

2nd May 2023

National Stock Exchange of India Ltd,
Exchange Plaza, Bandra Kurla Complex,
Bandra (East), Mumbai – 400051.
Fax No.26598237/26598238

BSE Limited
P.J. Towers, Dalal Street
Mumbai - 400001.
Fax No.22722037/22723121

Name of Scrip: CIGNITITEC

Scrip code: 534758

Dear Sir / Madam,

Sub: Outcome of Board Meeting under regulation 30 read with 33(3)(c) of SEBI (Listing Obligations and Disclosure requirements) regulations, 2015

Further to our intimation dated 24th April 2023, this is to inform the Exchange that the Board of Directors of M/s. Cigniti Technologies Limited at their meeting held on 2nd May, 2023 at 9th Floor, Atria Building, Ascendas VBIT, Madhapur, Hyderabad-500081 have duly considered and approved the following items of business:

1. Audited financial results on consolidated and standalone basis for the quarter and year ended 31.03.2023.(enclosed)
2. Audit report for the Quarter and year ended 31.03.2023.(enclosed)
3. Notice of 25th Annual General Meeting to be held on Friday, 16th June, 2023.
4. Directors report for the financial year 2022-23.
5. Recommended a final dividend of Rs.3.00 per equity share and special dividend of Rs.2.50/- per equity share of Rs.10/- each subject to approval of the shareholders of the Company.
6. Secretarial Audit report for the financial year 2022-23.
7. Noted that the Nomination & Remuneration Committee in its meeting held on 2nd May, 2023 has approved the allotment of 15,000 equity shares under 'Cigniti ESOP 2015'.

The meeting was commenced at 2.00 P.M. (IST) and concluded at 5.50 P.M.(IST).

This is for the information and records of the Exchange, please.

Thanking you.

Yours Faithfully,

For Cigniti Technologies Limited

ADIRAJU
NAGAVASUDHA
Naga Vasudha
Company Secretary

Digitally signed by
ADIRAJU NAGAVASUDHA
Date: 2023.05.02 17:48:48
+05'30'

Encl: as above

Cigniti Technologies Ltd

Registered Office.

Suite 106 & 107, MGR Estates, Dwarakapuri Colony, Panjagutta,
Hyderabad 500 082, Telangana, India

Global Delivery Center

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

To
The Board of Directors of
Cigniti Technologies Limited

Report on the Audit of the Consolidated Financial Results**Opinion**

We have audited the accompanying statement of consolidated financial results of Cigniti Technologies Limited ("Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") for the quarter and year ended March 31, 2023 ("Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. includes the results of the following entities

Holding Company

Cigniti Technologies Limited

Subsidiaries

- a) Cigniti Technologies Inc., USA
- b) Cigniti Technologies Canada Inc., Canada
- c) Cigniti Technologies (UK) Limited, UK
- d) Cigniti Technologies (Australia) Pty Ltd., Australia
- e) Cigniti Technologies (SG) Pte. Ltd., Singapore
- f) Cigniti Technologies (CZ) Limited s.r.o, Czech Republic
- g) Gallop Solutions Private Limited, India
- h) Aparaa Digital Private Limited, India (w.e.f. July 1, 2022)
- i) RoundSqr Inc., USA (w.e.f. July 1, 2022 and dissolved on January 30, 2023)
- j) RoundSqr Pty Ltd, Australia (w.e.f. July 1, 2022)
- k) Cigniti Technologies CR Limitada (w.e.f. February 16, 2023)

- ii. are presented in accordance with the requirements of the Listing Regulations in this regard; and
- iii. gives a true and fair view in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive income / (loss) and other financial information of the Group for the quarter and year ended March 31, 2023.

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Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Companies Act, 2013, as amended (“the Act”). Our responsibilities under those Standards are further described in the “Auditor’s Responsibilities for the Audit of the Consolidated Financial Results” section of our report. We are independent of the Group in accordance with the ‘Code of Ethics’ issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion.

Management’s Responsibilities for the Consolidated Financial Results

The Statement has been prepared on the basis of the consolidated annual financial statements. The Holding Company’s Board of Directors are responsible for the preparation and presentation of the Statement that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group in accordance with the applicable accounting standards prescribed under section 133 of the Act 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 respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.

