

CYIENT

Cyient Australia Pty Ltd
ACN 601 669 327

FINANCIAL YEAR ENDED
31 March 2020

Financial Statements

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Cyient Australia Pty Ltd
ACN 601 669 327

Directors' Report

for the year ended 31 March 2020

The directors of Cyient Australia Pty Ltd ("the Company") present their report, together with the financial statements, on the

Directors

The following persons were directors of the company during the whole of the financial year and up to the date of this report, unless

Names	Position	Appointed
Ashok Reddy	Director	5 September 2014
Mallikarjuna Rao Gummadi	Director	1 April 2016
Sanjay Krishnaa	Director	5 September 2014 (Resigned 30 August 2019)

Principal activities

The principal activities of the Company during the financial year was offering engineering, data analytics, networks and operations. During the financial year, there were no significant changes in the nature of those activities.

Dividends

Dividends paid during the financial year were as follows:

	2020	2019
	\$	\$
Final dividend for the year ended 31 March 2020 of Nil (2019: \$9,000) per ordinary share	-	9,000,000

Review of operations

The Loss of the Company after providing for income tax expense amounted to \$ 790,198 (2019 profit of \$ 2,403,619).

Significant changes in the state of affairs

There were no significant changes in the state of affairs of the Company during the financial year.

Matters subsequent to the end of the financial year

No matter or circumstance has arisen since 31 March 2020 that has significantly affected, or may significantly affect the

Likely developments and expected results of operations

Information on likely developments in the operations of the Company and the expected results of operations have not been included in this report because the directors believe it would be likely to result in unreasonable prejudice to the Company.

Environmental regulation

The Company is not subject to any significant environmental regulation under Australian Commonwealth or State law.

Shares under option

There were no unissued ordinary shares of Cyient Australia Pty Ltd under option outstanding at the date of this report.

Shares issued on the exercise of options

There were no ordinary shares of Cyient Australia Pty Ltd issued on the exercise of options during the year ended 31 March 2020.

Indemnity and insurance of officers

The Company has indemnified the directors and executives of the Company for costs incurred, in their capacity as a director or executive, for which they may be held personally liable, except where there is a lack of good faith.

During the financial year, the Company paid a premium in respect of a contract to insure the directors and executives of the Company against a liability to the extent permitted by the Corporations Act 2001. The contract of insurance prohibits disclosure of the nature of the liability and the amount of the premium.

Cyient Australia Pty Ltd
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Directors' Report
for the year ended 31 March 2020

Indemnity and insurance of auditor

The Company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the Company or any related entity against a liability incurred by the auditor.

During the financial year, the Company has not paid a premium in respect of a contract to insure the auditor of the Company or any related entity.

Proceedings on behalf of the Company

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the Company, or to intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings.

Rounding of amounts

The Company is of a kind referred to in the Corporations Instrument 2016/191, issued by the Australian Securities and Investments Commission, relating to 'rounding-off'. Amounts in this report have been rounded off in accordance with that Corporations Instrument to the nearest dollar.

Auditor's independence declaration

A copy of the auditor's independence declaration as required under section 307C of the Corporations Act 2001 is set out immediately after this directors' report.

This report is made in accordance with a resolution of directors pursuant to section 298(2)(a) of the Corporations Act 2001.

On behalf of the directors

Mallikarjuna Rao Gummadi
Director

Melbourne, Victoria
Dated: 27 April, 2020

Cyient Australia Pty Limited
ACN 601 669 327

Statement of Profit or Loss and Other Comprehensive Income for the year ended 31 March 2020

	Note	2020	2019
		\$	\$
Revenue	3	63,126,652	81,657,527
Other income	4	2,077	33,161
EXPENSES			
Employee benefits expense	5	26,567,836	38,478,499
Finance costs	6	509,222	290,389
Depreciation and amortisation expense	7	2,244,146	896,770
Other expenses	8	34,706,511	38,369,858
Profit before income tax expense		(898,986)	3,655,172
Income tax (benefit)/expense		(108,788)	1,251,553
(Loss)/Profit after income tax expense for the year		(790,198)	2,403,619
Other comprehensive income			
Other comprehensive income for the year, net of tax		-	-
Total comprehensive income for the year		(790,198)	2,403,619

