

**SANKHYA INFOTECH LIMITED**

*(The Company is under Corporate Insolvency Resolution Process vide NCLT order dated 28/07/2021 (Order received on 02/08/2021))*

Date:- 14<sup>th</sup> February, 2022

To

The General Manager,  
Department of Corporate Relations,  
BSE Limited, PJ. Towers,  
Dalal Street, Mumbai-400001

Dear Sir/Madam,

**Sub: Intimation under Regulation 29 of SEBI (LODR) Regulations, 2015, regarding consideration and approval of Unaudited Financial Results for the Quarter ended 31<sup>st</sup> December, 2021**

**Scrip Code: 532972**

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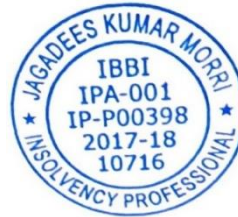
Pursuant to appointment of the Resolution Professional ('RP') by the Hon'ble National Company Law Tribunal (NCLT), Hyderabad, and in accordance with the provisions of the Insolvency and Bankruptcy Code, 2016 ('Code'), and pursuant to Regulation 29 of SEBI (LODR) Regulations, 2015, please take notice that on Monday, February 14, 2022, Mr. Jagadees Kumar Morri (IP Registration No. IBBI/IPA-001/IP-P00398/2017-2018/10716), Resolution Professional, has considered and approved the Unaudited Financial Results of the Company for the Quarter ended December 31, 2021 and the same have been duly authenticated and signed by him.

The Board Meeting commenced at 12:30 P.M. and concluded at 2:00 P.M.

This is for your information and record.

Thanking you,

Yours faithfully  
For **SANKHYA INFOTECH LIMITED**



**JAGADEES KUMAR MORRI**  
**RESOLUTION PROFESSIONAL**

**IBBI Registration No. IBBI/IPA-001/IP-P00398/2017-2018/10716**  
**(Acting for and on behalf of the Company without any personal liability)**

**Encl: a/a**



**STATEMENT OF UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER & NINE MONTHS ENDED DECEMBER 31st, 2021**

		(Rs in Lakhs)					
Sl. No.	Particulars	Quarter Ended			Nine Months-Ended		Yearly
		Un-Audited	Un-Audited	Un-Audited	Un-Audited	Un-Audited	Audited
		31.12.2021	30.09.2021	31.12.2020	31.12.2021	31.12.2020	31.03.2021
I	Revenue from Operations	-	-	-	-	-	-
II	Other Income	-	0.002	-	0.002	0.00	-
III	<b>Total Income (I+II)</b>	-	0.002	-	0.002	0.00	-
	<b>Expenses</b>						
a)	Staff Cost	0.50	-	-	0.50	-	0.01
b)	Other Expenses	12.16	5.56	4.06	25.44	14.88	25.24
c)	Depreciation & amortization expense	168.78	197.37	191.97	538.29	575.91	767.87
d)	Finance Cost	0.01	732.52	1.66	734.19	3.87	5.60
IV	<b>Total Expenses</b>	<b>181.45</b>	<b>935.45</b>	<b>197.69</b>	<b>1298.42</b>	<b>594.66</b>	<b>798.72</b>
V	Profit Before Exceptional & Extraordinary Items & Tax (III-IV)	(181.45)	(935.45)	(197.69)	(1,298.42)	(594.66)	(798.72)
VI	Extra Ordinary Items	-	-	-	-	-	-
VII	<b>Profit/(Loss) before Taxation</b>	<b>(181.45)</b>	<b>(935.45)</b>	<b>(197.69)</b>	<b>(1,298.42)</b>	<b>(594.66)</b>	<b>-798.72</b>
VIII	Income Tax Expense						
	- Taxation	-	-	-	-	-	-
	- Deferred Tax	(19.71)	(27.15)	(9.70)	(67.25)	(29.10)	(48.09)
IX	<b>Profit / (Loss) after Taxation(VII-VIII)</b>	<b>(161.74)</b>	<b>(908.30)</b>	<b>(187.99)</b>	<b>(1,231.17)</b>	<b>(565.56)</b>	<b>(750.63)</b>
X	Other Comprehensive Income						
	A. (i) Items that will not be reclassified to Profit & Loss Account						
	- Remeasurement of defined benefit plans	-	-	-	-	-	-
	- Less: Tax on remeasurement of defined benefit plans	-	-	-	-	-	-
	B. (i) Items that will be reclassified to Profit & Loss Account						
	Tax related to items that will be reclassified to Profit & Loss Account						
XI	<b>Total Comprehensive Income for the period (IX+X)</b>	<b>(161.74)</b>	<b>(908.30)</b>	<b>(187.99)</b>	<b>(1,231.17)</b>	<b>(565.56)</b>	<b>(750.63)</b>
	Comprising Profit & Other Comprehensive Income for the period						
XII	Basic and diluted Earning per Share in Rs. (On a par value of Rs.10 per share)	(1.11)	(6.22)	(1.29)	(8.43)	(3.88)	(5.14)
XIII	Paid-up equity share capital (Face value of Rs.10 per Share)	1,459.71	1,459.71	1,459.71	1,459.71	1,459.71	1,459.71

