



# Cranes Software International Limited

CIN: L05190KA1984PLC031621

Registered Office:

#82, Presidency Building, 3<sup>rd</sup> & 4<sup>th</sup> Floor,  
St. Marks Road, Bengaluru - 560 001, Karnataka

Ph: +91 80 6764 4800/4848

Email: [Info@cranessoftware.com](mailto:Info@cranessoftware.com)

Date: 30<sup>th</sup> May 2025

To,

The Manager  
Department of Corporate Services  
Bombay Stock Exchange Limited  
P J Towers, Dalal Street,  
Mumbai- 400001

Scrip code: 512093

Dear Sir/Madam,

**Sub: Outcome of the Board Meeting dated 30<sup>th</sup> May 2025**

This as reference to our intimation dated 27<sup>th</sup> May 2025 about the Board Meeting to be held on 30<sup>th</sup> May 2025.

In this regard, we wish to inform that the Board met today and:

1. Approved and taken on record the audited stand-alone and consolidated financial results for the financial year ended 31<sup>st</sup> March 2025. The results are enclosed herewith for your records.
2. The Standalone and Consolidated Auditor's Report for the financial year ended 31<sup>st</sup> March 2025 is also enclosed for your reference.
3. The statement of impact of audit qualifications for the financial year ended 31<sup>st</sup> March 2025 has been enclosed herewith for your reference.
4. No dividend payout has been declared for the financial year 2024-25
5. Approved the appointment of Mehul Jain & Associates, Company Secretaries (FRN: S2025KR1012600) to produce the Report of the Company under Regulation 24A of SEBI (LODR) Regulations 2015

The meeting started at 5.00 pm and ended at 8.00 pm

Kindly take the same on records

Thanking you,

Yours, faithfully,

For Cranes Software International Ltd.

  
Mueed Khader  
Director  
DIN: 00106674



# CRANES SOFTWARE INTERNATIONAL LIMITED

Regd. Office: # 82, Presidency Building, 3rd & 4th Floor, St.Marks Road, Bangalore - 560 001

Ph:080 6764 4848 / 4800 Fax:080 6764 4888 Email:info@cranessoftware.com Website: www.cranessoftware.com

CIN: L05190KA1984PLC031621

## Statement of audited financial results for the quarter and year ended 31st March, 2025

### PART-1

(Rs.In Lakhs)

	Particulars	Standalone					Consolidated				
		Quarter Ended			Year Ended		Quarter Ended		Year Ended		
		31.03.2025	31.12.2024	31.03.2024	31.03.2025	31.03.2024	31.03.2025	31.12.2024	31.03.2024	31.03.2025	31.03.2024
		Audited	Unaudited	Audited	Audited	Audited	Audited	Unaudited	Audited	Audited	Audited
1	<b>Income from Operations</b>										
	(a) Net Sales/Income from Operations	-	-	-	-	-	309.86	123.86	229.94	820.63	712.01
	(b) Other Income	1.14	-	0.03	1.14	0.03	77.83	6.19	308.45	89.85	321.77
	<b>Total Income</b>	<b>1.14</b>	<b>-</b>	<b>0.03</b>	<b>1.14</b>	<b>0.03</b>	<b>387.69</b>	<b>130.05</b>	<b>538.38</b>	<b>910.48</b>	<b>1,033.78</b>
2	<b>Expenses</b>										
	(a) Cost of materials consumed	-	-	-	-	-	64.44	(20.54)	0.01	112.51	126.76
	(b) Purchase of Stock-in-Trade	-	-	-	-	-	-	-	0.37	-	0.37
	(c) Changes in inventories of finished goods and work-in-progress	-	-	-	-	-	-	-	0.37	-	0.37
	(d) Employee benefit expense	13.47	11.28	15.07	46.95	54.86	121.81	130.37	151.39	513.30	548.12
	(e) Finance costs	6.68	-	(250.64)	6.68	0.00	22.21	9.24	(246.04)	45.78	13.04
	(f) Depreciation and amortization expense	(0.54)	0.78	(0.97)	1.79	3.11	(2.29)	7.89	1.81	16.45	15.00
	(g) Other expenses	488.48	461.44	492.77	1,939.06	1,808.61	159.22	50.10	540.77	512.18	806.58
	<b>Total Expenses</b>	<b>508.09</b>	<b>473.51</b>	<b>256.23</b>	<b>1,994.48</b>	<b>1,866.58</b>	<b>365.39</b>	<b>177.06</b>	<b>448.32</b>	<b>1,200.22</b>	<b>1,509.87</b>
3	Profit/(Loss) from Ordinary activities before exceptional items & taxes (1- 2)	(506.94)	(473.51)	(256.20)	(1,993.34)	(1,866.55)	22.30	(47.01)	90.06	(289.74)	(476.09)
4	Exceptional Items	-	-	-	-	-	(1,139.07)	-	169.54	(1,140.00)	(1,185.87)
5	Profit/(Loss) from ordinary activities before tax (3 - 4)	(506.94)	(473.51)	(256.20)	(1,993.34)	(1,866.55)	(1,116.77)	(47.01)	259.60	(1,429.74)	(1,661.95)
6	Tax expense / (credit)										
	(a) Current Tax	-	-	-	-	-	28.71	(0.41)	164.86	41.82	167.43
	(b) Deferred Tax	-	-	-	-	-	(35.12)	1.66	(9.02)	(35.12)	(9.02)
	<b>Total tax expenses / (credit)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6.41</b>	<b>1.25</b>	<b>(155.83)</b>	<b>(6.70)</b>	<b>(158.41)</b>
7	Net Profit/(Loss) from ordinary activities after tax (5-6)	(506.94)	(473.51)	(256.20)	(1,993.34)	(1,866.55)	(1,110.36)	(48.26)	103.77	(1,436.44)	(1,820.36)
8	Extraordinary Items	-	-	-	-	-	-	-	-	-	-
9	Net Profit/(Loss) for the period (7-8)	(506.94)	(473.51)	(256.20)	(1,993.34)	(1,866.55)	(1,110.36)	(48.26)	103.77	(1,436.44)	(1,820.36)
10	Minority Interest	-	-	-	-	-	-	-	-	-	-
11	Net Profit/(Loss) after Taxes, minority interest and share of profit/Loss of associates(9+10)	(506.94)	(473.51)	(256.20)	(1,993.34)	(1,866.55)	(1,110.36)	(48.26)	103.77	(1,436.44)	(1,820.36)
12	Other Comprehensive Income	-	-	-	-	-	(16.20)	-	(16.20)	-	-
13	Total Comprehensive Income for the period [Net of tax](11+12)	(506.94)	(473.51)	(256.20)	(1,993.34)	(1,866.55)	(1,126.56)	(48.26)	103.77	(1,452.64)	(1,820.36)
14	Paid-up equity share capital (Face Value of Rs.2/-)	3039.14	3039.14	2355.34	3039.14	2355.34	3039.14	3039.14	2355.34	3039.14	2355.34
15	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	(82,653.84)	(81,539.20)	-	-	-	(91,156.74)	(91,107.51)
16	Earnings Per Share										
	i) Basic	(0.35)	(0.33)	(0.22)	(1.37)	(1.58)	(0.76)	(0.03)	0.09	(0.99)	(1.55)
	ii) Diluted	(0.35)	(0.33)	(0.22)	(1.37)	(1.58)	(0.76)	(0.03)	0.09	(0.99)	(1.55)