The above Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Statement of Financial Position as on 31 March 2020

	Note	2020 \$	2019 \$
Current assets			
Cash and cash equivalents	10	1,550,845	2,570,757
Trade receivables	11	10,129,573	10,755,443
Other financial assets	12	10,907,479	10,505,047
Prepayments		239,023	237,910
Income tax assets		291,085	1,077,302
Total current assets		<u>23,118,005</u>	<u>25,146,459</u>
Non-current assets			
Investments	13	671,550	671,550
Other financial assets	12	5,000	6,600
Property, plant and equipment	14	707,667	937,642
Right of use assets	15	1,415,827	-
Intangible assets	16	1,117,857	1,706,714
Total non-current assets		<u>3,917,901</u>	<u>3,322,506</u>
Total assets		<u>27,035,906</u>	<u>28,468,965</u>
Current liabilities			
Trade Payables	17	16,648,329	17,443,507
Employee benefits	18	1,963,673	2,174,107
Other current liabilities	19	548,738	1,237,226
Lease Liabilities	15	609,902	-
Total current liabilities		<u>19,770,642</u>	<u>20,854,840</u>
Non-current liabilities			
Employee benefits	18	-	-
Deferred tax liability	9	2,097,831	2,500,296
Lease Liabilities	15	865,266	-
Total non-current liabilities		<u>2,963,097</u>	<u>2,500,296</u>
Total liabilities		<u>22,733,739</u>	<u>23,355,136</u>
Net Assets		<u>4,302,167</u>	<u>5,113,829</u>
EQUITY			
Issued capital	20	1,000	1,000
Retained earnings	21	4,301,167	5,112,829
		<u>4,302,167</u>	<u>5,113,829</u>

The above Statement of Financial Position should be read in conjunction with the accompanying notes.

Cyient Australia Pty Limited
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Statement of Changes in Equity for the year ended 31 March 2020

	Issued Capital \$	Retained Earnings \$	Total \$
Balance at 1 April 2018	1,000	11,709,210	11,710,210
Profit after income tax expense for the year	-	2,403,619	2,403,619
Total comprehensive income for the year	<u>-</u>	<u>2,403,619</u>	<u>2,403,619</u>
<i>Transactions with owners in their capacity as owners:</i>			
Dividends paid (refer note 21)	-	(9,000,000)	(9,000,000)
Balance at 31 March 2019	<u>1,000</u>	<u>5,112,829</u>	<u>5,113,829</u>
Balance at 1 April 2019	1,000	5,112,829	5,113,829
Loss after income tax benefit for the year	-	(790,198)	(790,198)
Total comprehensive income for the year	<u>-</u>	<u>(790,198)</u>	<u>(790,198)</u>
Transition impact of AASB 16, Leases		(21,464)	(21,464)
Balance at 31 March 2020	<u>1,000</u>	<u>4,301,167</u>	<u>4,302,167</u>

The above Statement of Changes in Equity should be read in conjunction with the accompanying notes.

Statement of Cash Flows for the year ended 31 March 2020

	Note	2020 \$	2019 \$
Cash flows from operating activities			
Receipts from customers (inclusive of GST)		66,083,818	78,205,454
Payments to suppliers and employees (inclusive of GST)		(65,683,810)	(74,245,781)
Income tax paid		502,075	(391,365)
Net cash from operating activities	22	902,083	3,568,308
Cash flows from investing activities			
Payments for property, plant and equipment		(12,635)	(449,913)
Payments for investment in subsidiary		-	(671,550)
Payments to vendors for purchase of business		-	(87,945)
Payments for intangible assets		0	(149,826)
Security deposits paid		-	-
Receipts from refunds of security deposits		1,600	351,141
Interest received		2,077	18,487
Net cash used in investing activities		(8,958)	(989,606)
Cash flows from financing activities			
Dividends paid		-	(9,000,000)
Interest and other finance charges paid		(411,779)	(290,389)
Lease payments		(1,501,258)	
Net cash used in financing activities		(1,913,037)	(9,290,389)
Net increase/(decrease) in cash and cash equivalents		(1,019,912)	(6,711,687)
Cash and cash equivalents at beginning of the financial year		2,570,757	9,282,444
Cash and cash equivalents at end of the financial year	9	1,550,845	2,570,757

The above Statement of Cash Flows should be read in conjunction with the accompanying notes.

