

Cyient Israel India Limited**Balance Sheet as at March 31,2023**

All amounts in ILS, unless otherwise stated)

Particulars	Notes	As at March 31,2023	As at March 31,2022
ASSETS			
Current assets			
Financial assets			
(a) Trade receivables	3	1,433,657	2,039,202
(b) Cash and cash equivalents	4	507,077	137,260
(c) Other financial assets	5	15,000	15,000
Income tax assets	11	183,554	145,149
Other current assets	6	290,266	290,266
Total current assets		2,429,554	2,626,877
Total assets		2,429,554	2,626,877
EQUITY AND LIABILITIES			
EQUITY			
Equity share capital	7	1,817,100	1,817,100
Other equity	8	364,978	254,757
Total equity		2,182,078	2,071,857
LIABILITIES			
Current liabilities			
Financial liabilities			
Trade payables	9	203,903	539,962
Income tax liabilities (net)	10	-	-
Other current liabilities	10	43,573	15,058
Total current liabilities		247,476	555,020
Total liabilities		247,476	555,020
Total equity and liabilities		2,429,554	2,626,877
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

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)

Place: Hyderabad

Date:

Ajay AggarwalExecutive Director and CFO
(DIN-02565242)

Cyient Israel India Limited
Statement of Profit and Loss for the year ended March 31, 2023

(All amounts in ILS, unless otherwise stated)

Particulars	Note	For the year ended March 31, 2023	For the year ended March 31, 2022
INCOME			
Revenue from operations	12	750,878	879,802
Other income	13	-	97,738
Total income		750,878	977,540
EXPENSES			
Purchase of traded goods		-	-
Employee benefits expense	14	618,778	584,197
Other expenses	15	21,879	286,922
Total expenses		640,657	871,119
Profit before tax		110,221	106,421
Tax expense			
Current tax	11	-	-
Total tax expense		-	-
Profit for the year		110,221	106,421
Other comprehensive income (OCI)		-	-
Total other comprehensive income for the year		-	-
Total comprehensive income for the year		110,221	106,421
Earnings per equity share (par value of ILS 1 each)			
Basic and diluted	21	0.06	0.06
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		
Cash flow statement for the year ended March 31,2023		
(All amounts in ILS, unless otherwise stated)		
Particulars	Year ended	
	March 31, 2023	March 31, 2022
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the year	110,221	106,421
Adjustments for:		
Net unrealised exchange (gain)/loss	(6,369)	32,653
Operating profit before working capital changes	103,852	139,074
Changes in working capital		
Adjustments for (increase) / decrease in operating assets:		
Trade receivables	611,914	(406,977)
Other assets	-	559
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	(336,059)	(98,483)
Other current liabilities	28,515	1,537
Cash generated from operations	408,222	(364,290)
Net income taxes paid (net)	(38,405)	57,599
Net cash flow from operating activities	369,817	(306,691)
Net increase in cash and cash equivalents	369,817	(306,691)
Cash and cash equivalents at the beginning of the year	137,260	443,951
Cash and cash equivalents at the end of the year (refer note (i) below)	507,077	137,260
Notes :		
(i) Cash and cash equivalents comprises of:		
in current accounts (refer note 4)	507,077	137,260
	507,077	137,260
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

Statement of changes in equity for the year ended March 31, 2023

(All amounts in ILS, unless otherwise stated)

A. Equity share capital

Particulars	Note	Amount
Balance as at April 1, 2020		1,817,100
Balance as at March 31, 2021	7	1,817,100
Balance as at March 31, 2022	7	1,817,100
Balance as at March 31, 2023	7	1,817,100

B. Other Equity

Particulars	Note	Retained earnings	Total
Balance as at April 1, 2021		148,336	148,336
Profit for the year	8	106,421	106,421
Other comprehensive Income		-	-
Balance as at March 31, 2022		254,757	254,757
Profit for the year	8	110,221	110,221
Other comprehensive Income		-	-
Balance as at March 31, 2023		110,221	110,221

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)

3. Trade receivables

Particulars	As at	
	March 31, 2023	March 31, 2022
Trade receivables		
Unsecured, considered good *	1,433,657	2,039,202
Trade receivables - significant increase in credit risk	-	-
Less: Expected credit loss allowance	-	-
Total	1,433,657	2,039,202

* 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.

Ageing for trade receivables	As at March 31, 2023						Total
	Not Due	Less than 6 months	6 months to 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed trade receivables							
Considered good	216,824	468,173	269,030	479,630	-	-	1,433,657
Credit impaired	-	-	-	-	-	-	-
Disputed trade receivables							
Considered good	-	-	-	-	-	-	-
Credit impaired	-	-	-	-	-	-	-
Total							1,433,657
Less : Allowance for expected credit loss							-
Balance at the end of the year							1,433,657

Ageing for trade receivables	As at March 31, 2022						Total
	Not Due	Less than 6 months	6 months to 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed trade receivables							
Considered good	216,824	1,073,718	269,030	479,630	-	-	2,039,202
Credit impaired	-	-	-	-	-	-	-
Disputed trade receivables							
Considered good	-	-	-	-	-	-	-
Credit impaired	-	-	-	-	-	-	-
Total							2,039,202
Less : Allowance for expected credit loss							-
Balance at the end of the year							2,039,202

4. Cash and cash equivalents

Particulars	As at	
	March 31, 2023	March 31, 2022
Balances with banks		
in current accounts	507,077	137,260
Total	507,077	137,260

5. Other financial assets

Particulars	As at	
	March 31, 2023	March 31, 2022
Current		
(at amortised cost)		
Security Deposits - Unsecured, considered good	15,000	15,000
Total	15,000	15,000

6. Other assets

Particulars	As at	
	March 31, 2023	March 31, 2022
Current :		
(at amortised cost)		
Advance To Suppliers	290,266	290,266
Balances with government authorities	-	-
Total other current assets	290,266	290,266

7. Equity share capital

Particulars	As at	
	March 31, 2023	March 31, 2022
Issued and subscribed capital:		
1,817,100 (March 31, 2021 : 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 March 31, 2023		As at March 31, 2022	
	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 March 31, 2023		As at March 31, 2022	
	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 March 31, 2023		
	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, 2022		
	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, 2023	March 31, 2022
Retained earnings		
Opening balance	254,757	148,336
Profit for the year	110,221	106,421
Closing balance	364,978	254,757

9. Trade Payables

Particulars	As at	
	March 31, 2023	March 31, 2022
Total outstanding dues*	203,903	539,962
Total	203,903	539,962

*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).

Ageing for trade payable	As at March 31, 2023						
	Unbilled	Not Due	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
Others	203,903	-	-	-	-	-	203,903
Disputed dues - Others	-	-	-	-	-	-	-
Balance at the end of the year	203,903	-	-	-	-	-	203,903

Ageing for trade payable	As at March 31, 2022						
	Unbilled	Not Due	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
Others	119,968	-	-	419,994	-	-	539,962
Disputed dues - Others	-	-	-	-	-	-	-
Balance at the end of the year	119,968	-	-	419,994	-	-	539,962

10. Other liabilities

Particulars	As at	
	March 31, 2023	March 31, 2022
Current		
Advance from customers*	28,515	-
Statutory Dues	15,058	15,058
Total	43,573	15,058

11. Income Taxes

11.1 Tax Expense

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

Particulars	As at	
	March 31, 2023	March 31, 2022
Current Tax		
In respect of current year	-	-
In respect of prior years		
Total	-	-

B. Reconciliation of effective tax rate

The following is the reconciliation of the Company's effective tax rate for the year ended March 31, 2022 and 2021

Particulars	As at	
	March 31, 2023	March 31, 2022
Profit before tax	110,221	106,421
Enacted Tax Rate	23.0%	23.0%
Computed expected tax expense	25,351	24,477
Effect of expenses that are deductible in determining taxable profit	(25,351)	(24,477)
Income tax expense	-	-
Effective tax rate	0.0%	0.0%

11.2 Income tax assets and liabilities

Particulars	As at	
	March 31, 2023	March 31, 2022
Non-current		
Income tax assets, net		
Income tax asset	-	-
Less: Income tax payable	-	-
Total	-	-
Current		
Income tax assets, net		
Income tax asset	183,554	145,149
Total	183,554	145,149

12. Revenue from operations

Particulars	For the year ended	For the year ended
	March 31, 2023	March 31, 2022
Revenue from services	750,878	879,802
Revenue from traded goods	-	-
Total	750,878	879,802

