



ZEN TECHNOLOGIES LIMITED

Certified ISO 9001:2015, ISO 27001:2013, CMMI ML5
Regd. Office : B-42, Industrial Estate, Sanathnagar,
Hyderabad - 500 018, Telangana, India.
Phone: +91 40 23813281/3294/2894/4894
Fax No: +91 40 23813694
Email: info@zentechnologies.com Website: www.zen.in
Corporate Identity Number : L72200TG1993PLC015939

Date: 30th July 2022

To
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai- 400001
Through: BSE Listing Centre
Security Code: 533339

To
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex,
Bandra (E), Mumbai – 400 051
Through: NEAPS
Symbol/Security ID: ZENTEC

Dear Sir/Madam,

Sub: Outcome of the Board Meeting held on 30th July 2022.

Ref: Intimation under Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”)

This has reference to our letter dated 23rd July 2022 giving notice of the Board Meeting to consider and approve the unaudited financial results of the Company for the first quarter ended 30th June 2022 and other corporate matters.

The Board at its meeting held today, i.e. Saturday, 30th July 2022 transacted, inter alia, the following businesses:

1. Unaudited Financial Results:

The Board approved the Unaudited Financial Results (Standalone and Consolidated) for the first quarter ended 30th June 2022. In this regard, please find enclosed:

- Unaudited Standalone and Consolidated Financial Results of the Company for the first quarter ended 30th June 2022;
- Limited Review Report in respect of the Unaudited Standalone and Consolidated Financial Results of the Company for the first quarter ended 30th June 2022; and
- Statement of Deviation or Variation as per Regulation 32 of the Listing Regulation.

- The Board of Directors, in furtherance to explore the opportunity of setting-up of Manufacturing Unit overseas, have approved the authorization towards incorporation of a wholly-owned subsidiary in the United Arab Emirates (UAE) in the form of a Limited Liability Company (LLC) or such other form of legal entity as may be allowed and in this regard have authorized the Managing Director / Whole-Time Director for the same.

Works : Plot 36, Hardware Park, Near Shamshabad International Airport, Hyderabad - 501 510, Telangana, India



CMMI DEV 5
Exp. 03-02-2025 / Appraisal # 58



3. Changes in Directors & Key Managerial Personnel (KMPs):

- Approved the re-appointment of **Dr. Ajay Kumar Singh (DIN: 08532830)** as the Non-Executive Independent Director of the company for a second and final term of Three (3) Years w.e.f. 02nd November 2022 till 01st November 2025, subject to the shareholders' approval at the ensuing Annual General Meeting. His first term of Three (3) years as Independent Director of the company was from 02nd November 2019 till 01st November 2022.
- Appointment of **Mr. Afzal Harunbhai Malkani** as the Chief Financial Officer of the company w.e.f. 01st August 2022.
- Cessation of **Mr. Ashok Atluri** from the office of the Chief Financial Officer of the company w.e.f. 31st July 2022 (Close of Business Hours) due to the appointment of the new Chief Financial Officer as mentioned above.
- Approved the appointment of **Mr. Kishore Dutt Atluri (DIN: 09691242)** as the Additional Director in the category of Joint Managing Director of the company for a period of three (3) years with effect from 01st August 2022 to 31st July 2025 subject to the approval of shareholders at the ensuing Annual General Meeting.

The other details as required as per SEBI Circular No. CIR/CFD/CMD/4/2015 dated 09th September 2015 is as follows:

| Particulars | Dr. Ajay Kumar Singh | Mr. Afzal Harunbhai Malkani | Mr. Ashok Atluri | Mr. Kishore Dutt Atluri |
|--|--|---|----------------------------|---|
| Reason for Change | Re-appointment | Appointment | Cessation | Appointment |
| Date of Appointment /Re-Appointment /Cessation | 02 nd November 2022 | 01 st August 2022 | 31 st July 2022 | 01 st August 2022 |
| Term of Appointment | Reappointed for a period of three (3) years from 02 nd November 2022 till 01 st November 2025 subject to the approval of shareholders at the ensuing Annual General Meeting | Not applicable | Not applicable | Upto the conclusion of the ensuing Annual General Meeting and further continuance subject to the shareholders' approval. |
| Brief Profile | A recipient of prestigious "The Rashtrapati Rovers Award" in the year 2000, Dr. Ajay Kumar Singh has joined Indian School of Business (ISB) in the year 2007 and at presently working in Centre for Executive Education at Indian School of Business-Hyderabad. He is a Post-Doctoral Fellow in Social Marketing from ISB, Hyderabad, apart from | Mr Afzal Malkani, aged about 44 years, is a Chartered Accountant from the Institute of Chartered Accountants of India and holds a bachelor's degree in commerce from Veer Narmad South Gujarat University. He is having rich experience of more than 20 years including 17 years of experience in Anupam Rasayan India Ltd, a specialty chemical manufacturing Public Company, listed in March 2021 and has been appointed as its | Not applicable | Kishore Dutt Atluri is the Founder President of Zen Technologies Ltd. Since inception of Zen in 1993, he is responsible for designing and delivering state of the art training solutions and simulators to the end user. He has over 21 patents. He is in-charge of all marketing activities of Zen in India and internationally. |



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| | | | | |
|---|---|---|-----------------------|---|
| | <p>Ph.D. and an MBA in marketing from Varanasi. His expertise lies in the area of social marketing. He applies his research in this area to address social entrepreneur, branding, advertising, customer relationship management and customer centricity. In his previous stint, He has worked with J P Associates (P) Ltd. Crompton Greaves Limited, SIVA Institute and Apeejay School of Marketing. He holds extensive years of experience across different functionalities, ranging from leadership role, with experience in program planning and design, implementation, teaching, monitoring and evaluation, business development to consulting.</p> <p>Dr. Singh has received Grant £4,000 for sponsorship study "Review of social marketing activity in India form 2000-2008" by Dr. Jeff French- Director, National Social Marketing Centre, London, UK. He has designed Mid- Career Training Programmes for The Ministry of External Affairs-Senior Indian Foreign Service Officer, the Ministry of Home - Senior IPS Officers, The Ministry of Finance- Senior IRS Custom & Excise Officers, the Ministry of Indian Railways (Senior Officers - IRAS, IRPS, IRTS, IRSE, IRSEE, IRSSE, IRSME, RPF and IRMS) to name a few.</p> | <p>Chief Financial Officer with effect from December 2014 till March 2022. He has extensive experience of the activities related to IPO, Acquisition through Open Offer, Corporate Finance, Fund Raising via debts from banks and equity institutions, Treasure Management, Investment in Capex, Business Development, Commercial Negotiations and Contract Management, Project Planning, Internal Control, Account Finalisation. Currently, he is serving the position in Tanfac Industries Limited, a listed company as a Non-Executive and Non-Independent Director with effect from March 11, 2022.</p> | | |
| <p>Disclosure of Relationships between directors</p> | <p>He is not related to any other Director(s) of the company.</p> | <p>He is not related to any other Director(s) of the company.</p> | <p>Not applicable</p> | <p>Mr. Kishore Dutt Atluri is the Brother of Mr. Ashok Atluri, Chairman and Managing Director of the company.</p> |



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|--------------------|---|----------------|----------------|--|
| Declaration | We hereby affirm that Dr. Ajay Kumar Singh is not debarred from holding the office of Director by virtue of any SEBI order or any other such authority. | Not applicable | Not applicable | We hereby affirm that Mr. Kishore Dutt Atluri is not debarred from holding the office of Director by virtue of any SEBI order or any other such authority. |
|--------------------|---|----------------|----------------|--|

4. The Board of Directors approved further investment for a maximum amount of upto CAD 420,000 (Four Lakh Twenty Thousand Canadian Dollars) in Paladin AI Inc., Company incorporated under Canadian Laws.

