

Cyient Israel India Limited
Special purpose Balance Sheet as at Mar 31, 2022
(All amounts in ILS, unless otherwise stated)

Particulars	Notes	As at Mar 31, 2022	As at March 31, 2021
ASSETS			
Non-current assets			
Financial assets			
(a) Loans and deposits	3	-	-
Income tax assets	10	-	-
Total non-current assets		-	-
Current assets			
Financial assets			
(a) Trade receivables	4	1,610,359	1,664,878
(b) Cash and cash equivalents	5	177,642	443,951
(c) Loans and deposits	3	15,000	15,000
Income tax assets	10	322,547	202,748
Other current assets	6	290,266	290,825
Total current assets		2,415,814	2,617,402
Total assets		2,415,814	2,617,402
EQUITY AND LIABILITIES			
EQUITY			
Equity share capital	7	1,817,100	1,817,100
Other equity	8	(32,690)	148,336
Total equity		1,784,410	1,965,436
LIABILITIES			
Current liabilities			
Financial liabilities			
Trade payables	9	112,405	638,445
Other current liabilities	11	519,000	13,521
Total current liabilities		631,405	651,966
Total liabilities		631,405	651,966
Total equity and liabilities		2,415,815	2,617,402
Corporate information and significant accounting policies Accompanying notes form an integral part of the financial statements	1 & 2		

As per our report of even date

For **S.R. Batliboi & Associates LLP**
Chartered Accountants
ICAI Firm registration number: 101049W/E300004

Shankar Srinivasan
Partner
Membership No.: 213271

Place: Hyderabad
Date:

For and on behalf of the Board of Directors of
Cyient Limited

Krishna Bodanapu
Managing Director and CEO
(DIN-00605187)

Ajay Aggarwal
Executive Director and CFO
(DIN-02565242)

Place: Hyderabad
Date:

Cyient Israel India Limited
Special purpose Statement of Profit and Loss for the Year ended Mar 31, 2022

(All amounts in ILS, unless otherwise stated)

Particulars	Note	For the Year ended Mar 31, 2022	For the Year ended March 31, 2021
INCOME			
Revenue from operations	12	713,184	919,879
Other income	13	-	38,585
Total income		713,184	958,464
EXPENSES			
Purchase of traded goods		-	115,732
Employee benefits expense	14	593,609	620,263
Other expenses	15	271,296	180,351
Total expenses		864,905	916,346
Profit before tax		(151,721)	42,118
Tax expense			
Current tax	10	20,200	-
Total tax expense		20,200	-
Profit for the year		(171,921)	42,118
Other comprehensive income (OCI)		-	-
Total other comprehensive income for the year		-	-
Total comprehensive income for the year		(171,921)	42,118
Earnings per equity share (par value of ILS 1 each)			
Basic and diluted	21	(0.09)	0.02
Corporate information and significant accounting policies	1 & 2		

Accompanying notes form an integral part of the financial statements

As per our report of even date

For S.R. Batliboi & Associates LLP
Chartered Accountants
ICAI Firm registration number: 101049W/E300004

For and on behalf of the Board of Directors of
Cyient Limited

Shankar Srinivasan
Partner
Membership No.: 213271

Krishna Bodanapu
Managing Director and CEO
(DIN-00605187)

Ajay Aggarwal
Executive Director and CFO
(DIN-02565242)

Place: Hyderabad
Date:

Place: Hyderabad
Date:

Cyient Israel India Limited		
Special purpose Cash flow statement for the year ended Mar 31,2022		
(All amounts in ILS, unless otherwise stated)		
Particulars	Year ended	
	Mar 31, 2022	March 31, 2021
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the year	(171,921)	42,118
Adjustments for:		
Net unrealised exchange (gain)/loss	-	27,181
Tax expense	20,200	-
Expected credit loss allowance	-	-
Operating profit before working capital changes	(151,721)	69,299
Changes in working capital		
<i>Adjustments for (increase) / decrease in operating assets:</i>		
Trade receivables	54,519	861,683
Other assets	559	(290,825)
<i>Adjustments for increase / (decrease) in operating liabilities:</i>		
Trade payables	(535,146)	(85,378)
Other current liabilities	505,479	(318,515)
Cash generated from operations	(126,310)	236,264
Net income taxes paid (net)	(139,999)	(164,218)
Net cash flow from operating activities	(266,309)	72,046
Net increase in cash and cash equivalents	(266,309)	72,046
Cash and cash equivalents at the beginning of the year	443,951	371,905
Cash and cash equivalents at the end of the year (refer note (i) below)	177,642	443,951
Notes :		
(i) Cash and cash equivalents comprises of:		
in current accounts (refer note 5)	177,642	443,951
	177,642	443,951
Accompanying notes form an integral part of the financial statements As per our report of even date		
For S.R. Batliboi & Associates LLP Chartered Accountants ICAI Firm registration number: 101049W/E300004	For and on behalf of the Board of Directors of Cyient Limited	
Shankar Srinivasan Partner Membership No.: 213271	Krishna Bodanapu Managing Director and CEO (DIN-00605187)	Ajay Aggarwal Executive Director and CFO (DIN-02565242)
Place: Hyderabad Date:	Place: Hyderabad Date:	

Cyient Israel India Limited

Special purpose Statement of changes in equity for the year ended Mar 31, 2022

(All amounts in ILS, unless otherwise stated)

A. Equity share capital

Particulars	Note	Amount
Balance as at March 31, 2020		1,817,100
Balance as at March 31, 2021	7	1,817,100
Balance as at March 31, 2022	7	1,817,100

B. Other Equity

Particulars	Note	Retained earnings	Total
Balance as at March 31, 2020		54,138	54,138
Profit for the year	8	85,093	85,093
Balance as at March 31, 2021		139,231	139,231
Profit for the year	8	(171,921)	(171,921)
Balance as at March 31, 2022		(32,690)	(32,690)

Accompanying notes form an integral part of the financial statements

As per our report of even date

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

For and on behalf of the Board of Directors of

Cyient Limited

Shankar Srinivasan

Partner

Membership No.: 213271

Place: Hyderabad

Date:

Krishna Bodanapu

Managing Director and CEO

(DIN-00605187)

Place: Hyderabad

Date:

Ajay Aggarwal

Executive Director and CFO

(DIN-02565242)

Cyient Israel India Limited

Notes forming part of the Special Purpose Financial Statements for the year ended March 31, 2022

1. Corporate information:

Cyient Israel India Limited ("the Company") was incorporated in July 2016 in Israel with the Registered office of the Company located at 2 BSR towers, 1 Ben Gurion road, Bnei Brak, Israel. The Company is a wholly owned subsidiary of Cyient Limited, a listed Company in India. The Company is principally engaged in the business of providing marketing support services and related sourcing of electronic components to Cyient Group by engaging with number of leading defense original equipment manufacturers (OEMs) in Israel.

The Special purpose financial statements were authorised for issue in accordance with a resolution of the directors on

2. Significant accounting policies

2.1 Basis of preparation:

These Special Purpose Financial Statements of the Company have been prepared in accordance with accounting principles generally accepted in India, including Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended), for the purpose of submission of Annual Performance Report to Reserve Bank of India under Notification No. FEMA 120/RB-2004 dated July 7, 2004, Regulation 15(iii) as amended.

In view of the approval granted by the Board of Directors of the Company in their meeting held on for the closure and winding up of the Company, the going concern assumption in the preparation of these Special Purpose Financial Statements is no longer valid and accordingly these Special Purpose Financial Statements have been prepared on liquidation basis of accounting. Hence, all the assets and liabilities have been stated at their estimated/realizable values as at March 31, 2022 and provisions has been made in the books of accounts for the losses arising or likely to arise on account of such planned closure to the extent ascertained by the management at the time of preparing the Special Purpose Financial Statements.

The Company will continue to incur operating costs till the liquidation of the Company. On a regular basis, management evaluate assumptions, judgment and estimates that can have a significant impact on reported net liabilities in liquidation based on the most recent information available. Actual costs may differ from estimates which might increase the net liabilities in liquidation.

