52              | 82.91               | 5.26              | -               | 88.17               | 20.34               |
| Furniture & Electrical Fittings | 61.33               | 220.65                        | -                        | 281.98              | 55.14               | 3.27              | -               | 58.41               | 223.57              |
| Building                        | 441.66              | 108.96                        | -                        | 550.62              | 57.34               | 14.28             | -               | 71.62               | 479.01              |
| Office equipment                | 23.50               | 21.54                         | -                        | 45.04               | 21.83               | 1.24              | -               | 23.07               | 21.97               |
| Vehicles                        | 35.64               | -                             | -                        | 35.64               | 11.17               | 3.62              | -               | 14.79               | 20.85               |
| Electrical Installation         | 15.30               | 107.64                        | -                        | 122.94              | 10.22               | 1.68              | -               | 11.90               | 111.04              |
| Air Conditioners                | 15.14               | 21.99                         | -                        | 37.13               | 14.01               | 0.56              | -               | 14.56               | 22.57               |
| <b>INTANGIBLE ASSETS:</b>       |                     |                               |                          |                     |                     |                   |                 |                     |                     |
| Computer Software               | 2.00                | -                             | -                        | 2.00                | 1.64                | 0.27              | -               | 1.90                | 0.10                |
| <b>Total</b>                    | <b>686.38</b>       | <b>497.48</b>                 | <b>-</b>                 | <b>1,183.87</b>     | <b>254.25</b>       | <b>30.16</b>      | <b>-</b>        | <b>284.42</b>       | <b>899.45</b>       |
| Previous Year                   | 673.59              | 12.79                         | -                        | 686.38              | 227.87              | 26.38             | -               | 254.25              | 432.13              |
|                                 |                     |                               |                          |                     |                     |                   |                 |                     | 445.72              |



**MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED, NAGPUR**

Notes to the financial statements for the year ended 31st March, 2022:

(Rs. in lacs)

**10. NON CURRENT INVESTMENTS**

|   | As at 31.03.2022 | As at 31.03.2021 |
|---|------------------|------------------|
| <b>Non-trade Investments (at cost)</b>  |                  |                  |
| <b>Investment in unquoted equity instruments</b>  |                  |                  |
| i) Micropark Logistics Pvt. Ltd.<br>(37000 Equity Shares of face value Rs. 100/- fully paid up)<br>(Previous year 37000 Equity Shares of face value Rs. 100/-fully paid up) | 37.00            | 37.00            |
| <b>Other</b>  |                  |                  |
| i) National Saving Certificate  | 0.15             | 0.15             |
| <b>TOTAL</b>  | <b>37.15</b>     | <b>37.15</b>     |

**11. LONG TERM LOANS AND ADVANCES**

(Unsecured, considered good)

|  | As at 31.03.2022 | As at 31.03.2021 |
|--|------------------|------------------|
| Earnest money, Security & other deposits | 39.28            | 55.46            |
| Advance recoverable in cash or in kind   | 4.18             | 1.80             |
| <b>Total</b>                             | <b>43.45</b>     | <b>57.26</b>     |

**12. OTHER NON CURRENT ASSETS**

|   | As at 31.03.2022 | As at 31.03.2021 |
|---|------------------|------------------|
| Bank deposits with maturity more than 12 months (with Interest accrued)<br>(security against Bank Guarantee , term loan and overdraft ) | 148.80           | 67.88            |
| <b>Total</b>  | <b>148.80</b>    | <b>67.88</b>     |



**MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED, NAGPUR**

**Notes to the financial statements for the year ended 31st March, 2022:**

**(Rs. in lacs)**

**13. INVENTORIES**

(As taken, valued and certified by the management)

|                            | As at 31.03.2022 | As at 31.03.2021 |
|----------------------------|------------------|------------------|
| Stock-in-trade :           |                  |                  |
| Hardware                   | 27.07            | 33.84            |
| Work In Progress -Software | 30.00            | 255.00           |
| <b>Total</b>               | <b>57.07</b>     | <b>288.84</b>    |