In preparing the Statement, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of their respective companies to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of their respective companies.

Auditor’s Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group of which we are the independent auditors and whose financial information we have audited, to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the Statement of which we are the independent auditors. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Statement of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities Exchange Board of India under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

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S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

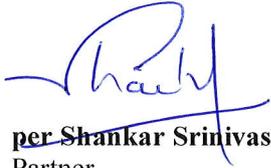
Other Matter

The Statement includes the results for the quarter ended March 31, 2023 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2023 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004



per Shankar Srinivasan
Partner

Membership No.: 213271

UDIN: 23213271BQSEHY3552

Place: Hyderabad

Date: May 2, 2023



(Rs. In lakhs)

Statement of Audited Consolidated Financial Results for the quarter and year ended March 31, 2023						
Sl. No.	Particulars	Quarter ended			Year ended	
		March 31, 2023	December 31, 2022	March 31, 2022	March 31, 2023	March 31, 2022
		Audited (Refer note 9)	Unaudited	Audited (Refer note 9)	Audited	Audited
1	Income					
	Revenue from operations	42,496.82	42,798.66	34,408.19	164,758.08	124,180.00
	Other income (refer note 4)	18.60	520.15	200.89	488.94	8.18
	Finance income	348.52	256.23	327.71	982.82	1,335.83
	Total income	42,863.94	43,575.04	34,936.79	166,229.84	125,524.01
2	Expenses					
	Employee benefits expense	24,483.07	24,931.98	20,014.70	96,445.78	73,926.79
	Hired contractors costs	7,457.90	7,773.86	7,087.50	30,749.57	23,935.13
	Finance costs	112.31	114.95	149.56	439.69	504.60
	Depreciation and amortisation expense	701.70	715.16	490.87	2,638.35	1,615.55
	Other expenses	3,718.45	3,691.13	4,044.52	13,792.40	13,390.02
	Total expenses	36,473.43	37,227.08	31,787.15	144,065.79	113,372.09
3	Profit before tax (1-2)	6,390.51	6,347.96	3,149.64	22,164.05	12,151.92
4	Tax expense					
	Current tax	1,596.72	1,724.79	878.49	5,792.58	3,191.59
	Taxes for earlier years	-	-	-	-	(185.00)
	Deferred tax	(130.61)	(31.71)	10.80	(460.59)	(29.08)
	Total tax expense	1,466.11	1,693.08	889.29	5,331.99	2,977.51
5	Net profit for the period (3-4)	4,924.40	4,654.88	2,260.35	16,832.06	9,174.41
6	Items of other comprehensive income					
	Other comprehensive income/(loss):					
	a) items that will be reclassified to profit or loss	(93.90)	226.84	132.59	934.83	232.94
	b) items that will not be reclassified to profit or loss (net of tax)	56.53	68.36	59.45	161.31	(56.76)
	Total other comprehensive income/(loss)	(37.37)	295.20	192.04	1,096.14	176.18
7	Total comprehensive income for the period (5+6)	4,887.03	4,950.08	2,452.39	17,928.20	9,350.59
8	Paid-up equity share capital (Face value of the share Rs. 10/- each)	2,725.70	2,725.70	2,805.25	2,725.70	2,805.25
9	Other equity				56,209.07	43,179.12
10	Earnings per share (EPS) (of Rs.10/- each) (not annualized) (amount in Rs.)					
	Basic EPS	18.07	17.08	8.06	61.32	32.72
	Diluted EPS	18.01	17.05	8.05	61.21	32.68

See accompanying notes to the consolidated financial results.

Notes:

1 The above statement of audited consolidated financial results of Cigniti Technologies Limited ("the Company"), which have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI") were reviewed and recommended by the Audit Committee and thereafter approved at the meeting of the Board of Directors of the Company held on May 2, 2023. The Statutory Auditors have expressed an unmodified audit opinion on the consolidated financial results.

