



**CG-VAK<sup>TM</sup>**  
SOFTWARE AND EXPORTS LIMITED



10<sup>th</sup> June, 2021

To

The Department of Corporate Services  
The BSE Limited  
Floor 25, P.J.Towers  
Dalal Street  
Mumbai - 400 001

Dear Sirs,

**Sub: Outcome of Board Meeting held on 10-06-2021 - Reg.**

We are pleased to inform you that the meeting of the Board of Directors of our Company was held today, the 10<sup>th</sup> June, 2021, and inter alia has decided the following:

1. Approved the Audited Financial Statements (Standalone and Consolidated) for the year ended March 31, 2021 and the Audited Financial Results (Standalone and Consolidated) for the quarter / year ended March 31, 2021 as recommended by the Audit Committee;
2. Recommended a dividend of Rs.1/- per share of Rs.10/- each (10% on the face value of Rs.10/- each) for the financial year ended March 31, 2021 subject to the approval of the shareholders in the ensuing Annual General Meeting (AGM).
3. Pursuant to Regulation 33 of the SEBI Listing Regulations, we are enclosing herewith the following :
  - a. Statement showing the Audited Financial Results (Standalone and Consolidated ) for the Quarter / Year Ended March 31, 2021.



171, Mettupalayam Road, Coimbatore - 641 043. Ph : 91-422-2434491 / 92 / 93

Fax : 91-422-2440679 Web: [www.cgvak.com](http://www.cgvak.com)

CIN : L30009TZ1994PLC005568 GTIN : 33AAACC8797M1Z2



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b. Auditors Report:

The Statutory Auditors of the Company, M/s. N.C.Rajan and Co., Chartered Accountants, have in their report, issued an unmodified opinion on the Standalone and Consolidated Financial Results of the Company for the Financial Year ended March 31, 2021.

The meeting of the Board of Directors commenced at 11.00 AM and concluded at 3.30 PM.

Kindly take the same on record.

Thanking you.

Yours faithfully,

For **CG-VAK SOFTWARE AND EXPORTS LIMITED**

Harcharan J  
**Company Secretary**



Encl: As above

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**CG-VAK<sup>TM</sup>**  
SOFTWARE AND EXPORTS LIMITED



Rs. in lakhs

**Statement of Audited Standalone Financial Results for the quarter and year ended 31.03.2021**

Sl.No.	Particulars	QUARTER ENDED			YEAR ENDED	
		31.03.2021 Audited	31.12.2020 Unaudited	31.03.2020 Audited	31.03.2021 Audited	31.03.2020 Audited
I	Revenue from operations	745.79	727.80	649.83	2,975.31	2,300.60
II	Other Income	35.65	15.76	20.71	63.87	60.08
III	Total Revenue( I+II)	781.44	743.56	670.54	3,039.18	2,360.68
IV	EXPENSES					
	a) Employee benefit expense	476.14	454.99	402.94	1,789.35	1,486.67
	b) Finance Costs	6.65	6.93	34.40	27.46	34.81
	c) Depreciation	24.12	24.00	46.84	98.17	85.73
	d) Other expenses	55.07	42.95	17.24	220.26	236.80
	Total expenses (IV)	561.98	528.87	501.42	2,135.24	1,844.01
V	Profit/ (Loss) before exceptional items and tax (III-IV)	219.46	214.69	169.12	903.94	516.67
VI	Exceptional item	-	-	-	-	-
VII	Profit /(Loss) before extraordinary item and tax (V-VI)	219.46	214.69	169.12	903.94	516.67
VIII	Extraordinary Items	-	-	-	-	-
IX	Profit before tax (VII - VIII)	219.46	214.69	169.12	903.94	516.67
X	Tax Expenses					
	a) Income Tax	42.00	42.88	48.69	219.67	146.82
	b) Deferred Tax	2.97	(0.69)	(1.56)	(2.10)	(3.16)
XI	Profit /(Loss) for the period after tax ( IX - X )	174.49	172.50	121.99	686.37	373.01
XII	Other Comprehensive Income					
	a) Items that will not be reclassified to profit and loss					
	(i) Fairvalue of quoted Investment	0.07	-	-	0.07	-
	(ii) Income tax relating to the above	(0.02)	-	-	(0.02)	-
	(iii) Gain/(Loss) on remeasurement of defined benefit obligation	5.69	(0.55)	(0.99)	4.04	(2.20)
	(iv) Income tax relating to the above	(1.44)	0.11	0.27	(1.02)	0.61
	b) Item that will be reclassified to Profit and Loss	-	-	-	-	-
XIII	Total comprehensive income for the period (XI + XII)	178.79	172.06	121.27	689.44	371.42
XIV	Paid up equity share capital (Face value of Rs.10/- each)	505.02	505.02	505.02	505.02	505.02
XV	Reserves (excluding revaluation reserves)				1,764.85	1,113.27
XVI	Earnings per equity share:					
	(a) Basic	3.46	3.42	2.42	13.59	7.39
	(b) Diluted	3.46	3.42	2.42	13.59	7.39

For CG-VAK Software and Exports Limited

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CIN : L30009T21994PLC005568 GST IN : 33AAACC8797M122

Managing Director





**CG-VAK<sup>TM</sup>**  
SOFTWARE AND EXPORTS LIMITED



**Audited Standalone Statement of Assets and Liabilities as at 31.03.2021**

Sl.No.	Particulars	As at 31.03.2021	As at 31.03.2020
<b>A</b>	<b>ASSETS</b>		
1	<b>Non-current assets</b>		
(a)	Property, Plant and Equipment	378.61	365.98
(b)	Right of Use Assets (Buildings)	241.31	296.94
(c)	Intangible Assets	19.93	21.78
	<b>Non-current financial assets</b>		
(d)	Financial Assets		
(i)	Investments	467.72	406.00
(ii)	Loans	47.91	54.12
(iii)	Other financial assets	-	33.79
(e)	Deferred tax Assets (net)	32.86	31.80
(f)	Other non-current assets	7.05	7.22
	<b>Total non-current assets</b>	<b>1,195.39</b>	<b>1,217.63</b>
2	<b>Current assets</b>		
(a)	Financial Assets		
(i)	Investments	394.67	30.00
(ii)	Trade receivables	414.75	344.85
(iii)	Cash and Cash equivalents	331.63	128.20
(iv)	Bank balances other than cash and cash equivalents	283.07	342.87
(v)	Loans	56.52	15.00
(vi)	Other financial assets	8.63	10.32
(b)	Other current assets	122.56	105.87
	<b>Total Current Assets</b>	<b>1,611.83</b>	<b>977.11</b>
	<b>TOTAL ASSETS</b>	<b>2,807.22</b>	<b>2,194.74</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
(a)	Equity Share Capital	505.02	505.02
(b)	Other Equity	1,764.85	1,113.27
	<b>Total Equity</b>	<b>2,269.87</b>	<b>1,618.29</b>
	<b>LIABILITIES</b>		
1	<b>Non-current liabilities</b>		
(a)	Financial Liabilities		
(i)	Lease Liabilities	237.17	280.70
(ii)	Other Financial Liabilities	-	-
(b)	Provisions	-	-
	<b>Total Non-current Liabilities</b>	<b>237.17</b>	<b>280.70</b>
2	<b>Current Liabilities</b>		
(a)	Financial Liabilities		
(i)	Borrowings	-	19.89
(ii)	Lease Liabilities	23.42	27.86
(iii)	Trade payables		
(i)	Total outstanding dues of micro enterprises and small enterprises	0.12	1.97
(ii)	Total outstanding dues of creditors other than micro enterprises and small enterprises	19.23	21.82
(b)	Provisions	62.65	59.32
(c)	Other current Liabilities	173.16	149.34
(d)	Current tax Liabilities (net)	21.60	15.55
	<b>Total current liabilities</b>	<b>300.18</b>	<b>295.75</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,807.22</b>	<b>2,194.74</b>

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For CG-VAK Software and Exports Limited

*[Signature]*

Managing Director



**Standalone Audited Cash Flow Statement for the year ended March 31, 2021**

Particulars	Rs. In lakhs	
	For the year ended March 31, 2021	For the year ended March 31, 2020
<b>A. Cash flow from operating activities</b>		
Profit before tax	903.95	516.67
Adjustments for:		
Depreciation and amortisation expense	98.17	85.73
Provision for doubtful debts	0.00	0.00
Net loss/(gain) on disposal of property, plant and equipment	(0.02)	0.32
Property, plant and equipment discarded	0.00	0.00
Net Gain on Fair Value on Financial Asset	11.57	0.00
Interest income	(27.40)	(24.27)
Income Earned on Mutual Funds	(7.72)	(0.89)
Interest expense	27.46	34.81
<b>Operating profit before working capital changes</b>	<b>1006.01</b>	<b>612.37</b>
Adjustments for:		
(Increase)/decrease in trade receivables	(69.90)	(188.82)
(Increase)/decrease in Loans & other current financial assets	(41.52)	(8.58)
(Increase)/decrease in other current assets	(16.69)	(39.44)
(Increase)/decrease in Loans & other non-current financial assets	40.01	(23.43)
(Increase)/decrease in other non-current assets	0.00	0.00
Increase/(decrease) in trade payables	(4.44)	12.24
Increase/(decrease) in provisions	7.37	10.04
Increase/(decrease) in other non-current financial liabilities	0.00	0.00
Increase/(decrease) in other financial liabilities	0.00	0.00
Increase/(decrease) in other current liabilities	23.81	23.37
<b>Cash generated from operations</b>	<b>944.65</b>	<b>397.75</b>
Net income tax (paid) / refunds	(213.45)	(130.95)
<b>Net cash flow from operating activities (A)</b>	<b>731.20</b>	<b>266.80</b>
<b>B. Cash flow from investing activities</b>		
Capital expenditure on property, plant and equipment (including capital advances)	(53.83)	(137.81)
Proceeds from sale of fixed assets	0.54	0.45
Purchase of investments	(437.89)	25.00
Bank balances other than cash and cash equivalents	59.80	(32.02)
Interest received	29.09	21.86
Income Earned on Mutual Funds	7.72	0.89
<b>Net cash used in investing activities (B)</b>	<b>(394.57)</b>	<b>(121.62)</b>
<b>C. Cash flow from financing activities</b>		
Borrowings (net)	(19.89)	(79.87)
Payment of Lease liabilities	(47.97)	(25.50)
Dividend and tax thereon paid	(37.88)	(45.66)
Finance costs	(27.46)	(34.81)
<b>Net cash flow used in financing activities (C)</b>	<b>(133.20)</b>	<b>(185.84)</b>
<b>Net Increase in Cash and cash equivalents (A+B+C)</b>	<b>203.43</b>	<b>(40.66)</b>
Cash and cash equivalents at the beginning of the year	128.20	168.86
<b>Cash and cash equivalents at the end of the year</b>	<b>331.63</b>	<b>128.20</b>

For CG-VAK Software and Exports Limited

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Managing Director



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**NOTES :**

1) These results have been prepared in accordance with the Ind AS notified under the Companies (Indian Accounting Standards) Rules 2015. These results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 10.06.2021

**2) Segment Reporting**

Managing Director & CEO of the Company has been identified as the Chief Operating Decision Makers (CODM) as defined by IND AS 108 "Operating Segments". The Company operates in one segment only i.e. "Information Technology Services". The CODM evaluates performance of the Company based on revenue and operating income from the above segment. Accordingly, segment reporting has not been separately disclosed.

3) Figures for the previous year have been regrouped/rearranged wherever necessary to correspond with current period figures.

4) The Board of Directors have recommended a dividend of Rs.1.00 per equity share (10%) subject to the approval of share holders at the ensuing Annual General Meeting.

5) Estimation uncertainty relating to COVID-19 outbreak :The Company has considered internal and certain external sources of information including economic forecasts and industry reports up to the date of approval of the financial statements in determining the impact on various elements of its financial statements. The Company has used the principles of prudence in applying judgments, estimates and assumptions including sensitivity analysis and based on the current estimates, the Company expects to fully recover the carrying amount of trade receivables including unbilled receivables, goodwill, intangible assets and investments. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these financial statements

6) The new code on Social Security, 2020, has been enacted which would impact the contributions by the Company towards Provident Fund and Gratuity. The effective date from which the changes are applicable are yet to be notified. The Ministry of Labour and Employment (Ministry) has released draft rules for the Code on November, 13, 2020 and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will complete its evaluation and will give appropriate impact in its standalone financial results in the period in which the Code becomes effective and the related rules are published.

