



SIL: SEC: BSE: 2023-24

24th May, 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 Audited Standalone and Consolidated Financial Results for the quarter and year ended 31st March, 2023.

In continuation of our letter dated 17th May, 2023, we wish to inform you that our Board of Directors at their meeting held on today took on record and approved the Audited Standalone and Consolidated Financial Results for the quarter/ year ended March 31, 2023.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, we enclose the following:

- a) Statements showing the Audited Financial Results (Standalone and Consolidated) for the quarter/ year ended March 31, 2023;
- b) Auditors' Report on the Financial Results - Standalone and Consolidated.
- c) Declaration with regard to Auditor's Report, being an unmodified one.

The above said meeting of the Board of Directors commenced at 5.00 p.m. and concluded at 7.00 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**

Walker ChandioK & Co LLP

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Independent Auditor's Report on Consolidated Annual 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

Opinion

1. We have audited the accompanying consolidated annual 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 year ended 31 March 2023, 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) ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - (i) includes the annual financial results of ITCATS LLC, USA;
 - (ii) presents financial results in accordance with the requirements of Regulation 33 of the Listing Regulations; and
 - (iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 ('the Act') read with the Companies (Indian Accounting Standards) Rules, 2015, and other accounting principles generally accepted in India, of the consolidated net profit after tax and other comprehensive income and other financial information of the Group, for the year ended 31 March 2023.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Statement 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 ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial results 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.

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Emphasis of Matter – Restatement of prior period financial statements

4. We draw attention to note 7 to the accompanying Statement, which describes the restatements made to the comparative financial information for the quarter and year ended and as at 31 March 2022, in accordance with the principles of Ind AS 8, Accounting policies, Changes in Accounting Estimates and Errors, for correction of certain identified material prior period errors, which are further described in the aforesaid note. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the Statement

5. The Statement, which is the responsibility of the Holding Company's management and has been approved by the Holding Company's Board of Directors, has been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the consolidated net profit or loss and other comprehensive income, and other financial information of the Group in accordance with the Ind AS prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Holding Company's Board of Directors is also responsible for ensuring accuracy of records including financial information considered necessary for the preparation of the Statement. Further, in terms of the provisions of the Act, the respective Board of Directors / management of the companies included in the Group, covered under the Act, 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 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 financial results, that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial results have been used for the purpose of preparation of the Statement by the Directors of the Holding Company, as aforesaid.
6. In preparing the Statement, the respective Board of Directors of the companies included in the Group, are responsible for assessing the ability of the Group, 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.
7. The respective Board of Directors of the companies included in the Group, are responsible for overseeing the financial reporting process of the companies included in the Group.

Auditor's Responsibilities for the Audit of the Statement

8. 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 Standards on Auditing specified under section 143(10) of the Act 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 this Statement.

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9. As part of an audit in accordance with the Standards on Auditing specified under section 143(10) of the Act, 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 Holding 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 Board of Director's 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 represents the underlying transactions and events in a manner that achieves fair presentation.
 - Obtain sufficient appropriate audit evidence regarding the financial results/ financial information/ financial statements of the entities within the Group, to express an opinion on the Statement. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Statement, of which we are the independent auditors.
10. We communicate with those charged with governance of the Holding Company 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.
11. 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.
12. We also performed procedures in accordance with SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019, issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.

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Other Matters

13. The Statement includes the consolidated financial results for the quarter ended 31 March 2023, being the balancing figures between the audited consolidated figures in respect of the full financial year and the published unaudited year-to-date consolidated figures upto the third quarter of the current financial year, which were subject to limited review by us.
14. The audit of consolidated financial results for the corresponding quarter and year ended 31 March 2022 included in the Statement was carried out and reported by T Mohan & Associates who have expressed unmodified opinion vide their audit report dated 16 May 2022, whose reports have been furnished to us and which have been relied upon by us for the purpose of our audit of the Statement. Our opinion is not modified in respect of this matter.

