

Mantas India Private Limited

Balance sheet as at March 31, 2019

Particulars	Notes	Amount in Rs.	
		March 31, 2019	March 31, 2018
<b>ASSETS</b>			
<b>Non-current assets</b>			
Income tax assets ( net )	6	510,122	499,612
		<b>510,122</b>	<b>499,612</b>
<b>Current assets</b>			
<b>Financial assets</b>			
Cash and cash equivalents	7(a)	151,546	543,233
Other bank balances	7(b)	19,652,143	18,544,363
		<b>19,803,689</b>	<b>19,087,596</b>
<b>TOTAL</b>		<b>20,313,811</b>	<b>19,587,208</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	3	15,000,000	15,000,000
Other equity	4	5,284,311	4,557,008
Total equity		<b>20,284,311</b>	<b>19,557,008</b>
<b>Current liabilities</b>			
Other current financial liabilities	5	29,500	30,200
		<b>29,500</b>	<b>30,200</b>
<b>TOTAL</b>		<b>20,313,811</b>	<b>19,587,208</b>

Summary of significant accounting policies

2

The accompanying notes form an integral part of the financial statements.


As per our report of even date attached  
For Ashish & Company  
(Chartered Accountants )  
ICAI Firm Regn. No. 008903N


  
Ashish Gogia  
Proprietor  
Membership No. 087313



Place : New Delhi, India  
Dated: May 08, 2019

For and on behalf of the Board of Directors of  
Mantas India Private Limited

  
Makarand Padalkar  
Director  
DIN No.02115514

  
Avadhut Ketkar  
Director  
DIN No.02353654

Place : Mumbai, India  
Dated: May 08, 2019

Mantas India Private Limited

Statement of Profit and Loss for the year ended March 31, 2019

Particulars	Notes	Amount in Rs.	
		March 31, 2019	March 31, 2018
<b>INCOME</b>			
Revenue from operations		-	-
Finance income	8	1,094,937	1,079,273
Other income ,net	9	-	-
<b>Total income</b>		<b>1,094,937</b>	<b>1,079,273</b>
<b>EXPENSES</b>			
Professional fees expenses	10	82,010	129,760
Other expenses	11	940	4,192
<b>Total expenses</b>		<b>82,950</b>	<b>133,952</b>
<b>Profit before taxes</b>		<b>1,011,987</b>	<b>945,321</b>
<b>Tax expenses</b>			
Current tax	12	284,684	244,378
<b>Total tax expenses</b>		<b>284,684</b>	<b>244,378</b>
<b>Profit for the year</b>		<b>727,303</b>	<b>700,943</b>
<b>Other comprehensive income</b>			
Items that will not be reclassified to profit and loss		-	-
Items that will be reclassified subsequently to profit and loss		-	-
<b>Total other comprehensive income for the year, net of tax</b>		<b>-</b>	<b>-</b>
<b>Total comprehensive income for the year</b>		<b>727,303</b>	<b>700,943</b>
<b>Earnings per share of Rs. 10 each (March 31, 2018 Rs.10/-) each</b>			
Basic	13	0.48	0.47
Diluted		0.48	0.47

Summary of Significant accounting policies

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The accompanying notes form an integral part of the financial statements.

As per our report of even date attached  
For Ashish & Company  
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For and on behalf of the Board of Directors of  
Mantas India Private Limited

Makarand Padalkar  
Director  
DIN No.02115514

Place : Mumbai, India  
Dated: May 08, 2019

Avadhut Ketkar

Director  
DIN No.02353654

Mantas India Private Limited

Statement of changes in equity for the year ended March 31, 2019

For the year ended March 31, 2019

Particulars	Amount in Rs.		
	Equity share capital	Retained Earnings	Total equity
Balance as on April 01, 2018	15,000,000	4,557,008	19,557,008
Changes in equity for the year ended March 31, 2019	-	-	-
Net profit for the year	-	727,303	727,303
Balance as on March 31, 2019	15,000,000	5,284,311	20,284,311