2 The consolidated financial results of the Group includes the results of the Company and results of the following wholly owned subsidiaries:

Name of the subsidiary
Cigniti Technologies Inc., USA
Cigniti Technologies (UK) Limited, UK
Cigniti Technologies (Australia) Pty Ltd, Australia
Cigniti Technologies Canada Inc., Canada
Gallop Solutions Private Limited, India
Cigniti Technologies (SG) Pte. Ltd., Singapore
Cigniti Technologies (CZ) Limited s.r.o., Czech Republic
Aparaa Digital Private Limited (w.e.f. July 1, 2022)
RoundSqr Inc., USA (w.e.f. July 1, 2022 and dissolved on January 30, 2023)
RoundSqr Pty Ltd, Australia (w.e.f. July 1, 2022)
Cigniti Technologies CR Limitada (w.e.f. February 16, 2023)

3 Based on the internal reporting provided to the Chief Operating Decision Maker, the consolidated financial results relates to "Software testing services" as the only reportable primary segment of the Group.

4 Other income includes

Particulars	Quarter ended			Year ended	
	March 31, 2023	December 31, 2022	March 31, 2022	March 31, 2023	March 31, 2022
Net foreign exchange gain/(loss)	(62.14)	407.41	150.55	275.10	(80.24)



Notes continued:

- 5 Pursuant to the Share Purchase Agreement (SPA) dated July 1, 2022, the Company has acquired 100% of the issued capital of Aparaa Digital Private Limited ("Aparaa"), for an upfront consideration of Rs. 2,280.00 lakhs and earn out payments based on future performance over the next two years. Consequent to the acquisition, Aparaa along with its subsidiaries became wholly owned subsidiaries of the Company with effect from July 1, 2022 upon satisfactory completion of closing conditions under the SPA and has been consolidated with effect from that date. The transaction was accounted in accordance with Ind AS 103 - Business Combination. The group has recognized Rs. 1,323.40 lakhs towards fair value of net assets acquired and Rs. 1,910.61 lakhs towards Goodwill.
- 6 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 Code, once its effective.
- 7 The Board of Directors at their meeting held on May 2, 2023, recommend final dividend of Rs. 5.50 per share (55% on face value of Rs. 10/- each) for the year ended March 31, 2023.
- 8 The above consolidated financial results are also available on the stock exchange websites www.bseindia.com and www.nseindia.com and on our website www.cigniti.com.
- 9 The figures of the quarters ended March are the balancing figures between audited figures in respect of full financial year upto March and the unaudited published year to date figures upto December of each year, being the date of the end of the third quarter of the respective financial years which were subjected to limited review.

Previous period figures have been regrouped/reclassified wherever necessary to conform to the current period classification.

For Cigniti Technologies Limited

C.V. Subramanyam
Chairman and Managing Director

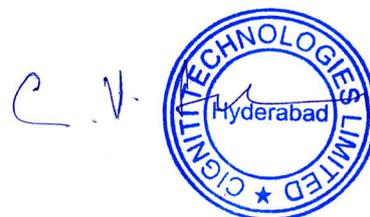


Place: Hyderabad
Date: May 2, 2023

Consolidated Balance Sheet

(Rs. In Lakhs)

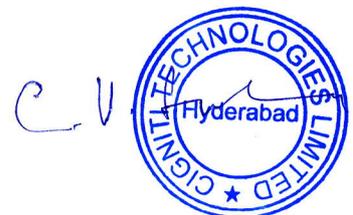
Particulars	As at	As at
	March 31, 2023	March 31, 2022
	Audited	Audited
ASSETS		
Non-current assets		
Property, plant and equipment	3,021.10	3,258.42
Intangible assets	1,232.79	-
Right-to-use asset	1,876.15	2,550.62
Goodwill	7,396.83	5,486.22
Deferred tax asset, net	591.29	580.24
Financial assets		
Investments	164.38	
Other financial assets	2,571.37	2,262.85
Subtotal - Non-current assets	16,853.91	14,138.35
Current assets		
Financial assets		
Investments	17,563.92	12,012.95
Trade receivables	25,515.42	22,678.05
Cash and cash equivalents	4,378.79	2,446.32
Bank balances other than cash and cash equivalents	6,295.70	9,093.59
Other financial assets	11,647.33	6,934.92
Current tax assets, net	169.62	120.17
Other current assets	2,176.22	2,350.15
Subtotal - Current assets	67,747.00	55,636.15
Total Assets	84,600.91	69,774.50
EQUITY AND LIABILITIES		
Equity		
Equity share capital	2,725.70	2,805.25
Other equity	56,209.07	43,179.12
Subtotal - Equity	58,934.77	45,984.37
Liabilities		
Non-current liabilities		
Financial liabilities		
Lease obligations	1,391.66	2,328.25
Other financial liabilities	520.15	-
Long term provisions	2,192.82	1,768.96
Subtotal - Non-current liabilities	4,104.63	4,097.21
Current liabilities		
Financial liabilities		
Short term borrowings	3,043.67	4,696.22
Trade payables		
i) total outstanding dues of micro enterprises and small enterprises	103.63	25.29
ii) total outstanding dues of creditors other than micro enterprises and small enterprises	11,444.97	9,359.95
Lease obligations	1,141.24	979.51
Other financial liabilities	805.05	366.33
Short term provisions	880.47	569.17
Current tax liability, net	1,915.12	1,818.67
Other current liabilities	2,227.36	1,877.78
Subtotal - Current liabilities	21,561.51	19,692.92
Total Equity and Liabilities	84,600.91	69,774.50