For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No.: 001076N/N500013

SANJAY
KUMAR
JAIN

Digitally signed
by SANJAY
KUMAR JAIN
Date: 2023.05.24
18:31:13 +05'30'

Sanjay Kumar Jain

Partner

Membership No. 207660

UDIN: 23207660BGYCIA7059

Place: Hyderabad

Date: 24 May 2023



SAGARSOFT (INDIA) LIMITED

CIN: L72200TG1996PLC023823

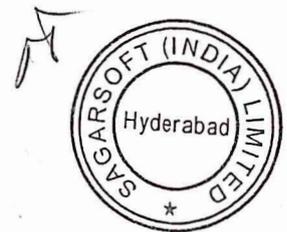
Plot No: 111, Road No 10, Jubilee Hills, Hyderabad - 500 033.

STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2023

(Amount in lakhs of ₹ unless otherwise stated)

Sl. No	Particulars	Quarter ended			Year ended	
		31.03.2023 (Audited)	31.12.2022 (Unaudited)	31.03.2022 (Restated)	31.03.2023 (Audited)	31.03.2022 (Restated)
		[refer note 3]		[refer [note 3 & 7]		[refer note 4 & 7]
1	Income					
	a. Revenue from operations	3,459.15	4,598.16	3,663.54	16,415.30	11,778.16
	b. Other income	30.61	45.16	40.39	243.68	136.13
	Total income	3,489.76	4,643.32	3,703.93	16,658.98	11,914.29
2	Expenses					
	a. Employee benefits expenses	2,389.40	2,672.50	2,378.71	10,691.96	7,980.19
	b. Finance costs	21.29	21.92	-	87.16	21.39
	c. Depreciation and amortization expense	84.02	65.48	58.25	259.99	222.74
	d. Other expenses	908.96	1,509.92	905.56	4,560.46	2,603.51
	Total expenses	3,403.67	4,269.82	3,342.52	15,599.57	10,827.83
3	Profit before tax	86.09	373.50	361.41	1,059.41	1,086.46
4	Tax expense					
	a. Current tax expense	51.80	103.82	102.74	342.64	284.55
	b. Deferred tax benefit	(27.38)	(5.98)	(0.93)	(47.37)	(6.52)
	c. Tax for earlier period/year	-	-	12.66	1.43	12.66
5	Profit for the period/year	61.67	275.66	246.94	762.71	795.77
6	Other comprehensive income (OCI)					
	(a) (i) Items that will not be reclassified to profit or loss	(0.48)	1.64	-	16.29	30.24
	(ii) Income tax relating to above	0.12	(0.41)	-	(4.10)	(7.61)
	(b) (i) Items that will be reclassified to profit or loss	(33.99)	54.56	12.57	117.02	12.57
	(ii) Income tax relating to above	8.56	(13.73)	-	(29.45)	-
7	Total comprehensive income for the period/year	35.88	317.72	259.51	862.47	830.97
8	Paid up Equity Share Capital (face value of ₹10 each)	639.22	639.22	639.22	639.22	639.22
9	Other equity				5,534.90	4,864.20
10	Earnings per equity share ("EPES")					
	Basic and Diluted EPES (in absolute ₹ terms)*	0.96	4.31	3.86	11.93	12.99

*not annualised for the quarters



Sagarsoft (India) Limited
Statement of Consolidated Assets and Liabilities as at 31 March 2023
(Amount in lakhs of ₹ unless otherwise stated)