For the year ended on March 31, 2018

Particulars	Amount in Rs.		
	Equity share capital	Retained Earnings	Total equity
Balance as on April 01, 2017	15,000,000	3,856,065	18,856,065
Changes in equity for the year ended March 31, 2018	-	-	-
Net profit for the year	-	700,943	700,943
Balance as on March 31, 2018	15,000,000	4,557,008	19,557,008



Mantas India Private Limited

Notes annexed to and forming part of financial statements for the year ended March 31, 2019

Note 1: Corporate Information:

Mantas India Private Limited (the 'Company') was incorporated in India on May 25, 1999. The Company is domiciled in India and has its registered office at Saket, New Delhi, India. The Company is a subsidiary of Sotas Inc, USA holding 99.99% (March 31, 2018 – 99.99%) ownership interest in the Company as at March 31, 2019.

The Company is principally engaged in the development and installation of computerized systems, conduct feasibility studies, systems analysis and design, design of special software and system and application software and to sell/provide computer time on or other available computer installations.

The standalone financial statements for the year ended March 31, 2019 were approved by the Company's Board of Directors and authorized for issue on May 08, 2019.

Note 2: Summary of Significant Accounting Policies:

(a) Basis of preparation

These standalone financial statements comprising of balance sheet as at March 31, 2019, statement of profit and loss, statement of changes in equity and statement of cash flows for the year then ended have been prepared in accordance with Ind AS as prescribed under Section 133 of the Companies Act, 2013 (the 'Act') read with relevant rules of the Companies (Indian Accounting Standards) Rules, 2015 (as amended).

The financial statements have been prepared on a historical cost basis.

(b) Summary of significant accounting policies

The significant accounting policies adopted by the Company, in respect of the financial statements are set out as below:

i) Use of estimates:

The preparation of the financial statements in conformity with Ind AS requires the management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses for the year reported. Actual results could differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimates are revised and future year are affected.



## Mantas India Private Limited

Notes annexed to and forming part of financial statements for the year ended March 31, 2019

### ii) Revenue recognition:

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment.

### Interest income :

Interest income is recognized using the effective interest method.

### iii) Property, Plant & equipment:

The Company does not have property, plant and equipment.

### iv) Accounting for the effects of changes in foreign exchange rates:

Income/expenses in foreign currency is translated at the rate of exchange on the date of the transaction. Assets and liabilities denominated in foreign currencies are translated at the closing rate prevailing as at the year end date. Exchange difference arising on foreign currency transactions is included in the statement of profit and loss.

### v) Earnings per share:

The basic earnings per share is computed by dividing the net profit attributable to equity shareholders for the year by the weighted average number of equity shares outstanding during the year. The number of shares used in computing diluted earnings per share comprises the weighted average shares considered for deriving basic earnings per share, and also the weighted average number of equity shares which could be issued on the conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as of the beginning of the year, unless they have been issued at a later date. The diluted potential equity shares have been arrived at, assuming that the proceeds receivable were based on shares having been issued at the average market value of the outstanding shares. In computing dilutive earnings per share, only potential equity shares that are dilutive and that would, if issued, either reduce future earnings per share or increase loss per share, are included.

### vi) Income taxes:

Current Tax: Provision for income tax is made on the basis of the estimated taxable income for the current accounting period in accordance with the Income Tax Act, 1961.

Deferred Tax: The Company has not recognized deferred tax asset as a matter of prudence.

### vii) Cash and cash equivalents:

Cash and cash equivalents for purpose of cash flow statement comprise cash at bank



Mantas India Private Limited

Notes annexed to and forming part of financial statements for the year ended March 31, 2019

and in hand and short term investments with an original maturity of three months or less.

viii) Provisions :

Provisions are recognized when Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability when discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.