Consolidated Statement of Cash Flows

(Rs. In Lakhs)

	Year ended	
	March 31, 2023	March 31, 2022
	Audited	Audited
Cash flow from operating activities		
Profit before tax	22,164.05	12,151.92
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortisation expense	2,638.35	1,615.55
Finance income	(982.82)	(1,335.83)
Profit on sale of property, plant and equipments	-	(8.65)
Finance cost	439.69	504.60
Export incentive written-off	-	974.11
Unrealised foreign exchange loss, net	(53.82)	50.78
Changes in fair value of financial assets/liabilities, net	212.18	-
Share based payment expense, net	342.62	30.18
Provision for expected credit loss, net including bad debts written off	99.23	172.23
Liabilities no longer required written back, net	-	(41.78)
Operating profit before working capital changes	24,859.48	14,113.11
Movements in working capital		
Increase in trade payables	2,664.14	3,238.01
Decrease in financial liabilities	(113.15)	(213.65)
Increase in other liabilities	306.73	270.79
Increase in provisions	871.91	791.02
Increase in trade receivables	(2,633.94)	(7,129.22)
Increase in financial assets	(4,693.93)	(3,252.36)
Decrease/(increase) in other assets	199.38	(1,091.79)
Cash generated from operations	21,460.62	6,725.91
Income taxes paid (net of refunds)	(5,743.18)	(2,904.51)
Net cash generated from operating activities (A)	15,717.44	3,821.40
Cash flows used in investing activities		
Purchase of property, plant and equipments	(1,319.52)	(2,061.81)
Proceeds from sale of property, plant and equipments	-	8.65
Acquisition of a subsidiary, net of cash acquired (refer note (i) below)	(2,114.28)	-
Investment in equity instruments of other entities	(164.38)	-
Investments in mutual funds and debentures	(11,833.41)	(6,188.70)
Redemption of mutual funds and debentures	6,884.30	2,926.21
Investment in bank deposits	(5,946.50)	(10,859.67)
Redemption of bank deposits	8,552.22	10,229.32
Interest received	295.39	709.94
Net cash used in investing activities (B)	(5,646.18)	(5,236.06)
Cash flows used in financing activities		
Proceeds from shares issued against stock options	90.00	69.37
Buyback of equity shares including transaction cost and tax on buyback	(4,722.73)	-
Repayment of borrowings	(98.45)	-
Payment towards lease obligation	(1,166.76)	(1,153.53)
Interest, other borrowing cost and factoring charges paid	(251.40)	(233.48)
Dividend paid	(674.62)	(700.50)
Bill discounting with bank, net	(52.17)	52.17
Net cash used in financing activities (C)	(6,876.13)	(1,965.97)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	3,195.13	(3,380.63)
Exchange differences on translation of foreign currency balances	337.72	232.94
Cash and cash equivalents at the beginning of the year	(2,197.73)	949.96
Cash and cash equivalents at the end of the year	1,335.12	(2,197.73)
Components of cash and cash equivalents		
Balances with banks including cash on hand	4,378.79	2,446.32
Cash credit facility	(3,043.67)	(4,644.05)
Total cash and cash equivalents	1,335.12	(2,197.73)
Note (i) Net cash outflow on acquisition of business		
Consideration paid in cash for acquisition	(2,280.00)	-
Less: Cash and cash equivalent balances acquired on the acquisition	165.72	-
Net cash outflow on acquisition of business	(2,114.28)	-