Particulars	As at	
	31 March 2023	31 March 2022
	Audited	Restated (refer note 7)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	230.43	277.27
(b) Right of use assets	909.51	285.84
(c) Goodwill	868.64	868.64
(c) Financial assets		
(i) Other financial assets	38.83	63.04
(d) Other non-current assets	19.43	-
(e) Deferred tax assets (net)	64.79	28.15
Total Non-Current assets	2,131.63	1,522.94
Current assets		
(a) Financial Assets		
(i) Trade receivables	3,296.58	3,880.72
(ii) Cash and cash equivalents	2,520.99	2,029.76
(iii) Bank balances other than (ii) above	45.67	37.37
(iv) Loans	1,307.93	812.55
(v) Other financial assets	98.41	73.62
(b) Current tax assets (net)	18.03	24.26
(c) Other current assets	134.06	123.18
Total Current assets	7,421.67	6,981.46
Total assets	9,553.30	8,504.40
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	639.22	639.22
(b) Other equity	5,534.90	4,864.20
Total Equity	6,174.12	5,503.42
LIABILITIES		
Non-current liabilities		
(a) Financial liabilities		
(i) Lease liabilities	857.61	91.58
(b) Provisions	75.68	-
Total non-current liabilities	933.29	91.58
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	63.19	-
(ia) Lease liabilities	127.28	218.83
(ii) Trade payables		
- total outstanding dues of micro and small enterprises;	-	-
- total outstanding dues of creditors other than micro and small enterprises	1,222.75	836.08
(iii) Other financial liabilities	726.73	1,257.09
(b) Other current liabilities	138.58	412.21
(c) Provisions	54.56	37.65
(d) Current tax liabilities (net)	112.80	147.54
Total current liabilities	2,445.89	2,909.40
Total equity and liabilities	9,553.30	8,504.40



Sagarsoft (India) Limited

Consolidated Cash Flow Statement for the year ended 31 March 2023

(Amount in lakhs of ₹ unless otherwise stated)

Particulars	For the year ended	
	31 March 2023	31 March 2022
	Audited	Restated (refer note 7)
Cash flow from operating activities		
Profit before tax	1,059.41	1,086.46
Adjustments:		
Depreciation and amortization expense	259.99	222.74
Finance cost	87.16	21.39
Loss on sale of asset	15.57	-
Provision for doubtful debts and bad debts written off	41.27	-
Interest income	(142.06)	(97.23)
Operating profits before working capital changes	1,321.34	1,233.36
Movements in working capital:		
Changes in trade receivables	786.09	(1,242.29)
Changes in other assets	0.71	57.96
Changes in other liabilities	(912.08)	673.35
Changes in trade payables	304.43	(323.26)
Changes in provisions	108.89	24.83
Cash generated from operating activities	1,609.38	423.95
Income tax paid, net	(433.24)	(203.62)
Net cash generated from operating activities (A)	1,176.14	220.33
Cash flow from investing activities		
Purchase of property, plant and equipment	(151.13)	(62.19)
Purchase of investments	-	(12.50)
Proceeds from sale of property, plant and equipment	9.02	-
Loan extended to related party	(500.00)	-
Interest income received	196.35	31.63
Net cash used in investing activities (B)	(445.76)	(43.06)
Cash flow from financing activities		
Proceeds from allotment of equity shares	-	508.00
Proceeds from long-term borrowings	81.44	-
Repayment of long-term borrowings	(18.25)	-
Interest paid	(4.00)	-
Lease rentals paid	(198.80)	(179.84)
Dividend paid	(191.77)	(139.01)
Net cash generated from / (used in) financing activities (C)	(331.38)	189.15
Net change in cash and cash equivalents (A + B + C)	399.00	366.42
Effect of exchange rate changes on cash	92.23	12.06
Increase in cash balance on account of acquisition of a subsidiary	-	971.81
Cash and cash equivalents at the beginning of the year	2,029.76	679.47
Cash and cash equivalents at the end of the year (Note 1)	2,520.99	2,029.76
Note 1:		
Cash and cash equivalents include:		
Cash on hand	1.11	0.77
Balances with banks in current accounts	1,989.08	1,013.18
Deposits with original maturity up to 3 months	530.80	1,015.81
	2,520.99	2,029.76



Notes:

- The audited consolidated financial results for the quarter and year ended 31 March 2023 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 24 May 2023.
- The consolidated financial results have been prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standard, 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), including relevant circulars issued by the SEBI from time to time.
- The figures for the quarter ended 31 March 2023 and 31 March 2022 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2023 and 31 March 2022 respectively, and the published unaudited year to date figures up to the nine months ended 31 December 2022 and 31 December 2021 respectively, which were subject to limited review by the statutory auditors.
- The consolidated financial results for the quarter and year ended 31 March 2023, includes the results of Sagarsoft (India) Limited (the 'Holding Company') and its wholly owned subsidiary, IT CATS LLC, USA, which was acquired on 26 July 2021. Accordingly, the figures for the year ended 31 March 2022 are not comparable.
- 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.
- The Board of Directors of the Holding Company has recommended final dividend for the financial year ended 31 March 2023 @20% i.e. ₹2/- per equity share of the face value of ₹10/- each subject to the approval of the share holders at the ensuing Annual General Meeting.
- In accordance with the principles of Ind AS 8, Accounting policies, Changes in Accounting Estimates and Errors, the management has retrospectively restated the previous year financial statements to rectify the classification errors as under:

(a) Consolidated Balance Sheet as at 31 March 2022

(₹ in Lakhs)

Particulars	31-Mar-22	Adjustments	31-Mar-22
	Published		Restated
ASSETS			
Non-current assets			
Right of use assets	191.28	94.56	285.84
Loans	875.59	(875.59)	-
Other financial assets	-	63.04	63.04
Income tax assets (net)	150.00	(150.00)	-
Current assets			
Loans	-	812.55	812.55
Other financial assets	16.26	57.36	73.62
Current tax assets (net)	-	24.26	24.26
Other current assets	219.96	(96.78)	123.18
LIABILITIES			
Non-current liabilities			
Lease liabilities	194.46	(102.88)	91.58
Provisions	31.27	(31.27)	-
Current liabilities			
Lease liabilities	21.39	197.44	218.83
Trade payables (dues to other than micro and small enterprises)	512.12	323.96	836.08
Other financial liabilities	-	1,257.09	1,257.09
Other current liabilities	1,933.59	(1,521.38)	412.21
Provisions	167.16	(129.51)	37.65
Current tax liabilities (net)	211.60	(64.06)	147.54

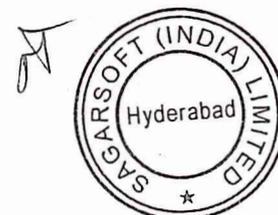
(b) Consolidated Statement of Profit and Loss for the quarter and year ended 31 March 2022

(₹ in Lakhs)

Particulars	Quarter ended	Adjustments	Quarter ended	Year ended	Adjustments	Year ended
	31-Mar-22		31-Mar-22	31-Mar-22		
	Published		Restated	Published		
Expenses						
Employee compensation expenses	1,020.31	1,358.40	2,378.71	7,231.19	749.00	7,980.19
Finance cost	-	-	-	-	21.39	21.39
Other expenses	2,263.96	(1,358.40)	905.56	3,373.92	(770.41)	2,603.51

(c) Restatement in the Earnings per Share

Particulars	Year ended	Year ended
	31-Mar-22	31-Mar-22
	Published	Restated
Earnings per equity share ("EPES")		
Basic and Diluted EPES (in absolute ₹ terms)	13.35	12.99



(d) Consolidated Cash Flow Statement for the year ended 31 March 2022

(₹ in Lakhs)

Particulars	31-Mar-22	Adjustments	31-Mar-22
	Published		Restated
Net cash generated from operating activities	63.62	156.71	220.33
Net cash used in investing activities	(1,670.02)	1,626.96	(43.06)
Net cash generated from financing activities	1,974.88	(1,785.73)	189.15
Net change in cash and cash equivalents	368.48	(2.06)	366.42
Cash and cash equivalents at the beginning of the year	1,698.64	(1,019.17)	679.47
Increase in cash balance on account of acquisition of a subsidiary	-	971.81	971.81
Effect of exchange rate changes on cash	-	12.06	12.06
Cash and cash equivalents at the end of the year	2,067.12	(37.36)	2,029.76