7) The figures for the quarter ended March 31, 2021 is the balancing figures between the audited figures in respect of the full financial years and the published un-audited year-to-date figures upto the third quarter of the respective financial years which were subjected to limited review.

8) The statement of financial results have been audited by the Company's auditors. The Company's auditors have issued an unmodified audit opinion on the financial results. The audit report has been filed with the stock exchanges and is also available on the investors section in [www.cgvakindia.com](http://www.cgvakindia.com).

For and on behalf of the Board  
For CGVAK Software and Exports Limited

**G Suresh**  
Managing Director & CEO

Place : Coimbatore  
Date : 10.06.2021

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# N.C. RAJAN & CO.

## CHARTERED ACCOUNTANTS

www.ncrajan.com

### PARTNERS

P.J. RAMANI B.Com., F.C.A.

V. GOPALAKRISHNAN B.Com., F.C.A.

JAYANTHI RAMANI M.Sc., F.C.A.

SURVAJITH.S.KRISHNAN B.Com., A.C.A.

REF NO: VG/29/2021-22

### INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL STANDALONE FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF  
CG VAK Software and Exports Limited

#### Opinion and Conclusion

We have audited the Standalone Financial Results for the quarter and year ended March 31, 2021 ("Standalone Financial Results") Included in the accompanying "Statement of Standalone Financial Results for the Quarter and Year Ended March 31, 2021 of M/s. CG VAK Software and Exports Limited ("the Company") ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

#### (a) Opinion on Annual Financial Results

In our opinion and to the best of our information and according to the explanations given to us, the Standalone Financial Results for the year ended March 31, 2021:

- is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year then ended.

#### (b) Conclusion on Unaudited Standalone Financial Results for the quarter ended March 31, 2021

With respect to the Standalone Financial Results for the quarter ended March 31, 2021 based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below nothing has come to our attention that causes us to believe that the Standalone Financial Results for the quarter ended March 31 2021, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

#### Basis for Opinion on the Audited Standalone Financial Results for the year ended March 31, 2021

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in paragraph (a) of Auditor's Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants

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Also at: # 96, 11th Street, Tatabad, Coimbatore - 641 012 Ph: 0422 - 2495029





of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Results for the year ended March 31, 2021 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 ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

### **Management's Responsibilities for the Statement**

This Statement which includes the Standalone Financial Results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Standalone Financial Results for the year ended March 31, 2021 has been compiled from the related audited standalone financial statements. This responsibility includes the preparation and presentation of the Standalone Financial Results for the quarter and year ended March 31, 2021 that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the Indian 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 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 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 Standalone Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Results, 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 financial reporting process of the Company.

### **Auditor's Responsibilities**

#### **(a) Audit of the Standalone Financial Results for the year ended March 31, 2021**

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results for the year ended March 31, 2021 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 this Standalone Financial Results.

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 Annual Standalone Financial Results, 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 Company 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 Annual Standalone Financial Results, including the disclosures, and whether the Annual Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company to express an opinion on the Annual Standalone Financial Results.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Standalone Financial Results.

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.

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.

**(b) Review of the Standalone Financial Results for the quarter ended March 31, 2021**

We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2021 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 ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel 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 SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Other Matters**

As stated in Note 7 of the Statement, the figures for the corresponding quarter ended March 31, 2020 are the balancing figures between the annual audited figures for the year then ended





and the year to date figures for the 9 months period ended December 31, 2019. Our report on the Statement is not modified in respect of this matter.

- The Statement includes the results for the Quarter ended March 31, 2021 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report on the Statement is not modified in respect of this matter.