**14. TRADE RECEIVABLES**

|   | As at 31.03.2022 | As at 31.03.2021 |
|---|------------------|------------------|
| Unsecured and considered good (see note 35) | 544.20           | 235.54           |
| <b>Total</b>                                | <b>544.20</b>    | <b>235.54</b>    |

**15. CASH AND BANK BALANCES**

|   | As at 31.03.2022 | As at 31.03.2021 |
|---|------------------|------------------|
| <b>Cash and cash equivalents</b>                                  |                  |                  |
| Balance with Banks  |                  |                  |
| On current accounts   | 186.08           | 282.83           |
|   | -                | -                |
| Cash on hand  | 8.59             | 2.61             |
|   | -                | -                |
| <b>Other bank balances</b>  |                  |                  |
| Deposits with maturity less than 12 months(with Interest Accrued) | -                | -                |
| Deposits with maturity more than 12 months                        | 148.80           | 67.88            |
| Less: Amt. disclosed under non current assets                     | (148.80)         | (67.88)          |
| <b>Total</b>  | <b>194.66</b>    | <b>285.44</b>    |

**16. SHORT TERM LOANS AND ADVANCES**

(Unsecured and considered good)

|  | As at 31.03.2022 | As at 31.03.2021 |
|--|------------------|------------------|
| TDS & Advance Income tax               | 75.84            | 17.37            |
| MAT credit entitlement                 | 2.27             | -                |
| GST Credit                             | 3.82             | 3.82             |
| Prepaid expenses                       | 52.23            | 0.32             |
| Advance to staff                       | 38.51            | 29.25            |
| Advance to suppliers                   | 29.96            | 18.07            |
| Advance recoverable in cash or in kind | -                | 14.63            |
| <b>Total</b>                           | <b>202.64</b>    | <b>83.45</b>     |



**MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED, NAGPUR**

Notes to the financial statements for the year ended 31st March, 2022:

(Rs. in lacs)

**17. Revenue from operations**

|                                      | <b>2021-22</b>  | 2020-21  |
|--------------------------------------|-----------------|----------|
| <b>Sale of products</b>              |                 |          |
| Software                             | 268.29          | 205.10   |
| Hardware                             | 347.70          | 327.65   |
|                                      | <b>616.00</b>   | 532.74   |
| <b>Other Operating Revenue</b>       |                 |          |
| Software Development                 | 291.38          | 310.59   |
| Maintenance & Support services       | 1,048.96        | 424.71   |
| Commission                           | 12.31           | -        |
|                                      | <b>1,352.66</b> | 735.30   |
| <b>Revenue from operations (Net)</b> | <b>1,968.66</b> | 1,268.04 |

**18. Other Income**

|                               | <b>2021-22</b> | 2020-21 |
|-------------------------------|----------------|---------|
| Interest                      |                |         |
| - on fixed deposits with bank | 11.53          | 4.43    |
| - Other parties               | -              | 0.00    |
| Other receipt                 | 1.01           | -       |
| <b>Total</b>                  | <b>12.54</b>   | 4.43    |





**MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED, NAGPUR**

Notes to the financial statements for the year ended 31st March, 2022:

(Rs. in lacs)

**19. Changes in Inventories of Stock-in-trade**

|  |  | <b>2021-22</b> | 2020-21  |
|--|--|----------------|----------|
| <b>A. Opening stock (Traded Goods)</b>           |  |                |          |
| Hardware   |  | 33.84          | 49.52    |
| Software (WIP)                                   |  | 255.00         | 135.00   |
|  |  | <b>288.84</b>  | 184.52   |
| <b>B. Closing stock</b>                          |  |                |          |
| Hardware   |  | 27.07          | 33.84    |
| Software (WIP)                                   |  | 30.00          | 255.00   |
|  |  | <b>57.07</b>   | 288.84   |
| <b>C. (Increase) / Decrease in stock (A - B)</b> |  | <b>231.77</b>  | (104.32) |