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	
	March 31, 2023	March 31, 2022
Revenues by contract type		
Services	750,878	879,802
Product Sale	-	-
Total	750,878	879,802
Revenues by Geography		

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

(All amounts in ILS, unless otherwise stated)

India	750,878	879,802
Total	750,878	879,802
Revenues by Timing of recognition		
Goods and services transferred		
- At a point in time	-	-
- Over time	750,878	879,802
Total	750,878	879,802

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

13. Other income

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Liabilities no longer required, written back	-	-
Miscellaneous income	-	97,738
Total	-	97,738

14. Employee benefits expense

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Salaries and wages, including bonus	618,778	584,197
Total	618,778	584,197

15. Other expenses

Particulars	For the year ended March 31, 2023	For the year ended March 31, 2022
Legal and professional charges	-	41,515
Expected credit loss allowance (net) (refer note 4)	(22,449)	-
Rates and taxes	-	153,242
Foreign exchange loss (net)	(6,369)	32,653
Auditor's remuneration (excluding applicable taxes)	21,982	22,783
Miscellaneous expenses	28,715	36,729
Bad debt written off (Net of reversal of provision) - ILS 221,784 (March 31, 2021: ILS. Nil)	-	-
Total	21,879	286,922

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 March 31, 2023	For the year ended March 31, 2022
Revenue from operations	Cyient DLM Private Limited	750,878	879,802
Remuneration to Key Managerial Personnel	Zack Zadik	618,778	584,197
Reimbursement of expenses	Cyient DLM Private Limited	623,850	623,850

(iii) Balances at the year-end:

Nature of the transaction	Party name	As at March 31, 2023	As at March 31, 2022
Trade Receivables	Cyient DLM Private Limited	1,433,657	2,039,202
Advance to Supplier	Cyient DLM Private Limited	290,266	290,266
Trade Payables	Cyient Limited	408,506	415,376
Trade Payables	Cyient DLM Private Limited	4,618	4,618

Cyient Israel India Limited**Notes forming part of the 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

17.1.1 : Financial Instruments by category

Particulars	Carrying value as at	
	March 31, 2023	March 31, 2022
Financial assets:		
Amortised cost		
Other financial assets	15,000	15,000
Trade receivables	1,433,657	2,039,202
Cash and cash equivalents	507,077	137,260
Total financial assets	1,955,734	2,191,462
Financial liabilities:		
Amortised cost		
Trade payables	203,903	539,962
Total financial liabilities	203,903	539,962

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**

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.

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.

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, 2022 and March 31, 2021.

20. Capital and other commitments

There are no capital and other commitments as at March 31, 2022 and March 31, 2021.

21. Earnings per share

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Profit after tax	110,221	106,421
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	0.06	0.06

* There were no dilutive instruments outstanding during the year.

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

22. Ratios

Particulars	Numerator	Denominator	March 31, 2023	March 31, 2022	% Variance	Reason for variance
(a) Current Ratio	Current Asset	Current Liabilities	9.82	4.73	107%	
(b) Return on Equity Ratio	Net Profits after taxes	Average Shareholder's Equity	5%	5.3%	-3%	Note 1(a)
(c) Trade Receivables turnover ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	0.11	0.10	2%	
(d) Trade payables turnover ratio	Other expenses + Employee benefit expenses	Average Trade Payable	0.09	0.10	-12%	Note 1(b)
(e) Net capital turnover ratio	Net sales = Total sales - sales return	Working capital = Current assets – Current liabilities	0.37	0.45	-18%	
(f) Net profit ratio	Net Profit after taxes	Net sales = Total sales - sales return	15%	12%	21%	Note 1(a)
(g) Return on Capital employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth	5%	5%	-2%	Note 1(a)

Explanations given where the change in the ratio is more than 25% as compared to the preceding
Note-1(a): Due to higher net profit in the financial year due to higher miscellaneous income
Note-1(b): Due to decrease in trade payables

23. Other statutory information

- (i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- (ii) The Company does not have any transaction with companies struck off.
- (iii) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (iv) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (v) The Company has not advanced or loaned or invested funds to any other person or entity, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
 - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
 - (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- (vi) The Company has not received any fund from any person or entity, including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:
 - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
 - (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

24. 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
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Shankar Srinivasan
Partner
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