

Cyient Japan KK

Special Purpose Balance Sheet as at March 31, 2024

(All amounts in JPY 000's, unless otherwise stated)

Particulars	Notes	As at	
		March 31, 2024	March 31, 2023
ASSETS			
Non-current assets			
Property, plant and equipment	3	2,220	560
Other financial assets	4A	3,593	4,548
Deferred tax assets (net)	11B	10,744	7,921
Other non-current assets	5	15	-
Total non-current assets		16,572	13,029
Current assets			
Financial assets			
(a) Trade receivables	6	4,37,333	3,68,514
(b) Cash and cash equivalents	7	1,97,338	5,71,264
(c) Other financial assets	4B	1,11,222	5,572
Other current assets	5	4,490	4,670
Total current assets		7,50,383	9,50,020
Total assets		7,66,955	9,63,049
EQUITY AND LIABILITIES			
EQUITY			
Equity share capital	8	64,500	64,500
Other equity	9	2,48,197	4,97,561
Equity attributable to Shareholders of the Company		3,12,697	5,62,061
Total equity		3,12,697	5,62,061
LIABILITIES			
Non-current liabilities			
Financial liabilities			
Provisions	10	19,312	15,650
Total non-current liabilities		19,312	15,650
Current liabilities			
Financial liabilities			
Trade payables	12	3,28,251	3,11,285
Provisions	10	4,211	667
Other current liabilities	13	81,925	55,895
Income tax liabilities (net)	11C	20,559	17,491
Total current liabilities		4,34,946	3,85,338
Total liabilities		4,54,258	4,00,988
Total equity and liabilities		7,66,955	9,63,049
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		For and on behalf of the Board of Directors of Cyient Limited	
Shankar Srinivasan Partner Membership No.: 213271 Place: Hyderabad Date: April 23, 2024		Krishna Bodanapu Executive Vice Chairman and DIN-00605187 Place: Hyderabad Date: April 23, 2024	
		Prabhakar Atla President & Chief financial officer	

Cyient Japan KK

Special Purpose Statement of Profit and Loss for the period ended March 31, 2024

(All amounts in JPY 000's, unless otherwise stated)

Particulars	Note	For the Year ended March 31, 2024	For the Year ended March 31, 2023
INCOME			
Revenue from operations	14	22,72,507	15,98,219
Other income	15	(1,087)	1,696
Total income		22,71,420	15,99,915
EXPENSES			
Employee benefits expense	16	4,51,069	2,53,052
Depreciation expense	17	155	258
Finance costs	18.1	108	-
Other expenses	18	17,44,530	12,99,761
Total expenses		21,95,862	15,53,071
Profit before tax		75,558	46,844
Tax expense			
Current tax	11A	29,654	21,373
Tax pertaining to earlier years	11A	-	-
Deferred tax	11A	(2,823)	(4,334)
Total tax expense		26,831	17,039
Profit for the year		48,727	29,805
Earnings per equity share (par value of JPY 10,000 each)			
Basic	24	7.55	4.62
Diluted		7.55	4.62
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		For and on behalf of the Board of Directors of	
Chartered Accountants		Cyient Limited	
ICAI Firm registration number: 101049W/E300004			
Shankar Srinivasan	Krishna Bodanapu	Prabhakar Atla	
Partner	Executive Vice Chairman and Managing Director	President & Chief financial officer	
Membership No.: 213271	DIN-00605187		
Place: Hyderabad	Place: Hyderabad		
Date: April 23, 2024	Date: April 23, 2024		

Cyient Japan KK

Special Purpose Cash Flow Statement March 31, 2024

(All amounts in JPY 000's, unless otherwise stated)

