



SIL: SEC: BSE: 2023-24

28th July, 2023

**The Secretary
BSE Limited
P J Towers
Dalal Street
Mumbai – 400 001**

Scrip Code: 540143

Dear Sir

Sub: Regulation 33 of SEBI (LODR) Regulations 2015 - Furnishing of Un-audited Standalone and Consolidated Financial Results for the first quarter ended 30th June, 2023

Further to our letter dated 21st July, 2023, we are pleased to forward herewith our unaudited stand-alone and consolidated financial results for the first quarter ended 30th June, 2023, which were taken on record and approved by our Board at their meeting held on today, after review by the Audit Committee. We are also forwarding herewith the Limited Review Report furnished by our Statutory Auditors on the above financial results, which was also taken on record by our Board at the said meeting.

The above said meeting of the Board of Directors commenced at 4.30 p.m. and concluded at 5.15 p.m.

We would request you to kindly take the above information/ documents on record.

Thanking you

Yours faithfully

for Sagarsoft (India) Limited

**J.Raja Reddy
Company Secretary**

Encl:a/a

Walker Chandiook & Co LLP

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Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Sagarsoft (India) Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of Sagarsoft (India) Limited ('the Holding Company') and ITCATS LLC, USA its subsidiary (the Holding Company and its subsidiary together referred to as 'the Group'), for the quarter ended 30 June 2023 being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations').
2. This Statement, which is the responsibility of the Holding Company's management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143(10) of the Act, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019 issued by the SEBI under Regulation 33 (8) of the Listing Regulation, to the extent applicable.

Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Dehradun, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

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Walker Chandiook & Co LLP

4. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

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KUMAR
JAIN

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Date: 2023.07.28
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Sanjay Kumar Jain

Partner

Membership No. 207660

UDIN: 23207660BGYCJZ1967

Place: Hyderabad

Date: 28 July 2023

Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Dehradun, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

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SAGARSOFT (INDIA) LIMITED
CIN: L72200TG1996PLC023823
Plot No: 111, Road No 10, Jubilee Hills, Hyderabad - 500 033.
STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER ENDED 30 JUNE 2023

(Amount in lakhs of ₹ unless otherwise stated)

| Sl. No | Particulars | Quarter ended | | Year ended | |
|-----------|---|---------------------------|------------------------------|---------------------------|-------------------------|
| | | 30.06.2023 (Unaudited) | 31.03.2023 (refer note 5) | 30.06.2022 (Unaudited) | 31.03.2023 (Audited) |
| 1 | Income | | | | |
| | a. Revenue from operations | 3,244.56 | 3,459.15 | 4,031.18 | 16,415.30 |
| | b. Other income | 36.96 | 30.61 | 97.26 | 243.68 |
| | Total income | 3,281.52 | 3,489.76 | 4,128.44 | 16,658.98 |
| 2 | Expenses | | | | |
| | a. Employee benefits expenses | 2,289.01 | 2,389.40 | 2,807.04 | 10,691.96 |
| | b. Finance costs | 24.98 | 21.29 | 24.43 | 87.16 |
| | c. Depreciation and amortization expense | 60.46 | 84.02 | 41.91 | 259.99 |
| | d. Other expenses | 821.21 | 908.96 | 1,031.13 | 4,560.46 |
| | Total expenses | 3,195.66 | 3,403.67 | 3,904.51 | 15,599.57 |
| 3 | Profit before tax | 85.86 | 86.09 | 223.93 | 1,059.41 |
| 4 | Tax expense | | | | |
| | a. Current tax expense | 56.80 | 51.80 | 93.15 | 342.64 |
| | b. Deferred tax benefit | (8.17) | (27.38) | (27.39) | (47.37) |
| | c. Tax for earlier period/year | - | - | 1.43 | 1.43 |
| 5 | Profit for the period/year | 37.23 | 61.67 | 156.74 | 762.71 |
| 6 | Other comprehensive income (OCI) | | | | |
| | (a) Items that will not be reclassified to profit or loss | | | | |
| | (i) Remeasurement of the net defined benefit plan, net of tax | 3.05 | (0.36) | 5.66 | 12.19 |
| | (b) Items that will be reclassified to profit or loss | | | | |
| | (i) Exchange differences on translation of foreign operations, net of tax | (2.95) | (25.43) | 35.28 | 87.57 |
| 7 | Total comprehensive income for the period/year | 37.32 | 35.88 | 197.68 | 862.47 |
| 8 | Paid up Equity Share Capital (face value of ₹10 each) | 639.22 | 639.22 | 639.22 | 639.22 |
| 9 | Other equity | | | | 5,534.90 |
| 10 | Earnings per equity share ("EPES") | | | | |
| | Basic and Diluted EPES (in absolute ₹ terms) | 0.58 | 0.96 | 2.45 | 11.93 |
| | #Basic and Diluted EPES for quarters are not annualised | | | | |



Notes:

1. The consolidated unaudited financial results for the quarter ended 30 June 2023 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on 28 July 2023. The statutory auditors have carried out a limited review of the consolidated unaudited financial results.
2. The consolidated unaudited financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).
3. The consolidated unaudited financial results for the quarter ended 30 June 2023, includes the results of Sagarsoft (India) Limited (the 'Holding Company') and its wholly owned subsidiary, IT CATS I.L.C, USA.
4. The Group is primarily engaged in staffing and information technology related services to its customers in India and Overseas, which is being considered as a single reportable business segment, by the management.
5. The figures for the quarter ended 31 March 2023 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2023 and the unaudited year to date figures up to the nine months ended 31 December 2022, which were subjected to limited review by the statutory auditors



For and on behalf of the Board of Directors

A handwritten signature in black ink, appearing to read 'M. Jagadeesh'.