The other details as required as per SEBI Circular No. CIR/CFD/CMD/4/2015 dated 09th September 2015 is as follows:

| Sr No | Particulars | Status / Remark |
|-------|---|--|
| 1 | Name of the target entity, details in brief such as size, turnover etc. | Paladin AI Inc. (formerly known as Paladin:Paradigm Knowledge Solutions Inc.) Country of Incorporation: Canada Turnover for the year ended 31 st December 2021: CAD 44,462 |
| 2 | Whether the acquisition would fall within related party transaction(s) and whether the promoter/ promoter group/ group companies have any interest in the entity being acquired? If yes, nature of interest and details thereof and whether the same is done at "arm's length". | No. The proposed further investment would not fall under the related party transaction. |
| 3 | Industry to which the entity being acquired belongs | Paladin AI Inc. is mainly involved in the aviation industry deploying AI-powered aviation training analytics. The company's platform accelerates training, and assures pilot qualification for greater safety. |
| 4 | Objects and effects of acquisition (including but not limited to, disclosure of reasons for acquisition of target entity, if its business is outside the main line of business of the listed entity) | The rationale behind this investment is to get the right to use all the software and artificial intelligence of Paladin. Zen will be entitled to use all the software, technical know-how, and artificial intelligence into its business. The unique feature of their software is that it can be integrated with any simulator. Plus, it is useful in evaluating training efficiencies, and in giving instant results. Zen's aim is to integrate their proprietary algorithm into our system and build personalized profiles to deliver personalized learning. Further, this software is also instrumental in training the newly recruited employees. It allows us to |



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| | | | | | | | | |
|---------------|---|--|---------------|------------|---------------|-------------|---------------|-------------|
| | | shorten the time period for the training. Because this software gives instant information post the training session. | | | | | | |
| 5 | Brief details of any governmental or regulatory approvals required for the acquisition | Not Applicable | | | | | | |
| 6 | Indicative time period for completion of the acquisition | 31 st October 2022 | | | | | | |
| 7 | Nature of consideration - whether cash consideration or share swap and details of the same | Cash Consideration | | | | | | |
| 8 | Cost of acquisition or the price at which the shares are acquired | The total cost of acquisition will be CAD 420,000 (Four Lakh Twenty Thousand Canadian Dollars) | | | | | | |
| 9 | Percentage of shareholding / control acquired and / or number of shares acquired | Zen will get 5% equity stake in Paladin. | | | | | | |
| 10 | <p>Brief background about the entity acquired in terms of products/line of business acquired, date of incorporation, history of last 3 years turnover, country in which the acquired entity has presence and any other significant information (in brief)</p> <p>Paladin AI Inc is a high-tech Montreal-based company active in the deployment of AI-powered analytics for next-generation pilot training. Its mission is to train the next generation of human talent in aerospace by combining the best in human and artificial intelligence. The Company builds software solutions that use data mining and machine learning to determine the proficiency of pilots and make targeted training recommendations. The Company helps training centres and airlines cost-effectively train pilots while ensuring a high standard of proficiency and its team is composed of industry experts, software developers, data scientists, cloud architects, and AI engineers working together to make data-driven adaptive training possible.</p> <p>Revenue details for the last 3 years:</p> <table border="1"> <tr> <td>December 2021</td> <td>C\$ 46,841</td> </tr> <tr> <td>December 2020</td> <td>C\$ 148,301</td> </tr> <tr> <td>December 2019</td> <td>C\$ 233,333</td> </tr> </table> | | December 2021 | C\$ 46,841 | December 2020 | C\$ 148,301 | December 2019 | C\$ 233,333 |
| December 2021 | C\$ 46,841 | | | | | | | |
| December 2020 | C\$ 148,301 | | | | | | | |
| December 2019 | C\$ 233,333 | | | | | | | |



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The meeting of Board of Directors was commenced at 02.00 P.M. and concluded at 05.45 P.M.

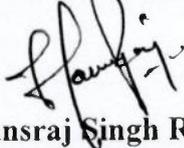
The above information is also being made available on the website of the Company at <https://www.zentechnologies.com/outcome-of-board-meetings>.

This is for your kind information and records.

Thanking You.

Yours sincerely,

For Zen Technologies Limited



Hansraj Singh Rajput
Company Secretary & Compliance Officer
M. No. F11438



**Independent Auditor's Review Report on the Quarterly Unaudited Standalone Financial Results of
Zen Technologies Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and
Disclosure Requirements) Regulations, 2015, (as amended)**

**Review Report to
The Board of Directors
Zen Technologies Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Zen Technologies Limited (the "Company") for the quarter ended 30 June 2022 (the "Statement") attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. 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 Standards on Auditing 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.
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 the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. The accompanying statement of unaudited standalone financial results includes unaudited financial results in respect of one branch whose interim financial results and other financial information reflect total revenues of Rs.2,025.98 lakhs, total net loss of Rs.79.14 lakhs and total comprehensive loss of Rs.104.02 lakhs for the quarter ended 30 June 2022, as considered in the Statement which have not been reviewed by their branch auditor.