# CRANES SOFTWARE INTERNATIONAL LIMITED

## PART-2

SL No	PARTICULARS	3 Months Ended			Year ended	
		31.03.2025	31.12.2024	31.03.2024	31.03.2025	31.03.2024
<b>A</b>	<b>PARTICULARS OF SHAREHOLDING</b>					
1	Public Shareholding					
	- Number of shares	14,49,04,525	14,49,04,525	11,02,47,850	14,49,04,525	11,02,47,850
	- Percentage of shareholding	95.36%	95.36%	93.62%	95.36%	93.62%
2	Promoters and Promoter Group Shareholding					
	(a) Pledged / Encumbered					
	- Number of shares	10,00,000	10,00,000	10,00,000	10,00,000	10,00,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	14.18%	14.18%	13.30%	14.18%	13.30%
	- Percentage of shares (as a % of the total share capital of the company)	0.66%	0.66%	0.85%	0.66%	0.85%
	(b) Non-encumbered					
	- Number of shares	60,52,700	60,52,700	65,19,000	60,52,700	65,19,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	85.82%	85.82%	86.70%	85.82%	86.70%
	- Percentage of shares (as a % of the total share capital of the company)	4.64%	4.64%	5.54%	4.64%	5.54%

<b>B</b>	<b>INVESTOR COMPLAINTS FOR 3 MONTHS ENDED 31ST MARCH 2025</b>			
	Pending at the beginning of the Quarter	Received during the Quarter	Disposed of during the Quarter	Remaining unresolved at the end of the Quarter
	-	-	-	-





# Cranes Software International Limited

Audited Balance Sheet as at 31st March, 2025

(Rs in Lakhs)

Particulars	Standalone		Consolidated	
	As At 31.03.2025	As At 31.03.2024	As At 31.03.2025	As At 31.03.2024
<b>I. ASSETS</b>				
<b>1 Non-current assets</b>				
Property, plant and equipment	9.21	11.00	43.70	38.75
Right to use of Assets	-	-	13.74	17.97
Intangible assets	-	-	-	0.01
Capital work in progress	-	-	-	-
Deferred Tax Asset (Net)	-	-	83.07	42.50
Financial Assets				
Investments	3,215.88	3,215.88	0.00	0.00
Other non-current assets	902.16	901.87	16.73	21.35
<b>Non-current assets</b>	<b>4,127.25</b>	<b>4,128.74</b>	<b>157.24</b>	<b>120.58</b>
<b>2 Current assets</b>				
Inventories	-	-	-	-
Financial Assets				
Trade receivables	3,166.34	4,857.49	588.55	437.08
Cash and cash equivalents	8.47	3.95	43.19	48.83
Bank balances other than above	7.41	7.41	8.77	10.42
Other current assets	4.29	4.33	716.26	723.90
<b>Current assets</b>	<b>3,186.51</b>	<b>4,873.18</b>	<b>1,356.77</b>	<b>1,220.22</b>
<b>TOTAL ASSETS</b>	<b>7,313.76</b>	<b>9,001.92</b>	<b>1,514.01</b>	<b>1,340.81</b>
<b>II. EQUITY AND LIABILITIES</b>				
<b>1 Equity</b>				
Equity share capital	3,039.14	2,355.34	3,039.14	2,355.34
Other Equity	(82,653.84)	(81,539.20)	(91,156.74)	(91,107.51)
Share application money pending allotment	685.00		685.00	
	<b>(78,929.70)</b>	<b>(79,183.87)</b>	<b>(87,432.60)</b>	<b>(88,752.18)</b>
<b>2 Non-Current Liabilities</b>				
Financial Liabilities				
Provisions	7.92	9.23	66.36	41.20
Lease Liabilities			11.45	15.44
<b>Non-Current Liabilities</b>	<b>7.92</b>	<b>9.23</b>	<b>77.81</b>	<b>56.64</b>
<b>3 Current liabilities</b>				
Financial Liabilities				
Short term borrowings	43,961.75	46,048.46	45,787.24	47,226.89
Lease Liabilities			3.99	3.44
Trade payables	58.96	56.56	552.28	313.31
Other financial Liabilities			157.43	179.22
Short term Provisions			-	1.28
Other current liabilities	42,066.82	41,923.85	42,157.90	42,135.78
Provisions	148.01	147.69	210.00	176.42
<b>Current liabilities</b>	<b>86,235.54</b>	<b>88,176.56</b>	<b>88,868.84</b>	<b>90,036.33</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>7,313.76</b>	<b>9,001.92</b>	<b>1,514.01</b>	<b>1,340.81</b>



