

## INDEPENDENT AUDITOR'S EXAMINATION REPORT ON RESTATED CONSOLIDATED FINANCIAL INFORMATION

To,

### **The Board of Directors**

### **BLS E-Services Limited**

(Formerly known as BLS E – Service Private Limited) (the “Company”)

G-4B-1, Extension, Mohan Co-operative Indl. Estate

Mathura Road, New Delhi,

South Delhi - 110044

Delhi, India

Dear Sirs / Madams,

1. We have examined the attached restated consolidated financial information of **BLS E-Services Limited (formerly known as BLS E-Services Private Limited)** (the “**Company**” or the “**Issuer**”) and its subsidiaries (the Company and its subsidiaries together referred to as the “**Group**”), comprising the Restated Consolidated Statement of Assets and Liabilities as at March 31, 2023, March 31, 2022 and March 31, 2021, the Restated Consolidated Statement of Profit and Loss (including other comprehensive income), the Restated Consolidated Statement of Cash Flows and the Restated Consolidated Statement of Changes in Equity for the years ended March 31, 2023, March 31, 2022 and March 31, 2021, the Summary Statement of Significant Accounting Policies, and other explanatory information (collectively, the “**Restated Consolidated Financial Information**”), as approved by the Board of Directors of the Company at their meeting held on July 10, 2023 for the purpose of inclusion in the Draft Red Herring Prospectus (the “**DRHP**”) prepared by the Company in connection with its proposed Initial Public Offer of equity shares (“**IPO**”) prepared in terms of the requirements of:
  - a) Section 26 of Part I of Chapter III of the Companies Act, 2013 (the “**Act**”);
  - b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (“**SEBI ICDR Regulations**”); and
  - c) The Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India (“**ICAI**”), as amended from time to time (the “**Guidance Note**”).
2. The Company’s Board of Directors is responsible for the preparation of the Restated Consolidated Financial Information for the purpose of inclusion in the DRHP to be filed with Securities and Exchange Board of India (the “**SEBI**”), the stock exchanges where the equity shares of the Company are proposed to be listed (“**Stock Exchanges**”) in connection with the proposed IPO. The Restated Consolidated Financial Information have been prepared by the Management of the Company on the basis of preparation stated in Note 2.1 to the Restated Consolidated Financial Information. The respective Board of Directors of the companies included in the Group are responsible for designing, implementing and maintaining adequate internal control relevant to the preparation and presentation of the respective restated financial information, which have been used for the purpose of preparation of this Restated Consolidated Financial Information. The respective

Board of Directors are also responsible for identifying and ensuring that the Group complies with the Act, SEBI ICDR Regulations and the Guidance Note.

3. We have examined such Restated Consolidated Financial Information taking into consideration:
  - a) The terms of reference and terms of our engagement agreed upon with you in accordance with our engagement letter dated June 30, 2023, in connection with the proposed IPO of equity shares of the Issuer;
  - b) The Guidance Note which also requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI;
  - c) Concepts of test checks and materiality to obtain reasonable assurance based on verification of evidence supporting the Restated Consolidated Financial Information; and
  - d) The requirements of Section 26 of the Act and the SEBI ICDR Regulations.

Our work was performed solely to assist you in meeting your responsibilities in relation to your compliance with the Act, the SEBI ICDR Regulations and the Guidance Note in connection with the IPO.

4. These Restated Consolidated Financial Information includes financial information of the following entities:
  - (a) BLS Kendras Private Limited (subsidiary w.e.f October 31, 2022)
  - (b) Starfin India Private Limited (subsidiary w.e.f August 06, 2018)
  - (c) Zero Mass Private Limited (subsidiary w.e.f. June 08, 2022)
5. These Restated Consolidated Financial Information have been compiled by the management of the Company from the audited standalone financial statements of the Company and its subsidiaries for the year ended March 31, 2021, March 31, 2022 and March 31, 2023 ( as applicable) prepared in accordance with the section 133 of the Act read with Companies (Indian Accounting Standards) Rules 2015, as amended, and other accounting principles generally accepted in India, adjusted to give impact as per provisions of Ind AS – 103 “ Business Combinations” and Ind As – 110 “Consolidated Financial Statements”.
6. For the purpose of our examination, we have relied on:
  - a) Auditor’s reports issued by us dated June 14, 2021, May 05, 2022 and May 09, 2023 on the standalone financial statements of the Company for the year ended March 31, 2021 on which we have issued a modified opinion and for the year ended March 31, 2022 and March 31, 2023 respectively on which we have issued an unmodified audit opinion.
  - b) Auditor’s reports issued by us dated June 14, 2021, May 05, 2022 and May 09, 2023, on the financial statements of BLS Kendras Private Limited for the year ended March 31, 2021, March 31, 2022 and March 31, 2023 respectively on which we have issued unmodified audit opinion.

- c) Auditor’s reports issued by us dated June 14, 2021, May 04, 2022 and May 09, 2023 on the financial statements of Starfin India Private Limited for the year ended March 31, 2021, March 31, 2022 and March 31, 2023 respectively on which we have issued unmodified audit opinion.
- d) Auditor’s reports issued by M M Nissim & Co LLP dated May 08, 2023 on the financial statements of Zero Mass Private Limited for the year ended March 31, 2023 on which their auditors have issued unmodified audit opinion.
7. As mentioned in paragraph 6(d) above, we did not audit the financial statements of a subsidiary ,i.e., Zero Mass Private Limited whose share of total assets, total revenues, net cash inflows included in the Restated Consolidated Financial Information as at and for the year ended March 31, 2023, is tabulated below, which have been audited by other auditor (the “Other Auditors”), and whose report has been furnished to us by the Company’s Management and our opinion on these Restated Consolidated Financial Information as at and for the year ended March 31, 2023, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of the Other Auditors.

*(Rs. in lakhs)*

Particulars	As at March 31, 2023 and for the period June 08, 2022 to March 31, 2023
Number of Subsidiary audited by the Other Auditors	1
Total assets	8,723.25
Total revenue	13,810.55
Net cash outflow	1,903.58

Our opinion on the Restated Consolidated Financial Information as at and for the year ended March 31, 2023, is not modified in respect of this matter.

8. Based on our examination and according to the information and explanations given to us and also as per the reliance placed on the auditor’s report submitted by the Other Auditors, as mentioned in paragraph 7 above, we report that the Restated Consolidated Financial Information:
- a) have been prepared after incorporating adjustments for the changes in accounting policies and regrouping/reclassifications retrospectively in the financial years ended March 31, 2023, March 31, 2022 and March 31, 2021 to reflect the same accounting treatment as per the accounting policies and grouping/classifications followed as at the end of the financial year ended March 31, 2023.
- b) does not contain any qualifications requiring further adjustments; and
- c) have been prepared in accordance with the Act, SEBI ICDR Regulations and the Guidance Note.

9. The Restated Consolidated Financial Information do not reflect the effects of events that occurred subsequent to the respective dates of the reports on the Financial Statements mentioned in paragraph 6 above.
10. This report should not in any way be construed as a reissuance or re-dating of any of the previous audit reports issued by us, nor should this report be construed as a new opinion on any of the financial statements referred to herein.
11. We have no responsibility to update our report for events and circumstances occurring after the date of the report.
12. Our report is intended solely for use of the Board of Directors for inclusion in the DRHP to be filed with Securities and Exchange Board of India, and the Stock Exchanges in connection with the proposed IPO. Our report should not be used, referred to, or distributed for any other purpose except with our prior consent in writing. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

**For S. S. KOTHARI MEHTA & COMPANY**

Chartered Accountants

Firm Registration No: 000756N

**AMIT GOEL**

Partner

Membership No: 500607

Place: New Delhi

Dated: July 10, 2023

UDIN: 23500607BGURNA2587

BLS E-Services Limited (formerly known as BLS E-Services Private Limited)  
CIN: U74999DL2016PLC298207  
Restated consolidated statement of assets and liabilities  
(Amounts are in INR lakh unless otherwise stated)

	Note	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
<b>I ASSETS</b>				
<b>Non-current asset</b>				
a. Property, plant & equipment	3	107.30	20.31	13.33
b. Intangible assets	4	2.09	1.66	0.08
c. Right to Use	5	492.89	634.88	-
d. Goodwill	6	8,148.60	800.65	800.65
e. Financial assets :				
Other financial assets	7	1,165.74	1,030.49	829.71
f. Deferred tax assets (Net)	8	267.58	280.42	250.07
g. Non current tax assets (net)	9	739.28	144.22	96.48
<b>Total non-current assets</b>		<b>10,923.48</b>	<b>2,912.63</b>	<b>1,990.32</b>
<b>Current asset</b>				
a. Inventories	10	55.63	-	-
b. Financial assets				
(i) Trade receivables	11	1,822.41	854.14	884.69
(ii) Cash and cash equivalents	12	1,570.64	604.96	749.96
(iii) Bank balance other than cash and cash equivalents	13	2,939.08	760.06	184.16
(iv) Loans and advances	14	-	-	46.83
(v) Other financial assets	15	129.88	208.04	137.72
c. Other current assets	16	505.47	253.10	65.05
<b>Total current assets</b>		<b>7,023.11</b>	<b>2,680.30</b>	<b>2,068.41</b>
<b>TOTAL ASSETS</b>		<b>17,946.59</b>	<b>5,592.93</b>	<b>4,058.73</b>
<b>II EQUITY &amp; LIABILITIES</b>				
<b>Equity</b>				
a. Equity share capital	17	6,672.65	1.00	1.00
b. Other equity	18	4,021.38	678.39	139.60
c. Share capital pending allotment	19	-	827.30	827.30
<b>Total equity</b>		<b>10,694.03</b>	<b>1,506.69</b>	<b>967.90</b>
<b>Non controlling Interest</b>		451.18	-	-
<b>Liabilities</b>				
<b>Non current liabilities</b>				
a. Financial liabilities :-				
(i) Borrowings	20	-	726.05	-
(ii) Lease Liability	21	387.30	552.69	-
b. Provisions	22	26.17	24.32	15.53
<b>Total non-current liabilities</b>		<b>413.47</b>	<b>1,303.06</b>	<b>15.53</b>
<b>Current liabilities</b>				
a. Financial liabilities :				
(i) Borrowings	23	-	150.00	1,101.57
(ii) Lease Liability	24	131.01	93.02	-
(iii) Trade payables	25	-	-	-
Total outstanding dues of micro enterprises and small enterprises and		-	-	-
Total outstanding dues to creditors other than micro enterprises and small enterprises		249.18	794.36	161.07
(iv) Other financial liabilities	26	5,336.42	1,522.98	1,682.58
b. Provisions	27	1.93	1.02	3.13
c. Other current liabilities	28	669.37	221.80	126.95
<b>Total current liabilities</b>		<b>6,387.91</b>	<b>2,783.18</b>	<b>3,075.30</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>17,946.59</b>	<b>5,592.93</b>	<b>4,058.73</b>

Corporate information and Significant accounting policies

1-2

The accompanying notes referred to above formed an integral part of these restated consolidated summary statements

As per our report of even date attached  
For S S Kothari Mehta & Company  
Chartered Accountants  
Firm's registration number: 000756N

For and on behalf of the board of directors of  
BLS E- Services Limited

Amit Goel  
Partner  
Membership number: 500607

Shikhar Aggarwal  
Chairman  
DIN No. 06975729

Sanjay Kumar Rawat  
Company Secretary

Rahul Sharma  
Executive Director  
cum Chief Financial Officer

Place : New Delhi  
Date : July 10, 2023

BLS E-Services Limited (formerly known as BLS E-Services Private Limited)  
CIN: U74999DL2016PLC298207  
Restated consolidated statement of profit and loss (including other comprehensive income)  
(Amounts are in INR lakh unless otherwise stated)

	Note	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021	
I	Revenue from operations	29	24,306.07	9,669.82	6,448.72
II	Other income	30	323.20	169.74	74.63
	<b>TOTAL INCOME ( I+II)</b>		<b>24,629.27</b>	<b>9,839.56</b>	<b>6,523.35</b>
III	<b>EXPENSES:</b>				
	Cost of services	31	16,156.48	6,351.60	4,194.80
	Employee benefits expense	32	2,322.53	640.87	381.23
	Finance cost	33	392.82	102.32	147.73
	Depreciation and amortisation expense	34	278.21	82.01	7.33
	Other expenses	35	2,521.29	1,985.02	1,400.04
	<b>TOTAL EXPENSES</b>		<b>21,671.33</b>	<b>9,161.82</b>	<b>6,131.13</b>
IV	<b>Profit before exceptional items &amp; tax</b>		<b>2,957.94</b>	<b>677.74</b>	<b>392.22</b>
	Exceptional items		260.00		
	<b>Profit before tax</b>		<b>2,697.94</b>	<b>677.74</b>	<b>392.22</b>
V	<b>Tax expense:</b>				
	a) Current tax		645.87	168.06	79.52
	b) Deferred tax		89.51	(30.63)	(2.47)
	c) Tax expense for earlier years		(70.62)	2.35	0.35
	<b>TOTAL TAX EXPENSE</b>		<b>664.76</b>	<b>139.78</b>	<b>77.40</b>
VI	<b>PROFIT FOR THE YEAR (IV-V)</b>		<b>2,033.18</b>	<b>537.96</b>	<b>314.82</b>
VII	<b>OTHER COMPREHENSIVE INCOME (OCI)</b>				
	A) Items that will not be reclassified to profit or loss				
	(a) Re-measurements of defined benefit plans		19.55	1.11	3.90
	(b) Tax on Re-measurements of defined benefit plans		(4.92)	(0.28)	(0.98)
	B) Items that will be reclassified to profit or loss (net of tax)				
	<b>TOTAL OTHER COMPREHENSIVE INCOME</b>		<b>14.63</b>	<b>0.83</b>	<b>2.92</b>
VIII	<b>TOTAL COMPREHENSIVE INCOME FOR THE YEAR</b>		<b>2,047.81</b>	<b>538.79</b>	<b>317.74</b>
IX	<b>Earnings per equity share: basic and diluted ( Rs.)</b>	36	<b>3.02</b>	<b>0.89</b>	<b>0.52</b>
	<b>Profit attributable to :</b>				
	Owner of the company		1,888.02	537.96	314.82
	Non-controlling interests		145.16	-	-
	<b>Profit for the year</b>		<b>2,033.18</b>	<b>537.96</b>	<b>314.82</b>
	<b>Other Comprehensive income attributable to:</b>				
	Owner of the company		13.58	0.83	2.92
	Non-controlling interests		1.05		
	<b>Other Comprehensive income for the year</b>		<b>14.63</b>	<b>0.83</b>	<b>2.92</b>
	<b>Total Comprehensive income attributable to:</b>				
	Owner of the company		1,901.60	538.79	317.74
	Non-controlling interests		146.21	-	-
	<b>Total Comprehensive income for the year</b>		<b>2,047.81</b>	<b>538.79</b>	<b>317.74</b>

Corporate information and Significant accounting policies

1-2

The accompanying notes referred to above formed an integral part of the restated consolidated summary statements

As per our report of even date attached  
For S S Kothari Mehta & Company  
Chartered Accountants  
Firm's registration number: 000756N

For and on behalf of the board of directors of  
BLS E- Services Limited

Amit Goel  
Partner  
Membership number: 500607

Shikhar Aggarwal  
Chairman  
DIN No. 06975729

Sanjay Kumar Rawat  
Company Secretary

Rahul Sharma  
Executive Director  
cum Chief Financial Officer

Place : New Delhi  
Date : July 10, 2023

BLS E-Services Limited (formerly known as BLS E-Services Private Limited)