**20. Employee benefits expenses**

|  |  | <b>2021-22</b> | 2020-21 |
|--|--|----------------|---------|
| Salary, Bonus & Allowances               |  | 456.35         | 416.88  |
| Contribution to Provident and other Fund |  | 18.64          | 17.28   |
| Workman & Staff Welfare                  |  | 6.77           | 11.09   |
| Director's Remuneration                  |  | 110.90         | 103.20  |
| <b>Total</b>                             |  | <b>592.66</b>  | 548.45  |

**21. Finance costs**

|  |  | <b>2021-22</b> | 2020-21 |
|--|--|----------------|---------|
| Interest                                 |  |                |         |
| - on Vehicle loan                        |  | 0.14           | 0.68    |
| - to banks on Term Loan facilities       |  | 8.76           | 9.23    |
| - to banks on working capital facilities |  | 11.48          | 9.40    |
| - on delayed payment of Income tax / TDS |  | 0.15           | 0.38    |
| - Others                                 |  | 0.02           | 0.34    |
|  |  | -              | -       |
| Bank commission & charges                |  | 6.09           | 4.33    |
| <b>Total</b>                             |  | <b>26.64</b>   | 24.36   |



(Rs. in lacs)

**22. Other Expenses**

|   |      | <b>2021-22</b> | 2020-21 |
|---|------|----------------|---------|
| <b>Operational Expenses :</b>                   |      |                |         |
| Operation and Maintenance charges               |      | 34.22          | 22.71   |
| Internet and training expenses                  |      | 1.38           | 1.14    |
| <b>Adminstrative Expenses :</b>                 |      | -              | -       |
| Rent  |      | 22.95          | 19.63   |
| Rates & Taxes                                   |      | 9.68           | 5.58    |
| Electricity                                     |      | 9.24           | 6.65    |
| Postage & Courier Expenses                      |      | 0.06           | 0.24    |
| Telephone Expenses                              |      | 7.18           | 7.57    |
| Printing and Stationery                         |      | 0.32           | 0.37    |
| Conveyance                                      |      | 7.90           | 4.96    |
| Fee and Subscription                            |      | 0.63           | 1.48    |
| Insurance                                       |      | 20.42          | 21.06   |
| Repairs & maintenance : - Computers / Machinery | 3.95 | -              | -       |
| - Office Premises and Other                     | 5.67 | 9.62           | 7.89    |
| Legal & Professional Expenses                   |      | 42.75          | 37.23   |
| Payment to Auditors                             |      | 0.85           | 0.85    |
| Travelling Expenses                             |      | 16.04          | 7.72    |
| Guest house Expenses                            |      | 2.55           | 2.55    |
| Office and Other Misc. Expenses                 |      | 14.28          | 10.06   |
| Advertisement & Business Promotion              |      | 1.95           | 8.07    |
| Commission on Sales                             |      | 15.90          | 0.78    |
| Carriage Outward                                |      | 0.32           | 0.35    |
| Donation  |      | 0.24           | 0.22    |
| Bad debts written off(Net)                      |      | 18.38          | 23.27   |
| Foreign Exchange Loss                           |      | 2.20           | 2.46    |
|   |      |                |         |
| <b>Total</b>                                    |      | <b>239.05</b>  | 192.83  |

**23. Earning per share:**

|   |  | <b>2021-22</b>  | 2020-21 |
|---|--|-----------------|---------|
| Net profit for the year (Rs. in lacs)               |  | 322.36          | 134.35  |
| Weighted average number of shares                   |  | 25,000          | 25,000  |
| <b>Basic and diluted earning per share (in Rs.)</b> |  | <b>1,289.43</b> | 537.42  |



## MICROPRO SOFTWARE SOLUTIONS PVT.LTD.

### 24) Significant accounting policies

(For the year ended on 31/03/2022)

#### i) Basis of preparation and presentation of financial statements

- a) Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles & mandatory accounting standards issued by the Institute of Chartered Accountants of India and notified under the Companies (Accounting Standards) Rules, 2006.
- b) The financial statements are prepared in accordance with the relevant presentation requirement of the Companies Act, 2013, under the historical convention on the basis of going concern. The company generally follows mercantile system of accounting and recognizes significant items of income and expenditure on accrual basis. However where the amount is immaterial/negligible and/or establishment of accrual/determination of amount is not possible, no entries are made for accruals.