## Notes

1. The above result is for the quarter & year ended March 31st, 2025, as reviewed and recommended by the Audit Committee of the Board, has been approved by the Board of Directors at its meeting held on May 30<sup>th</sup>, 2025.
2. The statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognized accounting practices and policies to the extent applicable.
3. The business of the Company falls under a single primary segment i.e., IT/ ITES in accordance with Ind AS 108 'Operating Segments' and hence no segment reporting is applicable.
4. The Company has not provided interest in books of accounts on FCCB Liability, Loan from UPS Capital & Banks for the quarter ended March 31<sup>st</sup>, 2025.
5. The Company has not restated for FCCB liability, Loan from UPS Capital, and interest thereon for the quarter ended March 31<sup>st</sup>, 2025.

Place: Bangalore  
Date: 30<sup>th</sup> May 2025



for Cranes Software International Limited

**Mueed Khader**  
**Director**

**DIN - 00106674**

## Cranes Software International Limited

CIN : L05190KA1984PLC031621

## Standalone Statement of cash flows for the year ended March 31, 2025

(All amounts are in lakhs of Indian Rupees, unless otherwise stated)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Cash Flow From Operating Activities</b>		
Profit / (Loss) before income tax	(1,993.34)	(1,866.55)
Adjustments for		
Depreciation and amortisation expense	1.79	3.11
Bad Debts Written off	-	2.92
Allowances for Credit Loss	1,691.15	1,657.48
Foreign Exchange Loss/(Gain) (Net)	-	1.29
Finance costs	6.68	-
	<b>(293.71)</b>	<b>(201.74)</b>
Change in operating assets and liabilities		
(Increase)/ decrease in trade receivables	-	5.12
Increase/ (decrease) in Other non-current assets	0.29	-5.84
(Increase)/ decrease in Other current assets	0.03	0.28
Increase/ (decrease) in provisions and other liabilities	139.61	217.46
Increase/ (decrease) in Borrowings	-2,086.71	-
Increase/ (decrease) in trade payables	2.40	-15.13
	<b>(2,238.08)</b>	<b>0.15</b>
Cash generated from operations		
Less : Income taxes paid (net of refunds)	-	-
<b>Net cash from operating activities (A)</b>	<b>(2,238.08)</b>	<b>0.15</b>
<b>Cash Flows From Investing Activities</b>		
(Purchase)/ disposal proceeds of Investments	-	-
<b>Net cash used in investing activities (B)</b>	<b>-</b>	<b>-</b>
<b>Cash Flows From Financing Activities</b>		
Finance costs	(6.68)	-
Proceeds from issue of shares	1,562.50	-
Share application money pending allotment	685.00	-
	<b>2,240.81</b>	<b>-</b>
<b>Net cash from/ (used in) financing activities (C)</b>		
	<b>2.73</b>	<b>0.15</b>
<b>Net decrease in cash and cash equivalents (A+B+C)</b>	<b>13.16</b>	<b>13.01</b>
Cash and cash equivalents at the beginning of the financial year	15.89	13.16
<b>Cash and cash equivalents at end of the year</b>		
	<b>15.88</b>	<b>11.36</b>
<b>Notes:</b>		
<b>2. Components of cash and cash equivalents</b>		
Balances with banks		
- in current accounts	7.41	7.41
Others	8.47	3.95
Cash on hand	-	-
	<b>15.88</b>	<b>11.36</b>