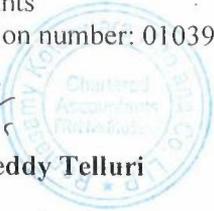


These unaudited financial results and other financial information of the said branch have been approved and furnished to us by the Management. Our conclusion on the Statement is not modified in respect of this matter.

For Ramasamy Koteswara Rao and Co LLP

Chartered Accountants

ICAI Firm registration number: 010396S/S200084



Murali Krishna Reddy Telluri

Partner

Membership No: 223022

UDIN: 2223022ANXXPP4056

Place: Hyderabad

Date: 30 July 2022

2223022ANXXPP4056

M/s ZEN TECHNOLOGIES LIMITED
B -42 Industrial Estate, Sanathnagar Hyderabad - 500 018, Telangana, India
CIN:L72200TG1993PLC015939

Statement of Un-Audited Standalone financial results for the Quarter Ended 30th June 2022

| S.No | Particulars | (Rs. In lakhs) | | | |
|-----------|---|------------------------------|------------------------------|------------------------------|---------------------------|
| | | Quarter ended 30 Jun 2022 | Quarter ended 31 Mar 2022 | Quarter ended 30 Jun 2021 | Year ended 31 Mar 2022 |
| | | Un-audited | Audited | Un-audited | Audited |
| 1 | Income | | | | |
| | Revenue From Operations | 3,323.38 | 1,596.51 | 913.15 | 5,370.53 |
| | Other Income | 214.81 | 260.49 | 73.81 | 528.10 |
| | Total Income | 3,538.19 | 1,857.00 | 986.96 | 5,898.63 |
| 2 | Expenses | | | | |
| | a)Cost of Materials and Components consumed | 752.40 | 638.07 | 185.83 | 1,446.87 |
| | b)Changes in inventories of finished goods, work-in-progress and Stock-in-Trade | 145.94 | (495.05) | (141.20) | (619.88) |
| | c)Manufacturing Expenses | 122.97 | 120.91 | 84.11 | 405.00 |
| | d)Employee Benefits Expense | 466.61 | 412.08 | 324.24 | 1,482.29 |
| | e)Finance Costs | 59.27 | 61.51 | 14.20 | 140.38 |
| | f)Depreciation and Amortization Expense | 91.51 | 89.82 | 99.22 | 373.40 |
| | g)Other Expenses | 712.67 | 930.88 | 464.42 | 2,456.22 |
| | Total Expenses (a to g) | 2,351.36 | 1,758.22 | 1,030.82 | 5,684.28 |
| 3 | Profit / (Loss) before exceptional items& Tax (1-2) | 1,186.83 | 98.78 | (43.86) | 214.35 |
| 4 | Exceptional Items | - | 27.96 | - | 27.96 |
| 5 | Profit / (Loss) before Tax (3-4) | 1,186.83 | 70.82 | (43.86) | 186.39 |
| 6 | Tax expense | | | | |
| | (i) Current tax | 207.36 | 17.04 | - | 36.33 |
| | (ii) Prior Period Taxes | - | (92.84) | - | (92.84) |
| | (ii) Deferred tax | 158.57 | 6.61 | (9.68) | 40.54 |
| | Total Tax | 365.93 | (69.19) | (9.68) | (15.97) |
| 7 | Net Profit /(Loss) for the period (5-6) | 820.89 | 140.01 | (34.18) | 202.36 |
| 8 | Other Comprehensive Income | | | | |
| | a) (i) Items that will not be reclassified to profit or loss | | 3.30 | - | 3.30 |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | - | (0.92) | - | (0.92) |
| | b) (i) Items that will be reclassified to profit or loss | (24.88) | | - | |
| | (ii) Income tax relating to items that will be reclassified to profit or loss | - | | - | |
| | Total Other Comprehensive Income/(Loss) net of tax | (24.88) | 2.38 | - | 2.38 |
| 9 | Total Comprehensive Income for the period (7+8) | 796.01 | 142.39 | (34.18) | 204.74 |
| 10 | Paid-up Equity Share Capital (Re. 1/- per Equity Share) | 795.10 | 795.10 | 795.10 | 795.10 |
| 11 | Earning per Equity Share (Face Value of Re. 1/- each) | | | | |
| | (a) Basic (In Rs.) | 1.03 | 0.18 | (0.04) | 0.25 |
| | (b) Diluted (In Rs.) | 1.00 | 0.18 | (0.04) | 0.25 |
| | Weighted average equity shares used in computing earnings per equity share | | | | |
| 12 | equity share | | | | |
| | Basic | 79,510,000 | 79,510,000 | 79,510,000 | 79,510,000 |
| | Diluted | 83,574,627 | 79,510,000 | 79,510,000 | 79,510,000 |