Independent Auditor's Report on the Quarterly and Year to Date Audited Standalone Financial Results of Cigniti Technologies Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors of
Cigniti Technologies Limited

Report on the Audit of the Standalone Financial Results**Opinion**

We have audited the accompanying statement of standalone financial results of Cigniti Technologies Limited (the "Company") for the quarter and year ended March 31, 2023 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate

S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

The Statement includes the results for the quarter ended March 31, 2023 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2023 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For S.R. BATLIBOI & ASSOCIATES LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004



per **Shankar Srinivasan**

Partner

Membership No.: 213271

UDIN: 23213271BQSEHX64

Place: Hyderabad

Date: May 2, 2023



(Rs. In Lakhs)

Statement of Audited Standalone Financial Results for the quarter and year ended March 31, 2023						
Sl. No.	Particulars	Quarter ended			Year ended	
		March 31, 2023	December 31, 2022	March 31, 2022	March 31, 2023	March 31, 2022
		Audited (Refer note 8)	Unaudited	Audited (Refer note 8)	Audited	Audited
1	Income					
	Revenue from operations	18,769.39	18,407.85	12,474.89	69,664.29	45,551.89
	Other income (refer note 3)	(61.48)	284.88	107.86	353.80	58.60
	Finance income	348.52	256.23	327.73	981.35	1,335.84
	Total income	19,056.43	18,948.96	12,910.48	70,999.44	46,946.33
2	Expenses					
	Employee benefits expense	12,109.75	11,975.78	9,680.47	47,211.75	34,044.68
	Hired contractors costs	1,078.14	400.35	279.58	2,279.89	950.71
	Finance costs	44.87	59.40	56.47	207.79	308.20
	Depreciation and amortization expense	490.20	505.72	415.26	1,941.71	1,338.92
	Other expenses	1,436.32	1,681.26	1,139.62	5,645.58	4,906.37
	Total expenses	15,159.28	14,622.51	11,571.40	57,286.72	41,548.88
3	Profit before tax (1-2)	3,897.15	4,326.45	1,339.08	13,712.72	5,397.45
4	Tax expense					
	Current tax	1,080.00	1,179.71	403.75	3,803.08	1,412.69
	Deferred tax	(79.58)	(20.26)	17.60	(262.72)	58.48
	Total tax expense	1,000.42	1,159.45	421.35	3,540.36	1,471.17
5	Net profit for the period (3-4)	2,896.73	3,167.00	917.73	10,172.36	3,926.28
6	Items of other comprehensive income					
	Other comprehensive income/ (loss) - items that will not be reclassified to profit or loss (net of tax)	48.90	68.36	59.45	153.68	(56.76)
	Total other comprehensive income/(loss)	48.90	68.36	59.45	153.68	(56.76)
7	Total comprehensive income for the period (5+6)	2,945.63	3,235.36	977.18	10,326.04	3,869.52
8	Paid-up equity share capital (Face value of the share Rs. 10/- each)	2,725.70	2,725.70	2,805.25	2,725.70	2,805.25
9	Other equity				40,948.65	35,520.86
10	Earnings per share (EPS) (of Rs.10/- each) (not annualized) (amount in Rs.)					
	Basic EPS	10.63	11.62	3.27	37.06	14.00
	Diluted EPS	10.60	11.60	3.27	36.99	13.99

See accompanying notes to the standalone financial results.