*Meel*



Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Cash Flow From Operating Activities</b>		
Profit before income tax	(1,429.75)	(1,661.95)
Adjustments for		
Depreciation and amortisation expense	16.45	15.00
Bad Debts Writteroff	-	-
Foreign Exchange (Loss)/Gain (Net)	0.64	29.91
Sundry Credit Balances Writtern off	(86.98)	(296.98)
Interest on Bank loans written back	(1.08)	(8.72)
Exceptional item	1,140.00	1,185.87
Finance costs	39.10	12.91
	(321.62)	(723.97)
Change in operating assets and liabilities		
(Increase)/ decrease in trade receivables	(151.48)	501.12
(Increase)/ decrease in Other assets	12.26	(465.93)
Increase/ (decrease) in Current liabilities	(236.73)	(227.57)
Increase/ (decrease) in trade payables	239.52	(597.51)
	(458.06)	(1,513.86)
Cash generated from operations	(45.75)	(25.42)
Less : Income taxes paid (net of refunds)		
	(503.81)	(1,539.28)
<b>Net cash from operating activities (A)</b>		
<b>Cash Flows From Investing Activities</b>		
Purchase of PPE (including changes in CWIP)	(17.21)	(32.77)
<b>Net cash used in investing activities (B)</b>	(17.21)	(32.77)
<b>Cash Flows From Financing Activities</b>		
Interest on borrowed funds	(39.10)	(12.91)
Borrowings/repayments		
Loan Principal Writeback	86.98	296.98
Interest on Bank loans written back	1.08	8.72
Reclassification of Borrowings	-	1,193.87
Decrease in Borrowings	(978.44)	-
Increase of Share Capital	1,418.05	-
Long term Provisions	25.16	32.09
	513.72	1,518.75
<b>Net cash from/ (used in) financing activities (C)</b>		
<b>Net decrease in cash and cash equivalents (A+B+C)</b>	(7.29)	(53.29)
Cash and cash equivalents at the beginning of the financial year	59.26	112.55
<b>Cash and cash equivalents at end of the year</b>	<b>51.96</b>	<b>59.26</b>

**Notes:**

1. The above cash flow statement has been prepared under indirect method prescribed in Ind AS 7 "Cash Flow Statements".

**2. Components of cash and cash equivalents**

Balances with banks		
- in current accounts	43.03	46.87
- in deposit accounts	-	-
Others	8.77	10.42
Cash on hand	0.16	1.96
	51.96	59.25



Partners :

FCA Sohan Chaturvedi  
FCA Chaturvedi V N  
FCA Noshir B Captain  
FCA Rajiv Chauhan  
ACA Neha Chauhan  
ACA Shristi Chaturvedi  
FCA Prakash Mistry



# Chaturvedi Sohan & Co.

## Chartered Accountants

FRN - 118424W

**Independent Auditor's Report on Standalone Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

TO THE BOARD OF DIRECTORS OF **CRANE SOFTWARE INTERNATIONAL LIMITED**

Report on the audit of the Financial Results

### Opinion

We have audited the accompanying standalone quarterly and annual financial results of **CRANES SOFTWARE INTERNATIONAL LIMITED** (the "Company") for the quarter and year ended March 31, 2025, together with the notes thereon (The Statement), attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the Security and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations™").

In our opinion and to the best of our information and according to the explanations given to us these financial results:

- are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- give a true and fair View in conformity with the recognition and measurement principles laid down in the applicable accounting standards ("Ind AS"), prescribed under section 133 of the Companies Act, 2013 (The Act), read with the relevant rule issued thereunder and other accounting principles generally accepted in India of the net loss and total comprehensive income and financial information for the quarter ended March 31, 2025 as well as for the year ended March 31, 2025.

### Basis for Opinion

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



### Basis of Qualified Opinion

- i. Due to negative net worth and pending cases, it cast a significant uncertainty on the company ability to continue as a going concern, however the management is hopeful for recovery hence the financials result prepared on going concern basis.
- ii. Legal proceedings u/s.138 of the Negotiable Instruments Act has been initiated by Bank of India
- iii. Investment – As per Company accounting policy the Company has adopted fair value model to value the investment, but the company has been continuously valued all investment at cost price. Due to non-availability of current market value of investments we are unable to comment on the quantum of fair value adjustments required by the company. Details of Investment and Net-worth is as follows.

Particular	Investment value ( In Lakhs)	Net-worth ( In Lakhs) As on 31-03-2025	Relationship
Systat Software Inc USA	1851.18	(3839.06)	Subsidiary
Systat Software Asia Pacific Limited	38.00	(91.32)	Subsidiary
Systat Software GMBH – Germany	14.48	94.73	Subsidiary
Analytix Systems Private Limited	630.00	1.62	Subsidiary
Caravel Info Systems Pvt Ltd	362.33	(694.58)	Subsidiary
Proland Software Pvt Ltd	318.89	(677.79)	Subsidiary
Cranes Varsity Pvt Ltd	1.00	(57.30)	Subsidiary
Total	3215.88		

- iv. Expected credit loss: following assets are non performing are non performing in nature hence As per Ind AS 109 “Financial Instrument” the company needs to provide ECL by the lifetime ECL model.

Particulars	Amount ( Rs.in Lakhs)
Investments	3215.88
Loan and advances	902.16
Trade receivables	3166.34