**Mantas India Private Limited**

**Notes annexed to and forming part of financial statements as at March 31, 2019**

Particulars	Amount in Rs.	
	March 31, 2019	March 31, 2018
<b>Note 3: Equity share capital</b>		
<b>Authorized:</b>		
1,500,000 Equity Shares of Rs. 10 each (March 31,2018 1,500,000 Equity Shares of Rs. 10 each)	15,000,000	15,000,000
<b>Issued, subscribed and fully paid-up:</b>		
1,500,000 Equity Shares of Rs. 10 each (March 31,2018 1,500,000 Equity Shares of Rs. 10 each)	15,000,000	15,000,000

(a) The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(b) Details of Shareholders holding more than 5% equity shares in the Company.

**Name and relationship of shareholders**

Sotas Inc , holding company  
Number of shares  
% of equity shares

	March 31, 2019	March 31, 2018
Number of shares	1,499,940	1,499,940
% of equity shares	99.99%	99.99%

As per records of the Company, including its register of shareholders / members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

	Amount in Rs.	
	March 31, 2019	March 31, 2018
<b>Note 4: Other equity</b>		
Balance, beginging of the year	4,557,008	3,856,065
Profit for the year	727,303	700,943
Balance, end of the year	5,284,311	4,557,008
<b>Total other equity</b>	<b>5,284,311</b>	<b>4,557,008</b>



**Mantas India Private Limited**

**Notes annexed to and forming part of financial statements as at March 31, 2019**  
(Amount in Rs.)

	March 31, 2019		March 31, 2018	
	Non-current	Current	Non-current	Current
<b>Note 5: Other current financial liabilities</b>				
Accrued expenses	-	29,500	-	29,500
Other liabilities	-	-	-	700
	-	29,500	-	30,200
	-	<b>29,500</b>	-	<b>30,200</b>
<b>Note 6: Other current assets</b>				
Advance tax and TDS	-	2,336,404	-	2,041,210
Less : Provision for taxes		1,826,282	-	1,541,598
	-	<b>510,122</b>	-	<b>499,612</b>
<b>Note 7: Cash and cash equivalent</b>				
<b>(a) Balances with banks:</b>				
In Current accounts	-	151,546	-	543,233
	-	<b>151,546</b>	-	<b>543,233</b>
<b>(b) Other bank balances</b>				
Balances with banks :				
In Deposits accounts with original maturity of more than 3 months but less than 12 months	-	19,652,143	-	18,544,363
	-	<b>19,652,143</b>	-	<b>18,544,363</b>

Cash at banks earns interest at floating rates based on the daily bank deposit rates and the daily balances. Time deposits are placed for varying periods ranging from 7 days to 364 days, depending on the immediate cash requirements of the Company. The time deposits earn interest at the respective deposit rates.





Mantas India Private Limited

Notes annexed to and forming part of financial statements for the year ended March 31, 2019

Particulars	Amount in Rs. Except share data	
	March 31, 2019	March 31, 2018
<b>Note 8: Finance income</b>		
<b>Interest on:</b>		
Bank deposits	1,094,937	1,079,273
	<b>1,094,937</b>	<b>1,079,273</b>
<b>Note 9: Other Income</b>		
Other income , net	-	-
	-	-
<b>Note 10: Professional fees expenses</b>		
Professional fees	52,510	100,260
Audit fees	29,500	29,500
	<b>82,010</b>	<b>129,760</b>
<b>Note 11: Other expenses</b>		
Bank charges	-	472
Rates and taxes	940	3,720
	<b>940</b>	<b>4,192</b>
<b>Note 12: Income Taxes</b>		
Reconciliation of tax expense and accounting profit for the year ended March 31,2019 and March 31, 2018		
accounting profit before income tax	1,094,937	949,041
Enacted tax rates in india	26.00%	25.75%
Tax expenses	284,684	244,378
	<b>284,684</b>	<b>244,378</b>
<b>Note 13: Reconciliation of basic and diluted equity shares used in computing earnings per share</b>		
Weighted average shares outstanding for basic earnings per share	1,500,000	1,500,000
Add: Effect of dilutive stock options	-	-
Weighted average shares outstanding for diluted earnings per share	<b>1,500,000</b>	<b>1,500,000</b>