For and on behalf of the Board of Directors



M. Jagadeesh
Managing Director
DIN: 01590689



Date: 24 May 2023
Place: Hyderabad

Walker Chandiook & Co LLP

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Independent Auditor's Report on Standalone Annual 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

Opinion

1. We have audited the accompanying standalone annual financial results ('the Statement') of Sagarsoft (India) Limited ('the Company') for the year ended 31 March 2023, 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) ('Listing Regulations').
2. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - (i) presents financial results in accordance with the requirements of Regulation 33 of the Listing Regulations; and
 - (ii) gives a true and fair view in conformity with the applicable Indian Accounting Standards ('Ind AS') specified under section 133 of the Companies Act, 2013 ('the Act'), read with the Companies (Indian Accounting Standards) Rules, 2015, and other accounting principles generally accepted in India, of the standalone net profit after tax and other comprehensive income and other financial information of the Company for the year ended 31 March 2023.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Statement* 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 ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial results 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.

Chartered Accountants

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

Walker Chandiook & Co LLP is registered with limited liability with identification number AAC-2085 and has its registered office at L-41, Connaught Circus, Outer Circle, New Delhi, 110001, India

Walker Chandiook & Co LLP

Emphasis of Matter – Restatement of prior period financial statements

4. We draw attention to note 6 to the accompanying Statement, which describes the restatements made to the comparative financial information for the year ended and as at 31 March 2022 and as at 1 April 2021, in accordance with the principles of Ind AS 8, Accounting policies, Changes in Accounting Estimates and Errors, for correction of certain identified material prior period errors, which are further described in the aforesaid note. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the Statement

5. This Statement has been prepared on the basis of the standalone annual financial statements and has been approved by the Company's Board of Directors. The Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit/loss and other comprehensive income and other financial information of the Company in accordance with the Ind AS specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 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 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 gives a true and fair view and is free from material misstatement, whether due to fraud or error.
6. In preparing the Statement, the Board of Directors is 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.
7. The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Statement

8. 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 Standards on Auditing, specified under section 143(10) of the Act, 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 this Statement.
9. As part of an audit in accordance with the Standards on Auditing, specified under section 143(10) of the Act, 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 in place an adequate internal financial controls with reference to financial statements 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.

Walker Chandiook & Co LLP

- 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 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 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.
10. 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.
11. 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 Matters

12. The Statement includes the financial results for the quarter ended 31 March 2023, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subject to limited review by us.
13. The audit of standalone financial results for the corresponding quarter and year ended 31 March 2022 and audit of standalone financial results for the year ended 31 March 2021 included in the Statement was carried out and reported by T Mohan & Associates who have expressed unmodified opinion vide their audit report dated 16 May 2022 and 14 May 2021, respectively, whose reports have been furnished to us, and which have been relied upon by us for the purpose of our audit of the Statement. Our opinion is not modified in respect of this matter.

For Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No.: 001076N/N500013

SANJAY
KUMAR
JAIN

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SANJAY KUMAR
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Date: 2023.05.24
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Sanjay Kumar Jain

Partner

Membership No. 207660

UDIN: 23207660BGYCHZ5110

Place: Hyderabad

Date: 24 May 2023

Chartered Accountants

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

Walker Chandiook & Co LLP is registered with limited liability with identification number AAC-2085 and has its registered office at L-41, Connaught Circus, Outer Circle, New Delhi, 110001, India



SAGARSOFT (INDIA) LIMITED

CIN: L72200TG1996PLC023823

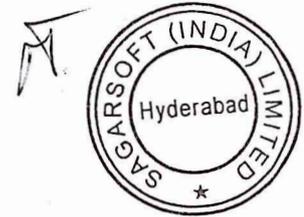
Plot No: 111, Road No 10, Jubilee Hills, Hyderabad - 500 033.

STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2023

(Amount in lakhs of ₹ unless otherwise stated)

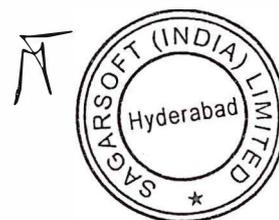
Sl. No	Particulars	Quarter ended			Year ended	
		31.03.2023 (Audited) [refer note 3]	31.12.2022 (Unaudited)	31.03.2022 (Audited) [refer note 3]	31.03.2023 (Audited)	31.03.2022 (Audited)
1	Income					
	a. Revenue from operations	1,125.09	1,351.35	1,243.95	4,948.75	4,926.46
	b. Other income	14.55	53.16	40.20	235.59	134.56
	Total income	1,139.64	1,404.51	1,284.15	5,184.34	5,061.02
2	Expenses					
	a. Employee benefits expenses	962.61	905.82	869.50	3,767.06	3,348.60
	b. Finance costs	20.65	21.16	-	84.24	21.39
	c. Depreciation and amortization expense	74.14	53.59	56.60	220.30	217.23
	d. Other expenses	194.48	266.23	149.98	908.24	731.57
	Total expenses	1,251.88	1,246.80	1,076.08	4,979.84	4,318.79
3	Profit / (loss) before tax	(112.24)	157.71	208.07	204.50	742.23
4	Tax expense					
	a. Current tax expense	(0.90)	37.60	70.23	110.10	211.60
	b. Deferred tax expense / (benefit)	(32.39)	2.43	(0.93)	(43.97)	(6.52)
	c. Tax for earlier period/year	-	-	-	1.43	12.66
5	Profit / (loss) for the period/year	(78.95)	117.68	138.77	136.94	524.49
6	Other comprehensive income / (loss) (OCI)					
	(a) (i) Items that will not be reclassified to profit or loss	(0.48)	1.64	-	16.29	30.24
	(ii) Income tax relating to above	0.12	(0.41)	-	(4.10)	(7.61)
	(b) (i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to above	-	-	-	-	-
7	Total comprehensive income for the period / year	(79.31)	118.91	138.77	149.13	547.12
8	Paid up Equity Share Capital (face value of ₹10 each)	639.22	639.22	639.22	639.22	639.22
9	Other equity				4,537.71	4,580.35
10	Earnings per equity share ("EPES")					
	Basic and Diluted EPES (in absolute ₹ terms) [refer note 6(b)]*	(1.24)	1.84	2.17	2.14	8.56

*not annualised for the quarters



Sagarsoft (India) Limited
Statement of Standalone Assets and Liabilities as at 31 March 2023
(Amount in lakhs of ₹ unless otherwise stated)

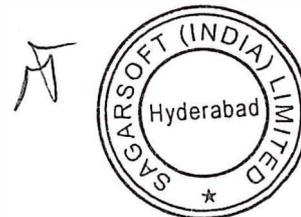
Particulars	As at		
	31 March 2023 (Audited)	31 March 2022 Restated (refer note 6)	1 April 2021 Restated (refer note 6)
ASSETS			
Non-current assets			
(a) Property, plant and equipment	204.68	261.39	294.71
(b) Right of use assets	835.34	191.27	323.54
(c) Financial assets			
(i) Investments	1,618.38	1,618.38	-
(ii) Other financial assets	38.83	63.04	68.58
(d) Other non-current assets	19.43	-	-
(e) Deferred tax assets (net)	90.85	28.15	29.24
Total Non-Current assets	2,807.51	2,162.23	716.07
Current assets			
(a) Financial Assets			
(i) Trade receivables	1,410.52	1,320.31	827.14
(ii) Cash and cash equivalents	675.17	1,216.58	679.47
(iii) Bank balances other than (ii) above	45.67	37.37	29.53
(iv) Loans	1,301.72	805.19	800.18
(v) Other financial assets	98.41	73.62	5.82
(b) Current tax assets (net)	18.03	24.26	9.71
(c) Other current assets	124.10	116.43	161.87
Total Current assets	3,673.62	3,593.76	2,513.72
Total assets	6,481.13	5,755.99	3,229.79
EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	639.22	639.22	556.00
(b) Other equity	4,537.71	4,580.35	2,141.57
Total Equity	5,176.93	5,219.57	2,697.57
LIABILITIES			
Non-current liabilities			
(a) Financial liabilities			
(i) Lease liabilities	809.72	21.93	215.85
(b) Provisions	75.68	-	4.15
Total non-current liabilities	885.40	21.93	220.00
Current liabilities			
(a) Financial liabilities			
(i) Borrowings	63.19	-	-
(i) Lease liabilities	98.46	193.92	158.45
(ii) Trade payables	-	-	-
- total outstanding dues of micro and small enterprises;	-	-	-
- total outstanding dues of creditors other than micro and small enterprises	1.10	21.08	7.04
(iii) Other financial liabilities	72.02	129.96	66.81
(b) Other current liabilities	129.47	85.44	41.02
(c) Provisions	54.56	37.64	38.90
(d) Current tax liabilities (net)	-	46.45	-
Total current liabilities	418.80	514.49	312.22
Total equity and liabilities	6,481.13	5,755.99	3,229.79



