

Cyient Solutions and Systems Private Limited
(CIN: U72501TG2017PTC116600)

Balance Sheet as at March 31, 2025

(All amounts in ₹ thousands, except share and per share data and where otherwise stated)

Particulars	Notes	As at March 31, 2025	As at March 31, 2024
ASSETS			
Non-current assets			
Property, plant and equipment	2	53	65
Other non-current assets	3	29,501	29,336
Total non-current assets		29,554	29,401
Current assets			
Financial assets			
Cash and cash equivalents	4	4,594	4,669
Other current assets	3	60	-
Total current assets		4,654	4,669
Total assets		34,208	34,070
EQUITY AND LIABILITIES			
EQUITY			
Equity share capital	5	200	200
Other equity	6	(294,650)	(293,876)
Total equity		(294,450)	(293,676)
LIABILITIES			
Non-current liabilities			
Financial liabilities			
Borrowings	7	310,652	310,652
Total non-current liabilities		310,652	310,652
Current liabilities			
Financial Liabilities			
Trade payables	8	-	-
(i) total outstanding dues of micro enterprises and small enterprises		-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		17,976	17,065
Other current liabilities	9	30	29
Total current liabilities		18,006	17,094
Total liabilities		328,658	327,746
Total equity and liabilities		34,208	34,070
Corporate information and material accounting policies	1		
Accompanying notes form an integral part of the financial statements			

As per our report of even date

For G.P. ASSOCIATES

Chartered Accountants

ICAI Firm registration number: 006734S

For and on behalf of the Board of Directors

Cyient Solutions and Systems Private Limited

CA. K. ABHIRAM

Partner

Membership number: 239219

PNSV Narasimham

Director

(DIN -10173283)

Joseph NJ

Managing Director and CEO

(DIN - 07033585)

Place: Hyderabad

Date: April 22, 2025

Place: Hyderabad

Date: April 22, 2025

Cyient Solutions and Systems Private Limited

(CIN: U72501TG2017PTC116600)

Statement of Profit and Loss for the year ended March 31, 2025

(All amounts in ₹ thousands, except share and per share data and where otherwise stated)

Particulars	Notes	For the year ended March 31, 2025	For the year ended March 31, 2024
INCOME			
Revenue from contracts with customers	10	-	-
Total income		-	-
EXPENSES			
Depreciation expense	11A	12	12
Other expenses	11	762	1,226
Total expenses		774	1,238
Loss before tax		(774)	(1,238)
Tax expense	17	-	-
Loss for the year		(774)	(1,238)
		-	-
Total other comprehensive Income for the year		-	-
		-	-
Total comprehensive loss for the year		(774)	(1,238)
Earnings per equity share (par value of ₹ 10 each)			
Basic and Diluted (₹)	12	(38.72)	(61.90)
Corporate information and material accounting policies	1		
Accompanying notes form an integral part of the financial statements			

As per our report of even date

For G.P. ASSOCIATES

Chartered Accountants

ICAI Firm registration number: 006734S

For and on behalf of the Board of Directors**Cyient Solutions and Systems Private Limited****CA. K. ABHIRAM**

Partner

Membership number: 239219

PNSV Narasimham

Director

(DIN -10173283)

Joseph NJ

Managing Director and CEO

(DIN - 07033585)

Place: Hyderabad

Date: April 22, 2025

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Cyient Solutions and Systems Private Limited

(CIN: U72501TG2017PTC116600)

Statement of changes in equity for the year ended March 31, 2025

(All amounts in ₹ thousands, except share and per share data and where otherwise stated)

a. Equity share capital

Particulars	Note	Amount
Balance as at April 01, 2023		200
Balance as at March 31, 2024	5	200
Balance as at March 31, 2025		200

b. Other equity

Particulars	Note	Reserves and surplus	Items of other comprehensive income	Total other equity
		Retained earnings		
Balance as at April 01, 2023		(292,638)	-	(292,638)
Loss for the year	6	(1,238)	-	(1,238)
Balance as at March 31, 2024		(293,876)	-	(293,876)
Loss for the year	6	(774)	-	(774)
Balance as at March 31, 2025		(294,650)	-	(294,650)