Cyient Australia Pty Limited
Notes to financial statements for the year ended 31 March 2020

3. Revenue

	2020	2019
	\$	\$
Revenue from contracts with customers		
Rendering of services	<u>63,126,652</u>	<u>81,657,527</u>

Disaggregation of revenue

The table below presents disaggregated revenues from contracts with customers by contract type, geography and timing of recognition for each of the Company's business segments. The Company believes that this disaggregation best depicts how the nature, amount, timing and uncertainty of revenues and cash flows are affected by industry, market and other economic factors.

	2020	2019
	\$	\$
Revenues by contract type		
Fixed-price	58,449,728	76,626,024
Time and material	4,676,924	5,031,503
	<u>63,126,652</u>	<u>81,657,527</u>

Revenues by Geography

Australia	63,126,652	81,657,527
Total	<u>63,126,652</u>	<u>81,657,527</u>

Timing of revenue recognition

Services transferred over time	63,126,652	81,657,527
Total	<u>63,126,652</u>	<u>81,657,527</u>

Fixed price:

Fixed price arrangements with customers have defined delivery milestones with agreed scope of work and pricing for each milestone. Revenue from fixed-price contracts, where the performance obligations are satisfied over time and when there is no uncertainty as to measurement or collectability of consideration, is recognised as per the 'percentage-of-completion' method. When there is uncertainty as to measurement or ultimate collectability, revenue recognition is postponed until such uncertainty is resolved. Percentage of completion is determined based on the project costs incurred to date as a percentage of total estimated project costs required to complete the project. The input method has been used to measure the progress towards completion as there is direct relationship between input and productivity.

Time and material:

Revenue from time and material contracts are recognised as and when services are rendered to the customer. These are based on the efforts spent and rates agreed with the customer. Revenue from the end of the last invoicing to the reporting date is recognised as unbilled revenue.

4. Other income

	2020	2019
	\$	\$
Interest income	2,077	12,071
Miscellaneous income	-	21,090
	<u>2,077</u>	<u>33,161</u>

Cyient Australia Pty Limited**Notes to the financial statements for the year ended 31 March 2020****5. Employee benefits expense**

	2020	2019
	\$	\$
Salaries and wages, including bonus	24,174,186	34,978,511
Defined contribution superannuation expenses	1,831,858	2,815,223
Other employee benefits	561,792	684,765
	26,567,836	38,478,499

5A. Key management personnel disclosures*Compensation*

The aggregate compensation made to directors and other members of key management personnel of the company is set out below:

	2020	2019
	\$	\$
Aggregate compensation	776,427	755,176
	776,427	755,176

Key Managerial Personnel (KMP):

Name	Designation
Mallikarjunarao Gummadi	Director
Sanjay Krishnaa	Director

Cyient Australia Pty Limited
Notes to financial statements for the year ended 31 March 2020

6. Finance costs

	2020	2019
	\$	\$
Other interest expense	411,779	290,389
Interest on lease liability	97,443	-
	509,222	290,389

7. Depreciation and amortisation expense

	2020	2019
	\$	\$
Depreciation of property, plant and equipment	242,520	320,016
Depreciation on right of use assets	1,412,769	-
Amortisation of intangible assets	588,857	576,754
	2,244,146	896,770