- v. The Company has been defaulted in booking and payment of various statutory dues to various statutory authorities.
- vi. In our opinion the securities provided to Banks are not adequate to cover the amounts outstanding to them as on the date of Balance Sheet.
- vii. Loan availed by the company from 'UPS Capital Business Credit' remains unpaid and is overdue since April 2014. The management is of the view that the liability of INR 696.37 lakhs (including interest) reflected in the financial statements will adequately cover its liability on settlement of dues and therefore no provision for interest is provided for the period ended 31st March, 2025. Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 31st March, 2025 would have been higher by Rs 51.35 Lakhs.
- viii. In continuation to the point "(v)" above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the outstanding due towards 'UPS Capital Business Credit' and the interest due thereon, in line with the Ind AS-21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 31st March, 2025 would have been higher by Rs 163.80 Lakhs.
- ix. Bank of India which had extended financial facilities to the company have treated the outstanding from the company as "Non-Performing Assets" since 2009. In order to achieve the desired congruency on this issue, the Company has also not provided for interest amounting to INR 5287.80 lakhs on such outstanding amounts for the period ended 31st March, 2025 due to various banks, though the confirmation of such dues were not made available to us from the respective banks/financial institutions. Had the said interest been provided in the books in the normal course, the present loss for the period ended 31st March, 2025 would have been higher by INR 5287.80 Lakhs
- x. Wilful defaulter: The bank of India has declared Company and promoters as "wilful defaulter".
- xi. The management is in negotiation with the Foreign currency convertible bond holders for settling its dues. The management is of the view that the liability of INR 38,695 lakhs (including interest amounting to INR 9,610 lakhs) reflected in the financial statements will adequately cover its liability on settlement of dues with the Foreign currency convertible bond holders and therefore no provision for interest is provided for the period ended 31st March, 2025. Had such interest been provided in the books in the normal course, the present loss for the period ended 31st March, 2025 would have been higher by INR 1865.61 lakh.
- xii. In continuation to the point 'ix' above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the outstanding due towards Foreign currency convertible bond and the interest due thereon, in line with the IND AS-21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made



in the books in the normal course, the present loss for the period ended 31st March, 2025 would have been lesser by INR 9781.80 Lakhs.

- xiii. There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Employee State Insurance, Income Tax, Service tax, Sales Tax, Goods and Service tax, Dividend Distribution Tax and the like, not deposited by the Company in favour of the respective statutory authorities.
- xiv. The company has not complied with RBI guidelines since March 2011.
- xv. Central Bureau of Investigation (CBI) filed a chargesheet in the court of XVII Additional Chief Metropolitan Magistrate, Bangalore (Special Court for CBI cases) vide CC No.26840/2023 against Cranes Software International Limited ("the Company"), two its Directors, erstwhile director and another by complaint bank (Bank of India). The said charge sheet was taken cognizance by the Additional Chief Metropolitan Magistrate, Bangalore on 16<sup>th</sup> October 2023. On the application of the Company and its Directors, the honourable High Court of Karnataka of Bangalore vide its order dated 17<sup>th</sup> November 2023 passed on interim order staying its all further proceedings against the Company and its director.

#### **Emphasis of matter**

- a. Redemption of Foreign currency convertible bond amounting to INR 29,085 lakhs (42 million Euros) to the holders of the bonds have fallen due during April 2011 and is yet to be redeemed as on the quarter and year ended 31st March 2025.

#### **Management's Responsibilities for the Financial Results**

The year ended financial results have been prepared on the basis of the standalone audited annual financial statements. The quarterly financial results are derived figures between the audited figures in respect of the year ended March 31, 2025 and the published year to date figures up to December 31, 2024, being the date of the end of the third quarter of the current financial year, which were subject to limited review.

The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (IND AS) prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.



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

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

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

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

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

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control,
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financials results of the Company to express an opinion on the financials result.

Materiality is the magnitude of misstatements in the Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Results may be influenced. We consider quantitative materiality and qualitative factors in

- planning the scope of our audit work and in evaluating the results of our work; and
- to evaluate the effect of any identified misstatements in the Financial Results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit,

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to independence, and where applicable, related safeguards.

#### Other Matters

- 1.1 There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Employee State Insurance, Income Tax, Service tax, Sales Tax, Goods and Service tax, Dividend Distribution Tax and the like, not deposited by the Company in favour of the respective statutory authorities.
- 1.2 Earnings in foreign exchanges are not realized within the periods stipulated under FEMA and permission is awaited from the statutory authorities to write off the same.

For Chaturvedi Sohan & co  
Chartered Accountants  
FRN: 118424W

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Vivekanand Chaturvedi  
Partner

M.No.:106403

UDIN : 25106403BMIDMY6559



Date:30<sup>th</sup> May,2025

Place: Mumbai



Partners :  
FCA Sohan Chaturvedi  
FCA Chaturvedi V N  
FCA Noshir B Captain  
FCA Rajiv Chauhan  
ACA Neha Chauhan  
ACA Shristi Chaturvedi  
FCA Prakash Mistry



# Chaturvedi Sohan & Co.

## Chartered Accountants

FRN - 118424W

**Independent Auditor's Report on Consolidated Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

TO THE BOARD OF DIRECTORS OF **CRANE SOFTWARE INTERNATIONAL LIMITED**

Report on the audit of the Financial Results

### Opinion

We have audited the accompanying consolidated quarterly and annual financial results of **CRANE SOFTWARE INTERNATIONAL LIMITED** (the "Company") for the quarter and year ended March 31, 2025, together with the notes thereon (The Statement), attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the Security and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations™").

In our opinion and to the best of our information and according to the explanations given to us these financial results:

- are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- give a true and fair View in conformity with the recognition and measurement principles laid down in the applicable accounting standards ("Ind AS"), prescribed under section 133 of the Companies Act, 2013 (The Act), read with the relevant rule issued thereunder and other accounting principles generally accepted in India of the net loss and total comprehensive income and financial information for the quarter ended March 31, 2025 as well as for the year ended March 31, 2025.

### Basis for Opinion

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



### **Basis of Qualified Opinion**

- i. Due to Negative Net-worth and pending cases, it cast a significant uncertainty on the Company ability to continue as a going concern, however the management is hopeful for recovery hence the financials result prepared on-going concern basis.
- ii. Expected credit loss: following assets are non-performing in nature hence As per IND AS 109 "Financials instrument" the company needs to provide ECL by following lifetime ECL model.