Accompanying notes form an integral part of the financial statements

As per our report of even date

For G.P. ASSOCIATES

Chartered Accountants

ICAI Firm registration number: 0067345

For and on behalf of the Board of Directors

Cyient Solutions and Systems Private Limited

CA. K. ABHIRAM

Partner

Membership number: 239219

PNSV Narasimham

Director

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Managing Director and CEO

(DIN - 07033585)

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Cyient Solutions and Systems Private Limited

(CIN: U72501TG2017PTC116600)

Cash Flow Statement for the year ended March 31, 2025

(All amounts in ₹ thousands, except share and per share data and where otherwise stated)

Particulars	For the year ended March 31, 2025		For the year ended March 31, 2024	
A. OPERATING ACTIVITIES				
Loss for the year	(774)		(1,238)	
Adjustments to reconcile profit to net cash flows:				
Depreciation and amortisation expense	12		12	
Unrealised exchange loss	(79)		7	
Operating loss before working capital changes		(841)		(1,219)
<u>Changes in working capital:</u>				
Adjustments for (increase) / decrease in operating assets:				
Other assets	(225)		(44)	
Adjustments for increase / (decrease) in operating liabilities:				
Trade payables	990		1,261	
Other liabilities	2		1	
Net cash (used in) / generated from operations		(75)		(1)
Net income tax paid		-		-
Net cash flow used in operating activities (A)		(75)		(1)
B. INVESTING ACTIVITIES				
Net cash flows generated from investing activities (B)		-		-
C. FINANCING ACTIVITIES				
Net cash flow used in financing activities (C)		-		-
Net decrease in Cash and cash equivalents (A+B+C)		(75)		(1)
Cash and cash equivalents at the beginning of the year		4,669		4,670
Cash and cash equivalents at the end of the year (refer note 4)		4,594		4,669

Refer note 4 for changes in liabilities arising from financing activities and for non-cash financing activities and investing activities.

Accompanying notes form an integral part of the financial statements

As per our report of even date

For G.P. ASSOCIATES

Chartered Accountants

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Cyient Solutions and Systems Private Limited**Notes forming part of the financial statements for the year ended March 31, 2025**

(All amounts in ₹ thousands, except share and per share data and where otherwise stated)

2. Property, plant and equipment

Particulars	As at March 31, 2025	As at March 31, 2024
Carrying amounts of:		
Furniture and fixtures	23	28
Electrical installations	30	37
Total	53	65

Notes:

a. Movement in the carrying amounts of property, plant and equipment is as below:

Particulars	Furniture and fixtures	Electrical installations	Total
I. Cost			
Balance as at April 01, 2023	71	72	143
Additions	-	-	-
Balance as at March 31, 2024	71	72	143
	-	-	-
Balance as at March 31, 2025	71	72	143
II. Accumulated depreciation			
Balance as at April 01, 2023	33	21	54
Depreciation for the year	5	7	12
Balance as at March 31, 2024	38	28	66
Depreciation for the year	5	7	12
Balance as at March 31, 2025	43	35	78
III. Carrying Amounts (I - II)			
Balance as at March 31, 2024	33	44	77
Balance as at March 31, 2025	28	37	65

Cyient Solutions and Systems Private Limited

Notes forming part of the financial statements for the year ended March 31, 2025

(All amounts in ₹ thousands, except share and per share data and where otherwise stated)

3. Other assets

Particulars	As at March 31, 2025	As at March 31, 2024
Non-current:		
Capital advances	4,830	4,830
Other receivables, considered doubtful	19,267	19,267
Less: impairment (refer note A)	(24,097)	(24,097)
Balance with government authorities	29,501	29,336
Total other non current assets	29,501	29,336
Current:		
Advances to suppliers and service providers	60	-
Total other current assets	60	-
Total other assets	29,561	29,336

Note A: Impairment of non-current assets

In the earlier years, the Company entered into a collaboration agreement with a third party for the development of payload and customization of UAV systems. As at March 31, 2019, ₹ 163,067 spent has been classified as 'intangible asset under development' and ₹ 59,427 under capital and other advances. In the year ended March 31, 2020, the Company has recognised one-time impairment charge of ₹ 222,495 relating to above costs incurred on development of UAV systems in view of the potential delays in materialization of orders and classified under 'impairment of non-current assets'. Reversal of impairment of ₹ 35,331 was recognised in the year ended March 31, 2021 due to recoveries against the aforesaid impairment of non-current assets.