#### ii) Use of Estimates

The presentation 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 the estimates are recognized in the period in which the results are known / materialized.

#### iii) Property, Plant & Equipment

Property, Plant & Equipment have been stated at actual cost less accumulated depreciation. Actual cost is including of freight, duties, taxes and other expenses.

#### iv) Depreciation

Depreciation on tangible and intangible assets has been provided for on straight line basis as per the useful life prescribed in Schedule II to the Companies Act, 2013. Depreciation on additions to fixed assets is being provided on pro-rata basis from the month of acquisition.



**v) Inventories**

The stock in trade is valued at lower of cost and net realizable value.

**vi) Operating Lease**

Asset subject to operating lease are included in fixed assets. Lease income is recognized in the profit and loss account on a straight line basis over the lease term. Costs, including depreciation are recognized as an expense in the profit and loss account. Initial direct cost such as legal cost, etc. is recognized immediately in the profit and loss account.

**vii) Foreign Currency Translation**

In respect of foreign operation the translation to Indian Rupees for the purpose of consolidation is performed for Balance Sheet, Revenues and Expenses accounts using the exchange rate for the year.

**viii) Revenue Recognition**

Revenue is recognized when the significant risk and rewards of ownership of the goods have passed to the buyer. Service Income is recognized as per contractual terms.

**ix) Investments**

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long-term investments. Long-term investments are carried at cost. However, provision for diminution in value of investment, if any, is not considered necessary because of temporary nature.

**x) Retirement Benefits**

a) **Provident Fund:** The Company's contribution to the recognized provident fund paid / payable during the year is debited to the profit and loss account.

b) **Gratuity:** During the year, the Company has contributed Rs. NIL/- with a Group Gratuity Account with LIC India. The company has neither provided for the Gratuity liability in the accounts for the year 2020-21 nor taken any actuarial valuation as required by accounting standard-15 in respect of



working employees. However, effect of not obtaining and providing such actuarial valuation cannot be quantified.

- c) **Short Term Employee Benefits:** Employee benefits of short term nature are recognized as expenses as and when it accrues. The Company does not follow practice of providing leave encashment to its employees.

**xi) Taxes on Income:**

- a) The current tax is determined as per the provisions of the Income Tax Act.
- b) Deferred income tax is recognized on timing differences, between taxable income and accounting income which originate in one period and are capable of reversal in one or more subsequent periods. The tax effect is calculated on the accumulated timing differences at the yearend based on tax rates and laws, enacted or substantially enacted as of the balance sheet date.
- c) Minimum Alternate Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in guidance note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Profit and Loss Account and shown as MAT Credit entitlement.

**xii) Impaired Asset:**

Factors giving rise any indication of any impairment of the carrying amount of the company's assets are appraised at each balance sheet date to determine and provide / revert an impairment loss following accounting standard AS-28 on "Impairment of Assets" issued by Institute of Chartered Accountants of India.

**xiv) Provisions, Contingent liabilities and Contingent Assets:**

Provisions involving substantial degree of estimation in measurement are recognized when there is present obligation as a result of past event and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the notes. Contingent assets are neither recognized nor disclosed in the financial statements.



**Other Notes :** (For the year ended on 31/03/2022)

**25) Contingent Liabilities:-**

- a) Letter of credit and Bank Guarantees outstanding: Rs. 45.13 lacs (Pre. Yr. 47.89 lacs).
- b) Income Tax department has raised a demand for Rs.9.82 lacs for AY 2018-19 (previous year NIL) against which the Company has filed an appeal with the CIT (Appeals).