CIN: U74999DL2016PLC298207

Restated consolidated statement of cash flow

(Amounts are in INR lakh unless otherwise stated)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>Cash flow from operating activities</b>			
<b>Profit for the period (Before tax)</b>	2,697.94	677.74	392.22
Adjustments to reconcile net profit to net cash by operating activities			
Exceptional Items	260.00	-	-
Depreciation & amortization expense	278.21	82.01	7.33
Finance costs	392.82	102.32	147.73
Interest Income	(95.12)	(78.21)	(62.62)
Bad debts	31.03	-	-
Balance Write off	26.76	-	-
Profit on Sale of Investment	(39.21)	-	-
Profit on sale of Property, plant & equipment	(2.75)	-	-
<b>Operating profit before working capital change</b>	<b>3,549.68</b>	<b>783.86</b>	<b>484.66</b>
Adjustments for:			
(Increase)/ decrease in inventories	11.64	-	-
(Increase)/ decrease in trade receivables	644.80	30.55	(0.94)
(Increase)/ decrease in other financial current assets	230.23	(29.16)	(8.61)
(Increase)/ decrease in other current assets	(9.87)	(188.07)	34.66
(Increase)/ decrease in other non-current Financial assets	(46.34)	(56.18)	(0.70)
(Increase)/ decrease in provision	(0.87)	7.80	6.93
(Increase)/ decrease in other non Current liabilities	-	552.69	-
(Increase)/ decrease in trade payables	(1,723.62)	633.29	(20.51)
(Decrease)/ increase in other financial current liabilities	171.96	362.78	389.41
(Decrease)/ increase in other current liabilities	447.56	94.84	41.88
<b>Cash from/(used in) operations</b>	<b>3,275.17</b>	<b>2,192.40</b>	<b>926.78</b>
Direct taxes paid	(387.86)	(218.15)	(62.73)
<b>Net cash flow (used in)/from operating activities(A)</b>	<b>2,887.31</b>	<b>1,974.25</b>	<b>864.05</b>
<b>Cash flow from investing activities</b>			
Purchase of property, plant and equipment and Intangible assets	(86.23)	(21.72)	(7.60)
Purchase of intangible assets	(2.51)	(703.72)	-
Acquisition of a subsidiary, net of cash acquired	(7,663.15)	-	-
Proceeds from sale of investments	3,170.00	-	-
Proceeds from Property, plant & equipment	3.69	-	-
Investments in term deposits	(2,172.00)	(664.98)	(72.29)
Interest incomes	186.97	28.37	22.73
<b>Net cash flow (used in)/from investing activities(B)</b>	<b>(6,563.23)</b>	<b>(1,362.05)</b>	<b>(57.16)</b>
<b>Cash flow from financing activities</b>			
Proceeds from non-current borrowings	-	726.05	-
Proceeds/ (Repayment) of current borrowing (Net)	(1,268.62)	(951.57)	(431.65)
Proceeds/ (Repayment) of Short Term Borrowings (net)	(726.05)	-	-
Proceeds from Issue of share	7,275.62	-	-
Repayment of lease liabilities	(257.93)	-	-
Interest paid	(381.42)	(531.68)	(49.25)
<b>Net cash Flow (used in)/from financing activities(C)</b>	<b>4,641.60</b>	<b>(757.20)</b>	<b>(480.90)</b>
<b>Net increase /(decrease) in cash and cash equivalents (A+B+C)</b>	<b>965.68</b>	<b>(145.00)</b>	<b>325.99</b>
Cash and cash equivalents at the beginning of the year	604.96	749.96	423.97
<b>Cash and cash equivalents at the end of the year</b>	<b>1,570.64</b>	<b>604.96</b>	<b>749.96</b>
Cash on hand	46.65	74.18	50.41
With Bank - on current account	1,523.99	530.78	699.55
Total cash and cash equivalents	<b>1,570.64</b>	<b>604.96</b>	<b>749.96</b>

Notes:

(a) The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Indian Accounting Standard (Ind AS 7)- Statement of Cash Flows.

(b) Figures in bracket represents cash outflow.

	Opening Balance as at April 01, 2022	Cash inflow/(outflows)	Closing Balance as at March 31, 2023
<b>Non Current Borrowings</b>	726.05	(726.05)	-
<b>Current borrowings</b>	150.00	(150.00)	-

BLS E-Services Limited (formerly known as BLS E-Services Private Limited)

CIN: U74999DL2016PLC298207

Restated consolidated statement of cash flow

(Amounts are in INR lakh unless otherwise stated)

	Opening Balance as at April 01, 2021	Cash inflow/(outflows)	Closing Balance as at March 31, 2022
Non Current Borrowings	-	726.05	726.05
Current borrowings	1,101.57	(951.57)	150.00

	Opening Balance as at April 01, 2020	Cash inflow/(outflows)	Closing Balance as at March 31, 2021
Non Current Borrowings	-	-	-
Current borrowings	1,533.22	(431.65)	1,101.57

The accompanying notes referred to above formed an integral part of the consolidated financial statements.

As per our report of even date attached

For S S Kothari Mehta & Company

Chartered Accountants

Firm's registration number: 000756N

For and on behalf of the board of directors of

BLS E- Services Limited

Amit Goel

Partner

Membership number: 500607

Shikhar Aggarwal

Chairman

DIN No. 06975729

Sanjay Kumar Rawat

Company Secretary

Rahul Sharma

Executive Director  
cum Chief Financial Officer

Place : New Delhi

Date : July 10, 2023



## **1. Corporate information**

BLS E-Services Limited (formerly known as BLS E-Services Private Limited) is a public limited company domiciled and incorporated in India under Indian Companies Act 2013. The registered office of the company is located at G-4B-1, Extension, Mohan Co-Operative Indl. Estate Mathura Road New Delhi. It was incorporated on 12 April 2016 under the Companies Act, 2013 vide Corporate Identification Number (CIN) U74999DL2016PTC298207.

The Restated Consolidated Financial Information comprise of Financial Statements of BLS E-Services Private Limited (the company) and its subsidiaries Starfin India Private Limited, BLS Kendras Private Limited, Zero Mass Private Limited (collectively, "the Group") for the year ended March 31, 2023 and years ended March 31, 2022 and March 31, 2021.

The Group is primarily engaged in the business of an e-governance project and B2C.

The company was converted into a public limited company under the Companies Act, 2013 on 10 April' 2023 and consequently, the name was changed to BLS E-Services Limited.

## **2 (a) Basis of preparation**

### **A. Statement of compliance**

The Restated Consolidated Financial Information of the Group comprise the Restated Consolidated Statement of Assets and Liabilities as at March 31, 2023, March 31, 2022 and March 31, 2021, the Restated Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Restated Consolidated Statement of Cash Flows and the Restated Consolidated Statement of Changes in Equity for the years ended March 31, 2023, March 31, 2022 and March 31, 2021 and significant accounting policies and other explanatory information (collectively, the 'Restated Consolidated Financial Information'), have been prepared solely for the purpose of inclusion in the Draft Red Herring Prospectus to be filed by BLS E-Services Limited ('the Holding Company') with the Securities and Exchange Board of India ("SEBI") in connection with proposed initial public offer of equity shares of ₹ 10 each of the Holding Company ("Proposed IPO").

The Restated Consolidated Financial Information have been approved by the Board of Directors of the company on and have been prepared in all material respects with the requirements of:

- Section 26 of Part I of Chapter III of the Companies Act 2013 (the "Act"), as amended from time to time
- Relevant provision of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, (the "SEBI ICDR Regulations"), as amended from time to time
- The Guidance Note on Report in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India

These Restated Consolidated Financial Information have been compiled by the management of the Company from the audited standalone financial statements of the Company and its subsidiaries for the year ended March 31, 2021, March 31, 2022 and March 31, 2023 (as applicable) adjusted to give impact as per provisions of Ind As – 103 "Business Combinations" and Ind As – 110 "Consolidated Financial Statements". These restated consolidated financial statements have been approved by the Board of Directors at their meetings held on July 10, 2023.

The underlying financial statements as at and for the years ended March 31, 2023, 2022 and 2021, mentioned above, are collectively referred as Historical Audited Financial Statements.

### **B. Basis of measurement**

The Restated Consolidated Financial Information have been prepared on the historical cost basis except for the following items:

- (a) Certain financial assets and liabilities (including derivatives instruments) Fair value
- (b) Net defined benefit (asset)/ liability Fair value of plan assets less present value of defined benefit obligations

### **C. Basis of consolidation**

#### **(i) Business Combination (other than common control transaction)**

In accordance with Ind AS 103, the Group accounts for these business combinations using the acquisition method when control is transferred to the Group. The consideration transferred for the business combination is generally measured at fair value as at the date the control is acquired (acquisition date), as are the net identifiable assets acquired. Any goodwill that arises is tested annually for impairment. Any gain on a bargain purchase is recognized in OCI and accumulated in equity as capital reserve if there exists clear evidence of the underlying reasons for classifying the business combination as resulting in a bargain purchase; otherwise the gain is recognized directly in equity as capital reserve. Acquisition related costs are expensed as incurred.

The consideration transferred does not include amounts related to the settlement of pre-existing relationships with the acquiree. Such amounts are recognized in profit or loss.

Any contingent consideration is measured at fair value at the date of acquisition. If an obligation to pay contingent consideration that meets the definition of a financial instrument is classified as equity, then it is not remeasured subsequently and settlement is accounted for within equity. Other contingent consideration is remeasured at fair value at each reporting date and changes in the fair value of the contingent consideration are recognized in profit or loss.

If share-based payment awards (replacement awards) are required to be exchanged for awards held by the acquiree's employees (acquiree's awards), then all or a portion of the amount of the acquirer's replacement awards is included in measuring the consideration transferred in the business combination. The determination of the amount to be included in consideration transferred is based on the market-based measure of the replacement awards compared with the market-based measure of the acquiree's awards and the extent to which the replacement awards relate to pre combination service.

If a business combination is achieved in stages, any previously held equity interest in the acquiree is re-measured at its acquisition date fair value and any resulting gain or loss is recognized in profit or loss or OCI, as appropriate.

#### **Common control business combinations**

Business combinations arising from transfers of interests in entities that are under the control of the shareholder that controls the company are accounted for as if the acquisition had occurred at the beginning of the earliest comparative period presented or, if later, at the date that common control was established; for this purpose comparatives are revised. The assets and liabilities acquired are recognized at their carrying amounts.

#### **(ii) Subsidiaries**

Subsidiaries are entities controlled by the company. The company controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

#### **(iii) Non controlling interests (NCI)**

An entity has a choice on a combination-by-combination basis to measure any NCI that represents present ownership interest in the acquiree at either fair value or the proportionate share of the acquiree's net identifiable assets.

Changes in the Group's equity interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

#### **(iv) Loss of control**

A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it:

- Derecognises the assets (including goodwill) and liabilities of the subsidiary at their carrying amounts at the date when control is lost
- Derecognises the carrying amount of any non-controlling interests
- Derecognises the cumulative translation differences recorded in equity
- Recognises the fair value of the consideration received
- Recognises the fair value of any investment retained
- Recognises any surplus or deficit in profit or loss
- Recognise that distribution of shares of subsidiary to Group in Group's capacity as owners

Reclassifies the parent's share of components previously recognised in OCI to profit or loss or transferred directly to retained earnings, if required by other Ind ASs as would be required if the Group had directly disposed of the related assets or liabilities

#### **(v) Equity accounted investees**

The Group's interests in equity accounted investees comprise interests in associates and joint ventures.

When the Group has with other parties joint control of the arrangement and rights to the net assets of the joint arrangement, it recognises its interest as joint ventures. Joint control exists when the decisions about the relevant activities require unanimous consent of the parties sharing the control. When the Group has significant influence over the other entity, it recognises such interests as associates. Significant influence is the power to participate in the financial and operating policy decisions of the entity but is not control or joint control over the entity. The results, assets and liabilities of joint ventures and associates are incorporated in the consolidated financial statements using equity method of accounting after making necessary adjustments to achieve uniformity in application of accounting policies, wherever applicable.

An investment in joint venture or associate is initially recognised at cost and adjusted thereafter to recognise the Group's share of profit or loss and other comprehensive income of the joint venture or associate. Gain or loss in respect of changes in other equity of joint ventures or associates resulting in divestment or dilution of stake in the joint ventures and associates is recognised in the Statement of Profit and Loss. On acquisition of investment in a joint venture or associate, any excess of cost of investment over the fair value of the assets and liabilities of the joint venture and associate, is recognised as goodwill and is included in the carrying value of the investment in the joint venture and associate. The excess of fair value of assets and liabilities over the investment is recognised directly in equity as capital reserve. The unrealised profits/losses on transactions with joint ventures and associates are eliminated by reducing the carrying amount of investment. The carrying amount of investment in joint ventures and associates is reduced to recognise impairment, if any, when there is evidence of impairment.

When the Group's share of losses of a joint venture or an associate exceeds the Group's interest in that joint venture or associate (which includes any long term interests that, in substance, form part of the Group's net investment in the joint venture or associate), the Group discontinues recognising its share of further losses. Additional losses are recognised only to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the joint venture or associate.

**(vi) Consolidation procedure**

(a) Combine like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognised in the Historical Audited Financial Statements at the acquisition date.

(b) Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary Business combinations policy explains how to account for any related goodwill.

(c) Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (profits or losses resulting from intragroup transactions that are recognised in assets, such as inventory and fixed assets, are eliminated in full). Intragroup losses may indicate an impairment that requires recognition in the Historical Audited Financial Statements.

Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

**(vii) Uniform accounting policies**

Historical Audited Financial Statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the Group uses accounting policies other than those adopted in the consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that Group member's financial statements in preparing the Historical Audited Financial Statements to ensure conformity with the Group's accounting policies.

The financial statements of all entities used for the purpose of consolidation are drawn up to same reporting date as that of the parent company.

**D. Measurement of fair values**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using other valuation technique. In estimating the fair value of an asset or liability, the characteristics of the asset or liability that market participants would take into account when pricing the asset or liability at the measurement date.

Fair values for measurement and/ or disclosure purposes are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

Level 1 - This includes financial instruments measured using quoted prices.

Level 2 - The fair value of financial instruments that are not traded in an active market is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2. Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. Derived from prices).

Level 3 - If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

**2 (b) Significant accounting policies**

The accounting policies set out below have been applied consistently to the periods presented in these Restated Consolidated Financial Information.

**(i) Revenue recognition**

The company derives primarily from sale of goods, products and related Services.

Revenue from contract with customers is recognised upon transfer of control of promised products or services to customers in an amount that reflects the consideration the Company expects to receive in exchange for those products or services.

Revenue from sale of services is recognized as per the terms of contract with customers at the time when the outcome of transactions involving rendering of services can be estimated reliably.

Revenue from the sale of goods is recognised at the point in time when control is transferred to the customer.

Revenue is measured based on the transaction price, which is the consideration, adjusted for turnover discounts to customer as specified in the contract with the customers. When the level of discount varies with increase in levels of revenue transactions, the group recognises the liability based on its estimate of the customer's future purchases. If it is probable that the criteria for the discount will not be met, or if the amount thereof cannot be estimated reliably, then discount is not recognised until the payment is probable and the amount can be estimated reliably. the group recognises changes in the estimated amount of obligations for discounts in the period in which the change occurs. Revenue also excludes taxes collected from customers.

Revenue in excess of invoicing are classified as contract assets while invoicing in excess of revenues are classified as contract liabilities

#### **Other Income**

##### **-Interest income**

Interest income is recognized on time proportion basis using the effective interest method.

##### **-Dividend Income**

Dividend income is recognized when the right to receive payment is established, which is generally when shareholders approve the same

#### **(ii) Financial instruments:**

A Financial Instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

#### **Financial assets**

Financial assets include Investments, Trade receivables, Advances, Security Deposits, Cash and cash equivalents.

At initial recognition, all financial assets are measured at fair value. Such financial assets are subsequently classified under following three categories according to the purpose for which they are held. The classification is reviewed at the end of each reporting period.

#### **Financial Assets at Amortised Cost**

At the date of initial recognition, financial assets are held to collect contractual cash flows of principal and interest on principal amount outstanding on specified dates. These financial assets are intended to be held until maturity. Therefore, they are subsequently measured at amortised cost by applying the Effective Interest Rate (EIR) method to the gross carrying amount of the financial asset. The EIR amortisation is included as interest income in the profit or loss. The losses arising from impairment are recognised in the profit or loss.

#### **Financial Assets at Fair value through Other Comprehensive Income**

At the date of initial recognition, financial assets are held to collect contractual cash flows of principal and interest on principal amount outstanding on specified dates, as well as held for selling. Therefore, they are subsequently measured at each reporting date at fair value, with all fair value movements recognised in Other Comprehensive Income (OCI). Interest income calculated using the effective interest rate (EIR) method, impairment gain or loss and foreign exchange gain or loss are recognised in the Statement of Profit and Loss. On derecognition of the asset, cumulative gain or loss previously recognised in Other Comprehensive Income is reclassified from the OCI to Statement of Profit and Loss.

#### **Financial Assets at Fair value through Profit or Loss**

At the date of initial recognition, financial assets are held for trading, or which are measured neither at Amortised Cost nor at fair value through OCI. Therefore, they are subsequently measured at each reporting date at fair value, with all fair value movements recognised in the Statement of Profit and Loss.