8. Other expenses

	2020	2019
	\$	\$
Sub-contracting charges	27,311,405	31,014,835
Rent including lease rentals	32,253	1,165,064
Rates and taxes	1,292,032	1,664,802
Freight outwards	-	-
Travelling and conveyance	1,356,903	2,262,149
Communication expenses	79,568	100,089
Marketing expenses	50,636	218,315
Legal and professional charges	439,931	687,054
Bad debts written off	-	11,343
Provision for contract assets	3,322,569	-
Auditors' remuneration - audit of financial statements	44,000	70,750
Net foreign exchange losses	81,160	165,538
Recruitment, training and development expenses	103,435	160,047
Miscellaneous expenses	592,620	849,872
	34,706,511	38,369,858

Cyient Australia Pty Limited
Notes to financial statements for the year ended 31 March 2020

9. Income taxes

9.1 Income tax expense

A. Income tax expense/(benefit):

	2020	2019
	\$	\$
Current tax	233,464	59,567
Adjustment recognised for prior periods	50,678	-
Deferred tax-origination and reversal of temporary differences	(392,930)	1,191,986
Aggregate income tax expense	(108,788)	1,251,553

Numerical reconciliation of income tax expense and tax at the statutory rate:

	2020	2019
	\$	\$
Profit before income tax expense	(898,986)	3,655,172
Tax at the statutory tax rate of 30%	(269,696)	1,096,552
Tax effect amounts which are not deductible/(taxable) in calculating taxable income:		
Amortisation of customer contracts	155,000	155,000
Other Adjustments	5,908	-
Income tax expense	(108,788)	1,251,552

9.2 Deferred tax liability

	2020	2019
	\$	\$
Deferred tax liability (net) comprises temporary differences attributable to:		
Contract assets and liabilities	2,689,252	3,125,135
Gain on bargain purchase	243,224	243,224
Intangible assets	(19,200)	(36,000)
Accruals	29,049	(179,831)
Employee benefits	(718,691)	(652,232)
Right of use assets	(125,803)	-
	2,097,831	2,500,296

Movements:

Opening balance	2,500,296	1,308,310
Charged to profit and loss	(392,930)	1,191,986
Transition impact of AASB 16	(9,535)	-
Closing balance	2,097,831	2,500,296

Cyient Australia Pty Limited
Notes to financial statements for the year ended 31 March 2020

10. Current assets-cash and cash equivalents

	2020	2019
	\$	\$
Cash at bank	1,550,845	2,570,757
	1,550,845	2,570,757

Reconciliation to cash and cash equivalents at the end of the financial year

The above figures are reconciled to cash and cash equivalents at the end of the financial year as shown in the statement of cash flows.

11. Current assets-trade receivables

	2020	2019
	\$	\$
Trade receivables	10,129,573	10,755,443
Less: Allowance for expected credit losses	-	-
	10,129,573	10,755,443

Impairment of receivables

The Company has recognised a loss of \$ Nil (2019: 11,343) in profit or loss in respect of the expected credit losses for the year ended 31 March 2020.

Cyient Australia Pty Limited
Notes to financial statements for the year ended 31 March 2020

12. Other financial assets

	2020	2019
	\$	\$
Current:		
Contract assets	10,713,979	10,417,118
Interest accrued on deposit accounts	90	90
Advance to employees	165,780	17,112
Advances to suppliers	27,630	63,756
Other receivables	-	6,971
	10,907,479	10,505,047
Non-current:		
Security deposits		
Unsecured, considered good	5,000	6,600
	5,000	6,600
	10,912,479	10,511,647

13. Investments

	2020	2019
	\$	\$
Non-current		
Investment in subsidiary -at cost	671,550	671,550
	671,550	671,550
	2020	2019
	%	%
Interest in subsidiary		
	Ownership Interest	
	2020	2019
	%	%
Cyient KK**	86.00%	86.00%

Country of Incorporation/Principal place of business-Japan

**The balance 14.00% ownership is held by Cyient Limited, India, the parent company.

The subsidiary has not been consolidated in these financial statements as the Company has elected not to consolidate under AASB 10 *Consolidated Financial Statements* as allowed under AASB 127 *Separate Financial Statements*.