**26)** Balances of Trade receivables, Trade payables, Loans & advances, Long & current liabilities and Current & non-current assets are required to be confirmed / reconciled. The balances are therefore as per books of accounts only. Consequential effects /adjustment, presently unascertainable, will be provided as and when confirmed.

**27)** In the opinion of the Management and to the best of their knowledge and belief, the value on realisation of loans & advances and other current assets in the ordinary course of business will not be less than the amount at which they are stated in the Balance Sheet.

**28)** In the opinion of the board, the provision for depreciation and all known liabilities is adequate and not in excess of the amount reasonably necessary.

**29)** Remuneration paid during the year to whole time Directors: Rs 110.90 lacs (Pre. Year: 103.20 lacs).

**30)** In view of the management, no impairment loss on its fixed assets / cash generating units is required to be made considered necessary at this stage, as its expected recoverable value is more than its carrying value.

**31)** The payment to Auditors: -

|                 |              |                      |
|-----------------|--------------|----------------------|
| Audit fees-     | Rs.0.65 Lacs | (P.Y. Rs. 0.65 Lacs) |
| Tax Audit fees- | Rs.0.20 Lacs | (P.Y. Rs. 0.20 Lacs) |



32) GST credit receivable / availed are treated as an asset with relevant expenses being accounted net of such credit and the same is reduced to the extent of their utilizations.

33) During the year, the Company has undertaken a review of all fixed assets and in the opinion of management, there is no impairment of assets as on balance sheet date and no provision for impairment is required to be recognized for the year.

34) Besides debit / credit in previous year adjustment account, amounts related to previous years arisen & settled during the year have been debited / credited to the respective heads of accounts.

35) Trade receivables includes amount of Rs.11.42 lacs receivable from V.S.B Constructions Pvt. Ltd. in which one of the directors' is interested.

36) Related Party Disclosures:

a) List of Related Parties & Relationship

|    | Name of Party                   | Relationship             |
|----|---------------------------------|--------------------------|
| 1  | Micropark Infotrade             | Directors are interested |
| 2  | <b>Key Management Personnel</b> |                          |
| 2a | Sanjay Mokashi                  | Director                 |
| 2b | Manish Peshkar                  | Director                 |
| 2c | Meher Pophali                   | Director                 |
| 2d | Srinivas C. Sabbineni           | Director                 |
| 2e | Meenakshi Mokashi               | Spouse of Director       |
| 2f | Varsha Pophali                  | Spouse of Director       |
| 2g | Kshipra Peshkar                 | Spouse of Director       |



**b) Related Party Transactions**

| Sr | Name of Party     | Nature of Transaction   | Rs. In Lacs |
|----|-------------------|-------------------------|-------------|
| 1  | Sanjay Mokashi    | Director's Remuneration | 37.82       |
| 2  | Meher Pophali     | Director's Remuneration | 36.54       |
| 3  | Manish Peshkar    | Director's Remuneration | 36.54       |
| 4  | Meenakshi Mokashi | Remuneration            | 7.47        |
| 5  | Varsha Pophali    | Remuneration            | 6.22        |
| 6  | Kshipra Peshkar   | Remuneration            | 6.22        |

**37)** The amount of borrowing cost capitalized during the year is Rs. 6.01 lacs (Pre. Yr. NIL).

**38) Additional regulatory information as required under Companies Act 2013****(a) Title deeds of immovable property**

All the title deeds of immovable properties are held in the name of the Company.