Trade receivables, Advances, Security Deposits, Cash and cash equivalents etc. are classified for measurement at amortised cost while investments may fall under any of the aforesaid classes. However, in respect of particular investments in equity instruments that would otherwise be measured at fair value through profit or loss, an irrevocable election at initial recognition may be made to present subsequent changes in fair value through other comprehensive income.

#### **Investment in Equity Shares**

Investments in Equity Securities are initially measured at cost. Any subsequent fair value gain or loss is recognized through Profit or Loss if such investments in Equity Securities are held for trading purposes. The fair value gains or losses of all other Equity Securities are recognized in Other Comprehensive Income.

#### **Investments in Subsidiaries & Joint Ventures**

Investment in subsidiaries, associates and joint ventures are carried at cost less accumulated impairment, if any.

## **Derecognition**

### **Financial assets**

The Group derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Group neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset.

If the Group enters into transactions whereby it transfers assets recognised on its balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets, the transferred assets are not derecognised.

### **Financial liabilities**

The Group derecognises a financial liability when its contractual obligations are discharged or cancelled, or expire.

The Group also derecognises a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. In this case, a new financial liability based on the modified terms is recognised at fair value. The difference between the carrying amount of the financial liability extinguished and the new financial liability with modified terms is recognised in profit or loss

## **Offsetting**

Financial assets and financial liabilities are offset and the net amount presented in the balance sheet when, and only when, the Group currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realise the asset and settle the liability simultaneously.

### **(iii) Current versus non-current classification**

All Assets and Liabilities have been classified as current or non-current as per the group's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of product & activities of the group and their realisation in cash and cash equivalent, the group has determined its operating cycle as twelve months for the purpose of current and non-current classification of assets and liabilities. Deferred tax assets and liabilities are classified as non-current assets and liabilities.

### **(iv) Property, plant and equipment**

Property, plant and equipment acquired after the transition date are stated at cost net of tax, less accumulated depreciation and accumulated impairment losses, if any. Cost includes purchase price and also other cost directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the group and the costs to the item can be measured reliably. Repairs and maintenance costs are recognized in net profit in the statement of profit and loss when incurred. The cost and related accumulated depreciation are eliminated from the financial statements upon sale or retirement of the asset and the resultant gain or losses are recognized in the statement of profit and loss.

## **Depreciation**

Depreciation is provided on written down value method over the useful lives of property, plant and equipment as estimated by management. Pursuant to Notification of Schedule II of the Companies Act, 2013 depreciation is provided prorata basis on written down value at the rates determined based on estimated useful lives of property, plant and equipment where applicable, prescribed under Schedule II to the Companies Act 2013. The residual value, useful lives and method of depreciation of property, plant and equipment is reviewed at each financial year and adjusted prospectively, if appropriate.

## **Amortization**

Goodwill is not amortised and is tested for impairment annually, or more frequently when there is an indication that the unit may be impaired.

### **(v) Goodwill and other intangible assets**

#### **(a) Other intangible assets**

Intangible Assets are recognised, when it is probable that if the future economic benefits attributable to the assets are expected to flow to the group and cost of the asset can be measured reliably. The useful lives of intangible assets are assessed as either finite or indefinite. Intangible asset with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Intangible assets with indefinite useful lives are not amortised, but are tested for impairment annually, either individually or at the cash-generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

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

#### **(b) Goodwill**

Goodwill is initially measured at cost, being the excess of the aggregate of the consideration transferred and the amount recognised for non-controlling interests, and any previous interest held, over the net identifiable assets acquired and liabilities assumed. If the fair value of the net assets acquired is in excess of the aggregate consideration transferred, the Group re-assesses whether it has correctly identified all of the assets acquired and all of the liabilities assumed and reviews the procedures used to measure the amounts to be recognised at the acquisition date. If the reassessments still results in an excess of the fair value of net assets acquired over the aggregate consideration transferred, then the gain is recognised in OCI and accumulated in equity as capital reserve. However, if there is no clear evidence of bargain purchase, the entity recognises the gain directly in equity as capital reserve, without routing the same through OCI. Subsequent measurement is at cost less any accumulated impairment losses.

#### **(vi) Impairment**

The carrying amount of Property, plant and equipment's, Intangible assets and Investment property are reviewed at each Balance Sheet date to assess impairment if any, based on internal / external factors. An asset is treated as impaired, when the carrying cost of asset exceeds its recoverable value, being higher of value in use and net selling price. An impairment loss is recognised as an expense in the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed, if there has been an improvement in recoverable amount.

#### **(vii) Borrowing costs**

Borrowing cost that are directly attributable to the acquisition, construction, or production of a qualifying asset are capitalized as a part of the cost of such asset till such time the asset is ready for its intended use or sale. Borrowing cost consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing costs also includes exchange differences to the extent regarded as an adjustment to the borrowing costs. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale. All other borrowing cost are recognized as expense in the period in which they are incurred.

#### **(viii) Leases**

##### **Group as a Lessee**

The Group assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether:

- i. the contract involves the use of an identified asset
- ii. the Group has substantially all of the economic benefits from use of the asset through the period of the lease and
- iii. the Group has the right to direct the use of the asset.

The Group recognises a right-of-use asset and a corresponding lease liability with respect to all lease agreements in which it is the lessee, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low value assets. For these leases, the Group recognises the lease payments as an operating expense on a straight-line basis over the term of the lease unless another systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed.

Certain lease arrangements include the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The lease liability is initially measured at amortised cost at the present value of the lease payments that are not paid at the commencement date, discounted by using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rate.

Lease payments included in the measurement of the lease liability comprise:

- fixed lease payments (including in-substance fixed payments), less any lease incentives;
- variable lease payments that depend on an index or rate, initially measured using the index or rate at the commencement date;
- the amount expected to be payable by the lessee under residual value guarantees;

- the exercise price of purchase options, if the lessee is reasonably certain to exercise the options; and
- payments of penalties for terminating the lease, if the lease term reflects the exercise of an option to terminate the lease.

The lease liability is presented as a separate line in the Restated Consolidated Statement of Assets and Liabilities. The lease liability is subsequently measured by increasing the carrying amount to reflect interest on the lease liability (using the effective interest method) and by reducing the carrying amount to reflect the lease payments made. The Group remeasures the lease liability (and makes a corresponding adjustment to the related right-of-use asset) whenever:

- the lease term has changed or there is a change in the assessment of exercise of a purchase option, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate.
- the lease payments change due to changes in an index or rate or a change in expected payment under a guaranteed residual value, in which cases the lease liability is remeasured by discounting the revised lease payments using the initial discount rate (unless the lease payments change is due to a change in a floating interest rate, in which case a revised discount rate is used).
- a lease contract is modified, and the lease modification is not accounted for as a separate lease, in which case the lease liability is remeasured by discounting the revised lease payments using a revised discount rate.

The right-of-use assets are presented as a separate line in the Restated Consolidated Statement of Assets and Liabilities. The right-of-use assets are initially recognised at cost which comprises of the initial measurement of the corresponding lease liability, lease payments made at or before the commencement day and any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses. Whenever the Group incurs an obligation for costs to dismantle and remove a leased asset, restore the site on which it is located or restore the underlying asset to the condition required by the terms and conditions of the lease, a provision is recognised and measured. The costs are included in the related right-of-use asset, unless those costs are incurred to produce inventories.

Right-of-use assets are depreciated over the shorter period of lease term and useful life of the underlying asset. If a lease transfers ownership of the underlying asset or the cost of the right-of-use asset reflects that the Group expects to exercise a purchase option, the related right-of-use asset is depreciated over the useful life of the underlying asset. The depreciation starts at the commencement date of the lease.

#### **(ix) Current tax**

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year after taking credit of the benefits available under the Income Tax Act and any adjustment to the tax payable or receivable in respect of previous years. It is measured using tax rates enacted or substantively enacted at the reporting date.

Current tax assets and liabilities are offset only if, the Group:

- i) has a legally enforceable right to set off the recognised amounts; and
- ii) intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

#### **(x) Deferred tax**

Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the corresponding tax bases used for taxation purposes.

Deferred tax is not recognised for:

- i) temporary differences on the initial recognition of assets or liabilities in a transaction that is not a business combination and that affects neither accounting nor taxable profit or loss; and
- ii) temporary differences related to investments in subsidiaries, associates and joint arrangements to the extent that the group is able to control the timing of the reversal of the temporary differences and it is probable that they will not reverse in the foreseeable future.

A deferred income tax asset is recognised to the extent that it is probable that future taxable profits will be available against which deductible temporary differences and tax losses can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised; such reductions are reversed when the probability of future taxable profits improves.

Unrecognised deferred tax assets are reassessed at each reporting date and recognised to the extent that it has become probable that future taxable profits will be available against which they can be used.

Deferred tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date. The measurement of deferred tax reflects the tax consequences that would follow from the manner in which the group expects, at the reporting date, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset only if:

- i) The entity has a legally enforceable right to set off current tax assets against current tax liabilities; and
- ii) The deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on the same taxable entity.

**(xi) MAT Credit**

Deferred tax assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws, which gives rise to future economic benefits in the form of adjustment of future income tax liability, is considered as an asset if there is probable evidence that the group will pay normal income tax in future. Accordingly, MAT is recognised as deferred tax asset in the Balance Sheet when the asset can be measured reliably and it is probable that the future economic benefit associated with the asset will be realised.

**(xii) Cash & Cash Equivalents**

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**(xiii) Provisions, Contingent Assets & Contingent Liabilities:**

A provision is recognised if, as a result of a past event, the Group has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost. Contingent Liability is disclosed after careful evaluation of facts, uncertainties and possibility of reimbursement, unless the possibility of an outflow of resources embodying economic benefits is remote. Contingent liabilities are not recognised but are disclosed in notes. Contingent assets are not disclosed in the financial statements unless an inflow of economic benefits is probable.

**(xiv) Cash Flow Statements**

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the group are segregated. The Group considers all highly liquid investments that are readily convertible to known amounts of cash to be cash equivalents.

**(xv) Operating Segments**

**(i) Identification of segments**

The Group operating businesses are organized and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets. The analysis of geographical segments is based on the areas in which major operating divisions of the Group operate.

**(ii) Unallocated items**

Unallocated items include general corporate income and expense items which are not allocated to any business segment.

**(iii) Segment accounting policies**

The Group prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the group as a whole.

**(xvi) Use of estimates**

In preparing these Restated Consolidated Financial Information, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

In the process of Restated Consolidated Financial Information applying the accounting policies, management has made the following estimates, assumptions and judgements which have significant effect on the amounts recognized in the financial statement:

**(a) Contingencies**

Judgment of the Management is required for estimating the possible outflow of resources, if any, in respect of contingencies/claim/litigations against the group as it is not possible to predict the outcome of pending matters with accuracy.

**(b) Allowance for uncollected accounts receivable and advances**

Trade receivables do not carry any interest and are stated at their normal value as reduced by appropriate allowances for estimated irrecoverable amounts. Individual trade receivables are written off when management deems them not collectible. Impairment is made on ECL, which are the present value of the cash shortfall over the expected life of the financial assets.

**(c) Defined Benefit Plans**



The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in future. These Includes the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

**(xvii) Inventories**

Finished Goods are valued at lower of cost and net realisable value.

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

The amount of any write-down of inventories to NRV and all abnormal losses of inventories are recognized as expense in the Statement of Profit and Loss in the period in which such write-down or loss occurs. The amount of any reversal of the write-down of inventories arising from increase in the NRV is recognized as a reduction from the amount of inventories recognized as an expense in the period in which reversal occurs.

**Recent pronouncements**

Ministry of Corporate Affairs (“MCA”) notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. On March 31, 2023, MCA amended the Companies (Indian Accounting Standards) Rules, 2015 by issuing the Companies (Indian Accounting Standards) Amendment Rules, 2023, applicable from April 1, 2023, as below:

**Ind AS 1 – Presentation of Financial Statements**

The amendments require companies to disclose their material accounting policies rather than their significant accounting policies. Accounting policy information, together with other information, is material when it can reasonably be expected to influence decisions of primary users of general purpose financial statements. the group does not expect this amendment to have any significant impact in its financial statements.

**Ind AS 12 – Income Taxes**

The amendments clarify how companies account for deferred tax on transactions such as leases and decommissioning obligations. The amendments narrowed the scope of the recognition exemption in paragraphs 15 and 24 of Ind AS 12 (recognition exemption) so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences. the group is evaluating the impact, if any, in its financial statements.

**Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors**

Accounting Policies, Changes in Accounting Estimates and Errors The amendments will help entities to distinguish between accounting policies and accounting estimates. The definition of a change in accounting estimates has been replaced with a definition of accounting estimates. Under the new definition, accounting estimates are “monetary amounts in financial statements that are subject to measurement uncertainty”. Entities develop accounting estimates if accounting policies require items in financial statements to be measured in a way that involves measurement uncertainty. the group does not expect this amendment to have any significant impact in its financial statements.

BLS E-Services Limited (formerly known as BLS E-Services Private Limited)  
CIN: U74999DL2016PLC298207  
Restated consolidated statement of changes in equity  
(Amounts are in INR lakh unless otherwise stated)

**A. Equity Share Capital**

	Amount in INR
<b>As at March 31, 2020</b>	1.00
Changes in equity shares capital during the year	-
<b>As at March 31, 2021</b>	1.00
Changes in equity shares capital during the year	-
<b>As at March 31, 2022</b>	1.00
Changes in equity shares capital during the year	6,671.65
<b>As at March 31, 2023</b>	6,672.65

**B. Other Equity**

Particulars	Reserve & Surplus				Total
	Retained Earnings	Capital Reserve	Security Premium	Other Comprehensive Income	
<b>Balance as at March 31, 2020 (a)</b>	595.73	(777.30)	-	3.43	(178.14)
Profit for the year	314.82	-	-	-	314.82
Other Comprehensive Income (net of tax)	-	-	-	2.92	2.92
<b>Total comprehensive income for the year 2020-21 (b)</b>	<b>314.82</b>	<b>-</b>	<b>-</b>	<b>2.92</b>	<b>317.74</b>
<b>Balance as at March 31, 2021 (a+b) = (c)</b>	<b>910.55</b>	<b>(777.30)</b>	<b>-</b>	<b>6.35</b>	<b>139.60</b>
Profit for the year	537.96	-	-	-	537.96
Other Comprehensive Income (net of tax)	-	-	-	0.83	0.83
<b>Total comprehensive income for the year 2021-22 (d)</b>	<b>537.96</b>	<b>-</b>	<b>-</b>	<b>0.83</b>	<b>538.79</b>
<b>Balance as at March 31, 2022 (c+d) = (e)</b>	<b>1,448.51</b>	<b>(777.30)</b>	<b>-</b>	<b>7.18</b>	<b>678.39</b>
Profit for the year	1,888.02	-	-	-	1,888.02
Acquisition of Non Controlling Interest	(249.88)	-	-	-	(249.88)
Other Comprehensive Income (net of tax)	-	-	-	13.58	13.58
Security premium on equity shares issued	-	-	7,629.39	-	7,629.39
Utilised for issue of bonus shares	(600.00)	-	(5,338.12)	-	(5,938.12)
Non- Controlling Interest	-	-	-	-	-
Share capital pending allotment	-	-	-	-	-
<b>Total comprehensive income for the year 2022-23 (f)</b>	<b>1,038.14</b>	<b>-</b>	<b>2,291.27</b>	<b>13.58</b>	<b>3,342.99</b>
<b>Balance as at March 31, 2023 (e+f) = (g)</b>	<b>2,486.65</b>	<b>(777.30)</b>	<b>2,291.27</b>	<b>20.76</b>	<b>4,021.38</b>

Corporate information and Significant accounting policies

1-2

As per our report of even date attached  
For S S Kothari Mehta & Company  
Chartered Accountants  
Firm's registration number: 000756N

For and on behalf of the board of directors of  
BLS E- Services Limited

**Amit Goel**  
Partner  
Membership number: 500607

**Shikhar Aggarwal**  
Chairman  
DIN No. 06975729

**Sanjay Kumar Rawat**  
Company Secretary

**Rahul Sharma**  
Executive Director  
cum Chief Financial Officer

Place : New Delhi  
Date : July 10, 2023

BLS E-Services Limited (formerly known as BLS E-Services Private Limited)

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(Amounts are in INR lakh unless otherwise stated)