Notes:

- The above statement of audited standalone financial results of Cigniti Technologies Limited ("the Company"), which have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder, other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI") were reviewed and recommended by the Audit Committee and thereafter approved at the meeting of the Board of Directors of the Company held on May 2, 2023. The Statutory Auditors have expressed an unmodified audit opinion on the standalone financial results.
- Based on the internal reporting provided to the Chief Operating Decision Maker, the standalone financial results relates to "Software testing services" as the only reportable primary segment of the Company.
- | Particulars | Quarter ended | | | Year ended | |
|----------------------------------|----------------|-------------------|----------------|----------------|----------------|
| | March 31, 2023 | December 31, 2022 | March 31, 2022 | March 31, 2023 | March 31, 2022 |
| Net foreign exchange gain/(loss) | (65.37) | 284.88 | 89.09 | 334.57 | 31.18 |
- Pursuant to the Share Purchase Agreement (SPA) dated July 1, 2022, the Company has acquired 100% of the issued capital of Aparaa Digital Private Limited ("Aparaa"), for an upfront consideration of Rs. 2,280.00 lakhs and earn out payments based on future performance over the next two years. Consequent to the acquisition, Aparaa along with its subsidiaries became wholly owned subsidiaries of the Company with effect from July 1, 2022 upon satisfactory completion of closing conditions under the SPA.
- 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 Code, once its effective.
- The Board of Directors at their meeting held on May 2, 2023, recommend final dividend of Rs. 5.50 per share (55% on face value of Rs. 10/- each) for the year ended March 31, 2023.
- The above standalone financial results are also available on the stock exchange websites www.bseindia.com and www.nseindia.com and on the Company's website www.cigniti.com.
- The figures of the quarters ended March are the balancing figures between audited figures in respect of full financial year upto March and the unaudited published year to date figures upto December of each year, being the date of the end of the third quarter of the respective financial years which were subjected to limited review.

Previous period figures have been regrouped/reclassified wherever necessary to conform to the current period classification.

For Cigniti Technologies Ltd

C.V. Subramanyam
Chairman and Managing Director

Place: Hyderabad
Date: May 2, 2023



Standalone Balance Sheet		
Particulars	(Rs. In Lakhs)	
	As at March 31, 2023	As at March 31, 2022
	Audited	Audited
ASSETS		
Non-current assets		
Property, plant and equipment	2,745.46	2,985.95
Intangible assets	-	-
Right-to-use asset	1,342.24	2,109.24
Deferred tax asset, net	700.79	489.78
Financial assets		
Investments	10,175.51	6,941.31
Other financial assets	1,992.21	1,665.96
Subtotal - Non-current assets	16,956.21	14,192.24
Current assets		
Financial assets		
Investments	17,563.92	12,012.95
Trade receivables	9,977.47	8,709.47
Cash and cash equivalents	1,907.70	1,140.89
Bank balances other than cash and cash equivalents	6,278.17	9,093.59
Other financial assets	4,119.46	3,191.14
Current tax assets, net	138.05	116.17
Other current assets	1,479.24	1,916.23
Subtotal - Current assets	41,464.01	36,180.44
Total Assets	58,420.22	50,372.68
EQUITY AND LIABILITIES		
Equity		
Equity share capital	2,725.70	2,805.25
Other equity	40,948.65	35,520.86
Subtotal - Equity	43,674.35	38,326.11
Liabilities		
Non-current liabilities		
Financial liabilities		
Lease obligations	927.81	1,952.36
Other financial liabilities	520.15	-
Long term provisions	2,165.07	1,768.96
Subtotal - Non-current liabilities	3,613.03	3,721.32
Current liabilities		
Financial liabilities		
Short term borrowings	3,043.67	2,403.51
Trade payables		
i) total outstanding dues of micro enterprises and small enterprises	103.63	25.29
ii) total outstanding dues of creditors other than micro enterprises and small enterprises	1,876.74	1,225.98
Lease obligations	1,024.55	908.64
Other financial liabilities	2,660.24	2,176.44
Short term provisions	496.54	232.35
Current tax liability, net	1,204.10	809.24
Other current liabilities	723.37	543.80
Subtotal - Current liabilities	11,132.84	8,325.25
Total Equity and Liabilities	58,420.22	50,372.68