Particulars	Year ended March 31, 2024		Year ended March 31, 2023	
	A. CASH FLOW FROM OPERATING ACTIVITIES			
Profit for the year	48,727		29,805	
<i>Adjustments for :</i>				
Tax expense	26,831		17,039	
Depreciation expense	155		258	
Interest income	(7)		(8)	
Unrealised forex gain, net	955		(14,033)	
Operating profit before working capital changes		76,661		33,061
<i>Adjustments for (increase) / decrease in operating assets:</i>				
Trade receivables	(68,819)		(1,13,923)	
Other financial assets	(1,04,695)		3,698	
Other assets	165		(3,927)	
<i>Adjustments for increase / (decrease) in operating liabilities:</i>				
Trade payables	16,966		14,507	
Other liabilities	26,030		35,361	
Provisions	7,206		3,315	
Cash (used in)/generated from operations		(46,486)		(27,908)
Net income taxes (paid) /refund received		(26,586)		22,749
Net cash flow (used in)/from operating activities (A)		(73,072)		(5,158)
B. CASH FLOW FROM INVESTING ACTIVITIES				
Payment towards purchase of property, plant and equipment	(1,815)		(179)	
Interest received	7		7	
Net cash flow (used in)/from investing activities (B)		(1,808)		(172)
C. CASH FLOW FROM FINANCING ACTIVITIES				
Dividends paid	(2,99,261)		-	
Dividend distribution tax	-		-	
Net cash flow from financing activities (C)		(2,99,261)		-
Net (Decrease)/Increase in cash and cash equivalents (A+B+C)		(3,74,141)		(5,330)
Cash and cash equivalents at the beginning of the year		5,71,264		5,71,795
Effect of exchange differences on translation of foreign currency cash and cash equivalents		215		4,799
Cash and cash equivalents at the end of the year		1,97,338		5,71,264
Balances with banks				
in current accounts (refer note 7)		1,97,338		5,71,264
		1,97,338		5,71,264

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: April 23, 2024

For and on behalf of the Board of Directors

Cyient Limited

Krishna Bodanapu

Executive Vice Chairman and
Managing Director

DIN-00605187

Place: Hyderabad

Date: April 23, 2024

Prabhakar Atla

President & Chief financial officer

Cyient Japan KK

Special Purpose Statement of changes in equity for the period ended March 31, 2024

(All amounts in JPY 000's, unless otherwise stated)

A. Equity share capital

Particulars	Note	Amount
Balance as at April 01, 2021	8	64,500
Issue of shares during the year		-
Balance as at March 31, 2022	8	64,500
Issue of shares during the year		-
Balance at 31 March, 2024	8	64,500

B. Other equity

Particulars	Note	Reserves and surplus	Total other equity
		Retained earnings	
Balance as at April 1, 2022		4,43,976	4,43,976
Profit for the year	9	23,780	23,780
Balance as at March 31, 2023		4,67,756	4,67,756
Profit for the year	9	48,727	48,727
Balance at 31 March, 2024		5,16,483	5,16,483

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
Executive Vice Chairman and Managing Director
DIN-00605187

Prabhakar Atla
President & Chief financial officer

Place: Hyderabad
Date: April 23, 2024

Place: Hyderabad
Date: April 23, 2024

3. Property, plant and equipment

Particulars	As at	
	March 31, 2024	March 31, 2023
Carrying amount of:		
Computers	1,973	261
Electrical installations	13	25
Office equipment	117	117
Furniture and fixtures	117	157
Total	2,220	560

Notes:

(a) Movement in the carrying amount of property, plant and equipment is as below:

Particulars	Computers	Electrical Installations	Office Equipment	Furniture & Fixture	Total
Balance as at March 31, 2021	1,516	259	2,337	2,429	6,541
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Balance as at March 31, 2022	1,516	259	2,337	2,429	6,541
Additions	179	-	-	-	179
Disposals	-	-	-	-	-
Balance at 31 March, 2023	1,695	259	2,337	2,429	6,720
Additions	1,815	-	-	-	1,815
Balance at 31 March, 2024	3,510	259	2,337	2,429	8,535
II. Accumulated depreciation					
Balance as at March 31, 2021	965	184	2,209	2,112	5,471
Depreciation for the year	315	25	11	80	431
Balance as at March 31, 2022	1,281	209	2,220	2,192	5,901
Depreciation for the year	154	25	-	80	258
Balance at 31 March, 2023	1,435	234	2,220	2,272	6,160
Depreciation for the year	102	13	-	41	155
Balance at 31 March, 2024	1,536	246	2,220	2,312	6,315
III. Carrying Amounts (I - II)					
Balance as at March 31, 2022	235	50	117	237	639
Balance as at March 31, 2023	261	25	117	157	560
Balance as at March 31, 2024	1,974	13	117	117	2,220