### 3 PROPERTY, PLANT & EQUIPMENT

Gross Carrying Value	Computers	Office Equipments	Plant & Machinery	Furniture & Fixtures	Vehicles	Total
<b>As at March 31, 2020</b>	<b>17.47</b>	<b>5.31</b>	-	<b>14.98</b>	<b>22.98</b>	<b>60.74</b>
Additions	7.52	0.08	-	-	-	<b>7.60</b>
Disposals	-	-	-	-	-	-
<b>As at March 31, 2021</b>	<b>24.99</b>	<b>5.39</b>	-	<b>14.98</b>	<b>22.98</b>	<b>68.34</b>
Additions	16.31	5.42	-	-	-	<b>21.73</b>
Disposals	-	-	-	-	-	-
<b>As at March 31, 2022</b>	<b>41.30</b>	<b>10.81</b>	-	<b>14.98</b>	<b>22.98</b>	<b>90.07</b>
Additions	31.25	1.69	-	4.16	50.12	<b>87.22</b>
Addition on account of Business combination (refer note no. 43)	20.67	11.38	0.09	11.83	-	<b>43.97</b>
Disposals	-	-	-	-	9.12	<b>9.12</b>
<b>As at March 31, 2023</b>	<b>93.22</b>	<b>23.88</b>	<b>0.09</b>	<b>30.97</b>	<b>63.98</b>	<b>212.14</b>
<b>Accumulated Depreciation</b>						
<b>As at March 31, 2020</b>	<b>14.49</b>	<b>4.87</b>	-	<b>9.34</b>	<b>19.15</b>	<b>47.85</b>
Charge for the year	4.25	0.23	-	1.50	1.18	<b>7.16</b>
Disposals	-	-	-	-	-	-
<b>As at March 31, 2021</b>	<b>18.74</b>	<b>5.10</b>	-	<b>10.84</b>	<b>20.33</b>	<b>55.01</b>
Charge for the year	11.32	1.55	-	1.06	0.82	<b>14.75</b>
Disposals	-	-	-	-	-	-
<b>As at March 31, 2022</b>	<b>30.06</b>	<b>6.65</b>	-	<b>11.90</b>	<b>21.15</b>	<b>69.76</b>
Addition on Acquisition of Equity share	-	-	-	-	-	-
Charge for the year	23.37	6.86	-	4.01	9.02	<b>43.21</b>
Disposals	-	-	-	-	8.18	<b>8.18</b>
<b>As at March 31, 2023</b>	<b>53.43</b>	<b>13.51</b>	-	<b>15.91</b>	<b>21.99</b>	<b>104.84</b>
<b>Net Block as at March 31, 2021</b>	<b>6.25</b>	<b>0.29</b>	-	<b>4.14</b>	<b>2.65</b>	<b>13.33</b>
<b>Net Block as at March 31, 2022</b>	<b>11.24</b>	<b>4.16</b>	-	<b>3.08</b>	<b>1.83</b>	<b>20.31</b>
<b>Net Block as at March 31, 2023</b>	<b>39.79</b>	<b>10.37</b>	<b>0.09</b>	<b>15.06</b>	<b>41.99</b>	<b>107.30</b>

BLS E-Services Limited (formerly known as BLS E-Services Private Limited)  
CIN: U74999DL2016PLC298207  
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(Amounts are in INR lakh unless otherwise stated)

4 Intangible Assets

<b>Gross Carrying Value</b>	<b>Software</b>	<b>Trademark</b>	<b>Total</b>
<b>As at March 31, 2020</b>	<b>0.52</b>	-	<b>0.52</b>
Additions	-	-	-
Disposals	-	-	-
<b>As at March 31, 2021</b>	<b>0.52</b>	-	<b>0.52</b>
Additions	<b>3.70</b>	-	<b>3.70</b>
Disposals	-	-	-
<b>As at March 31, 2022</b>	<b>4.22</b>	-	<b>4.22</b>
Addition on account of Business combination (refer note no. 43)	0.77	-	0.77
Additions	0.14	2.36	2.50
Disposals	-	-	-
<b>As at March 31, 2023</b>	<b>5.13</b>	<b>2.36</b>	<b>7.49</b>

  

<b>Accumulated Amortisation</b>	<b>Software</b>	<b>Trademark</b>	<b>Total</b>
<b>As at March 31, 2020</b>	<b>0.27</b>	-	<b>0.27</b>
Charges for the year	0.17	-	0.17
Disposals	-	-	-
<b>As at March 31, 2021</b>	<b>0.44</b>	-	<b>0.44</b>
Charges for the year	2.12	-	2.12
Disposals	-	-	-
<b>As at March 31, 2022</b>	<b>2.56</b>	-	<b>2.56</b>
Charges for the year	1.55	1.29	2.84
Disposals	-	-	-
<b>As at March 31, 2023</b>	<b>4.11</b>	<b>1.29</b>	<b>5.40</b>

  

<b>Net Block as at March 31, 2021</b>	0.08	-	0.08
<b>Net Block as at March 31, 2022</b>	1.66	-	1.66
<b>Net Block as at March 31, 2023</b>	1.02	1.07	2.09

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5 **Right of Use Assets**

<b>Gross Carrying Value</b>	<b>Right to Use</b>
<b>As at March 31, 2020</b>	-
Additions	-
Disposals	-
Assets Write off	-
<b>As at March 31, 2021</b>	-
Additions	<b>700.02</b>
Disposals/ Adjustments	-
Assets Write off	-
<b>As at March 31, 2022</b>	<b>700.02</b>
Addition on account of Business combination (refer note no. 43)	51.28
Additions	38.87
Disposals	-
<b>As at March 31, 2023</b>	<b>790.17</b>
<b>Accumulated Amortisation</b>	<b>Right to Use</b>
<b>As at March 31, 2020</b>	-
Additions	-
Disposals	-
<b>As at March 31, 2021</b>	-
Charges for the year	65.14
Disposals	-
<b>As at March 31, 2022</b>	<b>65.14</b>
Charges for the year	232.14
Disposals	-
<b>As at March 31, 2023</b>	<b>297.28</b>
<b>Net Block as at March 31, 2021</b>	-
<b>Net Block as at March 31, 2022</b>	<b>634.88</b>
<b>Net Block as at March 31, 2023</b>	<b>492.89</b>

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**6 Goodwill**

<b>Gross Carrying Value</b>	<b>Goodwill</b>
<b>As at March 31, 2020</b>	<b>800.65</b>
Additions	-
Disposals	-
<b>As at March 31, 2021</b>	<b>800.65</b>
Additions	-
Disposals	-
<b>As at March 31, 2022</b>	<b>800.65</b>
Additions	<b>7,347.95</b>
Disposals	-
<b>As at March 31, 2023</b>	<b>8,148.60</b>

<b>Accumulated Amortisation</b>	<b>Goodwill</b>
<b>As at March 31, 2020</b>	-
Charges for the year	-
Disposals	-
<b>As at March 31, 2021</b>	-
Charges for the year	-
Disposals	-
<b>As at March 31, 2022</b>	-
Charges for the year	-
Disposals	-
<b>As at March 31, 2023</b>	-

<b>Net Block as at March 31, 2021</b>	<b>800.65</b>
<b>Net Block as at March 31, 2022</b>	<b>800.65</b>
<b>Net Block as at March 31, 2023</b>	<b>8,148.60</b>

**7 Other financial assets: Non Current**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
<b>Carried at amortised cost</b>			
Security deposits	114.37	68.03	11.84
Fixed deposit with bank with original maturity more than 12 months	993.98	811.86	722.78
Interest accrued on fixed deposit	57.39	150.60	95.09
<b>Total</b>	<b>1,165.74</b>	<b>1,030.49</b>	<b>829.71</b>

**8 Deferred tax assets & (liabilities) (Net)**

	As at March 31, 2023	(Charge)/credit for the year	Other Comprehensive Income	Acquisition on Business Combination	As at March 31, 2022
<b>Deferred tax assets on:</b>					
Timing difference on depreciation and amortisation	47.84	(1.87)		44.31	5.40
Timing difference on employee benefits	5.85	(22.44)	(4.92)	26.83	6.38
Timing difference on lease liability	125.59	(45.39)		8.47	162.51
Timing difference on preliminary expenses	0.04	-			0.04
Timing difference on provision for doubtful	-	(1.98)		1.98	-
Timing difference on carry forward of losses	207.58	(58.10)			265.68
	<b>386.90</b>	<b>(129.78)</b>	<b>(4.92)</b>	<b>81.59</b>	<b>440.01</b>
<b>Deferred tax liability on:</b>					
Timing difference on right of use asset	(119.32)	40.27			(159.59)
	<b>(119.32)</b>	<b>40.27</b>	<b>-</b>	<b>-</b>	<b>(159.59)</b>
<b>Total deferred tax assets/(liability)(net)</b>	<b>267.58</b>	<b>(89.51)</b>	<b>(4.92)</b>	<b>81.59</b>	<b>280.42</b>

**Deferred tax assets & (liabilities) (Net)**

	As at March 31, 2022	(Charge)/credit for the year	Other Comprehensive Income	As at March 31, 2021
<b>Deferred tax assets on:</b>				
Timing difference on depreciation and amortisation	5.40	0.52		4.88
Timing difference on employee benefit	6.38	1.96	(0.28)	4.70
Timing difference on lease liability	162.51	162.51		-
Timing difference on preliminary expenses	0.04	(0.05)		0.09
Timing difference on provision for doubtful	-	(240.40)		240.40
Timing difference on carry forward of losses	265.68	265.68		-
	<b>440.01</b>	<b>190.22</b>	<b>(0.28)</b>	<b>250.07</b>
<b>Deferred tax liability on:</b>				
Timing difference on right of use asset	(159.59)	(159.59)		-
	<b>(159.59)</b>	<b>(159.59)</b>	<b>-</b>	<b>-</b>
<b>Total deferred tax assets/(liability)(net)</b>	<b>280.42</b>	<b>30.63</b>	<b>(0.28)</b>	<b>250.07</b>

**9 Non current tax assets**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Advance tax (net of tax paid)	739.28	144.22	96.48
<b>Total</b>	<b>739.28</b>	<b>144.22</b>	<b>96.48</b>

**10 Inventories**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Traded Goods (carried at cost and net relisable value whichever is less)	55.63	-	-
	<b>55.63</b>	<b>-</b>	<b>-</b>

**11 Trade receivables: Current**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Unsecured Considered good;	396.34	846.79	884.69
Unbilled revenue	1,426.07	7.35	-

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(Amounts are in INR lakh unless otherwise stated)

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Total	<u>1,822.41</u>	<u>854.14</u>	<u>884.69</u>
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## Ageing for trade receivables- outstanding as on March 31, 2023 is as follows:

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled Revenue	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 yrs	
(i) Undisputed Trade Receivables - considered good	1,426.07	396.34	-	-	-	-	1,822.41
(ii) Undisputed Trade Receivables - which have significant increase in credit risk							
(iii) Undisputed Trade Receivables - credit impaired							
(iv) Disputed Trade Receivables-considered good							
(v) Disputed Trade Receivable - which have significant in increase in credit risk							
(vi) Disputed Trade Receivables - credit impaired							
Less: Allowance for doubtfultrade receivables	-	-	-	-	-	-	-
<b>Total Trade receivables</b>	<b>1,426.07</b>	<b>396.34</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,822.41</b>

## Ageing for trade receivables- outstanding as on March 31, 2022 is as follows:

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled Revenue	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 yrs	
(i) Undisputed Trade Receivables - considered good	7.35	842.96	1.03	2.80	-	-	854.14
(ii) Undisputed Trade Receivables - which have significant increase in credit risk							
(iii) Undisputed Trade Receivables - credit impaired							
(iv) Disputed Trade Receivables-considered good							
(v) Disputed Trade Receivable - which have significant in increase in credit risk							
(vi) Disputed Trade Receivables - credit impaired							
Less: Allowance for doubtfultrade receivables	-	-	-	-	-	-	-
<b>Total Trade receivables</b>	<b>7.35</b>	<b>842.96</b>	<b>1.03</b>	<b>2.80</b>	<b>-</b>	<b>-</b>	<b>854.14</b>

## Ageing for trade receivables- outstanding as on March 31, 2021 is as follows:

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled Revenue	Less than 6 months	6 months-1 year	1-2 years	2-3 years	More than 3 yrs	
(i) Undisputed Trade Receivables - considered good	-	151.04	1.83	731.82	-	-	884.69
(ii) Undisputed Trade Receivables - which have significant increase in credit risk							
(iii) Undisputed Trade Receivables - credit impaired							
(iv) Disputed Trade Receivables-considered good							
(v) Disputed Trade Receivable - which have significant in increase in credit risk							
(vi) Disputed Trade Receivables - credit impaired							
Less: Allowance for doubtful trade receivables	-	-	-	-	-	-	-
<b>Total Trade receivables</b>	<b>-</b>	<b>151.04</b>	<b>1.83</b>	<b>731.82</b>	<b>-</b>	<b>-</b>	<b>884.69</b>

## 12 Cash and cash equivalents

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
<b>Balance with banks</b>			
Current account	1,523.99	530.78	699.55
<b>Cash on hand</b>	46.65	74.18	50.41
<b>Total</b>	<b>1,570.64</b>	<b>604.96</b>	<b>749.96</b>

## 13 Bank balance other than cash and cash equivalents

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Fixed deposits (with original maturity period of more than three month )*	2,939.08	760.06	184.16
<b>Total</b>	<b>2,939.08</b>	<b>760.06</b>	<b>184.16</b>

\* Pledge against OD Rs 85,000/-

## 14 Loans and advances

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Loan and advances to related parties	-	-	46.83
<b>Total</b>	<b>-</b>	<b>-</b>	<b>46.83</b>

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15 **Other Financial Assets**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
<b>Unsecured, considered good</b>			
-Receivables from Punjab Govt (Punjab State e Governance Society)	-	0.25	61.70
-Advance to employees	10.24	7.61	6.63
Security deposits	0.10	0.10	0.10
Wallet Assets	60.28	182.91	38.94
Other receivable	57.85	17.11	24.63
Interest accrued on Fixed Deposit	1.41	0.06	5.72
<b>Total</b>	<b>129.88</b>	<b>208.04</b>	<b>137.72</b>

16 **Other Current Assets**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Advances against services	175.73	63.11	23.68
Prepaid expenses	26.14	10.59	10.05
Balance with statutory/ government authorities	303.60	179.40	31.32
Other receivable			
<b>Total</b>	<b>505.47</b>	<b>253.10</b>	<b>65.05</b>

18 Other equity

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Balance of retained earnings	1,448.51	910.55	595.73
Profit for the year	1,888.02	537.96	314.82
Utilised for issue of bonus shares	(600.00)	-	-
On acquisition of Non controlling interest	(249.88)	-	-
<b>Balance of retained earnings at the end of reporting period (a)</b>	<b>2,486.65</b>	<b>1,448.51</b>	<b>910.55</b>
<b>Other comprehensive income</b>			
Balance at the beginning of reporting period	7.18	6.35	3.43
Other comprehensive income (OCI)	13.58	0.83	2.92
<b>Balance at the end of reporting period (b)</b>	<b>20.76</b>	<b>7.18</b>	<b>6.35</b>
<b>Capital Reserve</b>			
Balance at the beginning of reporting period	(777.30)	(777.30)	(777.30)
On acquisition of BLS Kendras	-	-	-
<b>Balance at the end of reporting period (c)</b>	<b>(777.30)</b>	<b>(777.30)</b>	<b>(777.30)</b>
<b>Security Premium</b>			
Security premium on equity shares issued	7,629.39	-	-
Utilised for issue of bonus shares	(5,338.12)	-	-
<b>Balance at the end of reporting period (d)</b>	<b>2,291.27</b>	<b>-</b>	<b>-</b>
<b>Balance of retained earnings at the end of reporting period (a+b+c+d)</b>	<b>4,021.38</b>	<b>678.39</b>	<b>139.60</b>

**Securities premium reserve**

Securities premium reserve represents premium received on issue of shares. The reserve is utilised in accordance with the provisions of the Companies Act.

**Retained earnings**

All the profits or losses made by the Company are transferred to retained earnings from statement of profit and loss and it also includes pre-acquisition profits of entities acquired under common control business combination.

**Re-measurement of defined benefit plans**

This represents the actuarial gains/losses recognised in other comprehensive income.