Particular	Amount
Investment	3,215.88 Lakhs
Loan and advances	902.16 Lakhs
Trade receivables	3,166.34 Lakhs

- iii. Legal proceedings u/s.138 of the Negotiable Instruments Act has been initiated by Bank of India.
- iv. The Company has been defaulted in booking and payment of various statutory dues to various statutory authorities.
- v. In our opinion the securities provided to Bank are not adequate to cover the amounts outstanding to them as on the date of Balance Sheet.
- vi. Loan availed by the company from 'UPS Capital Business Credit' remains unpaid and is overdue since April 2014. The management is of the view that the liability of INR 696.37 lakhs (including interest) reflected in the financial statements will adequately cover its liability on settlement of dues and therefore no provision for interest is provided for the period ended 31<sup>st</sup> March, 2025 would have been higher by Rs 51.53 Lakhs.
- vii. In continuation to the point 'vi' above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the outstanding due towards 'UPS Capital Business Credit' and the interest due thereon, in line with the Ind AS-21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 31<sup>st</sup> March,2025 would have been higher by INR 163.80 lakhs.

- viii. Bank of India had extended financial facilities to the company have treated the outstanding from the company as "Non-Performing Assets" since 2009. In order to achieve the desired congruency on this issue, the Company has also not provided for interest amounting to INR 1370.63 lakhs on such outstanding amounts for the period ended 31<sup>st</sup> March, 2025 due to Bank of India, though the confirmation of such dues were not made available to us from bank. Had the said interest been provided in the books in the normal course, the present loss for the period ended 31<sup>st</sup> March, 2025 would have been higher by INR 5287.80 lakhs.
- ix. Wilful defaulter: The Bank of India has declared Company and promoters as "wilful defaulter".
- x. The management is in negotiation with the Foreign currency convertible bond holders for settling its dues. The management is of the view that the liability of INR 38,695 lakhs (including interest amounting to INR 9,610 lakhs) reflected in the financial statements will adequately cover its liability on settlement of dues with the Foreign currency convertible bond holders and therefore no provision for interest is provided for the period ended 31<sup>st</sup> March, 2025. Had such interest been provided in the books in the normal course, the present loss for the period ended 31<sup>st</sup> March, 2025 would have been higher by INR 1865.61 lakh
- xi. In continuation to the point 'x' above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the outstanding due towards Foreign currency convertible bond and the interest due thereon, in line with the IND AS-21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 31<sup>st</sup> March, 2025 would have been higher by INR 9781.80 Lakhs
- xii. There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Employee State Insurance, Income Tax, Service tax, Sales Tax, Goods and Service tax, Dividend Distribution Tax and the like, not deposited by the Company in favour of the respective statutory authorities.
- xiii. The company has not complied with RBI guidelines since March 2011.
- xiv. Central Bureau of Investigation (CBI) filed a chargesheet in the court of XVII Additional Chief Metropolitan Magistrate, Bangalore (Special Court for CBI cases) vide CC No.26840/2023 against Cranes Software International Limited ("the Company"), two its Directors, erstwhile director and another by complaint bank (Bank of India). The said charge sheet was taken cognizance by the Additional Chief Metropolitan Magistrate, Bangalore on 16<sup>th</sup> October 2023. On the application of the Company and its Directors, the honourable High Court of Karnataka of Bangalore vide its order dated 17<sup>th</sup> November 2023 passed on interim order staying its all further proceedings against the Company and its director.



### **Emphasis of matter**

- a. Redemption of Foreign currency convertible bond amounting to INR 29,085 lakhs (42 million Euros) to the holders of the bonds have fallen due during April 2011 and is yet to be redeemed as on the quarter and year ended 31st March 2025.

### **Management's Responsibilities for the Financial Results**

The year ended financial results have been prepared on the basis of the standalone audited annual financial statements. The quarterly financial results are derived figures between the audited figures in respect of the year ended March 31, 2025 and the published year to date figures up to December 31, 2024, being the date of the end of the third quarter of the current financial year, which were subject to limited review.

The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (IND AS) prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

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

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



- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control,
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financials results of the Company to express an opinion on the financials result.

Materiality is the magnitude of misstatements in the Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Results may be influenced. We consider quantitative materiality and qualitative factors in

- planning the scope of our audit work and in evaluating the results of our work; and
- to evaluate the effect of any identified misstatements in the Financial Results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit,

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to independence, and where applicable, related safeguards.

## Other Matters

- 1.1 There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Employee State Insurance, Income Tax, Service tax, Sales Tax, Goods and Service tax, Dividend Distribution Tax and the like, not deposited by the Company in favour of the respective statutory authorities.
- 1.2 Earnings in foreign exchanges are not realized within the periods stipulated under FEMA and permission is awaited from the statutory authorities to write off the same.