Cyient Japan KK
Notes forming part of the Special Purpose Financial Statements
(All amounts in JPY 000's, unless otherwise stated)

4A. Other financial assets

Particulars	As at	
	March 31, 2024	March 31, 2023
Non-current: (at amortised cost)		
Unsecured, considered good		
Security deposits	3,593	3,593
Other advances	-	955
Total non-current loans & deposits	3,593	4,548

4B. Other financial assets

Particulars	As at	
	March 31, 2024	March 31, 2023
Current:		
Unbilled revenue	1,08,656	3,169
Advance to employees	2,566	2,403
Total other current financial assets	1,11,222	5,572

5. Other assets

Particulars	As at	
	March 31, 2024	March 31, 2023
Non-current:		
Prepaid expenses	15	-
Total other non-current assets	15	-
Current:		
Prepaid expenses	4,490	350
Advances to suppliers	-	4,320
Total other current assets	4,490	4,670

6. Trade receivables

Particulars	As at	
	March 31, 2024	March 31, 2023
Trade receivables		
Trade receivables - Unsecured, considered good *	4,41,316	3,72,497
Expected credit loss allowance	(3,983)	(3,983)
Trade receivables - credit impaired	-	-
Expected credit loss allowance	-	-
Total	4,37,333	3,68,514

* Includes amount receivable from related parties (refer note 20).

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 Group 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 receivables	As at March 31, 2024					Total
	Less than 6 months	6 months to 1 year	1 - 2 years	2 - 3 years	More than 3 year	
Undisputed	4,41,316	-	-	-	-	4,41,316
Considered good						
Credit impaired	-	-	-	-	-	-
Disputed	-	-	-	-	-	-
Considered good	-	-	-	-	-	-
Credit impaired	-	-	-	-	-	-
Total	4,41,316	-	-	-	-	4,41,316
Less : Allowance for ECL						(3,983)
Balance at the end of the year						4,37,333

Ageing for receivables	As at March 31, 2023					Total
	Less than 6 months	6 months to 1 year	1 - 2 years	2 - 3 years	More than 3 year	
Undisputed Trade Receivables	3,16,665	55,832	-	-	-	3,72,497
Considered good						
Credit impaired	-	-	-	-	-	-
Disputed Trade Receivables	-	-	-	-	-	-
Considered good	-	-	-	-	-	-
Credit impaired	-	-	-	-	-	-
Total	3,16,665	55,832	-	-	-	3,72,497
Less : Allowance for ECL						(3,983)
Balance at the end of the year						3,68,514

7. Cash and cash equivalents

Particulars	As at	
	March 31, 2024	March 31, 2023
Balances with banks		
in current accounts	1,97,338	5,71,264
Total	1,97,338	5,71,264

Cyient Japan KK
Notes forming part of the Special Purpose Financial Statements
(All amounts in JPY 000's, unless otherwise stated)

8. Equity share capital

Particulars	As at	
	March 31, 2024	March 31, 2023
Authorised share capital: 10,000 (March 31, 2023: 10,000) equity shares of 10,000 JPY each	1,00,000	1,00,000
Issued and subscribed capital: 6,450 (March 31, 2023: 6,450) fully paid up equity shares of 10,000 JPY each	64,500	64,500
Total	64,500	64,500

(A) Reconciliation of the number of shares outstanding:

Particulars	As at		As at	
	March 31, 2024		March 31, 2023	
	Number of shares	Amount	Number of shares	Amount
Opening balance	6,450	6,45,00,000	6,450	6,45,00,000
Closing balance	6,450	6,45,00,000	6,450	6,45,00,000

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

Name of shareholder	March 31, 2024		As at March 31, 2022	
	Number of shares held	% holding of equity	Number of shares held	% holding of equity shares
Cyient Limited, Holding Company	900	14%	900	14%
Cyient Australia Pty Limited	5,550	86%	5,550	86%

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. During FY 19, Cyient Australia Pty Limited had acquired 86% shareholding of the Company, however key business decisions of the Company are made by Cyient Limited.

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

The Company has only one class of equity shares having a par value of 10,000 JPY 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.

9. Other equity

Particulars	As at	
	March 31, 2024	March 31, 2023
(a) Retained earnings		
Opening balance	4,98,731	4,67,756
Profit for the year	48,727	29,805
Dividend on Equity shares	(2,99,261)	
Closing balance	2,48,197	4,97,561

10. Provisions

Particulars	As at	
	March 31, 2024	March 31, 2023
Compensated absences (refer note (i) below)	23,523	16,317
Total	23,523	16,317
Non-current:		
Compensated absences	19,312	15,650
Total non-current provisions	19,312	15,650
Current:		
Compensated absences	4,211	667
Total current provisions	4,211	667
Total	23,523	16,317

Note:

Employee benefit plans:

(i) Assumptions for compensated absences

a) Compensated absences :

Actuarial assumptions for long-term compensated absences	As at	
	March 31, 2024	March 31, 2023
Discount rate	0.41%	0.50%
Salary escalation rate	2.80%	3.00%
Attrition rate	13.60%	5.00%

The accrual for unutilised leave is determined for the entire available leave balance standing to the credit of the employees at year-end as per Company's policy. The value of such leave balance eligible for carry forward, is determined by an independent actuarial valuation and charged to statement of profit and loss in the period determined.

The average rate of increase in compensation levels is determined by the Company, considering factors such as, the Company's past compensation revision trends and management's estimate of future salary increases. The discount rate is based on the prevailing market yields as at the Balance Sheet date for the estimated term of the obligation.

Cyient Japan KK
Notes forming part of the Special Purpose Financial Statements
(All amounts in JPY 000's, unless otherwise stated)

11. Income taxes

11A. Tax Expense

A. Income tax expense recognised in the statement of profit and loss

Particulars	For the Year ended March 31, 2024	For the Year ended March 31, 2023
Current tax:		
In respect of the current year	29,654	21,373
In respect of prior years	-	-
	29,654	21,373
Deferred taxes expense/(credit):		
In respect of the current year	(2,823)	(4,334)
	(2,823)	(4,334)
Total	26,831	17,039

B. Reconciliation of effective tax rate

The following is the reconciliation of the Company's effective tax rate for the year ended March 31, 2024 and 2023:

Particulars	For the Year ended March 31, 2024	For the Year ended March 31, 2023
Profit before tax	75,558	46,844
Enacted Tax Rate	34.59%	34.59%
Computed expected tax expense	26,136	16,203
Effect of expenses that are not deductible in determining taxable profit	-	836
Deductions for tax purposes	-	-
Total tax expense	26,136	17,039
Effective tax rate	34.59%	36.37%

11B. Deferred tax assets (net)

The following is the analysis of deferred tax assets/(liabilities) presented in the balance sheet:

Particulars	As at	
	March 31, 2024	March 31, 2023
Deferred tax assets (Net)	10,744	7,921

11C. Income tax liabilities (net)

The following is the analysis of income tax liabilities presented in the balance sheet:

Particulars	As at	
	March 31, 2024	March 31, 2023
Income tax assets, net		
Income tax assets (net of provisions)	-	-
	-	-
Income tax liabilities, net		
Income tax payable (net of advance tax)	20,559	17,491

Cyient Japan KK
Notes forming part of the Special Purpose Financial Statements
(All amounts in JPY 000's, unless otherwise stated)

12. Trade Payables

Particulars	As at	
	March 31, 2024	March 31, 2023
Total outstanding dues*	3,28,251	3,11,285
Total	3,28,251	3,11,285

*Trade payables are non-interest bearing and are normally settled on 0-30 days and includes amount payable to its related parties (refer note 20).

Ageing for trade payable	As at March 31, 2024						Total
	Unbilled	Not Due	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
MSME	-	-	-	-	-	-	-
Others	-	3,28,251	-	-	-	-	3,28,251
Disputed dues - MSME	-	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-	-
Balance at the end of the year	-	3,28,251	-	-	-	-	3,28,251

Ageing for trade payable	As at March 31, 2023						Total
	Unbilled	Not Due	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
MSME	-	-	-	-	-	-	-
Others	1,942	8,828	2,58,269	42,246	-	-	3,11,285
Disputed dues - MSME	-	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-	-
Balance at the end of the year	1,942	8,828	2,58,269	42,246	-	-	3,11,285

13. Other liabilities

Particulars	As at	
	March 31, 2024	March 31, 2023
Current		
Unearned revenue	-	-
Statutory remittances	81,925	55,895
Total	81,925	55,895

Cyient Japan KK
Notes forming part of the Special Purpose Financial Statements
(All amounts in JPY 000's, unless otherwise stated)

14. Revenue from operations

Particulars	For the Year ended March 31, 2024	For the Year ended March 31, 2023
Revenue from services	22,72,507	15,98,219
Total revenue from operations	22,72,507	15,98,219

The Company presents revenues net of indirect taxes in the statement of profit and loss.

14.1. Disaggregated revenue information

The table below presents disaggregated revenues from contracts with customers by contract type and geography. The Group 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, 2024	For the Year ended March 31, 2023
Revenues by contract type		
Fixed-price	1,51,797	22,374
Time and material	20,61,253	15,75,845
Milestone	59,456	
License		
Product Sale		
Total	22,72,507	15,98,219
Revenues by Geography		
North America		
Europe		
APAC	22,72,507	15,98,219
Total	22,72,507	15,98,219
Revenues by Timing of recognition		
Goods and services transferred		
- Over period of time	22,72,507	15,98,219
Total	22,72,507	15,98,219

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

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.

14.2. Trade receivables and contract balances

Particulars	As at March 31 2024	As at March 31, 2022
Trade receivables	4,41,316	3,72,497
Unbilled revenue	1,08,656	3,169

The Company classifies the right to consideration in exchange for deliverables as either a receivable or as unbilled revenue. A receivable is a right to consideration that is unconditional upon passage of time. Revenue in excess of invoicing are classified as contract assets (unbilled revenue) while invoicing in excess of revenue are classified as contract liabilities (unearned revenue).

Contract assets:

During the year ended March 31, 2024, contract assets amounting to JPY nil (March 31, 2022: JPY 9,385) has been reclassified to receivables on completion of performance obligation

Transaction price allocated to the remaining performance obligations:

Revenue allocated to remaining performance obligations represents contracted revenue that has not yet been recognized, which includes unearned revenue and amounts that will be invoiced and recognized as revenue in future periods. Applying the practical expedient, the Company has not disclosed information about remaining performance obligations in contracts, where the original contract duration is one year or less or where the entity has the right to consideration that corresponds directly with the value of entity's performance completed to date.

15. Other income

Particulars	For the Year ended March 31, 2024	For the Year ended March 31, 2023
Interest income on financial assets carried at amortised cost:		
Interest income on bank balances	7	8
Rental income:		
Operating lease rental income		
Foreign exchange gain (net)	(8,844)	1,679
Miscellaneous income	7,750	9
Total	(1,087)	1,696

Cyient Japan KK**Notes forming part of the Special Purpose Financial Statements**

(All amounts in JPY 000's, unless otherwise stated)

16. Employee benefits expense

Particulars	For the Year ended March 31, 2024	For the Year ended March 31, 2023
Salaries and wages	4,05,881	2,33,926
Social security and other benefits to employees (Refer note (i) below)	31,880	12,938
Staff welfare expenses	13,308	6,188
Total	4,51,069	2,53,052

(i) Social security and other benefits to employees

The employees of the Company are covered under Social Security scheme. The Company contributes 9.5% of the basic salary of the employee which varies depending on the region. Social insurance in Japan is comprised of Pension, Health, Unemployment and Worker's Accident Compensation. Social insurance premiums are deducted from a salaried worker's monthly salary. Pension and health premiums are calculated as a percentage of the 'standard salary'.

17. Depreciation

Particulars	For the Year ended March 31, 2024	For the Year ended March 31, 2023
Depreciation of property, plant and equipment (refer note 3)	155	258
Total	155	258

18. Other expenses

Particulars	For the Year ended March 31, 2024	For the Year ended March 31, 2023
Rent including lease rentals (Refer Note (i) below)	5,639	7,543
Sub-contracting charges	16,57,065	12,25,235
Travelling and conveyance	12,833	8,831
Rates and taxes	39	39
Insurance	11,376	4,015
Communication	931	1,798
Printing and stationery	357	624
Power and fuel	385	159
Marketing and advertising expenses	5,399	256
Repairs and maintenance		
- Machinery	6,024	2,873
Non executive directors commission	-	-
Legal and professional charges	19,057	21,333
Provision for doubtful debts (net) (refer note (iii) below)	-	3,983
Bad debts written off, net of reversal of provision for doubtful debts		
Auditors' remuneration (excludes applicable taxes)	1,115	991
Recruitment expenses	22,464	17,145
Software charges	144	-
Miscellaneous expenses	1,702	4,936
Total	17,44,530	12,99,761

Notes:**(i) Operating leases:**

Ind AS 116 does not apply to leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option. The Company has lease agreement with Muroya real estate in which lease period is not defined and agreed between the parties considering future uncertainties. Hence, the Company applied the short-term lease recognition exemption and classified the same as operating lease.

18.1. Other expenses

Particulars	For the Year ended March 31, 2024	For the Year ended March 31, 2023
Finance costs		
Interest - others	108	-
Total	108	-

Cyient Japan KK

Notes forming part of the Special Purpose Financial Statements
(All amounts in JPY 000's, unless otherwise stated)

19. Financial Instruments

19.1 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.

19.2 Financial instruments by category

Particulars	Carrying value as at	
	March 31, 2024	March 31, 2023
Financial assets:		
Amortised cost		
Trade receivables	4,37,333	3,68,514
Cash and cash equivalents	1,97,338	5,71,264
Other financial assets	1,14,815	10,120
Total financial assets	7,49,486	9,49,898
Financial liabilities:		
Trade payables	3,28,251	3,11,285
Total financial liabilities	3,28,251	3,11,285

The management assessed that fair value of cash and cash equivalents, trade receivables, other financial assets 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 a forced or a liquidation sale.

19.3 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's major portion of the business is transacted in several currencies and consequently the Company is exposed to foreign exchange risk through its services and purchases from overseas suppliers in various foreign currencies. The exchange rate between the JPY 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 JPY appreciates/ depreciates against these currencies. The Company monitors and manages its financial risks by analysing its foreign exchange exposures.

Foreign currency exposure unhedged

The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the volatility of the Company's net financial assets (viz. which includes cash and cash equivalents, trade receivables, trade payables), which are denominated in various foreign currencies (USD, Aus \$, SGD, etc.)

Sensitivity Analysis :

For the year ended March 31, 2024 and March 31, 2023 , every 5% increase / decrease of the respective foreign currencies compared to functional currency of the Company would impact profit before tax by ₹ 35,399 / (₹ 35,399) and ₹ 35,399 / (₹ 35,399) respectively.

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.

The table below provides details regarding the contractual maturities of significant financial liabilities as at March 31, 2023:

Particulars	Less than 1 year	1-2 years	2 years and above
Trade payables	3,28,251	-	-

The table below provides details regarding the contractual maturities of significant financial liabilities as at March 31, 2022:

Particulars	Less than 1 year	1-2 years	2 years and above
Trade payables	3,11,285	-	-

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 and investment securities. Financial instruments that are subject to concentrations of credit risk principally consist of trade receivables, investments, 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.

The following table gives details in respect of percentage of total receivables and unbilled receivables from top customer and top five customers (excluding inter company):

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Receivable from top customer	80%	76%
Receivable from top five customer	95%	98%

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20. Related Party Transactions

(a) List of related parties:

Name of the Entity	Nature of Relation
Cyient Limited	Holding Company
Cyient Australia Pty Limited	Fellow subsidiary
Cyient Inc.	Fellow subsidiary
Cyient Insights Private Limited	Fellow subsidiary

Key Managerial Personnel (KMP):

Name	Designation
Mallikarjunarao Gummadi	Director, Cyient Japan KK
Yoshiko Anzai	Director, Cyient Japan KK
Krishna Bodanapu	Vice Chairman & Managing Director, Cyient Limited

(b) Transactions during the year:

Nature of the transaction	Party name	Year ended	
		March 31, 2024	March 31, 2023
Sub-contracting charges	Cyient Inc.	1,98,879	2,23,375
	Cyient Limited	14,52,385	9,78,132
	Cyient Insight Private Limited	138	-
Reimbursement of expenses (net)	Cyient Inc.	-	5,040
	Cyient Singapore Private Limited	2,821	-
	Cyient Limited	(15,252)	218

(c) Balances at the year-end:

Nature of the balance	Party name	As at	
		March 31, 2024	March 31, 2023
Trade receivables	Cyient Inc.	5	4
	Cyient Limited	73,100	53,934
	Cyient Australia Pty Limited	1,636	1,636
Trade payables	Cyient Inc.	18,211	91,279
	Cyient Limited	2,75,685	1,87,435
	Cyient Insight Private Limited	(2,451)	1,601
	Cyient Australia Pty Limited	-	1,737

Foreign exchange restatement have not been disclosed as transactions during the year

21. Contingent liabilities

There are no contingent liabilities as at March 31, 2024 and March 31, 2023.

22. Capital and other commitments

There are no capital and other commitments as at March 31, 2024 and March 31, 2023.

23. Segment information

The Company's operations are managed as a single operating segment "Engineering services and solutions " which is considered as the primary reportable business segment.

24. Earnings per share

Particulars	Year ended March 31, 2024	Year ended March 31, 2023
Profit after tax	48,727	29,805
Basic and Diluted*:		
Number of shares outstanding at the year end	6,450	6,450
Weighted average number of equity shares	6,450	6,450
Earnings per share	7.55	4.62

* There were no dilutive instruments outstanding during the year.

25. 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.

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Notes forming part of the Special Purpose Financial Statements

(All amounts in JPY, unless otherwise stated)

26. Ratios

Particulars	Numerator	Denominator	31-Mar-24	31-Mar-23	% Variance	Remarks
(a) Current Ratio	Current Asset	Current Liabilities	1.73	2.47	-30%	
(b) Debt-Equity Ratio	Total Liability	Total Equity	2.45	1.71	43%	
(c) Debt Service Coverage Ratio	Operating Profit	Repayment of Principal and Finance cost			-	
(b) Return on Equity Ratio	Net Profit after taxes	Total Equity	0.16	0.05	212%	
(e) Inventory turnover ratio	Cost of goods sold	Inventory			-	
(c) Trade Receivables turnover ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	5.64	4.95	14%	
(d) Trade payables turnover ratio	Net credit sales = Gross credit purchases - purchase return	Average Trade Payable	8.28	6.33	31%	
(e) Net capital turnover ratio	Net sales = Total sales - sales return	Working capital = Current asset - current liabilities	5.16	2.31	124%	Note (a)
(f) Net profit ratio	Net Profit	Turnover	0.02	0.02	15%	
(g) Return on Capital employed	Earnings before interest and taxes	Capital employed - Tangible Net worth + Total Debt	0.23	0.07	225%	
(k) Return on investment						

Explanations given where change in the ratio is more than 25% as compared to preceding year.

Reasons for variance -

(a) Variance on account of increase in operations

27. Other statutory information

- (i) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Group for holding any Benami
- (ii) The Company does not have any transactions with companies struck off.
- (iii) The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- (iv) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (v) The Company has not advanced or loaned or invested funds to any other persons or entities, including foreign entities (Intermediaries) with the
 - (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
 - (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 persons or entities, including foreign entities (Funding Party) with the understanding (whether
 - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party
 - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- (vii) The Company did not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income
- (viii) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

27. Previous year figures have been regrouped /reclassified, where necessary, to confirm 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
Executive Vice Chairman and Managing Director
DIN-00605187

Prabhakar Atla
President & Chief financial officer

Place: Hyderabad
Date: April 23, 2024

Place: Hyderabad
Date: April 23, 2024