**Capital reserve**

This represents the capital reserve on accounting for common control business combinations. The amount of capital reserve represents the difference between the consideration paid for acquisition and the Net Assets of the acquired entities.

19 Share capital pending allotment

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Balance at the beginning of reporting period(refer note no. 43)	827.30	827.30	827.30
Add: Transferred to share capital account	(827.30)	-	-
Balance at the end of reporting period	-	827.30	827.30

20 Borrowings : Non-Current

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
<b>Unsecured</b>			
Loan from fellow subsidiary*	-	726.05	-
<b>Total</b>	<b>-</b>	<b>726.05</b>	<b>-</b>

\*The loan is repayable in thirty six month and carry interest rate of 7% p.a. Repayment will start from April' 2023.

21 Lease Liability - Non-Current

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Lease liability	387.30	552.69	-
<b>Total</b>	<b>387.30</b>	<b>552.69</b>	<b>-</b>

**22 Provisions - Non- Current**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Provisions for gratuity (refer note no. 47)	26.17	24.32	15.53
<b>Total</b>	<b>26.17</b>	<b>24.32</b>	<b>15.53</b>

**23 Borrowings : Current**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Loans from holding company*	-	-	1,101.57
Loan from fellow subsidiaries*	-	150.00	-
<b>Total</b>	<b>-</b>	<b>150.00</b>	<b>1,101.57</b>

\*loan taken for business activities which is unsecured bearing 7% p.a. interest and repayable on demand.

**24 Lease Liability - Current**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Lease Liability	131.01	93.02	-
<b>Total</b>	<b>131.01</b>	<b>93.02</b>	<b>-</b>

**25 Trade Payables**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Dues to micro enterprises and small enterprises	-	-	-
Dues to creditors other than micro enterprises and small enterprises	249.18	794.36	161.07
<b>Total</b>	<b>249.18</b>	<b>794.36</b>	<b>161.07</b>

Ageing for trade payable outstanding as at March 31, 2023 is as follows:

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 yr	1-2 yr	2-3 yr	More than 3 yrs	
(i) MSME	-	-	-	-	-
(ii) Others	247.73	0.55	-	-	248.28
(iii) Diputed dues-MSME	-	-	-	-	-
(iv) Diputed dues-Others	-	0.16	-	0.74	0.90
<b>Total</b>	<b>247.73</b>	<b>0.71</b>	<b>-</b>	<b>0.74</b>	<b>249.18</b>

Ageing for trade payable outstanding as at March 31, 2022 is as follows:

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 yr	1-2 yr	2-3 yr	More than 3 yrs	
(i) MSME	-	-	-	-	-
(ii) Others	794.32	0.04	-	-	794.36
(iii) Diputed dues-MSME	-	-	-	-	-
(iv) Diputed dues-Others	-	-	-	-	-
<b>Total</b>	<b>794.32</b>	<b>0.04</b>	<b>-</b>	<b>-</b>	<b>794.36</b>

Ageing for trade payable outstanding as at March 31, 2021 is as follows:

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 yr	1-2 yr	2-3 yr	More than 3 yrs	
(i) MSME	-	-	-	-	-
(ii) Others	160.73	0.34	-	-	161.07
(iii) Diputed dues-MSME	-	-	-	-	-
(iv) Diputed dues-Others	-	-	-	-	-
<b>Total</b>	<b>160.73</b>	<b>0.34</b>	<b>-</b>	<b>-</b>	<b>161.07</b>

**26 Other financial liabilities**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
<b>Interest accrued due but not paid</b>			
on borrowing from holding company	-	-	441.59
on borrowing from fellow subsidiary	-	12.23	-
<b>Others</b>			
- Expenses payable	1,620.82	720.87	587.91
- Employees dues payables	99.63	65.70	47.51
Wallet top up liability	2,848.11	543.28	476.97
Others Payables	523.76	15.72	6.19
Security Deposit received	244.10	165.18	122.41
<b>Total</b>	<b>5,336.42</b>	<b>1,522.98</b>	<b>1,682.58</b>

**27 Provisions-Current**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Provisions for gratuity (refer note no. 47)	1.93	1.02	3.13
<b>Total</b>	<b>1.93</b>	<b>1.02</b>	<b>3.13</b>

**28 Other Current Liabilities**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Statutory dues payable	553.83	220.67	126.95
Advance from customers	115.54	1.13	-
<b>Total</b>	<b>669.37</b>	<b>221.80</b>	<b>126.95</b>

17 EQUITY SHARE CAPITAL

Particulars	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
<b>Authorized Share Capital</b>			
7,00,00,000 (March 31, 2023) equity shares of Rs. 10/- each	7,000.00	1.00	1.00
<b>Issued, subscribed and fully paid-up</b>			
6,67,26,485 (March 31, 2023) equity shares of Rs. 10/- each	6,672.65	1.00	1.00
<b>Total</b>	<b>6,672.65</b>	<b>1.00</b>	<b>1.00</b>

a.) Reconciliation of shares outstanding at the beginning and at the end of the year

EQUITY SHARES	As at March 31, 2023		As at March 31, 2022		As at March 31, 2021	
	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount
Balance at the beginning of the year	10,000	1.00	10,000	1.00	10,000	1.00
Add: Shares issued during the year	6,67,16,485	6,671.65	-	-	-	-
Balance at the closing of the year	6,67,26,485	6,672.65	10,000	1,00,000	10,000	1,00,000

b) Rights, preferences and restrictions attached to shares

The Group has only one class of equity shares having a par value of Re. 10 per share. Each holder of equity shares is entitled to one vote per share and ranking pari passu with each other. There are no restriction in terms of applicable provisions of the companies act, 2013 attached to any of the equity shares and further no special or differential voting rights.

c.) Number of shares held by Holding Company

Name of shareholder	As at March 31, 2023		As at March 31, 2022		As at March 31, 2021	
	Number of shares	% of holding in the class	Number of shares	% of holding in the class	Number of shares	% of holding in the class
BLS International Services Limited along with nominee	4,62,56,485	69.32%	10,000	100.00%	10,000	100.00%

d.) Details of equity shares held by shareholders holding more than 5% of the aggregate shares in the Company

Name of shareholder	As at March 31, 2023		As at March 31, 2022		As at March 31, 2021	
	Number of shares	% of holding in the class	Number of shares	% of holding in the class	Number of shares	% of holding in the class
BLS International Services Limited along with nominee	4,62,56,485	69.32%	10,000	100.00%	10,000	100.00%
Diwakar Aggarwal	86,05,000	12.90%				
Shikhar Aggarwal	63,55,000	9.52%				
Sunabh Consultancy Private Limited	41,35,000	6.20%				

e.) The company has issued and allotted following equity shares during current financial year ended March 31, 2023:

- Allotment of 60,00,000 Bonus Equity Shares of the face value of Rs. 10/- each fully paid up, in the ratio of 600:1 on October 01, 2022 to the existing shareholders whose names appear in the register of member / Beneficial owner's position of the company on October 01, 2022 ("Record Date") ranking pari passu with existing shares.
- Allotment of 25,00,000 Equity Shares of face value of Rs. 10/- each on October 04, 2022 to Holding Company, for Rs. 100/- each equity share on the basis of the Right Issue to existing equity shareholders, including premium of Rs. 90/- per shares for an aggregate amount of Rs. 25,00,00,000/-, ranking pari passu with existing shares.
- Allotment of 7,41,297 Equity Shares of face value of Rs. 10/- each, on the right basis on October 31, 2022, to BLS International Services Limited as Share Swap Consideration against the Transfer of 500,000 Equity Shares held by BLS International Services Limited in BLS Kendras Private Limited to BLS E-Services Limited, ranking pari passu with existing shares.
- Allotment of 20,94,000 Equity Shares of face value of Rs. 10/- each, on December 21, 2022, on Preferential & Private Placement basis to various shareholders, for Rs. 123/- each including premium of Rs. 113/- per shares for an aggregate amount of Rs. 25,75,62,000/-, ranking pari passu with existing shares
- Allotment of 20,00,000 Equity Shares as Sweat Equity Shares of face value of Rs. 10/- each on December 21, 2022. 10,00,000 sweat equity shares to Mr. Diwakar Aggarwal and 10,00,000 sweat equity shares Mr. Shikhar Aggarwal, Directors of the Holding Company. Further, in the terms revised form of consideration from "consideration other than cash" to a "cash consideration" as duly approved by the Shareholders in their extra-ordinary general meeting held on March 27, 2023; it was considered as issued for Rs. 110/- each including a premium of Rs. 100 for an aggregate amount of Rs. 22,00,00,000/-, ranking pari passu with existing shares.
- Allotment of 5,33,81,188 Bonus Equity Shares of face value of Rs. 10/- each fully paid up, in the ratio of 4:1 on December 30, 2022, to the existing shareholders whose names appear in the register of member / Beneficial owner's position of the company on 29th December, 2022 ("Record Date") , ranking pari passu with existing shares.

f.) Shareholding of promoters

The details of the shares held by promoters as at March 31, 2023 are as follow:

Promoter name	No. of Shares	% of total shares	% change during the year
BLS International Services Limited	4,62,56,485	69.32%	-30.68%

The details of the shares held by promoters as at March 31, 2022 are as follow:

Promoter name	No. of Shares	% of total shares	% change during the year
BLS International Services Limited	10,000	100%	-

The details of the shares held by promoters as at March 31, 2021 are as follow:

Promoter name	No. of Shares	% of total shares	% change during the year
BLS International Services Limited	10,000	100%	-

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**29 Revenue from operations**

	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
<b>Revenue from Operations</b>			
Sale of Services	23,805.88	9,661.46	6,448.72
Sale of Products	500.19	8.36	-
<b>Total</b>	<b>24,306.07</b>	<b>9,669.82</b>	<b>6,448.72</b>
	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
<b>Timing of revenue recognition</b>			
Services/products transferred at a point in time	24,306.07	9,669.82	6,448.72
Services/products transferred over period of time			
<b>Total revenue from contracts with customers</b>	<b>24,306.07</b>	<b>9,669.82</b>	<b>6,448.72</b>
<b>Contract balances</b>			
Trade receivables	1,822.41	854.14	884.69
Contract liabilities	115.54	1.13	-
	<b>1,937.95</b>	<b>855.27</b>	<b>884.69</b>
<b>Movement of contract liabilities</b>			
Contract liabilities at the beginning of the year	1.13	-	-
Amount received/ adjusted against contract liability during the year net of Performance obligations satisfied in current year	114.41	1.13	-
<b>Amounts included in contract liabilities at the end of the year</b>	<b>115.54</b>	<b>1.13</b>	<b>-</b>
<b>Reconciling the amount of revenue recognised in the Statement of Profit and Loss with the contracted price</b>			
Revenue as per contracted price	24,306.07	9,669.82	6,448.72
Less: Discount	-	-	-
	<b>24,306.07</b>	<b>9,669.82</b>	<b>6,448.72</b>

**30 Other income**

	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
<b>Interest Income</b>			
on Fixed Deposits with banks	95.12	78.21	62.62
on security deposits	3.62	2.00	-
on Income Tax Refund	29.54	5.24	-
Profit on Sale of Property, Plant & Equipment	2.75	-	-
Profit on Sale of Investments	39.21	-	-
Rental Income	72.00	-	-
Miscellaneous income	80.97	84.29	12.01
<b>Total</b>	<b>323.21</b>	<b>169.74</b>	<b>74.63</b>

**31 Cost of services/product sold**

	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
<b>Purchases</b>	826.74	259.62	19.14
<b>Operational expenses</b>	15,318.10	6,091.98	4,175.66
<b>Change in Inventory</b>	11.64	-	-
<b>Total</b>	<b>16,156.48</b>	<b>6,351.60</b>	<b>4,194.80</b>

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**32 Employee benefits expenses**

	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Salaries, wages and incentives	2,111.27	592.03	361.42
Contribution to provident fund and other funds	147.41	27.83	15.95
Staff welfare expenses	63.84	21.01	3.86
<b>Total</b>	<b>2,322.52</b>	<b>640.87</b>	<b>381.23</b>

**33 Finance Cost**

	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Interest on borrowings	351.79	66.73	109.43
Interest others	6.63	0.76	6.09
Other financials charges	10.77	17.50	32.21
Interest on lease liability	23.63	17.33	-
<b>Total</b>	<b>392.82</b>	<b>102.32</b>	<b>147.73</b>

**34 Depreciation and amortization expenses**

	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Depreciation on property, plant & equipment	43.21	14.75	7.16
Amortization on intangible assets	2.85	2.12	0.17
Amortization on Right of use Asset	232.14	65.14	-
<b>Total</b>	<b>278.20</b>	<b>82.01</b>	<b>7.33</b>

**35 Other Expenses**

	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Bank charges	6.51	3.48	2.18
Telephone & internet expenses	173.62	132.01	109.50
Sewa kendra expenses	784.17	567.67	461.50
Conveyance expenses	457.90	136.25	93.97
Software expense	48.70	24.39	25.52
Professional consultancy charges	275.13	425.61	457.15
Rent expense	28.65	5.60	23.83
Repair & maintenance expense	158.26	251.04	123.71
Bad Debts	31.03	-	0.14
Electricity & Water	36.82	11.54	0.34
Business Promotion	22.05	197.69	0.52
Rate and Taxes	91.41	0.12	0.38
Sundry Balance written off	26.76	13.73	-
Insurance	19.38	8.35	7.92
Printing & Stationery	147.82	96.10	65.47
CSR expense	35.05	3.50	11.00
Miscellaneous expenses	178.03	107.94	16.91
<b>Total</b>	<b>2,521.29</b>	<b>1,985.02</b>	<b>1,400.04</b>

**35.1 Auditors Remuneration**

	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Statutory audit fees	20.05	6.00	6.00
Limited review fees	-	-	-
Reimbursement of expenses	-	-	-
<b>Total</b>	<b>20.05</b>	<b>6.00</b>	<b>6.00</b>



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**36 Earning Per share (EPS)**

	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Net profit after tax as per statement of profit and loss attributable to equity shareholders (Rs.)	1,888.02	537.96	314.82
Number of equity shares at the beginning of the reporting period	10,000	10,000	10,000
Add: Bonus issued during the year	5,93,81,188	5,93,81,188	5,93,81,188
Add: Share application money pending allotment	7,41,297	7,41,297	7,41,297
Add: Weighted average number of equity shares issued during the year	23,58,888	-	-
	<b>6,24,91,373</b>	<b>6,01,32,485</b>	<b>6,01,32,485</b>
<b>Total weighted average number of equity shares used as denominator for calculating basic and diluted EPS</b>	6,24,91,373	6,01,32,485	6,01,32,485
Basic EPS ( Rs.)	3.02	0.89	0.52
Diluted EPS (Rs.)	3.02	0.89	0.52
face value per equity share (Rs.)	10	10	10

**37 Contingent liabilities and commitments ( to the extent not provided for)**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Guarantees issued by the bank on behalf of the Company	2,000.00	2,000.00	2,000.00
Guarantees given to bank for providing fund based facilities to CSP's	273.79	-	-

**38 The Micro, Small and Medium Enterprises Development (MSMED) Act, 2006**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022	Year ended March 31, 2021
Principal amount remaining unpaid at the end of the year	-	-	-
Interest due thereon remaining unpaid at the end of the year	-	-	-
Delayed payment of Principal amount paid beyond appointed date during the entire financial year	-	-	-
Interest actually paid under Section 16 of the Act during the entire accounting year	-	-	-
Amount of Interest due and payable for the period of delay in making the payment (which have been paid but beyond the appointed day during the year) but without adding interest specified under this Act	-	-	-
Amount of Interest due and payable for the period (where principal has been paid but interest under the MSMED Act not paid)	-	-	-
Interest accrued and remaining unpaid at the end of the year	-	-	-
The amount of further interest remaining due and payable even in succeeding years, until such date when the interest dues as above are actually paid to the Micro and Small Enterprises for the purpose of disallowances as deductible expenditure under Section 23 of this Act	-	-	-