2.2 Use of estimates:

The preparation of the Special Purpose Financial Statements in conformity with Ind AS requires the management to make estimates and assumptions considered in the reported amounts of assets and liabilities and disclosures relating to contingent liabilities as at the date of the Special Purpose Financial Statements and the reported amounts of income and expenditure for the periods presented. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in the future periods.

2.3 Estimation of uncertainties relating to the global health pandemic from COVID-19

The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of receivables. The impact of COVID-19 on the Company's Special Purpose Financial Statements may differ from that estimated as at the date of approval of these Special Purpose Financial Statements.

Cyient Israel India Limited

Notes forming part of the Special Purpose Financial Statements for the year ended March 31, 2022

2.4 Foreign currency translation

Functional and presentation currency

The Special Purpose Financial Statements are presented in Israeli New Shekel (ILS), which is the functional and presentation currency of the Company.

Transactions and translations

In preparing the Special Purpose Financial Statements of the Company, transactions in currencies other than the entity's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. Foreign-currency denominated monetary assets and liabilities are translated at the exchange rate prevailing on the balance sheet date. Exchange gains and losses arising on settlement and restatement are recognised in the statement of profit and loss.

2.5 Income taxes:

The income tax expense or credit for the year is the tax payable on the current year's taxable income based on the applicable income tax rate. Current tax is recognised in Statement of profit and loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or equity, respectively.

Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

2.6 Cash and cash equivalents:

Cash comprises cash on hand, in bank and demand deposits with banks. Cash flows are reported using indirect method, whereby profit / loss after tax is adjusted for the effects of transaction of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.7 Provisions

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date.

2.8 Revenue from contract with customers

Revenue from contracts with customers is recognised, on the basis of approved contracts, when control of the goods or services are transferred to the customer at an amount that reflects the consideration entitled in exchange for those goods or services. The Company is generally the principal as it typically controls the goods or services before transferring them to the customer.

Revenue from services is recognised on accrual basis for services rendered and billed as per the terms of specific contract, which is on the basis of cost expended plus an agreed profit margin. Revenue from sale of goods is recognised at the point in time when control of the goods is transferred to the customer, generally upon delivery of the goods.

2.9 Other Income

Other Income is recognised when it is received or when the right to receive payment is established.

Cyient Israel India Limited

Notes forming part of the Special Purpose Financial Statements for the year ended March 31, 2022

2.10 Employee Benefit Expenses

Short-term employee benefits - Liabilities for wages and salaries, including non-monetary benefits expected to be settled wholly within 12 months of the reporting date are measured at the amounts expected to be paid when the liabilities are settled.

2.11 Operating Segments

The Company's operations fall within a single operating segment, marketing support services and related sourcing of electronic components to Cyient group by engaging closely with Israeli defense OEMs which is considered as the primary reportable business segment.

2.12 Financial instruments

Financial assets and financial liabilities are recognised when a Company becomes a party to the contractual provisions of the instruments. Financial assets and financial liabilities are initially measured at fair value and subsequently measured at amortised cost, fair value through other comprehensive income and fair value through profit or loss. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition.

Financial assets:

All recognized financial assets are subsequently measured in their entirety at either amortized cost or fair value, depending on the classification of the financial assets.

Financial liabilities:

All financial liabilities are subsequently measured at amortized cost using the effective interest method.

Foreign exchange gains and losses:

For foreign currency denominated financial assets and liabilities measured at amortized cost and FVTPL, the exchange differences are recognised in statement of profit or loss.

2.13 Earnings per share:

The Company presents basic and diluted earnings per share ("EPS") data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the year.

Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares.

Cyient Israel India Limited
Notes forming part of the Special purpose financial statements
(All amounts in ILS, unless otherwise stated)

3. Loans and deposits

Particulars	As at	
	31-Mar-22	31-Mar-21
Non-current (at amortised cost)		
Security Deposits - Unsecured, considered good	-	15,000
Total	-	15,000
Current (at amortised cost)		
Security Deposits - Unsecured, considered good	15,000	-
Total	15,000	-
Total loans and deposits	15,000	15,000

4. Trade receivables

Particulars	As at	
	March 31, 2022	March 31, 2021
Trade receivables		
Unsecured, considered good *	1,610,359	1,664,878
Trade receivables - significant increase in credit risk	221,784	221,784
Less: Expected credit loss allowance	(221,784)	(221,784)
Total	1,610,359	1,664,878

* Includes amount receivable from related parties (refer note 16).