4. Cash and cash equivalents

Particulars	As at March 31, 2025	As at March 31, 2024
Balances with banks in current accounts	4,594	4,669
Total	4,594	4,669

Reconciliation of liabilities arising from financing activities:

(a) For the year ended March 31, 2025

Particulars	As at March 31, 2025	Proceeds	Interest accrued	As at March 31, 2024
Non-current borrowings	310,652	-	-	310,652
Total liabilities from financing activities	310,652	-	-	310,652

Note: Interest on loan from related party for the current financial year has been waived off.

(b) For the year end March 31, 2024

Particulars	As at March 31, 2024	Proceeds	Interest accrued	As at June 30, 2024
Non-current borrowings	310,652	-	-	310,652
Total liabilities from financing activities	310,652	-	-	310,652

Note: Interest on loan from related party has been waived off for the current and previous year.

Cyient Solutions and Systems Private Limited**Notes forming part of the financial statements for the year ended March 31, 2025**

(All amounts in ₹ thousands, except share and per share data and where otherwise stated)

5. Equity share capital

Particulars	As at March 31, 2025	As at March 31, 2024
Authorised share capital:		
100,000 equity shares of ₹ 10 each (March 31, 2024: 100,000 equity shares)	1,000	1,000
Issued and subscribed capital:		
20,000 fully paid up equity shares of ₹ 10 each (March 31, 2024: 20,000 equity shares)	200	200
Total	200	200

a. Issued subscribed and fully paid up capital:

Particulars	As at March 31, 2025		As at March 31, 2024	
	Number of shares	Amount	Number of shares	Amount
Opening balance	20,000	200	20,000	200
Closing balance	20,000	200	20,000	200

b. Details of shares held by each shareholder holding more than 5% shares

Name of shareholder	As at March 31, 2025		As at March 31, 2024	
	Number of shares held	% holding of equity shares	Number of shares held	% holding of equity shares
Fully paid equity shares				
Cyient Limited	10,200	51.00%	10,200	51.00%
Bluebird Aero systems Limited	9,800	49.00%	9,800	49.00%

C. Details of Shares held by promoters at the end of the year

Name of the Promoter	Number of shares held	As at March 31, 2025	% change during the year
		% holding of equity shares	
Cyient Limited	10,200	51.00%	-
Bluebird Aero systems Limited	9,800	49.00%	-

Name of the Promoter	Number of shares held	As at March 31, 2024	% change during the year
		% holding of equity shares	
Cyient Limited	10,200	51.00%	-
Bluebird Aero systems Limited	9,800	49.00%	-

d. Rights, preferences and restrictions attached to equity shares:

The Company has only one class of equity shares having a par value of ₹ 10 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.

6. Other equity

Particulars	As at As at March 31, 2025	As at As at March 31, 2024
Retained earnings		
Opening balance	(293,876)	(292,638)
Loss for the year	(774)	(1,238)
Total	(294,650)	(293,876)

Nature of reserves:

Retained earnings comprises of prior years' undistributed earnings after taxes along with current year loss.

Cyient Solutions and Systems Private Limited

Notes forming part of the financial statements for the year ended March 31, 2025

(All amounts in ₹ thousands, except share and per share data and where otherwise stated)

7. Borrowings

Particulars	As at March 31, 2025	As at March 31, 2024
Non current:		
At amortised cost		
Loan from Cyient Limited (refer note below)	310,652	310,652
Total non-current	310,652	310,652
Total	310,652	310,652

Note :

Unsecured loan availed from the holding company, Cyient Limited and repayable not later than 31 March, 2026. The loan was availed @10% interest per annum for capital expenditure and working capital requirements.