39 FINANCIAL INSTRUMENTS

39.1 CATERGORY-WISE CLASSFCATION OF FINANCIALS INSTRUMENTS

	March 31, 2023	FVTPL	FVTOCI	Amortised Cost	Total Carrying Value
<b>A.</b>	<b>Financial assets measured at amortised cost</b>				
(i)	Bank balance other than cash and cash equivalents	-	-	2,939.08	2,939.08
(ii)	Other financial asset- Non Current	-	-	1,165.74	1,165.74
(iii)	Cash & cash equivalents	-	-	1,570.64	1,570.64
(iv)	Trade receivables	-	-	1,822.41	1,822.41
(v)	Other financial current assets	-	-	129.88	129.88
	<b>Total</b>	-	-	<b>7,627.75</b>	<b>7,627.75</b>
<b>B.</b>	<b>Financial liabilities measured at amortised cost</b>				
(i)	Trade payables	-	-	249.18	249.18
(ii)	Other financial liabilities-Current	-	-	5,336.42	5,336.42
(iii)	Lease Liability	-	-	518.31	518.31
	<b>Total</b>	-	-	<b>6,103.91</b>	<b>6,103.91</b>

	March 31, 2022	FVTPL	FVTOCI	Amortised Cost	Total Carrying Value
<b>A.</b>	<b>Financial assets measured at amortised cost</b>				
(i)	Bank balance other than cash and cash equivalents	-	-	760.06	760.06
(ii)	Other financial asset- Non Current	-	-	1,030.49	1,030.49
(iii)	Cash & cash equivalents	-	-	604.96	604.96
(iv)	Trade receivables	-	-	854.14	854.14
(v)	Other financial current assets	-	-	208.04	208.04
	<b>Total</b>	-	-	<b>3,457.69</b>	<b>3,457.69</b>
<b>B.</b>	<b>Financial liabilities measured at amortised cost</b>				
(i)	Borrowings : Non-Current	-	-	726.05	726.05
(ii)	Borrowings : Current	-	-	150.00	150.00
(iii)	Trade payables	-	-	794.36	794.36
(iv)	Other financial liabilities-Current	-	-	1,522.98	1,522.98
(v)	Lease Liability	-	-	645.71	645.71
	<b>Total</b>	-	-	<b>3,839.10</b>	<b>3,839.10</b>

	As at March 31, 2021	FVTPL	FVTOCI	Amortised Cost	Total Carrying Value
<b>A.</b>	<b>Financial assets measured at amortised cost</b>				
(i)	Bank balance other than cash and cash equivalents	-	-	184.16	184.16
(ii)	Other financial asset- Non Current	-	-	829.71	829.71
(iii)	Cash & cash equivalents	-	-	749.96	749.96
(iv)	Trade receivables	-	-	884.69	884.69
(v)	Other financial current assets	-	-	137.72	137.72
(vi)	Loans and advance	-	-	46.83	46.83
	<b>Total</b>	-	-	<b>2,833.07</b>	<b>2,833.07</b>
<b>B.</b>	<b>Financial liabilities measured at amortised cost</b>				
(i)	Borrowings : Current	-	-	1,101.57	1,101.57
(ii)	Trade payables	-	-	161.07	161.07
(iii)	Other financial liabilities-Current	-	-	1,682.58	1,682.58
	<b>Total</b>	-	-	<b>2,945.22</b>	<b>2,945.22</b>

The fair value of the assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values:

- 1 Fair Value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial instruments approximate their carrying amounts largely due to the short term maturities of these instruments.
- 2 Financial instruments with fixed and variable interest rates are evaluated by the company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to the account for the expected losses of these receivables.  
The company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:  
Level 1: quoted (unadjusted) prices in active markets for identical assets or liabilities  
Level 2: other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly  
Level 3: techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data
- 3 There are no transfers between Level 1, 2 and 3 financial instruments.

**a) Risk management framework**

The group board of directors has the overall responsibility for the management of these risks and is supported by Senior Management that advises on the appropriate financial risk governance framework. The Company has the risk management policies and systems in place and are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company's audit committee oversees how management monitors compliance with the risk management policies and procedures, and reviews the adequacy of risk management framework in relation to the risks faced by the Company. The framework seeks to identify, assess and mitigate financial risk in order to minimise potential adverse effects on the company's financial performance.

The group has exposure to the following risks arising from financial instruments:

- Credit risk
- Liquidity risk; and
- Market risk

**b) Credit Risk**

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligation, and arises from the operating activities primarily (trade receivables) and investing activities including deposits with banks and other corporate deposits. The company establishes an allowance for impairment that represents its estimate of expected losses in respect of financial assets. A default of financial assets is when there is a significant increase in the credit risk which is evaluated based on the business environment. The assets are written off when the company is certain about the non-recovery. The Credit risk exposure is given in note no. 7, 10, 12, 13, 14 and 15.

The Company provides for expected credit loss based on lifetime expected credit loss mechanism for loans and advances, deposits and other investments-

**March 31, 2023**

Particulars	Expected probability of default	Expected credit losses	Carrying amount net of impairment provision
Cash and cash equivalents	-	-	1,570.64
Other bank balance	-	-	2,939.08
Trade receivables	-	-	1,822.41
Other financial assets	-	-	1,295.62
Loans and advances	-	-	-

**March 31, 2022**

Particulars	Expected probability of default	Expected credit losses	Carrying amount net of impairment provision
Cash and cash equivalents	-	-	604.96
Other bank balance	-	-	760.06
Trade receivables	-	-	854.14
Other financial assets	-	-	1,238.53
Loans and advances	-	-	-

**March 31, 2021**

Particulars	Expected probability of default	Expected credit losses	Carrying amount net of impairment provision
Cash and cash equivalents	-	-	749.96
Other bank balance	-	-	184.16
Trade receivables	-	-	884.69
Other financial assets	-	-	967.44
Loans	-	-	46.83

**(i) Trade & other receivables:**

Customer credit risk is managed based on company's established policy, procedures and controls. The company assesses the credit quality of the counterparties, taking into account their financial position, past experience and other factors.

Credit risk is reduced by receiving pre-payments. The company has a well defined sales policy to minimize its risk of credit defaults. Outstanding customer receivables are regularly monitored and assessed. Impairment analysis is performed based on historical data at each reporting date on an individual basis. However a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively.

**Expected Credit loss under simplified approach for Trade receivables:**

Ageing	As at	As at	As at
	March 31,2023	March 31,2022	March 31,2021
<b>Ageing of gross carrying amount</b>			
Unbilled Revenue	1,426.07	7.35	-
less than 180 days	396.34	842.96	151.04
181-365 days	-	1.03	1.83
More than 1 year	-	2.80	731.82
<b>Gross Carrying amount</b>	<b>1,822.41</b>	<b>854.14</b>	<b>884.69</b>
Expected Credit loss	-	-	-
<b>Net carrying amount</b>	<b>1,822.41</b>	<b>854.14</b>	<b>884.69</b>

(ii) Financial instruments and cash deposits :

The credit risk for cash deposits with banks and cash and cash equivalents is considered negligible, since the counterparties are reputable banks with high quality external credit ratings. Also, no impairment loss has been recorded in respect of fixed deposits that are with recognized commercial banks and are not past due. The carrying amounts disclosed above are the Company's maximum possible credit risk exposure in relation to these deposits.

Other financial assets being security deposits and others are also due from several counter parties and based on historical information about defaults from the counter parties, management considers the quality of such assets that are not past due to be good.

Impairment on cash and cash equivalents, deposits and other financial instruments has been measured on the 12-month expected credit loss basis and reflects the short maturities of the exposures. The Company considers that its cash and cash equivalents have low credit risk based on external credit ratings of counterparties.

Based on the assessment there is no impairment in the above financial assets.

c) Liquidity Risk

Liquidity risk is defined as the risk that the group will not be able to settle or meet its obligations on time or at a reasonable price. The Company's treasury department is responsible for maintenance of liquidity, continuity of funding as well as timely settlement of debts. In addition, policies related to mitigation of risks are overseen by senior management. Management monitors the Company's net liquidity position on the basis of expected cash flows vis a vis debt service fulfilment obligation.

**Maturity profile of financial liabilities**

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments.

	Less than 1 year	1-5 years	Total
<b>As at March 31, 2023</b>			
Loan from related party	-	-	-
Trade payables	247.73	1.45	249.18
Other financial liabilities-Current	5,336.42	-	5,336.42
Lease liability	170.80	437.12	607.92
<b>As at March 31, 2022</b>			
Loan from related party-Current	150.00	726.05	876.05
Trade payables	794.32	0.04	794.36
Other financial liabilities-Current	1,522.98	-	1,522.98
Lease liability	234.42	588.62	823.04
<b>As at March 31, 2021</b>			
Loan from related party	1,101.57	-	1,101.57
Trade payables	160.73	0.34	161.07
Other financial liabilities-Current	1,682.58	-	1,682.58
Lease liability	-	-	-

d) Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of fluctuation in market prices. These comprise three types of risk i.e. currency rate, interest rate and other price related risks. Financial instruments affected by market risk include loans and borrowings, deposits, investments, and financial instruments. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Regular interaction with bankers, intermediaries and the market participants help us to mitigate such risk.

i) Interest Rate Risk and Sensitivity

The company has borrowing with the related parties at a fixed rate of interest. Therefore there is no interest rate risk.

39.2 Capital Management

The Group policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The primary objective of the Group Capital management is to maximise shareholder's value. The Company manages its capital and makes adjustment to it in light of the changes in economic and market conditions.

The Company manages capital using gearing ratio, which is total debt divided by total equity. The gearing at the end of the reporting period was as follows:

Particulars	As at	As at	As at
	March 31, 2023	March 31, 2022	March 31, 2021
Borrowings (Non current)		726.05	-
Borrowings (Current)	-	150.00	1,101.57
Less: Cash and cash equivalents including bank balances	(1,570.64)	(604.96)	(749.96)
<b>Total Debt (A)</b>	<b>(1,570.64)</b>	<b>271.11</b>	<b>351.61</b>
Total Equity (B)	10,694.03	1,506.69	967.90
<b>Capital and Net debt(C=A+B)</b>	<b>9,123.39</b>	<b>1,777.80</b>	<b>1,319.51</b>
<b>Gearing ratio A/C</b>	<b>-17.22%</b>	<b>15.25%</b>	<b>26.65%</b>

**40 Related Party Disclosures**

Related party disclosures , as required by Ind AS 24 is as below:

**A) Ultimate Holding Company**

BLS International Services Limited

**B) Subsidiary Company**

Starfin India Private Limited

BLS Kendras Private Limited (w.e.f. October 31, 2022)

Zero Mass Private Limited (w.e.f June 07, 2022)

**C) Fellow Subsidiaries**

BLS IT- Services Private Limited

BLS E- Solution Private Limited

BLS Kendras Private Limited (till October 30, 2022)

Reired BLS International Private Limited

BLS International FZE

BLS International Services, UAE^

BLS International Services Canada INC.^

BLS International Services Norway AS^

BLS International Services Singapore PTE LTD.^

BLS International Services (UK) Limited^

Consular Outsourcing BLS Services Inc.(USA)^

BLS International Vize Hizmetleri Ltd. Sti.(Turkey)^

BLS International Services Limited (Hongkong)^

BLS International (pty) Limited(South africa)^

Balozi Liaison Services International Limited(kenya) (w.e.f 01 April' 2022)^

BLS International Services SRL (Italy) (w.e.f. 01 April'2022)\*\*

BLS International Services Malaysia SDN BHD^

BLS International Employee Welfare Trust

^ Subsidiary of BLS International FZE

\*\* Subsidiary of BLS International Services (UK) Limited

**D) Key Management Personnel (KMP)**

Mr. Rahul Sharma (w.e.f 21.12.2022)

Mr. Sanjay Rawat (w.e.f 14.03.2023)

**Designation**

CFO

Company Seceretary

**E) Non-executive director**

Mr. Dinesh Sharma (w.e.f 23.10.2017)

Mr. Sanjeev Kumar (w.e.f 23.10.2017)

Ms. Shivani Mishra (w.e.f 21.11.2016)

Mr. Ram Prakash Bajpai (w.e.f 21.12.2022)

Director

Director

Director

Director

**F) Relative of key management person of holding company**

Mr. Gaurav Aggarwal

Ms. Riya Aggarwal

Mr. Abhinav Goel

Mr. Karan Aggarwal

Nephew of Diwakar Aggarwal

Daughter of Diwakar Aggarwal

Nephew of Diwakar Aggarwal

Son of Sushil Aggarwal

**G) Directors of Holding Company**

Mr. Diwakar Aggarwal

Mr. Shikhar Aggarwal

Mr. Karan Aggarwal

Non-Executive Director

Joint Managing Director

Executive Director

BLS E-Services Limited (formerly known as BLS E-Services Private Limited)

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**Related Party Disclosures**

The following transactions were carried out with the related parties in the ordinary course of business:

**BLS E-Service Limited**

S. No.	Particulars	Nature of Transaction	2022-23	2021-22	2020-21	
1	BLS International Services Limited	Consultancy services	-	0.69	-	
		Registration Fee	0.05	-	-	
		Interest expense	158.10	53.14	95.77	
		Repayment of Interest on Loan	-	476.12	-	
		Loan received during the year	6,414.00	-	-	
		Loan repaid during the year	-6,414.00	1,101.57	130.10	
		Other payables ( paid)	-	4.10	15.00	
		Reimbursement of Expenses (Payable)	276.42	2.50	-	
		Reimbursement of Expenses (Recoverable)	0.12	0.19	-	
		Office Administrative Income	128.00	-	-	
		<b>Closing Balances:</b>				
		Loan payable	-	-	1,101.57	
		Interest payable	-	-	428.29	
		Other payables	-	-	0.89	
		Balance recoverable	-	0.12	-	
		<b>Off balance sheet items</b>				
Corporate guarantee taken	-	-	2,000.00			
2	BLS IT Service Private Limited	Loan/ Advance received	2,865.00	-	3.50	
		Loan/ Advance repaid	-2,865.00	41.85	2.25	
		Reimbursement of Exp received	0.02	0.01	-	
		Reimbursement of Exp paid	0.08	-	-	
		Management Consultancy Income	90.00	-	-	
		Interest on Loan	94.47	-	-	
		Repayment of Interest on Loan	85.02	-	-	
		<b>Closing Balances:</b>				
		Balance receivables	97.26	-	41.85	
		Balance Payable	-	0.00	-	
3	BLS E Solutions Private Limited	Loan/ Advance received	1,230.00	-	4.98	
		Loan/ Advance repaid	-1,956.05	50.00	-	
		Long term Loan/ Advance Received	-	776.05	-	
		Loan/ Advance recovered	-	4.98	-	
		Management Consultancy Income	70.00	-	-	
		Reimbursement of Expenses	0.25	0.01	-	
		Reimbursement of Expenses Received	-0.09	-	-	
		Interest on Loan	90.49	12.87	-	
		Repayment of Interest on Loan	93.03	-	-	
		<b>Closing Balances:</b>				
		Balance receivables	75.76	-	4.98	
		Balance Payable	-	726.05	-	
		Interest Payable	-	11.58	-	

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4	BLS Kendras Private Limited	E-wallet top up	61.25	625.85	-445.32	
		Commission paid	-	3.23	-1.95	
		Commission received	6.98	4.24	0.34	
		E-wallet transaction done	-	622.32	438.49	
		Franchisee fee	-	-	110.00	
		Management Consultancy	150.00	-	-	
		Interest on Loan	39.36	-	-	
		Loan/ Advance Received	1,836.25	-	-	
		Loan/ Advance repaid	-1,317.51	-	-	
		Discount received	0.26	-	-	
		Purchase	60.60	-	-	
		Sale	-	4.59	-	
		Other Receivable Received	-4.64	-	-	
		Other Receivable Paid	-164.94	-	-	
		Loan/ Advance Received	-	145.00	-	
		Loan/ Advance repaid	-	145.00	-	
		Reimbursement of Expenses	-	0.02	-	
		Other Payable ( rent )	0.72	0.72	-	
		<b>Closing Balance</b>				
		UP E- wallet top up	67.88	-	50.08	
Interest Payable	35.42	-	-			
Loan Payable	518.75	-	-			
Balance payable	-	0.85	-			
Wallet	-	-	0.45			
5	Starfin India Private Limited	Sale of wallet top up	-	46.53	1.07	
		Loan & Advances Received	200.00	-	0.50	
		Loan & Advances paid	-200.00	-	-	
		Balance payable paid	174.45	-	-	
		Interest on Loan	11.88	-	-	
		Repayment of Interest on Loan	10.69	-	-	
		Other Receivable	0.11	-	-	
		Other Receivable received	-0.11	-	-	
		Manpower Services	-	100.00	-	
		Technical Services	-	50.00	-	
		Reimb. Of Expense	-	0.11	-	
		<b>Closing Balance</b>				
		Balance Payable	-	174.45	-	
		Wallet Top up liability	-	-	46.59	
Loan & Advances	-	-	0.50			
6	Zero Mass Pvt. Ltd.	Loan & Advances Received	4,448.00	-	-	
		Loan & Advances Paid	-1,474.48	-	-	
		Information Tech. Income	400.00	-	-	
		Interest on Loan	150.17	-	-	
		Other payable	0.09	-	-	
		Other payable (paid)	0.56	-	-	
		Repayment of Interest on Loan	50.00	-	-	
		<b>Closing Balance</b>				
Loan Payable	2,973.52	-	-			
Interest Payable	85.16	-	-			
7	BLS International Services Private Limited	Bonus Shares	4,300.52	-	-	
		Right Issue	2,500.00	-	-	
		Swap Issue	827.29	-	-	
8	Diwakar Aggarwal	Private Placement	886.83	-	-	
		Sweat Equity	1,230.00	-	-	
		Rent Expense	0.90	-	-	
		Bonus Shares	688.64	-	-	