**Place: Coimbatore**  
**Date: 10/June/2021**



**For N.C RAJAN & CO**  
**Chartered Accountants**  
Firm's Registration No. 003426 S

**CA.V. GOPALAKRISHNAN**  
Partner  
**Membership No.202480**  
**UDIN: 21202480AAAABG6065**





**CG-VAK<sup>TM</sup>**  
SOFTWARE AND EXPORTS LIMITED



**Statement of Audited Consolidated Financial Results for the Quarter and year ended 31.03.2021**

Rs. in lakhs

Sl.No.	Particulars	QUARTER ENDED			YEAR ENDED	
		31.03.2021 Audited	31.12.2020 Unaudited	31.03.2020 Audited	31.03.2021 Audited	31.03.2020 Audited
I	Revenue from operations	1,105.62	1,092.75	1,069.94	4,420.63	3,926.23
II	Other Income	34.86	18.11	22.83	70.16	66.02
III	Total Revenue (I + II)	1,140.48	1,110.86	1,092.77	4,490.79	3,992.25
IV	EXPENSES					
	a) Employee benefit expense	760.25	744.39	762.57	2,968.71	2,788.24
	b) Finance Costs	6.65	6.92	34.40	27.46	34.81
	c) Depreciation	24.58	24.00	47.14	98.79	86.33
	d) Other expenses	128.29	117.30	70.42	477.43	550.26
	Total expenses (IV)	919.77	892.61	914.53	3,572.39	3,459.64
V	Profit/(Loss) before exceptional items and tax (III-IV)	220.71	218.25	178.24	918.40	532.61
VI	Exceptional Item	-	-	-	-	-
VII	Profit/(Loss) before extraordinary item and tax (V-VI)	220.71	218.25	178.24	918.40	532.61
VIII	Extraordinary items	-	-	-	-	-
IX	Profit Before Tax (VII - VIII)	220.71	218.25	178.24	918.40	532.61
X	Tax Expenses					
	a) Income Tax	42.24	44.17	51.82	224.33	152.07
	b) Deferred Tax	2.97	(0.69)	(1.56)	(2.10)	(3.16)
XI	Profit/(Loss) for the period after tax (IX - X)	175.50	174.77	127.98	696.17	383.70
XII	Other Comprehensive Income					
	a) Items that will not be reclassified to profit and loss					
	i) Fairvalue of quoted Investment	0.07	-	-	0.07	-
	ii) Income tax relating to the above	(0.02)	-	-	(0.02)	-
	iii) Gain/(Loss) on remeasurement of defined benefit obligation	5.69	(0.55)	(0.99)	4.04	(2.20)
	iv) Income tax relating to the above	(1.44)	0.11	0.27	(1.02)	0.61
	b) Item that will be reclassified to Profit and Loss	-	-	-	-	-
XIII	Total comprehensive income for the period (XI + XII)	179.80	174.33	127.26	699.24	382.11
XIV	Paid up equity share capital (Face value of Rs. 10/- each)	505.02	505.02	505.02	505.02	505.02
XV	Reserves (excluding revaluation reserves)				2,659.23	2,041.31
XVI	Earnings per equity share:					
	(a) Basic	3.48	3.46	2.53	13.78	7.60
	(b) Diluted	3.48	3.46	2.53	13.78	7.60