**(b) Capital Work-in-Progress Ageing Schedule****(Rs. In Lacs)**

| Particulars                    | Amount in Capital Work in Progress for a period of |           |           |                   | Total |
|--------------------------------|--|-----------|-----------|-------------------|-------|
|                                | Less than 1 year                                   | 1-2 years | 2-3 years | More than 3 years |       |
| <u>For FY 2021-22</u>          |  |           |           |                   |       |
| Projects in progress           | -  | -         | -         | -                 | -     |
| Projects temporarily suspended | -  | -         | -         | -                 | -     |
| <u>For FY 2020-21</u>          |  |           |           |                   |       |
| Projects in progress           | 29.64  | -         | -         | -                 | 29.64 |
| Projects temporarily suspended | -  | -         | -         | -                 | -     |





(c) Trade Payables Ageing Schedule for the year ending 31/03/2022

(Rs. In Lacs)

| Particulars               | Outstanding for following periods |           |           |                   |        |
|---------------------------|-----------------------------------|-----------|-----------|-------------------|--------|
|                           | Less than 1 year                  | 1-2 years | 2-3 years | More than 3 years | Total  |
| (i) MSME                  | 6.87                              | -         | -         | -                 | 6.87   |
| (ii) Others               | 108.38                            | 2.79      | -         | -                 | 111.17 |
| (iii) Disputed dues-MSME  | -                                 | -         | -         | -                 | -      |
| (iv) Disputed dues-Others | -                                 | -         | -         | -                 | -      |

(d) Trade Receivables Ageing Schedule for the year ending 31/03/2022

(Rs. In Lacs)

| Particulars   | Outstanding for following periods |                 |           |           |                   |        |
|---|-----------------------------------|-----------------|-----------|-----------|-------------------|--------|
|   | Less than 6 months                | 6 months-1 year | 1-2 years | 2-3 years | More than 3 years | Total  |
| (i) Undisputed trade receivables-considered good      | 456.61                            | 33.78           | 40.11     | 0.56      | 13.13             | 544.19 |
| (ii) Undisputed trade receivables-considered doubtful | -                                 | -               | -         | -         | -                 | -      |
| (iii) Disputed trade receivables-considered good      | -                                 | -               | -         | -         | -                 | -      |
| (iv) Disputed trade receivables-considered doubtful   | -                                 | -               | -         | -         | -                 | -      |

(e) Key Financial Ratios

| S. No. | Ratio                       | Numerator  | Denominator  | FY 2021-22 | FY 2020-21 | Variance in % | Reason for Variance if more than 25% |
|--------|-----------------------------|--|--|------------|------------|---------------|--------------------------------------|
| 1      | Current Ratio               | Current Assets   | Current Liabilities  | 1.3721     | 1.4841     | -7.55%        | -                                    |
| 2      | Debt-Equity Ratio           | Total Debt   | Shareholders' Funds  | 0.5323     | 0.5543     | -3.96%        | -                                    |
| 3      | Debt Service Coverage Ratio | Earnings for debt service = Profit after tax + Depreciation + Interest | Debt Service = Interest + Principal repayments of term loans | 3.6054     | 3.3366     | 8.06%         | -                                    |



|    |                                  |                                  |   |         |        |         |   |
|----|----------------------------------|----------------------------------|---|---------|--------|---------|---|
| 4  | Return on Equity Ratio           | Profit after tax                 | Average Shareholders' Funds   | 0.3390  | 0.1859 | 82.32%  | Net profit increased significantly as compared to preceding year.     |
| 5  | Inventory Turnover Ratio         | Net Sales                        | Average Inventory   | 11.3827 | 5.3577 | 112.46% | Net sales have increased significantly as compared to preceding year. |
| 6  | Trade Receivables Turnover Ratio | Net Sales                        | Average Trade Receivables   | 5.0495  | 5.4610 | -7.53%  | -   |
| 7  | Trade Payables Turnover Ratio    | Net Purchases                    | Average Trade Payables  | 4.8638  | 5.1304 | -5.20%  | -   |
| 8  | Net Capital Turnover Ratio       | Net Sales                        | Working Capital = Current Assets - Current Liabilities (excl. current maturities of long term debt) | 5.6360  | 3.9321 | 43.33%  | Net sales have increased as compared to preceding year.               |
| 9  | Net Profit Ratio                 | Profit before tax                | Net Sales   | 0.1908  | 0.1465 | 30.30%  | Net profit increased significantly as compared to preceding year.     |
| 10 | Return on Capital Employed       | Earnings before interest and tax | Capital Employed = Net worth + Total debt   | 0.2361  | 0.1711 | 37.96%  | Net profit increased significantly as compared to preceding year.     |
| 11 | Return on Investment             | Profit before tax                | Average Total Assets  | 0.2062  | 0.1357 | 51.86%  | Net profit increased significantly as compared to preceding year.     |

Note: Explanations have been provided for any change in the ratio by more than 25% as compared to 31 March 2021.