Cyient Australia Pty Limited
Notes to the financial statements for the year ended 31 March 2020

14. Property, plant and equipment

	2020	2019
	\$	\$
Leasehold improvements - at cost	419,622	419,622
Less: Accumulated depreciation	(300,719)	(244,285)
	<u>118,903</u>	<u>175,337</u>
Plant and equipment - at cost	856,864	850,288
Less: Accumulated depreciation	(565,201)	(424,996)
	<u>291,663</u>	<u>425,292</u>
Furniture and fixtures - at cost	486,934	480,964
Less: Accumulated depreciation	(189,832)	(143,951)
	<u>297,101</u>	<u>337,013</u>
	<u>707,667</u>	<u>937,642</u>

Reconciliations

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Leasehold improvements	Plant and Equipment	Furniture and fixtures	Total
	\$	\$	\$	\$
Balance at 1 April 2018	92,159	365,387	335,199	792,745
Additions	186,994	232,055	45,864	464,913
Depreciation expense	(103,816)	(172,150)	(44,050)	(320,016)
Balance at 31 March 2019	<u>175,337</u>	<u>425,292</u>	<u>337,013</u>	<u>937,642</u>
Additions	-	6,576	5,970	12,546
Depreciation expense	56,434	140,205	45,881	242,520
Balance at 31 March 2020	<u>118,903</u>	<u>291,663</u>	<u>297,102</u>	<u>707,667</u>

Cyient Australia Pty Limited

Notes to the financial statements for the year ended 31 March 2020

15. Right of use assets ("ROU" assets)

Transition

Effective April 1, 2019, the Company has adopted AASB 16 'Leases' which sets out the principles for recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single on-balance sheet model. The Company has applied modified retrospective approach for all leases existing at the date of initial application and the cumulative effect of applying AASB 16 has been recognised as an adjustment to the opening balance of retained earnings. On transition, the adoption of this standard resulted in the recognition of Right of Use (ROU) asset of AUD 3,743,887 and a lease liability of AUD 3,794,373 and a net adjustment to opening balance of retained earnings of AUD 21,464 (net of deferred tax). The effect of adopting this standard is not material on the profit for the year.

(a) Movement in the carrying value of right of use assets is as below:

	ROU - Buildings
Balance as at 1 April 2019	3,743,887
Additions	450,000
Termination	(1,365,292)
Depreciation	(1,412,769)
Balance as at 31 March 2020	1,415,827

The following is the break-up of current and non-current lease liabilities:

	2020
	\$
Current lease liabilities	609,902
Non-current lease liabilities	865,266

The following is the movement in lease liabilities during the year ended:

	2020
	\$
Balance at the beginning of the year	3,794,373
Additions	450,000
Interest on lease liability	97,443
Payment of lease liabilities	(1,501,356)
Termination during the year	(1,365,292)
Balance at the end of the year	1,475,168

Cyient Australia Pty Limited
Notes to financial statements for the year ended 31 March 2020

16. Intangible assets

	2020	2019
	\$	\$
Computer software-at cost	249,439	249,439
Less: Accumulated amortisation	(169,162)	(96,972)
	<u>80,277</u>	<u>152,467</u>
Technology/IP - at cost	320,000	320,000
Less: Accumulated amortisation	(320,000)	(320,000)
	<u>-</u>	<u>-</u>
Customer contracts - at cost	3,500,000	3,500,000
Less: Accumulated amortisation	(2,462,420)	(1,945,753)
	<u>1,037,580</u>	<u>1,554,247</u>
	<u>1,117,857</u>	<u>1,706,714</u>

Reconciliations

Reconciliations of the written down values at the beginning and end of the current and previous financial year are set out below:

	Software	Technology /IP	Customer Contracts	Total
	\$	\$	\$	\$
Balance at 1 April 2018	61,414	1,315	2,070,913	2,133,642
Additions	149,826	-	-	149,826
Amortisation expense	(58,773)	(1,315)	(516,666)	(576,754)
Balance at 31 March 2019	<u>152,467</u>	<u>-</u>	<u>1,554,247</u>	<u>1,706,714</u>
Additions	-	-	-	-
Amortisation expense	72,190	-	516,667	588,857
Balance at 31 March 2020	<u>80,277</u>	<u>-</u>	<u>1,037,580</u>	<u>1,117,857</u>

Cyient Australia Pty Limited
Notes to the financial statements for the year ended 31 March 2020

17. Current liabilities-trade payables

	2020	2019
	\$	\$
Trade payables	15,430,030	16,772,339
Employee related payables	1,218,299	671,168
	16,648,329	17,443,507

** Trade payables are non-interest bearing and are normally settled on 30 - 60 days.

18. Employee benefits

	2020	2019
	\$	\$
Current:		
Employee benefits	204,550	312,402
Non-current:		
Employee benefits	1,759,123	1,861,705
	1,963,673	2,174,107

19. Current liabilities-Other

	2020	2019
	\$	\$
Contract liabilities	9,480	-
Statutory remittances	539,258	1,237,226
	548,738	1,237,226

Cyient Australia Pty Limited
Notes to financial statements for the year ended 31 March 2020

20. Equity-Issued capital

	2020 Shares	2019 Shares	2020 \$	2019 \$
1,000 equity shares of 1 AUD each (Ordinary shares fully paid)	1,000	1,000	1,000	1,000

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid ordinary shares have no par value and the Company does not have a limited amount of authorised capital. On a show of hands every member present at a meeting in person or by proxy shall have one vote and upon a poll each share shall have one vote.

21. Equity-Retained Earnings

	2020 \$	2019 \$
Retained earnings at the beginning of the financial year	5,112,829	11,709,210
Profit after income tax expense for the year	(790,198)	2,403,619
Dividends paid	-	(9,000,000)
Transition impact of AASB 16, Leases	(21,464)	-
Retained earnings at the end of the financial year*	4,301,167	5,112,829

* Includes bargain purchase on business acquisition of \$ 567,522 as at 31 March 2020 and 31 March 2019.

Equity - Dividends

	2020 \$	2019 \$
Dividends paid during the financial year were as follows:		
Final dividend for the year ended 31 March 2020 (2019: \$ 9,000) per ordinary share	-	9,000,000

Reconciliation of profit after income tax to net cash from operating activities

	2020	2019
	\$	\$
Profit after income tax expense for the year	(790,198)	2,403,619
Adjustments for :		
Tax expense	(108,788)	1,251,553
Depreciation and amortisation expense	2,244,146	896,770
Finance costs	509,222	290,389
Interest income	2,077	(12,071)
Provision for contract assets/doubtful debts	3,322,569	11,343
Operating profit before working capital changes	5,179,028	4,841,603
<i>Adjustments for (increase) / decrease in operating assets:</i>		
Trade receivables	626,028	(6,539,117)
Other financial assets	(3,723,559)	(4,994,766)
Other assets	(1,113)	2,380,573
<i>Adjustments for increase / (decrease) in operating liabilities:</i>		
Trade payables	(795,178)	7,421,303
Other financial liabilities	(688,488)	331,718
Other liabilities	(210,434)	518,358
Cash generated from operations	386,284	3,959,673
Net income taxes paid	502,075	(391,365)
Net cash flow from operating activities	888,359	3,568,308

Cyient Australia Pty Limited

Notes to financial statements for the year ended 31 March 2020

23. Financial Instruments

23.1 Capital management

The Company manages its capital to ensure that it maximises the return to stakeholders through the optimisation of the capital structure. The Company monitors the return on capital as well as the level of dividends on its equity shares. The Company is predominantly equity financed which is evident from the capital structure. Further, the Company has always been positive on its net cash position with cash and bank balances.