8. Trade payables

Particulars	As at March 31, 2025	As at March 31, 2024
At amortised cost		
Total outstanding dues of micro enterprises and small enterprises (refer note 13)	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises*	17,976	17,065
Total	17,976	17,065

Notes:

(i) Includes amount payable to its related parties (refer note 14)

(ii) Trade payables are non-interest bearing and are normally settled in 30-60 days.

Ageing of trade payable	As at March 31, 2025					Total
	Unbilled	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
MSME	-	-	-	-	-	-
Others	2,216	908	646	5,268	8,877	17,915
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
Balance at the end of the year	2,216	908	646	5,268	8,877	17,915

Ageing of trade payable	As at March 31, 2024					Total
	Unbilled	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
MSME	-	-	-	-	-	-
Others	1,637	656	5,269	11	9,492	17,065
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
Balance at the end of the year	1,637	656	5,269	11	9,492	17,065

9. Other current liabilities

Particulars	As at March 31, 2025	As at March 31, 2024
Other liabilities	30	28
Total	30	28

Cyient Solutions and Systems Private Limited**Notes forming part of the financial statements for the year ended March 31, 2025**

(All amounts in ₹ thousands, except share and per share data and where otherwise stated)

10. Revenue from contracts with customers

Revenue from sale of products is recognised at the point in time when control of the asset is transferred to the customer, generally on delivery of the products.

During the current and previous financial year, the Company has not generated revenue from sale of products.

11. Other expenses

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Rent	-	-
Travel	170	-
Repairs and maintenance		
- Machinery	5	63
Legal and professional charges	560	584
Auditor's remuneration (refer note below)	100	570
Communication	4	
Unrealised exchange loss	(77)	8
Miscellaneous expense	1	1
Total	762	1,226

Note:**Auditor's remuneration**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
(a) For audit services of the Company	100	556
(b) Reimbursement of expenses	-	14
	100	570

11A. Depreciation expense

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Depreciation of property, plant and equipment (Note 2)	12	12
Total	12	12

12. Earnings per share

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Loss after tax	(774)	(1,238)
Basic and Diluted*:		
Number of shares outstanding at the year end	20,000	20,000
Weighted average number of equity shares	20,000	20,000
Earnings per share (₹)	(38.72)	(61.90)

* There were no dilutive instruments outstanding during the year.

13. Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the management. Based on the information available with the management, there are no vendors registered as Micro, Small and Medium suppliers as defined under Micro, Small and Medium Enterprises Development Act, 2006.

Cyient Solutions and Systems Private Limited
Notes forming part of the financial statements for the year ended March 31, 2025
(All amounts in ₹ thousands, except share and per share data and where otherwise stated)

14. Related Party Transactions

The list of related parties of the Company is given below:

Party Name	Nature of relationship
Cyient Limited	Holding Company
Cyient Inc.	Fellow subsidiary
Bluebird Aero Systems Limited	Shareholder holding 49% in the Company

Key Managerial Personnel (KMP):

Name	Designation
Joseph NJ	Managing Director & CEO
Ronen Nadir	Non-Executive director
Mordechay Shechter	Non-Executive director
Naga Surya Venkata Narasimham	Non-Executive director (effective from June 30, 2023)
Ajay Aggarwal	Non-Executive director (until June 30, 2023)

Summary of the transactions and balances with the above related parties are as follows:

(a) Transactions during the year:

Nature of the transaction	Party Name	For the year ended March 31, 2025	For the year ended March 31, 2024
Interest expense*	Cyient Limited	-	-
Corporate guarantees liquidated	Cyient Limited	-	-
Reimbursement for expenses	Cyient Limited	832	-

* Interest on loan from related party has been waived off for the current & previous year

(b) Balances at the year-end:

Nature of the balance	Party Name	As at March 31, 2025	As at March 31, 2024
Trade payables	Cyient Limited	15,200	14,296
	Cyient Inc.	424	498
Borrowings	Cyient Limited	310,652	310,652

15. Financial Instruments

15.1 Financial instruments by category:

Particulars	Carrying value as at	
	March 31, 2025	March 31, 2024
Financial assets:		
Amortised cost		
Cash and cash equivalents	4,594	4,669
Total financial assets	4,594	4,669
Financial liabilities:		
Amortised cost		
Borrowings	310,652	310,652
Trade payables	17,976	17,065
Total financial liabilities	328,628	327,717

The management assessed that fair value of cash & cash equivalents, borrowings 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.