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9	Shikhar Aggarwal	Private Placement	333.33	-	-
		Sweat Equity	1,230.00	-	-
		Bonus Shares	508.40	-	-
10	Karan Aggarwal	Private Placement	333.33	-	-
		Bonus Shares	108.40	-	-
11	Gaurav Aggarwal	Private Placement	2.46	-	-
		Bonus Shares	0.80	-	-
12	Nimit Aggarwal	Private Placement	2.46	-	-
		Bonus Shares	0.80	-	-
13	Rahul Sharma	Managerial Remuneration	4.46	-	-
		Reimbursement of Expense (Paid)	0.94	-	-
		Closing Balances:			
		Balance Receivables	0.02	-	-
14	Sanjay Kumar Rawat	Managerial Remuneration	0.68	-	-

BLS Kendras Private Limited

S. No.	Particulars	Nature of Transaction	2022-23	2021-22	2020-21	
1	BLS International Services Limited	Management consultancy services	-	230.00	112.06	
		Loan/ Advance received	-	-	40.00	
		Loan/ Advance repaid	-	-	341.55	
		Interest expenses	-	-	13.67	
		Reimbursement of Expense (Paid)	-	-	-	
		Repayment of Interest on loan	-	13.30	-	
		Other payables paid	169.60	-	-	
		<b>Closing Balance</b>				
		Loan payable	-	-	-	
		Interest payable	-	-	13.30	
		Other payables	-	54.00	74.10	
		Others receivable	-	-	-	
		<b>Off balance sheet item</b>				
		Corporate guarantee taken	2,000.00	2,000.00	2,000.00	
2	BLS IT Service Private Limited	Loan/ Advance taken	-	50.86	-	
		Loan/ Advance paid	-150.00	200.86	-	
		Rental Income	0.72	-	-	
		Other Receivable ( Rent ) paid	2.10	0.72	-	
		Interest Exp.	8.01	0.72	-	
		<b>Closing Balance</b>				
		Balance receivables	0.31	150.00	-	
		Interest payable	-	0.65	-	
Other Receivable ( Rent )	-	0.85	-			
3	BLS E -Service Private Limited	Loan/ Advance given	1,836.25	145.00	-	
		Loan/ Advance recovered	-1,317.51	145.00	-	
		Reimbursement of Expenses	0.01	0.02	-	
		Reimbursement of Expenses paid	-0.01	-	-	
		Other payable	-164.94	7.20	-	
		Other Receivable paid	-4.64	-	-	
		Interest Income	39.36	-	-	
		Management Consultancy	150.00	-	-	
		Purchase of E-wallet top up	-	625.85	442.32	
		E-wallet transaction done	-	622.32	435.60	
		Wallet Topoup Received	61.25	-	-	
		Commission Income	-	3.23	1.95	
		Commission Expense	6.98	4.24	0.05	
		Rental Income	0.72	-	-	
Franchisee fees	-	-	110.00			



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		Discount	0.26	-	-
		Purchase	-	4.59	-
		Sale	60.60	-	-
		<b>Closing Balances:</b>			
		Interest Recoverable	35.42	-	-
		Loan Receivable	518.75	-	-
		Balance receivables	-	-	50.54
		Wallet payable	67.88	-	-
		Other Receivable ( Rent )	-	0.85	-
4	BLS E Solutions Private Limited	Loan/ Advance Given	-	-	-
		Rental Income	0.72	-	-
		Insurance Receivable	0.99	-	-
		Other Receivable ( Rent )	0.23	-	-
		<b>Closing Balances:</b>			
		Balance receivables	0.62	-	-
		Other Receivable ( Rent )	-	-	-
5	Starfin India Private Limited	Loan/ Advance paid	-	-	-
		Loan/ Advance received	-	-	-
		Other Receivable ( Received)	243.89	-	-
		Technical Services	148.00	-	-
		<b>Closing Balance</b>			
		Balance Payable	123.50	-	-
6	Gaurav Aggarwal	Professional Consultancy fee	26.00	34.94	-
7	Riya Aggarwal	Professional Consultancy fee	32.00	43.00	-
8	Abhinav Goel	Professional Consultancy fee	12.00	11.00	-
9	Karan Aggarwal	Salary	6.00	6.00	-

**Starfin India Private Limited**

S.no	Particulars	Nature of Transaction	2022-23	2021-22	2020-21
1	BLS E -Service Private Limited	Manpower Services	-	100.00	-
		Information Technology Service Income	-	50.00	-
		Other Receivable (Received)	174.45	46.53	-
		Interest Income	11.88	-	-
		Interest Income (Received)	10.69	-	-
		Reimburse of Expense (paid)	-	0.11	-
		Wallet-BLS E Services	0.11	-	-
		Wallet-BLS E Services (Paid)	-0.11	-	-
		Loan & Advance given	200.00	-	-
		Loan & Advance repaid	-200.00	-	-
		<b>Closing Balance</b>			
		Receivable	-	174.45	-
		Loan Receivable	-	-	0.50
		Wallet-BLS E Services	-	-	46.59
2	BLS International Services Limited	Rental Income	72.00	8.00	-
		Management Consultancy Fees	-	30.00	145.00
		Sale of Mini PC	-	8.36	-
		Information Technology Service Income	-	100.00	-
		Commission Onboarding CSP	45.20	-	-
		Payment Received	292.14	-	-
		Reimbursement of Expense	0.04	-	-
		<b>Closing Balance</b>			
		Balance Payable	-	-	49.73
		Balance Receivable	-	118.16	-

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3	BLS Kendras	Other Receivable (Received)	243.89	-	-	
		Loan & Advance Received	-	55.24	-	
		Loan & Advance paid	-	55.24	-	
		IT Service Income	148.00	166.00	-	
		<b>Closing Balance</b>				
		Balance Receivable	123.50	192.56	-	
4	Diwakar Aggarwal	Rent Expense	144.00	48.00	-	
		Security Deposit	-	36.00	-	
		Rent (Payable) Paid	191.52	-	-	
		<b>Closing Balance</b>				
				Balance Receivable	51.84	87.84

**Zero Mass Private Limited**

S.NO	Particulars	Nature of Transaction	2022-23	2021-22	2020-21	
1	BLS E-Services Private Limited	Reimbursement of expenses	-	-	-	
		Loan & Advance given	4,448.00	-	-	
		Repayment of loans given	-1,474.48	-	-	
		Information Tech. Expense	400.00	-	-	
		Interest paid on loans given	150.17	-	-	
		Interest received on loan given	50.00	-	-	
		Other receivable	0.09	-	-	
		Other payable	0.57	-	-	
		Transactions in current account	-	-	-	
		Other Reimbursement	-	-	-	
		<b>Closing Balances-</b>	-	-	-	
		Current account	-	-	-	
		Loan & Advance given	2,973.52	-	-	
		Interest Receivable	85.16	-	-	
2	BLS International Services Limited	Reimbursement of expenses	-	-	-	
		Loan & Advance given	-	-	-	
		Repayment of loans given	-	-	-	
		Interest paid on loans given	-	-	-	
		Collection on behalf of BLS International	7.32	-	-	
		Transfer to BLS International	7.32	-	-	
		Other Reimbursement	-	-	-	
		<b>Closing Balances-</b>	-	-	-	
		Current account	-	-	-	
		Loan & Advance given	-	-	-	
Interest Receivable	-	-	-			
3	Key Managerial person ( KMP)		-	-	-	
		i) Short-term employee benefits	-	-	-	
		- Lokanath Panda	Managerial Remuneration	68.48	-	-
		- Anurag Gupta	Managerial Remuneration	-	-	-
		ii) Reimbursement of Expenses	-	-	-	
		- Lokanath Panda	Reimbursement of Expenses	1.07	-	-
		- Anurag Gupta	Reimbursement of Expenses	-	-	-
		iii) Sale of Investment in A Little World Private Limited	-	-	-	
		- Anurag Gupta		3,170.00	-	-
				-	-	-

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#### 41 Income Taxes

##### a. Amount recognised in Statement of Profit and Loss

	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>Current Income Tax</b>			
Current year	645.87	168.06	79.52
Adjustment in respect of current income tax for earlier year	(70.62)	2.35	0.35
<b>Total</b>	<b>575.25</b>	<b>170.41</b>	<b>79.87</b>
Deferred Tax	89.51	(30.63)	(2.47)
<b>Total</b>	<b>664.76</b>	<b>139.78</b>	<b>77.40</b>

##### b. Income taxes on other comprehensive income

	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>Deferred tax</b>			
Re-measurements of defined benefit plans	(4.92)	(0.28)	(0.98)
<b>Total</b>	<b>(4.92)</b>	<b>(0.28)</b>	<b>(0.98)</b>

##### c. Reconciliation of Tax expense

	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>Reconciliation of effective tax rate</b>			
Profit before tax	2,697.94	677.74	392.22
Enacted income tax rate*	25.17%	25.17%	25.17%
Tax amount on enacted income tax rate in India	679.02	170.57	98.71
<b>Add/(deduct) impact of:</b>			
Expenses not allowable in income tax	137.21	6.21	4.36
Expenses allowable in income tax	(75.99)	(17.49)	(0.05)
Change in tax rate	-	-	-
Effect of carried forward losses	(64.64)	-	-
Tax Expense of earlier years	(70.62)	2.35	0.35
Others	59.78	(21.86)	(25.97)
Effect of income tax that is exempt for tax	-	-	-
<b>Tax Expense</b>	<b>664.76</b>	<b>139.78</b>	<b>77.40</b>

\* Tax rate of 25.168% includes corporate tax of 22%, surcharge 10% and health and education cess of 4% on the tax amount

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## 42 Leases

42.1 The leases primarily consist of leasing of office premises with the lease term of more than 12 months

### 42.2 The Following is the movement in lease liabilities

Lease Liability	As at March 31' 2023	As at March 31' 2022	As at March 31' 2021
<b>As at beginning of the year</b>	<b>645.71</b>	-	-
Additions	25.47	697.71	-
On account of Business Combination	68.03	-	-
Deletions	-	-	-
Accretion of interest	23.63	17.33	-
Payments	(244.53)	(69.33)	-
<b>As at end of the year</b>	<b>518.31</b>	<b>645.71</b>	-
<b>Current</b>	<b>131.01</b>	<b>93.02</b>	-
<b>Non-current</b>	<b>387.30</b>	<b>552.69</b>	-

### The following are recognised in the statement of profit and loss

42.3	As at March 31' 2023	As at March 31' 2022	As at March 31' 2021
Depreciation expense of right of use assets	232.14	65.14	-
Interest expense on lease liabilities	23.63	17.33	-
Expense relating to short tem lease	28.65	5.60	23.83
<b>Total amount recognised in restated consolidated statement of profit or loss</b>	<b>284.42</b>	<b>88.07</b>	<b>23.83</b>

## 43 Business combinations

## A. Business combination during the year ended 31 March 2023.

## i. Acquisition of Zero Mass Private Limited

The Group acquired 88.707% stake in Zero Mass Private Limited on June 7, 2022 for a consideration of ₹ 1,0644.84 Lakhs. Through Share Purchase Agreement (SPA). The transaction was accounted under Ind AS 103 "Business Combinations" as a business combination with the fair value of Zero Mass Private Limited being allocated to identifiable assets and liabilities at fair value. ZMPL has been operating the largest BC network for State Bank of India ("SBI") with around 11,500 active CSPs (~15% of all the SBI BCs). The company has pan-India presence with CSPs located across all States and Union Territories of India. Apart from SBI, ZMPL has contracts with Utkal Grameen Bank and Karur Vysya Bank. Incorporated in 2007, ZMPL accounts for 5%-6% of the bank accounts, deposit base and aggregate value of transaction of the BC system in India. Through this acquisition, BLS E-Services Limited intends to expand and consolidate its BC Business. The date of acquisition is 07 June 2022 based on the effective date of transfer of control ("Valuation date").

Subsequently on March 14 2023, the company acquired the shareholding of 2.235% held by minority shareholders for a consideration of ₹ 365.45 lakhs.

From the date of acquisition, Zero Mass Private Limited has contributed ₹ 13807.65 lakhs of revenue from operations and ₹1642.31 lakhs to the profit before tax from continuing operations of the Group. If the combination had taken place at the beginning of the year, revenue from operations would have been ₹16752.69 lakhs and the profit before tax from continuing operations for the Group would have been ₹ 2055.65 lakhs.

## ib. Identifiable assets acquired and liabilities assumed

The following table summarises the recognised amount of assets acquired and liabilities assumed on the date of acquisition:

<i>In lakhs of INR</i>	<i>Amount as on June 07,2022</i>
Property, plant & equipment	43.97
Intangible assets	0.77
Long term loan and advances	831.45
Inventory	67.27
Trade receivables	6.27
Right of use asset	51.28
Deferred tax assets (net)	81.59
Current investments	3,130.79
Cash and cash equivalents	3,036.27
Short term loan and advances	256.50
Other current assets	1,754.18
Short term borrowings	-1,118.62
Long term provisions	-5.51
Trade payables	-1,178.43
Short term provisions	-17.68
Lease Liability	-68.03
Other current liabilities	-3,155.46
Less: Non-controlling interests measured at fair value	-419.72
<b>Total net identifiable assets acquired^</b>	<b>3,296.89</b>

## ic. Goodwill

<i>In lakhs of INR</i>	<i>Amount</i>
Consideration transferred	10,644.84
Fair value of net identifiable assets^	3,296.89
<b>Goodwill</b>	<b>7,347.95</b>

**B. Business combination during the year ended 31 March 2023****i. Accounting for Business Combination under Common Control**

As per Ind AS 103, common control business transaction include transactions, such as transfer of subsidiaries, between entities within the Group and the business combination under common control is being accounted for using pooling of interest method.

The following accounting has been followed:

- The assets and liabilities of the combining entities are reflected at their carrying amounts.
- No adjustments are made to reflect fair values, or recognise any new assets or liabilities. The only adjustments that are made are to harmonise accounting policies.
- The financial information in the financial statements in respect of prior periods has been restated as if the business combination had occurred from the beginning of the preceding period in the financial statements, irrespective of actual date of combination.

**Acquisition of BLS Kendras Private Limited**

On 31 October' 2022, group has acquired 100% in fellow subsidiary BLS Kendra Private Limited from BLS International Services Limited. The transaction was accounted under IND AS 103 "Business Combination" under common control since the group under the common control of BLS International Services Limited.

**ia. Consideration transferred**

<i>In lakhs of INR</i>	<i>Amount</i>
Shares	827.30
Deferred Consideration -	-
<b>Total consideration for business combination</b>	<b>827.30</b>

The consideration have been accounted in share pending issuance on April 01, 2020 and has been considered for calculation of earning per share

**ib. Carrying Amount of Identifiable Net Assets<sup>^</sup>***In lakhs of INR*

<b>Particulars</b>	<b>Amount</b>
<b>Assets taken over (A)</b>	
Property, plant and equipment	2.09
Intangible Assets	0.24
Other Financial Asset	618.61
Deferred tax assets (net)	2.80
Trade receivables	9.21
Cash and cash equivalents	238.74
Other Financial Asset	65.44
Other current assets	63.08
Current tax assets	3.89
<b>Total Assets</b>	<b>1,004.10</b>
<b>Liabilities taken over (B)</b>	
Provisions	9.16
Borrowings	301.55
Trade payables	47.30
Other financial liabilities	447.64
Other current liabilities	16.17
Provision	0.97
<b>Total liabilities</b>	<b>822.79</b>
<b>Carrying amount of Identifiable Net Assets (A-B)<sup>^</sup></b>	<b>181.31</b>
<b>Reserves of the Transferor Companies</b>	
Retained earnings	131.31
<b>Equity Share capital of the Transferor Companies eliminated (D)</b>	-
<b>Investment in the transferee company eliminated (E)</b>	-
<b>Net balance transferred to capital reserve F= (D-E)</b>	-

BLS E-Services Limited (formerly known as BLS E-Services Private Limited)

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**ic. Capital Reserve**

*In lakhs of INR*

<b>Particulars</b>	<b>Amount</b>
Consideration transferred	827.30
Carrying amount of identifiable net assets^	181.31
Retained earnings	131.31
<b>Capital reserve</b>	<b>777.30</b>

As per para i(c) above, for the purpose of preparation of consolidated financial statements, the financial statements of previous period are restated and the entitfellow subsidiary BLS Kendras Private Limited are included in the restated consolidated financial statements when they came under common control with effect from April 01,2020.