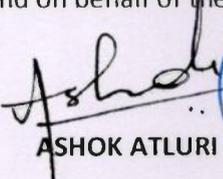


J. Srinivas

Notes to Standalone Un-Audited Financial Results for the Quarter Ended 30th June, 2022.

1. The Financial results of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified by the Companies (Indian Accounting Standard) rules 2015 as amended.
2. The aforementioned results have been reviewed & recommended by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on 30th July, 2022.
3. The figures for previous periods/ Year have been Recasted and Regrouped, wherever necessary.
4. The entire operations of the Company relate to only one segment viz., Defence, CAPF and Security forces. Hence segmental reporting as per Ind AS 108 is not made.
5. The value of the orders on hand as at 30th June 2022 is about Rs. 444.65 Crores.
6. During the Year , the company has raised an amount of Rs. 89.08 Crores by way of issuance and allotment of Convertible Equity Share Warrants and Compulsory Convertible Debentures to the Promoters & Non-Promoters of the company, respectively, on a preferential basis. Out of the total amount raised, Rs. 69.14 Crores was utilized and the balance Rs. 19.94 Crores is unutilized as of the Qtr ended 30th June, 2022.

For and on behalf of the Board


ASHOK ATLURI



Place : Hyderabad

Date: 30th July, 2022

Chairman and Managing Director
DIN: 00056050



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

**Review Report to
The Board of Directors
Zen Technologies Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results for the quarter ended 30 June 2022 (the "Statement") of Zen Technologies Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") attached herewith, 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 (the "Listing Regulations").
2. The Holding Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Holding Company's Board of Directors. 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. 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 Standards on Auditing 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 Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the following entities:

Holding Company:

- a) Zen Technologies Limited

Subsidiaries:

- a) Unistring Tech Solutions Private Limited
 - b) Zen Technologies Inc, USA
 - c) Zen Medical Technologies Private Limited
 - d) Zen Technologies Limited Employees Welfare Trust
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 6 below, 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 the aforesaid Indian



Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. The accompanying Statement includes the unaudited interim financial results and other financial information, in respect of 2 subsidiaries, whose unaudited interim financial results include total revenues of Rs.608.50 lakhs, total net loss of Rs.70.69 lakhs and total comprehensive loss of Rs.70.69 lakhs for the quarter ended 30 June 2022, as considered in the Statement which have been reviewed by their respective independent auditors.

The independent auditor's reports on interim financial results of these entities have been furnished to us by the Management and our conclusion on the Statement, in so far as it related to the amounts and disclosures in respect of these subsidiaries is based solely on the reports of such auditors and procedures performed by us as stated in paragraph 3 above.

7. The accompanying statement includes the unaudited interim financial results and other financial information, in respect of 2 subsidiaries whose unaudited interim financial results and other financial information includes total revenues of Rs.Nil, total net loss of Rs.30.07 lakhs and total comprehensive loss of Rs.6.30 lakhs for the quarter ended 30 June 2022, as considered in the Statement which have not been reviewed by their auditors and have been approved and furnished to us by the management and our conclusion on the Statement, in so far as it relates to the affairs of these subsidiaries, is based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these interim financial results and other financial information are not material to the Group.