15.2 Financial risk management

Financial risk factors

The Company's activities expose it to foreign exchange risk and liquidity risk. The Company's primary focus is to foresee the unpredictability of financial markets and seek to minimize potential adverse effects on its financial performance.

Foreign exchange risk

The Company monitors and manages its financial risks by analysing its foreign exchange exposures.

Foreign currency exposure unhedged

The following table analyses foreign currency risk from financial instruments as of March 31, 2024:

Particulars	US Dollars	INR Equivalent
Trade Payables	5,974	498

The following table analyses foreign currency risk from financial instruments as of March 31, 2023:

Particulars	US Dollars	INR Equivalent
Trade Payables	5,974	490

Liquidity risk

The Company's principal sources of liquidity are cash & bank balances and loans and advances from holding company. Management regularly monitors the company's liquidity position. Accordingly, no liquidity risk is perceived.

The table below provides details regarding the contractual maturities of significant financial liabilities as at March 31, 2024:

Particulars	Less than 1 year	1-2 years	2 years and above
Trade payables	17,976	-	-
Total	17,976	-	-

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	17,065	-	-
Total	17,065	-	-

Cyient Solutions and Systems Private Limited**Notes forming part of the financial statements for the year ended March 31, 2025**

(All amounts in ₹ thousands, except share and per share data and where otherwise stated)

16. Commitments and Contingent Liabilities**a. Commitments**

Estimated amount of contracts remaining to be executed on capital account and not provided for as at March 31, 2025 - Rs Nil (March 31, 2024 - Rs. Nil).

b. Contingent liabilities

Claims against the Company not acknowledged as debts as at March 31, 2025 - Rs Nil (March 31, 2024 - Rs. Nil).

17. Tax expense

During the current year, the Company incurred losses, hence no tax expense recognised. Further, the Company has not recognised deferred tax on unused tax losses as there is no convincing evidence that sufficient future taxable profits will be available against which the unused tax losses can be utilised.

18. Segment information

The Company's operations are managed as a single business unit. It has only one reportable segment for financial reporting purposes being the financial results of the Company.

19. Ratios

Particulars	Numerator	Denominator	March 31, 2025	March 31, 2024	% Variance
(a) Current Ratio	Current Asset	Current liabilities	0.26	0.30	-12%
(b) Debt-Equity Ratio	Total Debt	Shareholder's Equity	(1.06)	(1.06)	-1%
(c) Return on Equity Ratio	Net loss after tax	Average Shareholder's Equity	(0.00)	(0.00)	-34%
(d) Trade payables turnover ratio	Other expenses + Employee benefit expenses	Average Trade Payable	0.07	0.09	-22%
(e) Return on Capital employed	Earnings before interest and taxes	Capital Employed = Tangible Net Worth + Total Debt	(0.05)	(0.06)	-25%

Cyient Solutions and Systems Private Limited

Notes forming part of the financial statements for the year ended March 31, 2025

(All amounts in ₹ thousands, except share and per share data and where otherwise stated)

20. 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 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 been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (vi) 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
- (vii) 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 Group shall:
 - (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 (Ultimate Beneficiaries) or
 - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries
- (viii) The Company has not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

21. The code of Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment received Presidential assent in September 2020 and its effective date is yet to be notified. The Company will assess and record the impact of the Code, once it is effective.

22. The Company has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software, except that in respect of one accounting software audit trail feature is not enabled for direct changes to database when using certain access rights. Further, no instance of audit trail feature being tampered with was noted in respect of the accounting software.

For G.P. ASSOCIATES

Chartered Accountants

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Partner

Membership number: 239219

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Managing Director and CEO

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Place: Hyderabad

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