Note:

Expected Credit Loss(ECL):

The company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. Credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the company grants credit terms in the normal course of business. The average credit period is between 60-90 days. Before accepting any new customer, the Company uses an internal credit scoring system to assess the potential customer's credit quality and defines credit limits for each customer. Limits and scoring attributed to customers are reviewed once a year.

5. Cash and cash equivalents

Particulars	As at	
	March 31, 2022	March 31, 2021
Balances with banks in current accounts	177,642	443,951
Total	177,642	443,951

6. Other assets

Particulars	As at	
	March 31, 2022	March 31, 2021
Current : (at amortised cost)		
Advance To Suppliers	290,266	290,266
Balances with government authorities	-	559
Total other current assets	290,266	559

7. Equity share capital

Particulars	As at	
	March 31, 2022	31-Mar-21
Issued and subscribed capital:		
1,817,100 (March 31, 2020 : 1,817,000) fully paid up equity shares of ILS 1/- each	1,817,100	1,817,100
Total	1,817,100	1,817,100

(A) Reconciliation of the number of shares outstanding:

Particulars	As at Mar 31, 2022		As at March 31, 2021	
	Number of shares held	Amount	Number of shares held	Amount
Opening Balance	1,817,100	1,817,100	1,817,100	1,817,100
Closing Balance	1,817,100	1,817,100	1,817,100	1,817,100

(B) Details of shares held by each shareholder holding more than 5% shares

Name of the shareholder	As at Mar 31, 2022		As at March 31, 2021	
	Number of shares held	% holding of equity shares	Number of shares held	% holding of equity shares
Cyient Limited (Holding company)	1,817,100	100.00%	1,817,100	100.00%

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

(C) Details of Shares held by promoters at the end of the year

Name of the promoter	As at January 31, 2022		
	Number of shares held	% holding of equity shares	% Change during the Year
Cyient Limited (Holding company)	1,817,100	100.00%	0%

Name of the promoter	As at March 31, 2021		
	Number of shares held	% holding of equity shares	% Change during the Year
Cyient Limited (Holding company)	1,817,100	100.00%	0%

(D) Rights, preferences and restrictions attached to equity shares:

The Company has only one class of equity shares having a par value of ILS.1 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company in proportion to their shareholding.

8. Other equity

Particulars	As at	
	March 31, 2022	March 31, 2021
Retained earnings		
Opening balance	139,231	54,138
Profit for the year	(171,921)	85,093
Closing balance	(32,690)	139,231

Cyient Israel India Limited

Notes forming part of the Special purpose financial statements

(All amounts in ILS, unless otherwise stated)

9. Trade Payables

Particulars	As at	
	March 31, 2022	March 31, 2021
Total outstanding dues*	112,406	638,446
Total	112,406	638,446

*Trade payables are non-interest bearing and are normally settled on 0-30 days and includes amount payable to its related parties (refer note 16).

10. Income Taxes

10.1 Tax Expense

A. Income tax expense/(benefit) recognised in the statement of profit and loss

Particulars	As at	
	March 31, 2022	March 31, 2021
Current Tax		
In respect of current year	20,200	10,976
Total	20,200	10,976

B. Reconciliation of effective tax rate

The following is the reconciliation of the Company's effective tax rate for the year ended March 31, 2021 and 2019

Particulars	As at	
	March 31, 2022	March 31, 2021
Profit before tax	(151,721)	42,118
Enacted Tax Rate	23.0%	23.0%
Computed expected tax expense	(34,896)	9,687
Effect of expenses that are deductible in determining taxable profit	(9,687)	(9,687)
Income tax expense	(44,583)	-
Effective tax rate	29.4%	0.0%

10.2 Income tax assets and liabilities

Particulars	As at	
	March 31, 2022	March 31, 2021
Non-current		
Income tax assets,net		
Income tax asset	-	-
Less: Income tax payable	-	-
Total	-	-
Current		
Income tax assets,net		
Income tax asset	322,547	202,748
Total	322,547	202,748
Total Income tax assets,net	322,547	202,748

11. Other liabilities

Particulars	As at	
	March 31, 2022	March 31, 2021
Current		
Advance from customers*	505,479	-
Statutory Dues	13,521	13,521
Total	519,000	13,521

* Includes advances from related parties (refer note 16).