**(f) Benami Property**

The Company did not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

**(g) Borrowings secured against current assets**

The Statement of current assets filed by the Company with banks are in agreement with the books of accounts and there are no material deviations.

**(h) Wilful Defaulter**

The Company had not been declared a wilful defaulter by any bank or financial institution or other lender (as defined under the Companies Act, 2013) or consortium thereof, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India.

**(i) Relationship with Stuck off Companies**

The Company did not have any transactions with Companies struck off under Section 248 of Companies Act, 2013 or Section 560 of Companies Act, 1956 considering the information available with the Company.

**(j) Utilisation of borrowed funds**

- i. The Company 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:
  - i.i. 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
  - i.ii. Provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.
- ii. The Company 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 Company shall:



- ii.i. 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
- ii.ii. Provide any guarantee, security or the like to or on behalf of the ultimate beneficiaries.

**(k) Details of Crypto Currency or Virtual Currency**

The Company did not trade or invest in Crypto Currency or virtual currency during the financial year. Hence disclosure relating to it are not applicable.

**(l) Undisclosed Income**

The Company do not have any transaction which are not recorded in the books of accounts that has been surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 during any of the years.

**(m) Valuation of Property, Plant & Equipment, intangible assets and investment property**

The Company has not revalued its property, plant and equipment (including Right of Use Assets) or intangible assets or both during the current or previous year.

**(n) Loans to related parties and others**

The Company had not granted any loans or advances in the nature of loans to promoters, directors, KMP's and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person that:

- i. Are repayable on demand
- ii. Without specifying any terms or period of repayment

**(o) The Company does not have any charges or satisfaction which is yet to be registered with Registrar of Companies (ROC) beyond the statutory period.**



(p) **Compliance with number of layers of companies**

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

**39)** Previous year's figures have been regrouped / rearranged wherever necessary to make them comparable with this year's figures.

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As per our report of even date  
**For BantiaDamani & Associates**  
**Chartered Accountants**  
Firm Reg.No.0126132W



**(Rajeev Damani)**  
**Partner**  
M.No.042804



**For Micropro Software Solutions Pvt. Ltd.**



(Director)



(Director)

Place: Nagpur  
Date: 05<sup>th</sup> September, 2022  
UDIN: 22042804AVRYIA4012

# MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED

CIN: U72200MH1996PTC102385

Plot No. 28, 702, Wing A, 7th Floor, IT Park, Gayatri Nagar, Nagpur-440022

Email ID: smokashi@microproindia.com Ph No: 91-9373693405

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## NOTICE

Notice is hereby given that the 26<sup>th</sup> Annual General Meeting (Meeting Number : 2021-2022/GM-1) of the members of the Micropro Software Solutions Private Limited will be held on Tuesday 30<sup>th</sup> September 2022 at 11:00 AM at Plot No. 28, 702, Wing A, 7th Floor, IT Park, Gayatri Nagar, Nagpur-440022 to consider the following business:

Ordinary Business:-

1. To receive, consider and adopt the Audited Balance Sheet for the year ended 31<sup>st</sup> March, 2022, the Profit and Loss account for the year ended as on the said date, the Directors' Report and the Auditors' Report thereon.

For **MICROPRO SOFTWARE SOLUTIONS PRIVATE LIMITED**

Place: Nagpur  
Dated: 30/09/2022

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**Mr. Sanjay Mokashi**  
Wholetime Director (DIN: 01568141)

## Notes

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member of the Company.
2. Proxy forms in order to be effective must be received by the Company not less than 48 hours before the meeting.