Our conclusion on the Statement in respect of matters stated in para 6 and 7 above is not modified with respect to our reliance on the work done and the reports of the other auditors and the financial results and other financial information certified by the Management.

For Ramasamy Koteswara Rao and Co LLP
Chartered Accountants
ICAI Firm registration number: 010396S/S200084


Murali Krishna Reddy Telluri
Partner
Membership No: 223022
UDIN: 2223022ANXYER2390



Place: Hyderabad
Date: 30 July 2022

Zen Technologies Limited
B -42 Industrial Estate, Sanathnagar Hyderabad - 500 018, Telangana, India
CIN:L72200TG1993PLC015939

Statement of Un-Audited Consolidated financial results for the Quarter & Year Ended 30 June 2022

| (Rs. In lakhs) | | | | | |
|----------------|---|-----------------|-----------------|-----------------|-----------------|
| S No | Particulars | Quarter ended | Quarter ended | Quarter ended | Year ended |
| | | 30 June 2022 | 31 Mar 2022 | 30 June 2021 | 31 Mar 2022 |
| | | Un-audited | Audited | Un-audited | Audited |
| 1 | Income | | | | |
| | a) Revenue from Operations | 3,706.88 | 2,777.84 | 996.23 | 6,975.24 |
| | b) Other Income | 217.09 | 263.56 | 74.95 | 537.83 |
| | Total Income | 3,923.97 | 3,041.40 | 1,071.18 | 7,513.07 |
| 2 | Expenses | | | | |
| | (a) Cost of materials Consumed | 920.23 | 1,125.02 | 257.77 | 2,458.63 |
| | (b) Changes in inventories of finished goods, work-in-progress and Stock-in-Trade | 65.30 | (641.13) | (163.41) | (1,144.98) |
| | (c) Manufacturing Expenses | 122.97 | 120.91 | 90.52 | 405.00 |
| | (d) Employee benefits expense | 709.88 | 647.45 | 429.94 | 2,100.85 |
| | (e) Finance costs | 65.00 | 66.24 | 15.67 | 153.05 |
| | (f) Depreciation and amortization expense | 162.61 | 120.67 | 125.20 | 483.35 |
| | (g) Other expenses | 809.26 | 1,043.35 | 482.61 | 2,698.89 |
| | Total Expenses (a to g) | 2,855.25 | 2,482.51 | 1,238.29 | 7,154.79 |
| 3 | Profit/(loss) before exceptional items and tax (1-2) | 1,068.71 | 558.89 | (167.11) | 358.28 |
| 4 | Exceptional Items | - | 27.96 | - | 27.96 |
| 5 | Profit / (Loss) before Tax (3-4) | 1,068.71 | 530.93 | (167.11) | 330.32 |
| 6 | Tax expenses | | | | |
| | (i) Current tax | 207.36 | 108.66 | - | 127.95 |
| | (ii) Prior period taxes | - | (92.84) | - | (92.84) |
| | (iii) Deferred tax | 158.57 | 0.40 | (9.68) | 34.24 |
| 7 | Net Profit for the period (5-6) | 702.78 | 514.71 | (157.43) | 260.96 |
| | Attributable to: | | | | |
| | Shareholders of the Company | 745.65 | 331.23 | (113.61) | 198.51 |
| | Non Controlling interest | (42.87) | 183.48 | (43.82) | 62.45 |
| 8 | Other comprehensive income | | | | |
| | a) (i) Items that will not be reclassified to profit or loss | - | 3.30 | - | 3.30 |
| | (ii) Income tax relating to items that will not be reclassified to profit or loss | - | (0.92) | - | (0.92) |
| | b) (i) Items that will be reclassified to profit or loss | (1.12) | 11.86 | (9.79) | 1.53 |
| | (ii) Income tax relating to items that will be reclassified to profit or loss | - | (3.30) | 2.72 | (0.42) |
| | Total other comprehensive income/(loss) net of tax | (1.12) | 10.94 | (7.07) | 3.48 |
| 9 | Total Comprehensive income (7+8) | 701.66 | 525.65 | (164.50) | 264.45 |
| | Attributable to: | | | | |
| | Shareholders of the Company | 744.53 | 342.17 | (120.68) | 202.00 |
| | Non Controlling interest | (42.87) | 183.48 | (43.82) | 62.45 |
| 10 | Paid-up Equity Share Capital (Re. 1/- per Equity Share) | 795.10 | 795.10 | 795.10 | 795.10 |
| 11 | Earnings per share (Face Value of Rs. 1/- each) | | | | |
| | (a) Basic (In Rs.) | 0.94 | 0.42 | (0.14) | 0.25 |
| | (b) Diluted (In Rs.) | 0.91 | 0.42 | (0.14) | 0.25 |
| 12 | Weighted average equity shares used in computing earnings per equity share | | | | |
| | Basic | 79,510,000 | 79,510,000 | 79,510,000 | 79,510,000 |
| | Diluted | 83,574,627 | 79,510,000 | 79,510,000 | 79,510,000 |