Sagarsoft (India) Limited
Standalone Cash Flow Statement for the year ended 31 March 2023

(Amount in lakhs of ₹ unless otherwise stated)

Particulars	For the year ended	
	31 March 2023 (Audited)	31 March 2022 Restated (refer note 6)
Cash flow from operating activities		
Profit before tax	204.50	742.23
Adjustments:		
Depreciation and amortization expense	220.30	217.23
Finance cost	84.24	21.39
Loss on sale of asset	15.57	-
Provision for doubtful debts and bad debts written off	41.27	-
Interest income	(142.06)	(97.23)
Operating profits before working capital changes	423.82	883.62
Movements in working capital:		
Changes in trade receivables	(131.48)	(493.17)
Changes in other assets	1.51	43.77
Changes in other liabilities	(22.21)	99.74
Changes in trade payables	(19.98)	14.04
Changes in provisions	108.89	24.83
Cash generated from operating activities	360.55	572.83
Income tax paid, net	(174.58)	(192.36)
Net cash generated from operating activities (A)	185.97	380.47
Cash flow from investing activities		
Purchase of Property, plant and equipment ("PPE")	(130.83)	(51.64)
Proceeds from sale of PPE	9.02	-
Loan extended to related party	(500.00)	-
Interest income received	196.35	31.63
Purchase of investments	-	(12.50)
Net cash used in investing activities (B)	(425.46)	(32.51)
Cash flow from financing activities		
Proceeds from allotment of equity shares	-	508.00
Proceeds from long-term borrowings	81.44	-
Repayment of long-term borrowings	(18.25)	-
Interest paid	(4.00)	-
Lease rentals paid	(169.34)	(179.84)
Dividend paid	(191.77)	(139.01)
Net cash generated from / (used in) financing activities (C)	(301.92)	189.15
Net change in cash and cash equivalents (A + B + C)	(541.41)	537.11
Cash and cash equivalents at the beginning of the year	1,216.58	679.47
Cash and cash equivalents at the end of the year (Note 1)	675.17	1,216.58
Note 1:		
Cash and cash equivalents include:		
Cash on hand	0.29	0.01
Balances with banks in current accounts	144.08	200.76
Deposits with original maturity up to 3 months	530.80	1,015.81
	675.17	1,216.58



Notes:

- The audited standalone financial results for the quarter and year ended 31 March 2023 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective meetings held on 24 May 2023.
- The standalone financial results have been prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standard, 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), including relevant circulars issued by the SEBI from time to time.
- The figures for the quarter ended 31 March 2023 and 31 March 2022 are the balancing figures between the audited figures in respect of the full financial year ended 31 March 2023 and 31 March 2022 respectively, and the published unaudited year to date figures up to the nine months ended 31 December 2022 and 31 December 2021 respectively, which were subject to limited review by the statutory auditors.
- 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.
- The Board of Directors of the Company has recommended final dividend for the financial year ended 31 March 2023 @ 20% i.e. ₹2/- per equity share of the face value of ₹10/- each subject to the approval of the share holders at the ensuing Annual General Meeting.
- In accordance with the principles of Ind AS 8, Accounting policies, Changes in Accounting Estimates and Errors and Para 40A of Ind AS 1, Presentation of Financial Statements, the management has retrospectively restated the previous year financial statements as at 31 March 2022 and has also presented a third balance sheet as at 1 April 2021, to rectify the classification errors as under:

(a) Standalone Balance Sheet as at 31 March 2022 and 1 April 2021

(₹ in Lakhs)

Particulars	31-Mar-22	Adjustments	31-Mar-22	01-Apr-21	Adjustments	01-Apr-21
	Published		Restated	Published		Restated
ASSETS						
Non-current assets						
Investments	-	1,618.38	1,618.38	-	-	-
Loans	868.23	(868.23)	-	878.88	(878.88)	-
Other financial assets	-	63.04	63.04	-	68.58	68.58
Income tax assets (net)	150.00	(150.00)	-	190.00	(190.00)	-
Current assets						
Investments	1,618.38	(1,618.38)	-	-	-	-
Loans	-	805.19	805.19	-	800.18	800.18
Other financial assets	9.51	64.11	73.62	6.27	(0.45)	5.82
Current tax assets (net)	-	-	-	-	9.71	9.71
Other current assets	219.96	(103.53)	116.43	161.42	0.45	161.87
LIABILITIES						
Non-current liabilities						
Lease liabilities	194.46	(172.53)	21.93	374.30	(158.45)	215.85
Provisions	31.27	(31.27)	-	33.02	(28.87)	4.15
Current liabilities						
Lease liabilities	21.39	172.53	193.92	-	158.45	158.45
Other financial liabilities	-	129.96	129.96	-	66.81	66.81
Other current liabilities	54.63	30.81	85.44	38.19	2.83	41.02
Provisions	167.16	(129.52)	37.64	79.68	(40.78)	38.90
Current tax liabilities (net)	211.60	(165.15)	46.45	190.41	(190.41)	-

(b) Restatement in the Earnings per Share

Particulars	Year ended	Year ended
	31-Mar-22	31-Mar-22
	Published	Restated
Earnings per equity share ("EPES")		
Basic and Diluted EPES (in absolute ₹ terms)	8.93	8.56

(c) Standalone Cash Flow Statement for the year ended 31 March 2022

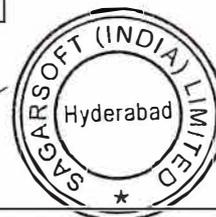
(₹ in Lakhs)

Particulars	31-Mar-22	Adjustments	31-Mar-22
	Published		Restated
Net cash generated used in operating activities	229.43	151.04	380.47
Net cash used in investing activities	(1,659.37)	1,626.86	(32.51)
Net cash generated from financing activities	1,974.88	(1,785.73)	189.15
Net change in cash and cash equivalents	544.94	(7.83)	537.11
Cash and cash equivalents at the beginning of the period	709.01	(29.54)	679.47
Cash and cash equivalents at the end of the period	1,253.95	(37.37)	1,216.58

For and on behalf of the Board of Directors



M. Jagadeesh
Managing Director
DIN: 01590689



Date: 24 May 2023
Place: Hyderabad



DECLARATION

Pursuant to Regulation 33 (3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Pursuant to Regulation 33 (3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as notified on May 25, 2016, we hereby declare and confirm that Auditors' Reports on the Standalone and Consolidated Annual financial Results of the company for the quarter and year ended March 31, 2023 are "unmodified".

for **Sagarsoft (India) Limited**

M. Jagadesh
Managing Director

Place: Hyderabad
Date: May 24, 2023