23.2 Financial instruments by category

Particulars	2020	2019
	\$	\$
Financial assets:		
Amortised cost		
Trade receivables	10,129,573	10,755,443
Cash and cash equivalents	1,550,845	2,570,757
Other financial assets	10,912,479	10,511,647
Total financial assets	22,592,897	23,837,847
Financial liabilities:		
Amortised cost		
Trade payables	16,648,329	17,443,507
Lease liabilities	1,475,168	-
Total financial liabilities	18,123,497	17,443,507

The carrying amounts of trade receivables, cash and cash equivalents, other financial assets, trade and other payables are assumed to approximate their fair values due to their short-term nature. Accordingly, fair value hierarchy is not disclosed as at March 31, 2020, as there were no financial assets and liabilities which were valued at Level 1, 2, 3 categories.

24. Related party transactions

Parent entity information

The Company's parent entity is Cyient Limited, an entity incorporated in India.

Subsidiaries

Interests in subsidiaries are set out in note 13

Key management personnel

Disclosures relating to key management personnel are set out in note 5.

Transactions with related parties

The following transactions occurred with related parties:

	2020	2019
	\$	\$
Cyient Limited, India - the parent entity	20,434,564	23,244,557
Cyient Inc. - an entity controlled by the Parent	-	115,084
Cyient Europe Ltd - an entity controlled by the Parent	-	9,602
Cyient Insights - an entity controlled by the Parent	22,082	-
	<u>20,456,645</u>	<u>23,369,243</u>

Receivable from and payable to related parties

The following balances are outstanding at the reporting date in relation to transactions with related parties:

	2020	2019
	\$	\$
Current payables:		
Trade payables to Cyient Limited, India - the parent entity	12,153,412	9,976,370
Trade payables to Cyient Inc. - an entity controlled by the Parent	523,257	408,890
Trade payables to Cyient Europe Ltd - an entity controlled by the Parent	380,597	337,545
Trade payables to Cyient GmbH - an entity controlled by the Parent	2,842	2,234
Trade payables to Cyient Singapore Pvt Ltd - an entity controlled by the Parent	35,800	25,005
Trade payables to Cyient Insights Private Limited - an entity controlled by the Parent	22,082	-
	<u>13,117,989</u>	<u>10,750,044</u>
Current receivables:		
Trade receivables from Cyient Limited, India - the parent entity	2,969,733	1,793,291
Receivables from Cyient Inc. - an entity controlled by the Parent	2,000	2,000
Receivables from Cyient Insights Private Limited - an entity controlled by the Parent	473	473
Receivables from Cyient Europe Ltd - an entity controlled by the Parent	2,000	2,000
Receivables from Cyient KK - an entity controlled by the Parent	24,544	4,001
Receivables from Cyient Singapore Pvt Ltd - an entity controlled by the Parent	16,851	4,161
	<u>3,015,601</u>	<u>1,805,926</u>

Loans to/from related parties

There were no loans to or from related parties at the current and previous reporting date.

Terms and conditions

All transactions were made on normal commercial terms and conditions and at market rates.

Cyient Australia Pty Limited

Notes to financial statements for the year ended 31 March 2020

25. Contingent assets and contingent liabilities

There were no contingent assets or contingent liabilities at 31 March 2020 (31 March 2019 : Nil).

26. Events after the reporting period

No matter or circumstance has arisen since 31 March 2020 that has significantly affected, or may significantly affect the Company's operations, the results of those operations, or the Company's state of affairs in future financial years.

27. Commitments

Capital commitments:

The Company had no capital commitments for expenditure as at March 31, 2020 and March 31, 2019.

Directors' Declaration

In the directors' opinion:

- (a) the attached financial statements and notes comply with the *Corporations Act 2001*, the Australian Accounting Standards - Reduced Disclosure Requirements, the *Corporations Regulations 2001* and other mandatory professional reporting requirements;
- (b) the attached financial statements and notes give a true and fair view of the Company's financial position as at 31 March 2020 and of their performance for the financial year ended on that date; and
- (c) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 295(5)(a) of the *Corporations Act 2001*.

On behalf of the directors

Mallikarjuna Rao Gummadi
Director

Melbourne, Victoria
Dated: 27 April 2020