For Chaturvedi Sohan & co  
Chartered Accountants  
FRN: 118424W

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Vivekanand Chaturvedi  
Partner

M.No.:106403

UDIN : 25106403BMIDMZ1435



Date:30<sup>th</sup> May,2025

Place: Mumbai

ANNEXURE-I

**Statement of Impact of Audit Qualifications for the Financial Year ended March 31, 2025**  
 (See Regulation 33/35 of SEBI (LODR) Amendment) Regulations, 2016

		(Rs. Lakhs)			
SL.No.	Particulars	Audited Figures (as reported before adjusting for qualification)	Audited Figures (as reported after adjusting for qualification)	Audited Figures (as reported before adjusting for qualification)	Audited Figures (as reported after adjusting for qualification)
		Standalone		Consolidated	
1	Turnover/Total Income	1.14	1.14	910.47	910.47
2	Total Expenditure	1,994.48	26,429.02	2,363.11	19,513.47
3	Net Profit/(Loss)	(1,993.34)	(26,427.88)	(1,452.64)	(18,603.00)
4	Earning per share	(1.37)	(18.53)	(0.99)	(13.05)
5	Total Assets	7,313.76	7,313.76	1,514.01	1,514.01
6	Total Liabilities	7,313.76	24,464.12	1,514.01	18,664.37
7	Net Worth	(82,653.84)	(1,05,093.90)	(91,156.74)	(1,05,943.99)
8	Any other financial item (s) (as felt appropriately by the management)	-	-	-	-

**II Audit Qualification (each audit qualification separately):**

- |   |                   |
|---|-------------------|
| a. Details of Audit Qualification:  | Refer Annexure    |
| b. Type of Audit Qualification:   | Qualified opinion |
| c. Frequency of qualification   | Refer Annexure    |
| d. For Audit Qualification (s) where the impact is quantified by auditors, Management's Views | Refer Annexure    |
| e. For Audit Qualification(s) where the impact is not quantified by the auditor               | Refer Annexure    |

- (i) Management's estimation on the impact of audit qualification:
- (ii) If management is unable to estimate the impact, reasons for the same:
- (iii) Auditor's Comments on (i) or (ii) above:

**III Signatories**

CEO/Managing Director	<b>Asif Khader</b>	Digitally signed by Asif Khader Date: 2025.05.30 21:00:16 +05'30'
CFO	<b>MANJUNATH H</b>	Digitally signed by MANJUNATH H Date: 2025.05.30 19:25:05 +05'30'
Audit Committee Chairman	<b>AKTHAR BEGUM</b>	Digitally signed by AKTHAR BEGUM Date: 2025.05.30 20:43:00 +05'30'
Statutory Auditor	<b>VIVEKANAND CHATURVEDI</b>	Digitally signed by VIVEKANAND CHATURVEDI Date: 2025.05.30 19:45:30 +05'30'

Place: Bangalore  
Date: 30/05/2025





Annexure -Audit Qualification (Standalone) (Each Audit qualification separately)

Sl. No	Details of Audit Qualification [a]	Type of Audit Qualification [b]	Frequency of Qualification [c]	Quantified Audit Report [YES/NO] [d]	Management's Views [e]	Auditors Comments on Management's Views
1	The Company has been defaulted in booking and payment of various statutory dues to various statutory authorities.	Qualified opinion	Repetitive	No	Under difficult business uncertainties and dire financial constraints, the company reasonably utilized available funds to cover critical liabilities and sustain essential business operations. With a range of favorable resolutions and settlements being actively pursued, and strong focus on business stability and revival, the company fully intends to take care of liabilities, statutory dues and interests of its valued employees, partners and other stakeholders.	Audit Note is self explanatory.
2	There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Employee State Insurance, Income Tax, Service tax, Sales Tax, Goods and Service tax, Dividend Distribution Tax and the like, not deposited by the Company in favour of the respective statutory authorities.					
3	The company has not complied with RBI guidelines since March 2011	Qualified opinion	Repetitive	No	The Company is in the process of reviewing all RBI filings and will shortly ensure all pending RBI compliances.	
4	In our opinion the securities provided to Banks are not adequate to cover the amounts outstanding to them as on the date of Balance Sheet.	Qualified opinion	Repetitive	YES	The Company continues active defense of its position in these debt cases, and is in advanced settlement negotiations with both secured and unsecured lenders. Favorable settlements have been reached with some debtors and similar resolutions are expected with remaining debtors in due course	Audit Note is self explanatory.
5	Loan availed by the company from 'UPS Capital Business Credit' remains unpaid and is overdue since April 2014. The management is of the view that the liability of INR 696.37 lakhs (including interest) reflected in the financial statements will adequately cover its liability on settlement of dues and therefore no provision for interest is provided for the period ended 31st March, 2025. Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 31st March, 2025 would have been higher by Rs 51.35 Lakhs.			YES		
6	In continuation to the point "[v]" above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the outstanding due towards 'UPS Capital Business Credit' and the interest due thereon, in line with the Ind AS-21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 31st March, 2025 would have been higher by Rs 163.80 Lakhs			YES		
7	Bank of India which had extended financial facilities to the company have treated the outstanding from the company as "Non-Performing Assets" since 2009. In order to achieve the desired congruency on this issue, the Company has also not provided for interest amounting to INR 5287.80 lakhs on such outstanding amounts for the period ended 31st March, 2025 due to various banks, though the confirmation of such dues were not made available to us from the respective banks/financial institutions. Had the said interest been provided in the books in the normal course, the present loss for the period ended 31st March, 2025 would have been higher by INR 5287.80 Lakhs			YES		
8	Willful defaulter: The bank of India has declared Company and promoters as "willful defaulter"			No		
9	The management is in negotiation with the Foreign currency convertible bond holders for settling its dues. The management is of the view that the liability of INR 38,695 lakhs (including interest amounting to INR 9,610 lakhs) reflected in the financial statements will adequately cover its liability on settlement of dues with the Foreign currency convertible bond holders and therefore no provision for interest is provided for the period ended 31st March, 2025. Had such interest been provided in the books in the normal course, the present loss for the period ended 31st March, 2025 would have been higher by INR 1865.61 lakh	Qualified opinion	Repetitive	YES	The Company has remained actively engaged with the FCCB holders toward a mutually-favorable resolution	Audit Note is self explanatory.
10	In continuation to the point 'ix' above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the outstanding due towards Foreign currency convertible bond and the interest due thereon, in line with the IND AS-21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 31st March, 2025 would have been lesser by INR 9781.80 Lakhs.					



11	As per Company accounting policy the Company has adopted fair value model to value the investment, but the company has been continuously valued all investment at cost price. Due to non-availability of current market value of investments we are unable to comment on the quantum of fair value adjustments required by the company	Qualified opinion	Repetitive	No	The Management continues to believe there is no diminution in the value of strategic financial and executive support provided as investment into its subsidiaries. The company has nurtured valuable IP rights and assets. In these subsidiaries whose long-term value will be unlocked as and when the company is able to resume its normal business plans and operations. These are long-term, investments strategically linked to future growth of the company and the Management expects to recover good gains (including past receivables)	Audit Note is self explanatory.
12	The company has not provided Expected Credit Loss on investment made in US subsidiary amounting to Rs 3166.34 Lakhs and receivables from US subsidiary amounting to Rs 3166.34 Lakhs had the same been provided Loss for the year would have been higher by Rs 3166.34 Lakhs for the year		Repetitive	YES		
13	Redemption of Foreign currency convertible bond amounting to INR 29,085 lakhs (42 million Euros) to the holders of the bonds have fallen due during April 2011 and is yet to be redeemed as on the quarter and year ended 31st March 2025.	Emphasis of Matter	Repetitive	Yes	The Company has remained actively engaged with the FCCB holders toward a mutually-favorable resolution	Audit Note is self explanatory.

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BEGUM

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Annexure - Audit Qualification (Consolidation) (Each Audit qualification separately)

Sl. No	Details of Audit Qualification [a]	Type of Audit Qualification [b]	Frequency of Qualification [c]	Quantified Audit Report [YES/NO] [d]	Management's Views [e]	Auditors Comments on Management's Views
1	The Company has been defaulted in booking and payment of various statutory dues to various statutory authorities	Qualified opinion	Repetitive	No	Under difficult business uncertainties and dire financial constraints, the company reasonably utilized available funds to cover critical liabilities and sustain essential business operations. With a range of favorable resolutions and settlements being actively pursued, and strong focus on business stability and revival, the company fully intends to take care of liabilities, statutory dues and interests of its valued employees, partners and other stakeholders.	Audit Note is self explanatory.
2	There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Employee State Insurance, Income Tax, Service tax, Sales Tax, Goods and Service tax, Dividend Distribution Tax and the like, not deposited by the Company in favour of the respective statutory authorities					
3	The company has not complied with RBI guidelines since March 2011	Qualified opinion	Repetitive	No	The Company is in the process of reviewing all RBI filings and will shortly ensure all pending RBI compliances.	
4	In our opinion the securities provided to Bank are not adequate to cover the amounts outstanding to them as on the date of Balance Sheet	Qualified opinion	Repetitive	YES	The Company continues active defense of its position in these debt cases, and is in advanced settlement negotiations with both secured and unsecured lenders. Favorable settlements have been reached with some debtors and similar resolutions are expected with remaining debtors in due course	Audit Note is self explanatory.
5	Loan availed by the company from 'UPS Capital Business Credit' remains unpaid and is overdue since April 2014. The management is of the view that the liability of INR 696.37 lakhs (including interest) reflected in the financial statements will adequately cover its liability on settlement of dues and therefore no provision for interest is provided for the period ended 31st March, 2025 would have been higher by Rs 53.53 Lakhs			YES		
6	In continuation to the point '4' above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the outstanding due towards 'UPS Capital Business Credit' and the interest due thereon, in line with the Ind AS 21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 31st March, 2025 would have been higher by INR 161.80 lakhs			YES		
7	Bank of India had extended financial facilities to the company have treated the outstanding from the company as "Non-Performing Assets" since 2009. In order to achieve the desired congruency on this issue, the Company has also not provided for interest amounting to INR 1370.63 lakhs on such outstanding amounts for the period ended 31st March, 2025 due to Bank of India, though the confirmation of such dues were not made available to us from bank. Had the said interest been provided in the books in the normal course, the present loss for the period ended 31st March, 2025 would have been higher by INR 5287.80 lakhs.			YES		
8	Willful defaulter: The bank of India has declared Company and promoters as "willful defaulter"			No		
9	The management is in negotiation with the Foreign currency convertible bond holders for settling its dues. The management is of the view that the liability of INR 38,695 lakhs (including interest amounting to INR 9,630 lakhs) reflected in the financial statements will adequately cover its liability on settlement of dues with the foreign currency convertible bond holders and therefore no provision for interest is provided for the period ended 31st March, 2025. Had such interest been provided in the books in the normal course, the present loss for the period ended 31st March, 2025 would have been higher by INR 1865.61 lakh	Qualified opinion	Repetitive	YES	The Company has remained actively engaged with the FCCB holders toward a mutually-favorable resolution	Audit Note is self explanatory.
10	In continuation to the point '9' above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the outstanding due towards foreign currency convertible bond and the interest due thereon, in line with the IND AS-21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 31st March, 2025 would have been higher by INR 9781.80 Lakhs					

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