Cyient Israel India Limited
Notes forming part of the Special purpose financial statements
(All amounts in ILS, unless otherwise stated)

12. Revenue from operations

Particulars	For the year ended Mar 31, 2022	For the year ended March 31, 2021
Revenue from services	713,184	804,147
Revenue from traded goods		115,732
Total	713,184	919,879

1. Disaggregated revenue information

The table below presents disaggregated revenues from contracts with customers by contract type and geography. The Company believes that this disaggregation best depicts how the nature, amount, timing and uncertainty of revenues and cash flows are affected.

Particulars	For the year ended	
	Mar 31, 2022	March 31, 2021
Revenues by contract type		
Services	713,184	804,147
Product Sale	-	115,732
Total	713,184	919,879
Revenues by Geography		
India	713,184	919,879
Total	713,184	919,879
Revenues by Timing of recognition		
Goods and services transferred		
- At a point in time	-	115,732
- Over time	713,184	804,147
Total	713,184	919,879

13. Other income

Particulars	For the year ended Mar 31, 2022	For the year ended March 31, 2021
Foreign exchange gain (net)	-	-
Liabilities no longer required, written back	-	38,585
Total	-	38,585

14. Employee benefits expense

Particulars	For the year ended Mar 31, 2022	For the year ended March 31, 2021
Salaries and wages, including bonus	593,609	620,263
Total	593,609	620,263

15. Other expenses

Particulars	For the year ended Mar 31, 2022	For the year ended March 31, 2021
Legal and professional charges	1,505	33,000
Expected credit loss allowance (net) (refer note 4)	233,115	-
Foreign exchange loss (net)	-	27,181
Auditor's remuneration (excluding applicable taxes)	22,783	22,783
Miscellaneous expenses	13,893	97,387
Total	271,296	180,351

Cyient Israel India Limited
Notes forming part of the Special purpose financial statements
 (All amounts in ILS, unless otherwise stated)

16. Related Party Transactions

(i) The list of related parties of the Company is given below:

Name of the related party	Nature of relationship
Cyient Limited	Holding company
Cyient DLM	Fellow subsidiary

Key Managerial Personnel:

Krishna Bodanapu	Managing Director and CEO, Cyient Limited
Ajay Aggarwal	President and CFO, Cyient Limited
Alex Milner	Director
NJ Joseph	Director
Zack Zadik	Key Managerial Personnel

(ii) Summary of the transactions with the above related parties are as follows:

Nature of the transaction	Party name	For the year ended Mar 31, 2022	For the year ended March 31, 2021
Revenue from operations	Cyient DLM Private Limited	713,184	919,879
Reimbursement of expenses	Cyient DLM Private Limited	-	-
Remuneration to Key Managerial personnel	Alex Milner Zack Zadik	- 593,609	- 620,263

(iii) Balances at the year-end:

Nature of the transaction	Party name	As at Mar 31, 2022	As at March 31, 2021
Trade Receivables	Cyient DLM Private Limited	1,340,466	1,664,878
Advance to Supplier	Cyient DLM Private Limited	2,993,177	290,266
Trade Payables	Cyient Limited	468,507	422,246
Trade Payables	Cyient DLM Private Limited	810,620	5,476
Advance from customer	Cyient DLM Private Limited	-	-

Cyient Israel India Limited**Notes forming part of the Special purpose financial statements**

(All amounts in ILS, unless otherwise stated)

17. Financial Instruments**17.1 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 expected dividend on its equity shares. The Company is 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.