For CG-VAK Software and Exports Limited

Managing Director

171, Mettupalayam Road, Coimbatore - 641 043. Ph : 91-422-2434491 / 92 / 93

Fax : 91-422-2440679 Web : www.cgvak.com

CIN : L30009TZ1994PLC005568 GST IN : 33AAACC8797M1Z2



# CG-VAK™

SOFTWARE AND EXPORTS LIMITED



## Audited Consolidated Statement of Assets and Liabilities as at 31.03.2021

Rs. In lakhs

	Particulars	As at 31.03.2021	As at 31.03.2020
<b>A</b>	<b>ASSETS</b>		
1	<b>Non-current assets</b>		
(a)	Property, plant and equipment	379.99	367.97
(b)	Right of Use Assets (Buildings)	241.31	296.94
(c)	Intangible assets	19.93	21.78
	Non-current financial assets		
(d)	Financial assets		
	(i) Investments	136.72	75.00
	(ii) Loans	52.19	58.55
	(iii) Other financial assets	-	33.79
(e)	Deferred tax assets (net)	32.86	31.80
(f)	Other non-current assets	7.05	7.22
	<b>Total Non-current assets</b>	<b>870.05</b>	<b>893.05</b>
2	<b>Current assets</b>		
(a)	Financial assets		
	(i) Investments	394.67	30.00
	(ii) Trade receivables	729.34	717.23
	(iii) Cash and cash equivalents	898.67	489.67
	(iv) Bank balances other than cash and cash equivalents	574.63	827.76
	(v) Loans	56.52	15.00
	(vi) Other financial assets	8.62	10.32
(c)	Current tax assets (net)	-	-
(b)	Other current assets	253.54	254.33
	<b>Total current assets</b>	<b>2,915.99</b>	<b>2,344.31</b>
	<b>Total Assets</b>	<b>3,786.04</b>	<b>3,237.36</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>		
	<b>Equity</b>		
(a)	Equity share capital	505.02	505.02
(b)	Other equity	2,659.23	2,041.31
	<b>Total Equity</b>	<b>3,164.25</b>	<b>2,546.33</b>
	<b>Liabilities</b>		
1	<b>Non-current Liabilities</b>		
(a)	Financial liabilities		
	(i) Lease liabilities	237.17	280.70
	(ii) Other financial liabilities	-	-
(b)	Provisions	-	-
	<b>Total - Non-Current liabilities</b>	<b>237.17</b>	<b>280.70</b>
2	<b>Current liabilities</b>		
	Financial liabilities		
(a)	(i) Borrowings	-	19.89
	(ii) Lease liabilities	23.42	27.86
	(iii) Trade payables		
	(i) Total outstanding dues of micro enterprises and small enterprises	0.12	1.97
	(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	52.31	60.36
	(iv) Other financial liabilities		
(b)	Provisions	62.65	59.32
(c)	Other current liabilities	219.93	220.52
(d)	Current tax liabilities (net)	26.19	20.41
	<b>Total - Current liabilities</b>	<b>384.62</b>	<b>410.33</b>
	<b>Total Equity And Liabilities</b>	<b>3,786.04</b>	<b>3,237.36</b>

For CG-VAK Software and Exports Limited

  
Managing Director

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# CG-VAK<sup>TM</sup>

SOFTWARE AND EXPORTS LIMITED



Consolidated Audited Cash Flow Statement for the year ended March 31, 2021  
(Rs. In Lakhs)

Particulars	For the Year ended March 31, 2021	For the Year ended March 31, 2020
<b>A. Cash flow from operating activities</b>		
Profit before tax	918.40	532.81
Adjustments for:		
Foreign currency translation for the year	(43.44)	96.44
Depreciation and amortisation expense	98.79	86.33
Provision for doubtful debts	0.00	0.00
Net loss/(gain) on disposal of property, plant and equipment	(0.02)	0.32
Property, plant and equipment discarded	0.00	0.00
Net Gain on Fair Value on Financial Asset	11.57	0.00
Interest income	(33.69)	(30.21)
Income Earned on Mutual Funds	(7.72)	(0.89)
Interest expense	27.46	34.81
<b>Operating profit before working capital changes</b>	<b>971.35</b>	<b>719.41</b>
Adjustments for:		
(Increase)/decrease in trade receivables	(12.11)	(99.10)
(Increase)/decrease in Loans & other current financial assets	(41.52)	(8.58)
(Increase)/decrease in other current assets	0.78	(37.14)
(Increase)/decrease in Loans & other non-current financial assets	40.15	(23.77)
(Increase)/decrease in other non-current assets	0.00	0.00
Increase/(decrease) in trade payables	(9.90)	10.48
Increase/(decrease) in provisions	7.37	10.04
Increase/(decrease) in other non-current financial liabilities	0.00	0.00
Increase/(decrease) in other financial liabilities	0.00	0.00
Increase/(decrease) in other current liabilities	(0.59)	48.42
<b>Cash generated from operations</b>	<b>955.54</b>	<b>619.76</b>
Net income tax (paid) / refunds	(218.40)	(137.88)
<b>Net cash flow from operating activities (A)</b>	<b>737.14</b>	<b>481.90</b>
<b>B. Cash flow from Investing activities</b>		
Capital expenditure on property, plant and equipment (including capital advances)	(53.83)	(139.51)
Proceeds from sale of fixed assets	0.54	0.45
Purchase of Investments	(437.89)	25.00
Bank balances other than cash and cash equivalents	253.13	(516.91)
Interest received	35.38	27.80
Income Earned on Mutual Funds	7.72	0.89
<b>Net cash used in Investing activities (B)</b>	<b>(194.95)</b>	<b>(602.28)</b>
<b>C. Cash flow from financing activities</b>		
Borrowings (net)	(19.89)	(79.87)
Payment of Lease liabilities	(47.96)	(25.50)
Dividend and tax thereon paid	(37.88)	(45.86)
Finance costs	(27.46)	(34.81)
<b>Net cash flow used in financing activities (C)</b>	<b>(133.19)</b>	<b>(185.84)</b>
<b>Net increase in Cash and cash equivalents (A+B+C)</b>	<b>409.00</b>	<b>(306.22)</b>
Cash and cash equivalents at the beginning of the year	489.67	795.89
Cash and cash equivalents at the end of the year	<b>898.67</b>	<b>489.67</b>