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**44 Corporate social responsibility**

As per Section 135 of the Act, a group, meeting the applicability threshold, needs to spend at least 2% at its average net profit for the immediately preceding three financial years on corporate social responsibility (CSR) activities. The areas for CSR activities are eradication of hunger and malnutrition, promoting education, art and culture, healthcare, destitute care and rehabilitation, environment sustainability, disaster relief and rural development projects. A CSR committee has been formed by the group as per the Act.

Disclosure of CSR is as follows:

Particulars	As at March 31' 2023	As at March 31' 2022	As at March 31' 2021
Amount required to be Spent by the group during the period	43.00	3.30	10.92
Amount of expenditure incurred	43.00	3.50	11.00
Unpaid amount as at period end		-	-
Shortfall/excess paid as at end of the period		-	-
Reason for Shortfall		-	-
Nature of CSR Activities	Donation to Sum Dristhi Education Society- Education	Donation to Sum Dristhi Education Society- Education	Donation to Sum Dristhi Education Society- Education



45 Statement of adjustments to the consolidated audited financial statement

Part A: Reconciliation between audited equity and restated equity

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>Total equity (as per audited financial statements) (A)</b>	<b>10,694.03</b>	<b>1,506.69</b>	<b>1,682.73</b>
<b>Adjustments :</b>			
Adjustment for Audit Qualification	-	-	(714.84)
<b>Total impact on adjustments (B)</b>	<b>-</b>	<b>-</b>	<b>-714.84</b>
<b>Total equity as per Restated consolidated statement of assets and liabilities (A+B)</b>	<b>10,694.03</b>	<b>1,506.69</b>	<b>967.89</b>

Part B: Reconciliation between audited profit/(Loss) and restated profit/(Loss)

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022	For the year ended March 31, 2021
<b>Profit/(Loss) (as per audited financial statements) (A)</b>	<b>2,033.18</b>	<b>(176.88)</b>	<b>314.82</b>
<b>Adjustments:</b>			
Adjustment for Audit Qualification	-	955.26	-
Less: Deffered Tax Assets on (bad Debts)	-	(240.42)	-
<b>Total impact on adjustments (B)</b>	<b>-</b>	<b>714.84</b>	<b>-</b>
<b>Restated profit/(Loss) (A+B)</b>	<b>2,033.18</b>	<b>537.96</b>	<b>314.82</b>

Notes to adjustments :

1) Adjustment for Audit Qualification

The difference between the audited and the restated figures are recognised as restatement adjustments (i.e termination of master service agreement with BLS E-Services Ltd by PSEG's) during the year ended March 31, 2021.

2) Non adjusting items

a) Qualifications of Statutory Auditors which have not been given effect to in the Restated Consolidated Financial Information

There are no auditor Qualifications which have not been given effect to in the Restated Consolidated Financial Information.

b) Statements/comments included in the Companies (Auditor's Report) Order, 2016, which do not require any corrective adjustments in the Restated Consolidated Financial Information

In addition to the audit opinion on the consolidated financial statements, the auditors are required to comment upon the matters included in the Companies (Auditor's Report) Order, 2020 ("the CARO") issued by the Central Government of India under sub-section (11) of Section 143 of Companies Act, 2013 on the standalone financial statements as at and for the financial years ended March 31, 2023, March 31, 2022 and March 31, 2021 respectively. Certain statements/comments included in the CARO in the standalone financial statements, which do not require any adjustments in the Restated Consolidated Financial Information are reproduced below in respect of the financial statements presented.

Clause (ix) (d) of paragraph 3 of the CARO, 2020

According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that the company has used funds raised on short term basis aggregating to Rs. 3871 Lakh for long-term purposes.

c) Emphasis of matters not requiring adjustments to restated consolidated financial information

1. Emphasis of matter for the period ended March 31, 2023

NIL

2. Emphasis of matter for the period ended March 31, 2022

The Company has made assessment of impact of COVID- 19 related lockdown on fixed assets, receivables and cash flows and concluded that there is no material adjustment required in these financial statements. The Company will continue to monitor any material changes to the future economic condition.

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**3. Emphasis of matter for the period ended March 31, 2021**

The Company has made assessment of impact of COVID- 19 related lockdown on fixed assets, receivables and cash flows and concluded that there is no material adjustment required in these financial statements. The Company will continue to monitor any material changes to the future economic condition.

**3) Material regrouping/reclassification**

Appropriate regrouping/reclassification have been made in the Restated Consolidated Statement of Assets and Liabilities, Restated Consolidated Statement of Profit and Loss and Restated Consolidated Statement of Cash flows, wherever required, by reclassification of the corresponding items of income, expenses, assets, liabilities and cash flows, in order to bring them in line with the accounting policies and classification as per the Audited Consolidated Financial Statements for the year ended March 31, 2023 prepared in accordance with Schedule III (Division II) of the Act, requirements of Ind AS 1 - 'Presentation of financial statements' and other applicable Ind AS principles and the requirements of the Securities and Exchange Board of India (Issue of Capital & Disclosure Requirements) Regulations, 2018, as amended.

**4) Material errors**

There are no material errors that require any adjustment in the Restated Consolidated Summary Statements.

**For S S Kothari Mehta & Company**

**Chartered Accountants**

Firm's registration number: 000756N

**For and on behalf of the board of directors of**

**BLS E- Services Limited**

**Amit Goel**

Partner

**Membership number: 500607**

**Shikhar Aggarwal**

Chairman

DIN No. 06975729

**Sanjay Kumar Rawat**

Company Secretary

**Rahul Sharma**

Executive Director  
cum Chief Financial Officer

Place : New Delhi

Date : July 10, 2023

BLS E-Services Limited (formerly known as BLS E-Services Private Limited)  
CIN: U74999DL2016PLC298207  
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46 Disclosure net asset/ liability and profit/loss

As on March 31' 2023	Net Assets		Share in Restated profit/(loss)		Share in Restated other Comprehensive income		
	Name of the Entity in th Group	As % of Consolidated net assets	Amount	As % of Consolidated profit/(loss)	Amount	As % of Consolidated other comprehensive income	Amount
<b>Parent Company</b>							
BLS E-Services Limited	57%	9,226.70	5%	103.07	0%	-	
<b>Subsidiary Company</b>							
BLS kendras Private Limited	8%	1,275.64	31%	626.99	8%	1.12	
Starfin India Private Limited	4%	591.48	2%	39.35	20%	2.93	
Zero Mass Private Limited	31%	4,990.96	62%	1,263.77	72%	10.58	
	100%	<b>16,084.78</b>	100%	<b>2,033.18</b>	100%	<b>14.63</b>	
<b>Total as per consolidated financial statement</b>		<b>10,694.03</b>		<b>2,033.18</b>		<b>14.63</b>	
<b>Consolidation adjustment</b>		<b>5,390.75</b>		-		-	

As on March 31' 2022	Net Assets		Share in Restated profit/(loss)		Share in Restated other Comprehensive income		
	Name of the Entity in th Group	As % of Consolidated net assets	Amount	As % of Consolidated profit/(loss)	Amount	As % of Consolidated other comprehensive income	Amount
<b>Parent Company</b>							
BLS E-Services	39%	760.71	12%	62.17	0%	-	
<b>Subsidiary Company</b>							
BLS kendras Private Limited	33%	647.53	56%	299.73	5.50%	0.05	
Starfin India Private Limited	28%	549.19	0.33	176.06	94.50%	0.78	
	100%	<b>1,957.43</b>	100%	<b>537.96</b>	100%	<b>0.83</b>	
<b>Total as per consolidated financial statement</b>		<b>1,506.69</b>		<b>537.96</b>		<b>0.83</b>	
<b>Consolidation adjustment</b>		<b>450.74</b>		-		-	

As on March 31' 2021	Net Assets		Share in Restated profit/(loss)		Share in Restated other Comprehensive income		
	Name of the Entity in th Group	As % of Consolidated net assets	Amount	As % of Consolidated profit/(loss)	Amount	As % of Consolidated other comprehensive income	Amount
<b>Parent Company</b>							
BLS E-Services Private Limited	49%	698.54	27%	85.78	0%	-	
<b>Subsidiary Company</b>							
BLS kendras Private Limited	25%	347.75	52%	164.44	68%	1.99	
Starfin India Private Limited	26%	372.35	21%	64.60	32%	0.93	
	100%	<b>1,418.64</b>	100%	<b>314.82</b>	100%	<b>2.92</b>	
<b>Total as per consolidated financial statement</b>		<b>967.90</b>		<b>314.82</b>		<b>2.92</b>	
<b>Consolidation adjustment</b>		<b>450.74</b>		-		-	

47 **EMPLOYEE BENEFITS (Disclosures) (Consolidated)**

Table Showing Changes in Present Value of Obligations:

Period	For the period ended March 31, 2023	For the period ended March 31, 2022	For the period ended March 31, 2021
Present value of the obligation at the beginning of the period	253.47	18.66	15.48
Interest cost	18.91	1.33	1.06
Current service cost	38.97	9.36	6.02
Past service cost	-	-	-
Benefits paid (if any)	-37.76	-2.90	-
Actuarial (gain)/loss	-24.13	-1.11	-3.90
Present value of the obligation at the end of the period	253.26	25.34	18.66

The amount to be recognized in the Balance Sheet	As on March 31, 2023	As on March 31, 2022	As on March 31, 2021
Present value of the obligation at the end of the period	253.26	25.34	18.66
Fair value of plan assets at end of period	233.04	-	-
Net liability/(asset) recognized in Balance Sheet and related analysis	20.22	25.34	18.66
Funded Status- Surplus/(Deficit)	-20.22	-25.34	-18.66

Expense recognized in the statement of Profit and Loss	For the period ended March 31, 2023	For the period ended March 31, 2022	For the period ended March 31, 2021
Interest cost	18.91	1.33	1.06
Current service cost	38.97	9.36	6.02
Past Service Cost	-	-	-
Expected return on plan asset	-16.16	-	-
<b>Expenses to be recognized in the statement of P&amp;L accounts</b>	<b>41.72</b>	<b>10.69</b>	<b>7.08</b>

**Other comprehensive (income)/expenses (Remeasurement)**

Period	For the period ended March 31, 2023	For the period ended March 31, 2022	For the period ended March 31, 2021
Cumulative unrecognized actuarial (gain)/loss- Opening balance	(8.47)	(7.36)	(3.46)
Actuarial (gain)/loss - obligation	(19.55)	(1.11)	(3.90)
Actuarial (gain)/loss - plan assets	-	-	-
Total Actuarial (gain)/loss C/F	(19.55)	(1.11)	(3.90)
Cumulative total actuarial (gain)/loss .C/F	(28.03)	(8.47)	(7.36)

**Summary of membership data at the date of valuation and statistics based thereon:**

Period	As on March 31, 2023	As on March 31, 2022	As on March 31, 2021
Number of employees	645	144	103
Total monthly salary	108.44	28.78	22.20
Average Past Service(Years)	2.90	2.5	2.2
Average Future Service (yrs)	25.18	23.9	23.2
Average Age(years)	36.33	35.1	35.9
Average monthly salary	1.28	0.56	0.60

**The assumptions employed for calculations are tabulated:**

	7.50%	7% - 7.25%	6.5% - 7%
Discount rate	7.50%	7% - 7.25%	6.5% - 7%
Salary Growth Rate	5% - 7%	5% - 7%	5% - 7%
Mortality	IALM2012-14	IALM2012-14	IALM2012-14
Withdrawal Rate (per annum)	5% - 15.00% p.a.	5% - 10.00% p.a.	5% - 10.00% p.a.

**Current Liability (It is probable outlay in next 12 months as required by the Companies Act) :**

Period	As on March 31, 2023	As on March 31, 2022	As on March 31, 2021
Current Liability (Short Term)	2.75	1.02	3.13
Non Current Liability (Long Term)	26.17	24.32	15.53
<b>Total Liability</b>	<b>28.92</b>	<b>25.34</b>	<b>18.66</b>



**49 Segment information****Information about primary segment**

The group has engaged in the business of providing citizen services under an e-governance projects of various state Govt. and has only reportable segment in accordance with IND AS-108 'Operating Segment'. The information relating to this operating segment is reviewed regularly by the Group's Key managerial personnel ('KMP') to make decisions about resources to be allocated and to assess its performance. The accounting principles used in the preparation of the consolidated financial statements are consistently applied to record revenue and expenditure in the segment, and are as set out in the significant accounting policies.

**Geographical Information**

The group has engaged in the business under e-governance and digital projects of various state government of India. Hence doing business within the India.

**Revenue from operation**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Within India	24,306.07	9,669.82	6,448.72
Outside India	-	-	-
	<b>24,306.07</b>	<b>9,669.82</b>	<b>6,448.72</b>

**Non-Current Assets**

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Within India	10,923.48	2,912.63	1,990.32
Rest of world	-	-	-
	<b>10,923.48</b>	<b>2,912.63</b>	<b>1,990.32</b>

**Information about services rendered by the Group**

Revenues from external customers in respect of each category of services rendered by the Group are as follows:

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Sale of Services	23,805.88	9,661.46	6,448.72
Sale of Product	500.19	8.36	-

**Major Customers**

The customers that individually contribute for more than the 10% of the revenues are as follows:

	As at March 31, 2023	As at March 31, 2022	As at March 31, 2021
Customer 1		1,439.53	1,758.27
Customer 2	13,062.92		

**50 A. Qualifications of Statutory Auditors which have not been given effect to in the Restated Consolidated Financial Information**

There are no auditor Qualifications which have not been given effect to in the Restated Consolidated Financial Information.

**51 Emphasis of Matter**

The Company has made assessment of impact of COVID- 19 related lockdown on fixed assets, receivables and cash flows and concluded that there is no material adjustment required in these financial statements. The Company will continue to monitor any material changes to the future economic condition.

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

**53** The Group has not availed any facilities from banks on the basis of security of current assets.

**54** The Group is not declared Wilful Defaulter by any Bank or any Financial Institution.

**55** The Group do not have any Immoveable property which is not held in the name of any group Company.

**56** The Group do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

**57** There is no revaluation of Property, Plant and Equipment and Intangible Assets during the period/year ended March 31, 2023, March 31, 2022, March 31, 2021.

**58** The Group have not received any fund from any person or entity, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries); or

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

**59** The Group have not advanced or loaned or invested funds to any other person or entity, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries); or

(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

**BLS E-Services Limited (formerly known as BLS E-Services Private Limited)**

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**60** The Group does not have any transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

**61** The Group have not traded or invested in Crypto currency or Virtual Currency during the financial year.

**62** The Group do not have any transactions with struck-off companies.

**63** No whistle blower complaints have been received during the year.

**64 Subsequents Events**

Subsequent to the year ending March 31, 2023, status of the Parent Company was changed from private to public company. Consequently, the name of BLS E-Services Private Limited was changed to BLS E-Services Limited and a fresh certificate of incorporation pursuant to change of name was issued by the Registrar of Companies(ROC) on April 10, 2023.

**As per our report of even date attached**

**For S S Kothari Mehta & Company**

Chartered Accountants

Firm's registration number: 000756N

**For and on behalf of the board of directors of**

**BLS E- Services Limited**

**Amit Goel**

Partner

Membership number: 500607

**Shikhar Aggarwal**

Chairman

DIN No. 06975729

**Sanjay Kumar Rawat**

Company Secretary

**Rahul Sharma**

Executive Director

cum Chief Financial Officer

Place : New Delhi

Date : July 10, 2023