**Notes:**

- A Corporate insolvency resolution process ("CIRP") was initiated against the Company by the National Company Law Tribunal Hyderabad Bench 1 vide Order No. CP(IB)No.235/7/HDB/2020, dated 28th July, 2021 under the provisions of Insolvency and Bankruptcy Code, 2016 ("Code"). Pursuant to the Order, the power of the Board of Directors stand suspended and are exercisable by Mr. Jagadees Kumar Morri, was appointed as Interim Resolution Professional ("IRP") by the National Company Law Tribunal Bench on the same date. The Limited Review of the Financials for the Quarter and nine months period ended 31st Dec, 2021 has been carried out by the Statutory Auditors of the Company in terms of Regulations 33 of SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015. These unaudited results of the Company for the Quarter & Nine months period ended Dec 31st, 2021 have been approved by the IRP during its Meeting held on 14.02.2022.
- On 24th Jan. 2022, the members of Committee of Creditors have approved the revised Resolution Plan through e-voting, submitted by Mr Sai Prasanna Raghuvver, one of the prospective resolution applicants and same has been filed with the Hon'ble National Company Law Tribunal (NCLT), Hyderabad Bench on the same date.
- These financial results of the Company have been prepared in accordance with the Indian Accounting Standards ("Ind AS") as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder, as amended from time to time and the other accounting principles generally accepted in India.
- The IRP has approved these financial results only to the limited extent of discharging the power of the Company which has been conferred upon in terms of provisions of Section 17 of the Code covered to confirm compliance to both IND-AS standards and Internal Financial Controls as per Sec 134 of the Companies Act, 2013.
- Based on the Valuation Report submitted by the Registered Valuer, dated 25th Nov. 2021, and the opinion of experts in the field of software and information technology, it is evident that there is absence of conclusive demonstration of technical feasibility of completing the Intangible Assets and Capital Work in Progress appearing in the books of accounts for it to be available for sale or use. Also, in terms of Ind AS 36 Impairment of Assets and Ind AS 38 Intangible Assets, based on available internal and external sources of information, there are sufficient indicators of impairment of the above assets. Due to lack of conclusive information from the Registered Valuer and experts with regard to the recoverable value of the above assets, Company is unable to quantify the impairment loss on the Intangible Assets and Capital Work in Progress and thus has not made provision for impairment loss in the books of accounts for the period.
- The Company has no revenue from operations, therefore there are no separate reportable segments in accordance with the requirements of Indian Accounting Standard 108 - 'Operating Segment Reporting' notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time.
- The Company's results are posted on the website <http://www.sankhya.net>.
- The figures for the previous period have been regrouped/ reclassified wherever necessary, to make them comparable.

Place: Hyderabad  
Date: 14.02.2022

Mr. Jagadees Kumar Morri  
IBBI/PA-001/IP-P00398/2017-18/10716



**Independent Auditor's Limited Review Report on the Quarterly Unaudited Financial Results of SANKHYA INFOTECH LIMITED pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.**

**Limited Review Report to Interim Resolution Professional of Sankhya Infotech Limited**

1. We have reviewed the accompanying statement of unaudited financial results and Notes to the statement of unaudited financial results of **Sankhya Infotech Limited, "the company"** for the quarter ended December 31, 2021 and year to date from April 1, 2021 to December 31, 2021 (the 'Statement') attached herewith, being submitted by the Company pursuant to the requirement of the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This statement, which is the responsibility of the Company's Management and reviewed and approved by the Resolution Professional (RP), has been prepared 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. 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. The company has been undergoing Corporate Insolvency Resolution Process ("CIRP") in terms of the provisions of the Insolvency & Bankruptcy Code, 2016 ("IBC") vide orders CP(IB)No.235/7/HDB/2020, dated 28th July, 2021.

The revised Resolution Plan submitted by one of the prospective resolution applicants was admitted and approved by the members of Committee of Creditors on 24<sup>th</sup> January 2021 and has been filed with the Hon'ble National Company Law Tribunal (NCLT), Hyderabad Bench on the same date.

**Basis for Qualified Conclusion**

5. Note No. 2 of the accompanying statement of Unaudited Financial Results states about the status of Corporate Insolvency Resolution Process of the Company under Insolvency and Bankruptcy

Code, 2016 ('the Code'). The resolution plan received from one of the prospective resolution applicants has been approved by the Committee of Creditors and same has been filed with the Hon'ble National Company Law Tribunal (NCLT) on 24<sup>th</sup> January 2022.

The Company has been unable to establish conclusive demonstration of technical feasibility of completing the Intangible Assets and Capital Work in Progress appearing in the books of accounts for it to be available for sale or use. Management believes that there exists sufficient internal and external sources of information indicating requirement impairment of the said assets. (Refer Note 5 of the unaudited financial results)

Corporate insolvency resolution process (CIRP) under the provisions of Insolvency and Bankruptcy Code, 2016 has also been initiated by an order of NCLT-HYDERABAD, vide orders CP(IB)No.235/7/HDB/2020, dated 28th July, 2021.

These events or conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. The financial statements do not adequately disclose this fact and management continues to prepare the financial statements on a going concern basis.

## **Conclusion**

6. Based on our review conducted and procedure performed as stated in paragraph 3 above, except effect as stated in basis for Qualified conclusion paragraph 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.

## **7. Emphasis of Matter**

We draw attention to Note No. 5 to the accompanying statement of Unaudited Financial Results regarding the Company's inability to quantify the impairment loss on the Intangible Assets and Capital Work in Progress owing to lack of conclusive information from the Registered Valuer and experts with regard to the recoverable value of the said assets.

Our conclusion on the Statement is not modified in respect of matter given in para 7.

For **Ravi Rajan & Co. LLP**

Chartered Accountants

ICAI Firm Registration Number- 009073N/N500320)

Jayanth. A  
(Partner)

Membership No. 231549

UDIN: 22231549ABYFIL8961



Place: Bangalore

Date: 14<sup>th</sup> February, 2022