For CG-VAK Software and Exports Limited

  
Managing Director

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**CG-VAK<sup>TM</sup>**  
SOFTWARE AND EXPORTS LIMITED



**NOTES :**

1) These results have been prepared in accordance with the Ind AS notified under the Companies (Indian Accounting Standards) Rules 2015. These results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 10.06.2021

**2) Segment Reporting**

Managing Director & CEO of the Company has been identified as the Chief Operating Decision Makers (CODM) as defined by IND AS 108 "Operating Segments". The Company operates in one segment only i.e. "Information Technology Services". The CODM evaluates performance of the Company based on revenue and operating income from the above segment. Accordingly, segment reporting has not been separately disclosed.

3) Figures for the previous year have been regrouped/rearranged wherever necessary to correspond with current period figures.

4) The Board of Directors have recommended a dividend of Rs.1.00 per equity share (10%) subject to the approval of share holders at the ensuing Annual General Meeting.

5) Estimation uncertainty relating to COVID-19 outbreak :The Company has considered internal and certain external sources of information including economic forecasts and industry reports up to the date of approval of the financial statements in determining the impact on various elements of its financial statements. The Company has used the principles of prudence in applying judgments, estimates and assumptions including sensitivity analysis and based on the current estimates, the Company expects to fully recover the carrying amount of trade receivables including unbilled receivables, goodwill, intangible assets and investments. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these financial statements

6) The new code on Social Security, 2020, has been enacted which would impact the contributions by the Company towards Provident Fund and Gratuity. The effective date from which the changes are applicable are yet to be notified. The Ministry of Labour and Employment (Ministry) has released draft rules for the Code on November, 13, 2020 and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will complete its evaluation and will give appropriate impact in its Consolidated financial results in the period in which the Code becomes effective and the related rules are published.

7) The figures for the quarter ended March 31, 2021 is the balancing figures between the audited figures in respect of the full financial years and the published un-audited year-to-date figures upto the third quarter of the respective financial years which were subjected to limited review.

8) The statement of financial results have been audited by the Company's auditors. The Company's auditors have issued an unmodified audit opinion on the financial results. The audit report has been filed with the stock exchanges and is also available on the investors section in [www.cgvakindia.com](http://www.cgvakindia.com).

For and on behalf of the Board

For CGVAK Software and Exports Limited

G.Suresh  
Managing Director & CEO

Place : Coimbatore  
Date : 10.06.2021

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CIN : L30009TZ1994PLC005568 GST IN : 33AAACC8797M1Z2





# N.C. RAJAN & CO.

## CHARTERED ACCOUNTANTS

www.ncrajan.com

**PARTNERS**

P.J. RAMANI B.Com., F.C.A.

V. GOPALAKRISHNAN B.Com., F.C.A.

JAYANTHI RAMANI M.Sc., F.C.A.

SURVAJITH.S.KRISHNAN B.Com., A.C.A.

**REF NO: VG/30/2021-22**

### **INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL CONSOLIDATED FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
CG VAK Software and Exports Limited**

#### **Opinion and Conclusion**

We have audited the Consolidated Financial Results for the quarter and year ended March 31, 2021 included in the accompanying "Statement of Consolidated Financial Results for the Quarter and Year Ended March 31, 2021 of M/s CG VAK Software and Exports Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit after tax and total comprehensive income for the quarter and year ended March 31 2021, ("the Statement") being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

In our opinion and to the best of our information and according to the explanations given to us, the Consolidated Financial Results for the quarter and year ended March 31 2021

(i) includes the results of the

- (a) M/s. CG - VAK Software and Exports Limited , Parent
- (b) M/s. CG-VAK Software USA Inc ,the Subsidiary

(ii) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and

(iii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated net profit and consolidated total comprehensive income and other financial information of the Group for the year ended March 31, 2021

#### **Basis for Opinion on the Audited Consolidated Financial Results for the year ended March 31, 2021**

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in paragraph (a) of Auditor's Responsibilities section below. We are independent of the Group, its associates and joint ventures in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated Financial Results for the year ended March 31, 2021 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 ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.