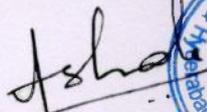
Notes to Consolidated Un-Audited Financial Results for the Quarter ended 30th June ,2022.

1. The Financial results of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified by the Companies (Indian Accounting Standard) rules 2015 as amended.
2. The aforementioned results have been reviewed & recommended by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on 30th July, 2022.
3. The figures for previous periods/ Year have been Recasted and Regrouped, wherever necessary.
4. The Group's operations predominantly consist of Defence, CAPF and Security forces. The Group's Chief Operating decision Maker (CODM) review the operations of the Group as a single reportable segment and operations from other than Training & Simulation does not qualify as a reportable segment as these operations are not material. Hence there are no reportable segments under Ind AS 108.
5. During the Year , the company has raised an amount of Rs. 89.08 Crores by way of issuance and allotment of Convertible Equity Share Warrants and Compulsory Convertible Debentures to the Promoters & Non-Promoters of the company, respectively, on a preferential basis. Out of the total amount raised, Rs. 69.14 Crores was utilized and the balance Rs. 19.94 Crores is unutilized as of the Qtr ended 30th June, 2022.

Place : Hyderabad

Date: 30th July, 2022

For and on behalf of the Board


ASHOK ATLURI



Chairman and Managing Director

DIN: 00056050

| Statement of Deviation / Variation in utilisation of funds raised | |
|--|--|
| Name of listed entity | Zen Technologies Limited |
| Mode of Fund Raising | Preferential Issue of convertible warrants & compulsory convertible debentures |
| Date of Raising Funds | 25th November 2021 |
| Amount Raised (in Rs. Lakhs) | 8,907.73 |
| Report filed for Quarter ended | 30th June 2022 |
| Monitoring Agency | Not Applicable |
| Monitoring Agency Name, if applicable | Not Applicable |
| Is there a Deviation / Variation in use of funds raised | No |
| If yes, whether the same is pursuant to change in terms of a contract or objects, which was approved by the shareholders | Not Applicable |
| If Yes, Date of shareholder Approval | Not Applicable |
| Explanation for the Deviation / Variation | Not Applicable |
| Comments of the Audit Committee after review | None |
| Comments of the auditors, if any | None |

Objects for which funds have been raised and where there has been a deviation, in the following table

| Original Object | Modified Object, if any | Original Allocation (in Rs. Lakhs) | Modified allocation, if any | Funds Utilised (in Rs. In Lakhs) | Amount of Deviation/Variation for the quarter according to applicable object | Remarks if any |
|---|-------------------------|------------------------------------|-----------------------------|----------------------------------|--|-----------------------------|
| The proceeds of the preferential issue shall be utilized to meet the Annual Business Plans of the Company, research and development (R&D), potential acquisitions, export and business promotion, working capital, capital expenditure, exploring new initiatives and for other general corporate purposes. | Not Applicable | 8,907.73 | Not Applicable | 6,913.92 | None | No Deviations or Variations |

Deviation or variation could mean:

- (a) Deviation in the objects or purposes for which the funds have been raised or
(b) Deviation in the amount of funds actually utilized as against what was originally disclosed or
(c) Change in terms of a contract referred to in the fund raising document i.e. prospectus, letter of offer, etc

For and on behalf of the Board



Ashok Atluri
Chairman and Managing Director
DIN: 00056050

Date - 30th July 2022
Place - Hyderabad