Mantas India Private Limited

Notes annexed to and forming part of financial statements for the year ended March 31, 2019

Note 14: Names of Related Parties and description of relationship :

(a) Related party where control exists :

Holding Company: Sotas Inc. (99.99%)

(b) Transactions and balance outstanding with these parties are described below :

Particulars	Transactions for the year ended		As at	
	March 31,2019	March 31,2018	March 31,2019	March 31,2018
Capital Contributions	Nil	Nil	(14,999,400)	(14,999,400)

Note 15: Segment Reporting:

Ind AS 108 – Operating Segments requires an entity to disclose the factors used to identify reportable segments; information about reported segment profit or loss including certain specified revenues and expenses and segment assets and segment liabilities along with the basis of its measurement. The standard also requires an entity to present reconciliations of the totals of segment revenues, reported segment profit or loss, segment assets, segment liabilities and other material segment items to the corresponding entity total amounts.

Since the Company does not have any revenues for the reportable periods and income only includes interest received on time deposits placed with banks, the Company has not disclosed any information under segment reporting.

Note 16: Capital management :

For the purpose of the Company's capital management, capital includes issued equity share capital, share premium and all other equity reserves attributable to the equity shareholders of the Company. The primary objective of the Company's capital management is to maximize the equity shareholders value.

Note 17: Recent accounting pronouncements

Standards issued but not yet effective

The Ministry of Corporate Affairs (MCA) vide the Companies (Indian Accounting Standards) Amendment Rules, 2019 has notified Ind AS 116 and amendments to Ind ASs:



Notes annexed to and forming part of financial statements for the year ended March 31, 2019

**Ind AS 116, Leases:**

Ind AS 116 was notified on March 30, 2019 and is applicable to the Company from financial year beginning April 1, 2019.

Ind AS 116 has introduced a single lease accounting model which requires a lessee to recognize a right-of-use asset and a lease liability by assessing whether a contract is, or contains a lease at the inception of the contract. The standard specifies the manner in which an initial lease liability will be measured and the cost of the right-of-use asset will be recognized. The standard also provides certain exemptions from recognition; based on the term of lease contracts and the underlying asset values. Lessor accounting requirements are substantially in-line with Ind AS 17.

Ind AS 116 permits two methods of transition: i) full retrospective method: retrospective application to each prior reporting period applying Ind AS 8 Accounting Policies, Changes in Accounting Estimates and Errors or, ii) modified retrospective method: retrospective application with cumulative effect of initially applying Ind AS 116 recognized at the date of initial application (i.e. April 1, 2019). Certain practical expedients are available under both the methods. The standard also contains additional disclosures requirements as defined in Ind AS 116.

Since the Company does not have any premises on lease, the Company does not need to evaluate any impact of the above accounting standard.

**Appendix C to Ind AS 12 Uncertainty over Income Tax Treatments:**

On March 30, 2019, The Ministry of Corporate Affairs has notified Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments which is to be applied while performing the determination of taxable profit (or loss), tax bases, unused tax losses, unused tax credits and tax rates, when there is uncertainty over income tax treatments under Ind AS 12. According to the appendix, companies need to determine the probability of the relevant tax authority accepting each tax treatment, or group of tax treatments, that the companies have used or plan to use in their income tax filing which has to be considered to compute the most likely amount or the expected value of the tax treatment when determining taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates.

The standard permits two possible methods of transition - i) Full retrospective approach – Under this approach, Appendix C will be applied retrospectively to each prior reporting period presented in accordance with Ind AS 8 – Accounting Policies, Changes in Accounting Estimates and Errors, without using hindsight and ii) Retrospectively with cumulative effect of initially applying Appendix C recognized by adjusting equity on initial application, without adjusting comparatives.

This amendment will come into force from April 1, 2019. The Company is evaluating the requirements of the amendment and the effect on the financial statements.