Standalone Statement of Cash Flows	(Rs. In Lakhs)	
	Year ended	
	March 31, 2023	March 31, 2022
	Audited	Audited
Cash flow from operating activities		
Profit before tax	13,712.72	5,397.45
Adjustments to reconcile profit before tax to net cash flows:		
Depreciation and amortization expense	1,941.71	1,338.92
Finance income	(981.35)	(1,335.84)
Profit on sale of property, plant and equipments	-	(8.65)
Provisions no longer required written back	-	(18.77)
Changes in fair value of financial assets/liabilities, net	212.18	-
Finance cost	207.79	308.20
Export incentive written-off	-	974.11
Unrealized foreign exchange (gain)/loss, net	(55.00)	50.78
Share based payment expense, net	1.18	10.19
Provision for expected credit loss, net	(10.03)	66.71
Operating profit before working capital changes	15,029.20	6,783.10
Movements in working capital		
Increase in trade payables	729.11	272.10
Increase in other liabilities	179.57	137.91
Increase in provisions	813.98	559.30
Increase in trade receivables	(1,204.15)	(94.19)
Decrease/(Increase) in other assets	436.99	(887.72)
Increase in other financial assets	(926.33)	(1,028.28)
Increase/(decrease) in other financial liabilities	398.99	(422.71)
Cash generated from operations	15,457.36	5,319.51
Income taxes paid (net of refunds)	(3,378.39)	(464.46)
Net cash generated from operating activities	(A) 12,078.97	4,855.05
Cash flows used in investing activities		
Purchase of property, plant and equipments	(1,165.92)	(1,781.30)
Proceeds from sale of property, plant and equipments	-	8.65
Acquisition of subsidiaries	(2,280.19)	-
Investments in mutual funds and debentures	(11,833.41)	(6,188.70)
Redemption of mutual funds and debentures	6,884.30	2,926.21
Investment in bank deposits	(5,962.50)	(10,262.78)
Redemption of bank deposits	8,534.69	10,229.32
Interest received	294.48	709.94
Net cash used in investing activities	(B) (5,528.55)	(4,358.66)
Cash flows used in financing activities		
Proceeds from shares issued against stock options	90.00	69.37
Buyback of equity shares including transaction cost and tax on buy back.	(4,722.73)	-
Dividend paid	(674.62)	(700.50)
Interest and other borrowing cost paid	(55.88)	(51.43)
Payment towards lease obligation	(1,060.54)	(979.04)
Net cash used in financing activities	(C) (6,423.77)	(1,661.60)
Net increase/(decrease) in cash and cash equivalents	(A+B+C) 126.65	(1,165.21)
Cash and cash equivalents at the beginning of the year	(1,262.62)	(97.41)
Cash and cash equivalents at the end of the year	(1,135.97)	(1,262.62)
Components of cash and cash equivalents		
Balances with banks including cash on hand	1,907.70	1,140.89
Cash credit from banks	(3,043.67)	(2,403.51)
Total cash and cash equivalents	(1,135.97)	(1,262.62)



2nd May 2023

National Stock Exchange of India Ltd,
Exchange Plaza, Bandra Kurla Complex,
Bandra (East), Mumbai – 400051.
Fax No.26598237/26598238

BSE Limited
P.J. Towers, Dalal Street
Mumbai - 400001.
Fax No.22722037/22723121

Name of Scrip: CIGNITITEC

Scrip code: 534758

Dear Sir / Madam,

Sub: Declaration on Audit Reports with unmodified opinion pursuant to Regulation 33(3)(d) of Securities and Exchange Board of India (Listing Obligations and disclosure Requirements) Regulations, 2015.

With regard to captioned subject, we hereby confirm that S.R.Batliboi & Associates LLP, Chartered Accountants (Firm Registration No.101049W/E300004), Statutory Auditors of the Company has issued an Audit report with unmodified opinion on the Annual Financial Results for the year ended March 31, 2023 on standalone and consolidated basis.

This may be taken in compliance of the Regulation 33(3)(d) of Securities and Exchange Board of India (LODR) Regulations, 2015.

This is for your information and records please.

Thanking You

Yours faithfully,
For Cigniti Technologies Limited

ADIRAJU
NAGAVASUDHA
Digitally signed by ADIRAJU
NAGAVASUDHA
Date: 2023.05.02 17:49:57
+05'30'

Naga Vasudha
Company Secretary

Cigniti Technologies Ltd

Registered Office.

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Hyderabad 500 082, Telangana, India

Global Delivery Center

6th Floor, ORION Block, "The V" (Ascendas), Plot #17, Software Units Layout
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