M. Jagadeesh
Managing Director
DIN: 01590689

Date: 28 July 2023
Place: Hyderabad

Walker Chandiook & Co LLP

Unit No – 1, 10th Floor,
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Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Sagarsoft (India) Limited

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of Sagarsoft (India) Limited ('the Company') for the quarter ended 30 June 2023 being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations').
2. The Statement, which is the responsibility of the Company's management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143(10) of the Act, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Walker Chandiook & Co LLP

4. Based on our review conducted as above nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013

SANJAY Digitally signed
by SANJAY
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Sanjay Kumar Jain

Partner

Membership No. 207660

UDIN: 23207660BGYCJY5113

Place: Hyderabad

Date: 28 July 2023

Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Dehradun, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

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SAGARSOFT (INDIA) LIMITED
CIN: L72200TG1996PLC023823
Plot No: 111, Road No 10, Jubilee Hills, Hyderabad - 500 033.
STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER ENDED 30 JUNE 2023

(Amount in lakhs of ₹ unless otherwise stated)

| Sl. No | Particulars | Quarter ended | | Year ended | |
|--------|---|---------------------------|------------------------------|---------------------------|-------------------------|
| | | 30.06.2023 (Unaudited) | 31.03.2023 (refer note 4) | 30.06.2022 (Unaudited) | 31.03.2023 (Audited) |
| 1 | Income | | | | |
| | a. Revenue from operations | 1,103.86 | 1,125.09 | 1,229.73 | 4,948.75 |
| | b. Other income | 135.48 | 14.55 | 97.23 | 235.59 |
| | Total income | 1,239.34 | 1,139.64 | 1,326.96 | 5,184.34 |
| 2 | Expenses | | | | |
| | a. Employee benefits expenses | 924.71 | 962.61 | 998.77 | 3,767.06 |
| | b. Finance costs | 24.37 | 20.65 | 22.95 | 84.24 |
| | c. Depreciation and amortization expense | 50.40 | 74.14 | 33.65 | 220.30 |
| | d. Other expenses | 224.50 | 194.48 | 244.57 | 908.24 |
| | Total expenses | 1,223.98 | 1,251.88 | 1,299.94 | 4,979.84 |
| 3 | Profit/(loss) before tax | 15.36 | (112.24) | 27.02 | 204.50 |
| 4 | Tax expense | | | | |
| | a. Current tax expense | 12.20 | (0.90) | 31.84 | 110.10 |
| | b. Deferred tax benefit | (8.23) | (32.39) | (10.88) | (43.97) |
| | c. Tax for earlier period/year | - | - | 1.43 | 1.43 |
| 5 | Profit/(loss) for the period/year | 11.39 | (78.95) | 4.63 | 136.94 |
| 6 | Other comprehensive income (OCI) | | | | |
| | (a) Items that will not be reclassified to profit or loss | | | | |
| | (i) Remeasurement of the net defined benefit plan, net of tax | 3.05 | (0.36) | 5.66 | 12.19 |
| | (b) Items that will be reclassified to profit or loss | - | - | - | - |
| 7 | Total comprehensive income/(loss) for the period/year | 14.44 | (79.31) | 10.29 | 149.13 |
| 8 | Paid up Equity Share Capital (face value of ₹10 each) | 639.22 | 639.22 | 639.22 | 639.22 |
| 9 | Other equity | | | | 4,537.71 |
| 10 | Earnings per equity share ("EPES") | | | | |
| | Basic and Diluted EPES (in absolute ₹ terms) | 0.18 | (1.24) | 0.07 | 2.14 |
| | #Basic and Diluted EPES for quarters are not annualised | | | | |



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Notes:

1. The standalone unaudited financial results for the quarter ended 30 June 2023 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on 28 July 2023. The statutory auditors have carried out a limited review of the standalone unaudited financial results.
2. The standalone unaudited financial results have been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting (Ind AS 34), prescribed under section 133 of the Companies Act, 2013 (‘the Act’), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).
3. The Company is primarily engaged in Staffing and Information Technology related services to its customers in India and Overseas, which is being considered as a single reportable business segment, by the management.
4. The figures for the quarter ended 31 March 2023 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2023 and the unaudited year to date figures up to the nine months ended 31 December 2022, which were subjected to limited review by the statutory auditors.
5. Other income for quarter ended 30 June 2023 includes a dividend of ₹98.52 lakhs received from its wholly owned subsidiary, IT CATS I.J.C. US.



For and on behalf of the Board of Directors

A handwritten signature in black ink, appearing to read "M. Jagadeesh".

M. Jagadeesh
Managing Director
DIN: 01590689

Date: 28 July 2023
Place: Hyderabad