"SELEKT ENCLAVE", First Floor, 16, Dr. Munusamy Garden Street, Avinashi Road, Coimbatore - 641 018

Ph : 0422 - 2302446, 4354801. E - mail : audit@ncrajan.com GSTIN No : 33AACFN3937B1ZQ

Also at : # 96, 11th Street, Talabad, Coimbatore - 641 012 Ph : 0422 - 2495029





### **Management's Responsibilities for the Statement**

This Statement, which includes the Consolidated Financial Results is the responsibility of the Parent's Board of Directors and has been approved by them for the issuance. The Consolidated Financial Results for the year ended March 31, 2021 has been compiled from the related audited consolidated financial statements interim consolidated financial statements for the quarter and year ended March 31, 2021. This responsibility includes the preparation and presentation of the Consolidated Financial Results for the quarter and year ended March 31, 2021 that give a true and fair view of the consolidated net profit and consolidated other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in the Indian 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 and of its associates and joint ventures are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its associates and joint ventures 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 respective financial results 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 this Consolidated Financial Results by the Directors of the Parent, as aforesaid.

In preparing the Consolidated Financial Results, the respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for assessing the ability of the respective entities 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 their respective entities 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 and of its associates and jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its associates and joint ventures.

### **Auditor's Responsibilities**

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results for the year ended March 31, 2021 as a whole are 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 this Consolidated Financial Results.

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 Annual Consolidated Financial Results, 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, but not for the purpose of expressing an opinion on the effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 and its associates and joint ventures 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 Consolidated 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 Group and its associates and joint ventures to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Consolidated Financial Results, including the disclosures, and whether the Annual Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results within the Group and to express an opinion on the Annual Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such branches or entities included in the Annual Consolidated Financial Results of which we are the independent auditors.

Materiality is the magnitude of misstatements in the Annual Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Consolidated Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Consolidated Financial Results.

We communicate with those charged with governance of the Parent and such other entities included in the Consolidated Financial Results 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.

#### Other Matters

- The Statement includes the results for the Quarter ended March 31, 2021 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report is not modified in respect of this matter.
- We did not audit the financial statements of subsidiaries included in the consolidated financial results, whose financial statements reflect total assets of Rs.1312.95 Lakhs as at March 31, 2021 and total revenues of Rs.1475.41 Lakhs for the year ended March 31, 2021 respectively, total net profit after tax of Rs.9.79 Lakhs for the year ended March 31, 2021 respectively whose financial statements have not been audited by us. These financial statements are unaudited and have been furnished to us by the Management and our opinion and conclusion on the Statement, in so far as





It relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on such unaudited financial statements.

Our report on the Statement is not modified in respect of the above matter with respect to our reliance on the financial statements/ financial information certified by the Board of the Directors.

**Place: Coimbatore**  
**Date: 10/June/2021**



**For N.C RAJAN & CO**  
**Chartered Accountants**  
Firm's Regn No. 003426 S

**CA.V. GOPALAKRISHNAN**  
**Partner**  
Membership No.202480  
UDIN: 21202480AAAABH7287



10.06.2021

To

The Listing Department,  
BSE Limited,  
PJ Towers, Dalal Street,  
Mumbai- 400 001.

Dear Sirs,

**Sub: Declaration with respect to Auditor's Report with Unmodified Opinion on the Standalone and Consolidated Financial Results for the Year Ended March 31, 2021.**

Pursuant to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, we do hereby confirm that the Statutory Auditors of the Company M/s. N.C.Rajan and Co., Chartered Accountants (Firm's Registration No.003426S) have expressed an unmodified opinion on the Standalone and Consolidated Financial Results of the Company for the year ended March 31, 2021.

Kindly take the same on record.

Thank you.  
Yours faithfully,

**For CG-VAK SOFTWARE AND EXPORTS LIMITED**



G. Suresh  
**Managing Director & CEO**



Encl: As above.