Notes annexed to and forming part of financial statements for the year ended March 31, 2019

**Amendment to Ind AS 12 – Income taxes**

On March 30, 2019, The Ministry of Corporate Affairs has notified amendments to the guidance in Ind AS 12, 'Income Taxes', which clarifies that an entity shall recognise the income tax consequences of dividends in profit or loss, other comprehensive income or equity according to where the entity originally recognised those past transactions or events.

The amendment will come into force from April 1, 2019. The Company is evaluating the requirements of amendment and the effect on the financial statements.

**Amendment to Ind AS 19 – Employee benefits**

On March 30, 2019, The Ministry of Corporate Affairs has notified amendments to Ind AS 19 in connection with accounting for plan amendment, curtailment and settlement. The Amendment requires the Company to use updated assumptions to determine current service cost and net interest for the remainder of the period after a plan amendment, curtailment and settlement and to recognize in profit or loss as part of the past service cost, or a gain or loss on settlement, any reduction in a surplus, even if that surplus was not previously recognized because of the impact of the asset ceiling.

Since the Company does not have any employee benefit obligations, the Company does not need to evaluate any impact of the above accounting standard.



Mantas India Private Limited

Notes annexed to and forming part of financial statements for the year ended March 31, 2019

Note 18: Payment to Auditors' ( including Goods and Services Tax / service tax ) :

Particulars	March 31, 2019 Amount (Rs.)	March 31, 2018 Amount (Rs.)
Audit fees	29,500	29,500
Tax audit fees	Nil	Nil
Other services	Nil	Nil
Total	29,500	29,500

As per our report of even data attached  
**For Ashish & Company**  
Chartered Accountants  
ICAI firm Reg. no. 008903N



Ashish Gogia  
Proprietor  
Membership No. 087313

Place : Mumbai, India  
Date : May 08, 2019

For and on behalf of the Board of Director of  
**Mantas India Private Limited**

Makarand Padalkar  
Director  
DIN No. 02115514

Avadhut Ketkar  
Director  
DIN No. 02353654

Place : Mumbai, India  
Date : May 08, 2019

Mantas India Private Limited

Statement of cash flow for the year ended March 31, 2019

Particulars	(Amount in Rs.)	
	Year ended	
	March 31, 2019	March 31, 2018
<b>Cash flow from operating activities</b>		
Net profit before taxation	1,011,987	945,321
Adjustments for:		
Finance income	(1,094,937)	(1,079,273)
Operating (loss) before working capital changes	(82,950)	(133,952)
Movements in working capital		
(Decrease) / Increase in other current financial liabilities	(700)	50
Cash (used in) operating activities	(83,650)	(133,902)
Payment of domestic taxes	(295,194)	(259,017)
<b>Net cash (used in) operating activities</b>	<b>(378,844)</b>	<b>(392,919)</b>
<b>Cash flow from Investing activities</b>		
Interest income received	987,157	1,110,355
Bank fixed deposits having maturity of more than three months matured	18,300,000	17,500,000
Bank fixed deposits having maturity of more than three months placed	(19,300,000)	(18,300,000)
<b>Net cash (used in) / provided by investing activities</b>	<b>(12,843)</b>	<b>310,355</b>
<b>Cash flow from Financing activities</b>		
	-	-
<b>Net (decrease) in cash and cash equivalents</b>	<b>(391,687)</b>	<b>(82,564)</b>
<b>Cash and cash equivalents at the beginning of year</b>	<b>543,233</b>	<b>625,797</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>151,546</b>	<b>543,233</b>
<b>Component of cash and cash equivalents</b>		
<b>Balances with banks:</b>		
In Current accounts	151,546	543,233
<b>Total cash and cash equivalents</b>	<b>151,546</b>	<b>543,233</b>

As per our report of even date attached  
For Ashish & Company  
(Chartered Accountants)  
ICAI Firm Regn. No. 008903N

Ashish Gogia  
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Place : New Delhi, India  
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