17.1.1 : Financial Instruments by category

Particulars	Carrying value as at	
	March 31, 2022	March 31, 2021
Financial assets:		
Amortised cost		
Loans and deposits	15,000	15,000
Trade receivables	1,610,359	1,664,878
Cash and cash equivalents	177,642	443,951
Total financial assets	1,803,001	2,123,829
Financial liabilities:		
Amortised cost		
Trade payables	112,405	638,445
Total financial liabilities	112,405	638,445

The management assessed that fair value of cash and cash equivalents, loans and deposits, trade receivables and trade payables approximate their carrying amounts largely due to the short-term maturities of these instruments, and hence these are carried at amortised cost.

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

17.2 Financial risk management**Financial risk factors**

The Company's activities expose it to a variety of financial risks: market risk, credit risk, liquidity risk and other price risks. The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance. The primary market risk to the Company is foreign exchange risk. The Company's exposure to credit risk is influenced mainly by the individual characteristic of each customer. The liquidity risk is measured by the company's inability to meet its financial obligations as they become due.

Foreign exchange risk

The Company operates internationally and a major portion of the business is transacted in several currencies and consequently the Company is exposed to foreign exchange risk through its sales and services and purchases from overseas suppliers in various foreign currencies. The exchange rate between the ILS and foreign currencies has changed substantially in recent years and may fluctuate substantially in the future. Consequently, the results of the Company's operations are adversely affected as the ILS appreciates/ depreciates against these currencies. The Company monitors and manages its financial risks by analysing its foreign exchange exposures.

Foreign currency exposure unhedged

The following table analyses Foreign currency exposure unhedged risk from financial instruments:

Particulars	As at Feb 28, 2022	As at March 31, 2021
	US Dollars	US Dollars
Cash and cash equivalents	7,117	7,117
Trade receivables	220,700	220,700
Trade payables	128,210	128,210

Liquidity risk

The Company principal sources of liquidity are cash & bank balances and cash generated from operations. The Company believes that working capital is sufficient to meet its current requirements. Accordingly, no liquidity risk is perceived.

Cyient Israel India Limited**Notes forming part of the Special purpose financial statements**

(All amounts in ILS, unless otherwise stated)

Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers. Financial instruments that are subject to concentrations of credit risk principally consist of trade receivables, cash and cash equivalents, bank deposits and other financial assets. None of the financial instruments of the Company result in material concentration of credit risk, except for trade receivables credit risk is managed through credit approvals, establishing credit limits and continuously monitoring the creditworthiness of customers to which the Company grants credit terms in the normal course of business. The Company establishes an allowance for doubtful debts that represents its estimate of expected losses in respect of trade and other receivables.

18. Segment information

The company's operations fall within a single operating segment, marketing support services and related sourcing of electronic components to Cyient group by engaging closely with Israeli defense OEMs which is considered as the primary reportable business segment.

19. Contingent liabilities

There are no contingent liabilities as at March 31, 2021 and March 31, 2020.

20. Capital and other commitments

There are no capital and other commitments as at March 31, 2021 and March 31, 2020.

21. Earnings per share

Particulars	Year ended Feb 28, 2022	Year ended March 31, 2021
Profit after tax	(171,921)	42,118
Basic and Diluted*:		
Number of shares outstanding at the year end	1,817,100	1,817,100
Weighted average number of equity shares	1,817,100	1,817,100
Earnings per share	(0.09)	0.02

* There were no dilutive instruments outstanding during the year.

22. As per the transfer pricing rules prescribed under the Income Tax Act, 1961, the Company is examining the transactions and documentation in respect thereof to ensure compliance with the said rules. The management does not anticipate any material adjustment with regard to the transactions involved.

23. Previous year figures have been regrouped / reclassified, where necessary, to conform to this year's classification.

For **S.R. Batliboi & Associates LLP**

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

For and on behalf of the Board of Directors of

Cyient Limited

Shankar Srinivasan

Partner

Membership No.: 213271

Krishna Bodanapu

Managing Director and CEO

(DIN-00605187)

Ajay Aggarwal

Executive Director and CFO

Place: Hyderabad

Date:

Place: Hyderabad

Date: