



Cranes Software International Limited

CIN: L05190KA1984PLC031621

Registered Office:
#82, Presidency Building, 3rd & 4th Floor,
St. Marks Road, Bengaluru - 560 001, Karnataka

Ph: +91 80 6764 4800/4848
Email: Info@cranessoftware.com

4th December 2023

To,

The Manager
Department of Corporate Services
Bombay Stock Exchange Limited
P J Towers, Dalal Street,
Mumbai- 40001

Scrip code: 512093

Dear Sir,

Sub: Intimation of the outcome of the Board Meeting dated 4th December 2023

We refer to our letter dated 30th November 2023 intimating you of the convening of the meeting of the Board of Directors of our Company. In this regard we wish to inform you that the Board of Directors met today and approved the Un-Audited Financial Results for the second quarter and half year ended 30th September 2023.

In this regard, we are hereby attaching the:

1. Un-Audited Stand-alone and Consolidated Financial Results for the second quarter and half year ended 30th September 2023.
2. Limited Review Report of M/s Chaturvedi Sohan & Co, Statutory Auditors of the Company on the stand-alone and consolidated financial results for the second quarter and half year ended 30th September 2023.

Pursuant to Regulation 47 of the Listing Regulations, we would be publishing an extract of the financial results in the prescribed format in English and Kannada newspaper within the stipulated time. The detailed financial results of the Company would be available on the website of the Company www.cranessoftware.com as well as on the website of the Stock Exchange.

The meeting started at 4.00 pm and ended at 5.30 pm

Kindly take the intimation on records.

Thanking you,

Yours, faithfully,
For **Cranes Software International Ltd.**

Authorised Signatory
Mueed Khader
Director



CRANES SOFTWARE INTERNATIONAL LIMITED

Regd Office : # 82, Presidency Building, 3rd & 4th Floor, St.Marks Road, BANGALORE - 560 001
Ph.080 67644848 Fax:080 67644888 Email:info@cranessoftware.com Website: www.cranessoftware.com
CIN : L05190KA1984PLC031621

Statement of Unaudited Financial Result for the Quarter & Half Year Ended 30th September, 2023

PART-1

(Rs.In Lakhs)

SL. No.	Particulars	Standalone						Consolidated					
		Quarter Ended			Half Year Ended		Year Ended	Quarter Ended			Half Year Ended		Year Ended
		30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.03.2023	30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.03.2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from Operations	-	-	-	-	-	-	181.11	190.06	194.37	371.17	271.53	638.36
	Net Sales/Income from Operations	-	-	-	-	-	-	-	-	-	-	-	-
	Other Income	-	-	0.74	-	10,549.31	18,962.99	3.77	6.46	66.29	10.23	10,619.30	20,221.21
	Total Income	-	-	0.74	-	10,549.31	18,962.99	184.89	196.52	260.65	381.40	10,890.84	20,859.56
2	Expenses	-	-	-	-	-	-	35.24	49.58	7.75	84.82	9.25	44.24
	(a) Cost of materials consumed	-	-	-	-	-	-	-	-	-	-	-	-
	(b) Purchase of Stock-in-Trade	-	-	-	-	-	-	-	-	-	-	-	(0.37)
	(c) Changes in inventories of finished goods and work-in-progress	-	-	-	-	-	-	-	-	-	-	-	601.68
	(d) Employee benefit expense	12.81	12.36	12.57	25.18	22.72	55.52	134.90	116.64	226.64	251.54	346.06	325.14
	(e) Finance costs	83.55	83.55	0.03	167.09	3.80	309.21	89.10	86.34	-	175.44	3.80	325.14
	(f) Depreciation and amortization expense	(0.07)	2.79	1.35	2.72	2.71	5.44	2.75	5.60	3.29	8.35	6.73	16.20
	(g) Other expenses	432.02	436.47	1,098.83	868.49	1,417.93	7,116.90	76.98	91.34	391.83	168.32	740.42	5,663.79
	Total Expenses	528.31	535.17	1,112.78	1,063.48	1,447.16	7,487.06	338.98	349.50	629.51	688.48	1,106.26	6,650.69
3	Profit/(Loss) from Ordinary activities before exceptional items & taxes (1-2)	(528.31)	(535.17)	(1,112.04)	(1,063.48)	9,102.15	11,475.93	(154.09)	(152.99)	(368.85)	(307.08)	9,784.57	14,208.87
4	Exceptional Items	-	-	-	-	-	-	(1,355.41)	-	20.23	(1,355.41)	20.23	1,140.00
5	Profit/(Loss) from ordinary activities before tax (3-4)	(528.31)	(535.17)	(1,112.04)	(1,063.48)	9,102.15	11,475.93	(1,509.50)	(152.99)	(348.62)	(1,662.49)	9,804.81	13,068.87
6	Tax expense/(credit)	-	-	-	-	-	-	3.22	-	0.63	3.22	0.63	5.91
	(a) Current Tax	-	-	1,350.85	-	3,015.48	(20,234.69)	-	-	1,350.85	-	3,015.48	(22,817.35)
	(b) Deferred Tax	-	-	1,350.85	-	3,015.48	(20,234.69)	3.22	-	1,350.22	3.22	3,014.85	22,823.26
	Total tax expenses / (credit)	-	-	1,350.85	-	3,015.48	(20,234.69)	3.22	-	1,350.22	3.22	3,014.85	22,823.26
7	Net Profit/(Loss) from ordinary activities after tax (5-6)	(528.31)	(535.17)	(2,462.89)	(1,063.48)	6,086.66	(8,758.76)	(1,512.72)	(152.99)	(1,698.84)	(1,665.70)	6,789.95	(9,754.39)
8	Extraordinary Items	-	-	-	-	-	-	-	-	-	-	-	-
9	Net Profit/(Loss) for the period (7-8)	(528.31)	(535.17)	(2,462.89)	(1,063.48)	6,086.66	(8,758.76)	(1,512.72)	(152.99)	(1,698.84)	(1,665.70)	6,789.95	(9,754.39)
10	Minority Interest	-	-	-	-	-	-	-	-	-	-	-	-
11	Net Profit/(Loss) after Taxes, minority interest and share of profit/Loss of associates(9+10)	(528.31)	(535.17)	(2,462.89)	(1,063.48)	6,086.66	(8,758.76)	(1,512.72)	(152.99)	(1,698.84)	(1,665.70)	6,789.95	(9,754.39)
12	Total Comprehensive Income for the period [Net of tax]	-	-	-	-	-	-	-	-	-	-	-	-
13	Paid-up equity share capital (Face Value of Rs.2/-)	2,355.34	2,355.34	2,355.34	2,355.34	2,355.34	2,355.34	2,355.34	2,355.34	2,355.34	2,355.34	2,355.34	2,355.34
14	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	(79,672.65)	-	-	-	-	-	(90,686.77)
15	Earnings Per Share (Rs) (not annualised)												
	i) Basic	(0.45)	(0.45)	(2.09)	(0.90)	5.17	(7.44)	(1.28)	(0.13)	(1.44)	(1.41)	5.77	(8.28)
	ii) Diluted	(0.45)	(0.45)	(2.09)	(0.90)	5.17	(7.44)	(1.28)	(0.13)	(1.44)	(1.41)	5.77	(8.28)



CRANES SOFTWARE INTERNATIONAL LIMITED

PART-2

SL No	PARTICULARS	3 Months Ended			Year ended
		30.09.2023	30.06.2023	30.09.2022	31.03.2023
A	PARTICULARS OF SHAREHOLDING				
1	Public Shareholding				
	- Number of shares	110,247,850	110,247,850	110,247,850	110,247,850
	- Percentage of shareholding	93.62%	93.62%	93.62%	93.62%
2	Promoters and Promoter Group Shareholding				
	(a) Pledged / Encumbered				
	- Number of shares	1,000,000	1,000,000	1,000,000	1,000,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	13.30%	13.30%	13.30%	13.30%
	- Percentage of shares (as a % of the total share capital of the company)	0.85%	0.85%	0.85%	0.85%
	(b) Non-encumbered				
	- Number of shares	6,519,000	6,519,000	6,519,000	6,519,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	86.70%	86.70%	86.70%	86.70%
	- Percentage of shares (as a % of the total share capital of the company)	5.54%	5.54%	5.54%	5.54%

B INVESTOR COMPLAINTS FOR 3 MONTHS ENDED 30TH SEPTEMBER 2023				
	Pending at the beginning of the Quarter	Received during the Quarter	Disposed of during the Quarter	Remaining unresolved at the end of the Quarter
	-	-	-	-



Cranes Software International Limited
Balance Sheet as at 30th September, 2023

(Rs in Lakhs)

Particulars	Standalone		Consolidated	
	As At 30.09.2023	As At 31.03.2023	As At 30.09.2023	As At 31.03.2023
I. ASSETS				
1 Non-current assets				
Property, plant and equipment	11.39	14.11	63.41	67.48
Intangible assets	-	0.00	0.01	0.01
Deferred Tax Asset (Net)	-	-	35.64	33.47
Financial Assets				
Investments	3,215.88	3,215.88	0.00	0.00
Other non-current assets	906.42	907.71	5.70	5.60
Non-current assets	4,133.68	4,137.69	104.77	106.56
2 Current assets				
Inventories	-	-	0.37	0.37
Financial Assets				
Trade receivables	5,686.07	6,512.77	836.39	884.67
Cash and cash equivalents	3.80	3.80	104.24	25.87
Bank balances other than (iii) above	7.41	7.41	83.17	86.67
Other current assets	4.00	4.60	235.15	273.72
Current assets	5,701.28	6,528.59	1,259.31	1,271.30
TOTAL ASSETS	9,834.97	10,666.28	1,364.08	1,377.86
II. EQUITY AND LIABILITIES				
Equity				
Equity share capital	2,355.34	2,355.34	2,355.34	2,355.34
Other Equity	(80,736.14)	(79,672.65)	(91,654.53)	(90,686.77)
	(78,380.80)	(77,317.31)	(89,299.19)	(88,331.44)
Share application money pending allotment				
1 Non-Current Liabilities				
Financial Liabilities				
Provisions	8.53	7.87	25.21	24.55
Deferred tax liabilities (Net)			2.18	-
Non-Current Liabilities	8.53	7.87	27.39	24.55
2 Current liabilities				
Financial Liabilities				
Borrowings	46,198.84	46,048.46	46,666.58	46,048.46
Trade payables	75.97	71.69	1,033.45	910.82
Other current liabilities	41,785.41	41,707.89	42,788.82	42,577.78
Provisions	147.02	147.69	147.02	147.69
Current liabilities	88,207.24	87,975.72	90,635.88	89,684.74
TOTAL EQUITY AND LIABILITIES	9,834.97	10,666.28	1,364.08	1,377.86



Notes

1. The above result is for the quarter & half yearly ended September 30, 2023, as reviewed and recommended by the Audit Committee of the Board, has been approved by the Board of Directors at its meeting held on December 04, 2023.
2. The statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognized accounting practices and policies to the extent applicable.
3. The business of the Company falls under a single primary segment i.e., IT/ ITES in accordance with Ind AS 108 'Operating Segments" and hence no segment reporting is applicable.
4. The Company has not provided interest in books of accounts on FCCB Liability, Loan from UPS Capital & Banks for the quarter ended September 30, 2023.
5. The Company has not restated for FCCB liability, Loan from UPS Capital, and interest thereon for the quarter and ended September 30, 2023.

for Cranes Software International Limited

Mueed Khader
Director
DIN - 00106674



Place: Bangalore
Date: 4th December 2023

Cranes Software International Limited

CIN : L05190KA1984PLC031621

Standalone Statement of cash flows for the year ended September 30, 2023

(All amounts are in lakhs of Indian Rupees, unless otherwise stated)

Particulars	For the year ended September 30, 2023	For the year ended March 31, 2023
Cash Flow From Operating Activities		
Profit / (Loss) before income tax	(1,063.49)	11,475.93
Adjustments for		
Depreciation and amortisation expense	2.72	5.44
Allowances for Credit Loss	826.70	1,606.35
Foreign Exchange Loss/(Gain) (Net)	1.29	612.93
Interest on Bank loans written back on settlement with banks	-	(6,948.57)
Term Loan Principal written back on settlement with banks	-	(3,600.00)
Balance no longer payable written Back	-	(8,304.11)
Finance costs	167.09	309.21
	(65.68)	(4,842.83)
Change in operating assets and liabilities		
(Increase)/ decrease in trade receivables	-	38.04
Increase/ (decrease) in Other non-current assets	1.29	333.09
(Increase)/ decrease in Other current assets	0.61	1,524.93
Increase/ (decrease) in provisions and other liabilities	76.22	(194.33)
Increase/ (decrease) in Borrowings	150.38	(11,812.36)
Increase/ (decrease) in trade payables	4.28	(84.62)
Cash generated from operations	167.09	(15,038.09)
Less : Income taxes paid (net of refunds)	-	-
Net cash from operating activities (A)	167.09	(15,038.09)
Cash Flows From Investing Activities		
Purchase of PPE (including changes in CWIP)		
Impairment of Assets	-	-
Proceeds from sale of Intangible Assets	-	-
(Purchase)/ disposal proceeds of Investments	-	4,794.30
Interest income		
Net cash used in investing activities (B)	-	4,794.30
Cash Flows From Financing Activities		
Finance costs	(167.09)	(309.21)
Interest on Bank loans written back on settlement with banks	-	6,948.57
Term Loan Principal written back on settlement with banks	-	3,600.00
Net cash from/ (used in) financing activities (C)	(167.09)	10,239.36
Net decrease in cash and cash equivalents (A+B+C)	0.00	(4.44)
Cash and cash equivalents at the beginning of the financial year	11.21	15.65
Cash and cash equivalents at end of the year	11.21	11.21
Notes:		
2. Components of cash and cash equivalents		
Balances with banks		
- in current accounts	7.41	7.41
Others	3.80	3.80
Cash on hand	-	-
	11.21	11.21



Cranes Software International Limited

CIN : L05190KA1984PLC031621

Consolidated Statement of cash flows for the year ended September 30, 2023

(All amounts are in lakhs of Indian Rupees, unless otherwise stated)

Particulars	For the year ended Sep 30, 2023	For the year ended March 31, 2023
Cash Flow From Operating Activities		
Profit before income tax	(1,662.49)	13,068.87
Adjustments for		
Depreciation and amortisation expense	8.35	16.20
Bad Debts Writteroff	476.17	379.89
Foreign Exchange (Loss)/Gain (Net)	4.20	477.89
Loan Principal Writeback	-	(940.09)
Interest on Bank loans written back	-	(3,600.00)
Balance no longer payable written Back	(0.00)	(8,043.69)
Exceptional item	1,355.41	1,140.00
Finance costs	175.44	325.14
	357.09	2,824.20
Change in operating assets and liabilities		
(Increase)/ decrease in inventories		
(Increase)/ decrease in trade receivables	48.28	(272.68)
(Increase)/ decrease in Other assets	38.46	2,029.09
Increase/ (decrease) in Current liabilities	210.38	(4,950.84)
Increase/ (decrease) in trade payables	122.63	(100.85)
Cash generated from operations	776.85	(471.08)
Less : Income taxes paid (net of refunds)	(3.22)	(5.91)
Net cash from operating activities (A)	773.63	(476.99)
Cash Flows From Investing Activities		
Purchase of PPE (including changes in CWIP)	(4.28)	(15.72)
Goodwill arising on Consolidation	(1,140.01)	-
Net cash used in investing activities (B)	(1,144.29)	(15.72)
Cash Flows From Financing Activities		
Interest on borrowed funds	(175.44)	(325.14)
Borrowings/repayments		
Loan Principal Writeback	-	940.09
Interest on Bank loans written back	-	3,600.00
Balance no longer payable written back	0.00	8,043.69
Reclassification of Borrowings	618.13	(11,807.37)
Long term Provisions	2.84	(14.62)
Net cash from/ (used in) financing activities (C)	445.52	436.65
Net decrease in cash and cash equivalents (A+B+C)	74.86	(56.05)
Cash and cash equivalents at the beginning of the financial year	112.55	168.60
Cash and cash equivalents at end of the year	187.41	112.55
Notes:		
1. The above cash flow statement has been prepared under indirect method prescribed in Ind AS 7 "Cash Flow Statements".		
2. Components of cash and cash equivalents		
Balances with banks		
- in current accounts	100.68	16.42
- in deposit accounts	-	-
Others	83.17	86.67
Cash on hand	3.56	9.45
	187.41	112.54



Partners :
Sohan Chaturvedi FCA
Chaturvedi V N FCA
Noshir B Captain FCA
Rajiv Chauhan ACA
Neha Chauhan ACA
Shristi Chaturvedi ACA
Prakash Mistry FCA



Chaturvedi Sohan & Co.

Chartered Accountants

FRN - 118424W

Independent Auditor's Limited Review Report on the Quarterly and Year to date unaudited standalone financial results of the Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Review Report to
To The Board of Directors
Cranes Software International Limited

Qualified Opinion :

We have reviewed the accompanying statement of Unaudited Standalone Financial Results of **Cranes Software International Limited** ("the Company"), for the quarter ended September 30, 2022 and year to date from April, 01, 2023 to September 30, 2023 (The "Statement") attached herewith being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS) 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 as amended, is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountant of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit conducted in accordance with standards on Auditing specifies under section 143(10) of the Act.

Basis of Qualified Opinion:

- i. Due to Negative Net-worth and pending cases, it cast a significant uncertainty on the Company ability to continue as a going concern, however the management is hopeful for recovery hence the financials result prepared on going concern basis.
- ii. Investment – As per Company accounting policy the Company has adopted fair value model to value the investment, but the company has been continuously valued all investment at cost price. Due to non-availability of current market value of investments

we are unable to comment on the quantum of fair value adjustments required by the company. Details of Investment and Net-worth is as follows.

Particular	Investment value (In Lakhs)	Net-worth (In Lakhs) As on 30-09-2023	Relationship
Systat Software Inc USA	1,851.18	(6,520.88)	Subsidiary
Systat Software Asia Pacific Limited	38.00	50.44	Subsidiary
Systat Software GMBH – Germany	14.48	93.79	Subsidiary
Analytix Systems Private Limited	630.00	7.95	Subsidiary
Caravel Info Systems Pvt Ltd	362.33	(490.15)	Subsidiary
Proland Software Pvt Ltd	318.89	(645.89)	Subsidiary
Cranes Varsity Pvt Ltd	1.00	15.39	Subsidiary
Total	3,215.88		

- iii. Expected credit loss: following assets are non-performing in nature hence As per IND AS 109 "Financials instrument" the company needs to provide ECL by following lifetime ECL model.

Particular	Amount
Investment	3,215.88 Lakhs
Loan and advances	900.82 lakhs
Trade receivables	5,686.07 lakhs

- iv. Legal proceedings u/s.138 of the Negotiable Instruments Act has been initiated by Bank of India.
- v. The Company has been defaulted in booking and payment of various statutory dues to various statutory authorities.
- vi. In our opinion the securities provided to Bank are not adequate to cover the amounts outstanding to them as on the date of Balance Sheet.
- vii. Loan availed by the company from 'UPS Capital Business Credit' remains unpaid and is overdue since April 2014. The management is of the view that the liability of INR 696.37 lakhs (including interest) reflected in the financial statements will adequately cover its liability on settlement of the dues and therefore no provision for interest is provided for the period ended 30th September, 2023.
- viii. In continuation to the point 'vii' above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the

outstanding due towards 'UPS Capital Business Credit' and the interest due thereon, in line with the Ind AS-21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 30th Sep, 2023 would have been higher by INR 0.81 lakhs.

- ix. The banks which had extended financial facilities to the company have treated the outstanding from the company as "Non-Performing Assets" since 2009. In order to achieve the desired congruency on this issue, the Company has also not provided for interest amounting to INR 2755.71 lakhs on such outstanding amounts for the period ended 30th September, 2023 due to Bank of India, though the confirmation of such dues were not made available to us from the banks. Had the said interest been provided in the books in the normal course, the present loss for the period ended 30th September, 2023 would have been higher by INR 2755.71 lakhs.
- x. Wilful defaulter: The bank of India has declared Company and promoters as "wilful defaulter".
- xi. The management is in negotiation with the Foreign currency convertible bond holders for settling its dues. The management is of the view that the liability of INR 38,695 lakhs (including interest amounting to INR 9,610 lakhs) reflected in the financial statements will adequately cover its liability on settlement of dues with the Foreign currency convertible bond holders and therefore no provision for interest is provided for the period ended 30th September, 2023. Had such interest been provided in the books in the normal course, the present loss for the period ended 30th September, 2023 would have been higher by INR 444.02 lakh
- xii. In continuation to the point 'xi' above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the outstanding due towards Foreign currency convertible bond and the interest due thereon, in line with the IND AS-21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 30th September, 2023 would have been higher by INR 466.20 lakhs.
- xiii. There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Employee State Insurance, Income Tax, Service tax, Sales Tax, Goods and Service tax, Dividend Distribution Tax and the like, not deposited by the Company in favour of the respective statutory authorities.
- xiv. The company has not complied with RBI guidelines since March 2011

Based on our review conducted as above, subject to the matters specified in the 'Other Matters' and the 'Emphasis of matter' paragraphs below nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with Ind AS and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of matter

- i. Redemption of Foreign currency convertible bond amounting to INR 29,085 lakhs (42 million Euros) to the holders of the bonds have fallen due during April 2011 and is yet to be redeemed as on the quarter ended 30th September, 2023.

Other Matters

- i. There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Employee State Insurance, Income Tax, Service tax, Sales Tax, Goods and Service tax, Dividend Distribution Tax and the like, not deposited by the Company in favour of the respective statutory authorities.
- ii. Earnings in foreign exchanges are not realized within the periods stipulated under FEMA and permission is awaited from the statutory authorities to write off the same.

However, the accounts have been prepared on a going concern basis.

Material Uncertainty Related to Going concern

Pending winding up cases against the Company and Negative Net-worth cast a significant uncertainty on the Company ability to continue as a going concern, however the management is hopeful for recovery hence the financials result prepared on going concern basis.

Based on our review except for the effect as described in the basis of qualification paragraph, nothing has come to our attention that causes us to believe that the accompanying statement of Unaudited Financial Results prepared in accordance

with Indian Accounting Standards (Ind AS) notified under the companies (Indian Accounting Standards) Rule, 2015 as amended by the companies (Indian accounting standards) (Amendment) Rule, 2016 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 as amended including the manner in which it is to be disclosed, or that it contains any material misstatement

For Chaturvedi Sohan & Co.

Chartered Accountants

Firm Reg.No.: 118424W

VIVEKANAND

BRIJANAND

CHATURVEDI

Digitally signed by
VIVEKANAND BRIJANAND
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Vivekanand Chaturvedi

Partner

M No: 106403

UDIN : 23106403BGPOUQ6378

Date: 4th December, 2023

Place : Mumbai

Partners :
Sohan Chaturvedi FCA
Chaturvedi V N FCA
Noshir B Captain FCA
Rajiv Chauhan ACA
Neha Chauhan ACA
Shristi Chaturvedi ACA
Prakash Mistry FCA



Chaturvedi Sohan & Co.

Chartered Accountants

FRN - 118424W

Independent Auditor's Limited Review Report on the Quarterly and Year to date unaudited consolidated financial results of the Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Review Report to
To The Board of Directors
Cranes Software International Limited

Qualified Opinion:

We have reviewed the accompanying statement of Unaudited Consolidated Financial Results of **Cranes Software International Limited** ("the Company"), for the quarter ended September 30, 2023 and year to date from April, 01, 2023 to September 30, 2023 (The "Statement") attached herewith being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS) 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 as amended, is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountant of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit conducted in accordance with standards on Auditing specifies under section 143(10) of the Act. We have not performed an audit and accordingly, we do not express an audit opinion.

Basis of Qualified Conclusion:

- i. Due to Negative Net-worth and pending cases, it cast a significant uncertainty on the Company ability to continue as a going concern, however the management is hopeful for recovery hence the financials result prepared on-going concern basis.
- ii. Expected credit loss: following assets are non-performing in nature hence As per IND AS 109 "Financials instrument" the company needs to provide ECL by following lifetime ECL model.

Particular	Amount
Investment	3,215.88 Lakhs
Loan and advances	900.82 lakhs
Trade receivables	5,686.07 lakhs

- iii. Legal proceedings u/s.138 of the Negotiable Instruments Act has been initiated by Bank of India.
- iv. The Company has been defaulted in booking and payment of various statutory dues to various statutory authorities.
- v. In our opinion the securities provided to Bank are not adequate to cover the amounts outstanding to them as on the date of Balance Sheet.
- vi. Loan availed by the company from 'UPS Capital Business Credit' remains unpaid and is overdue since April 2014. The management is of the view that the liability of INR 696.37 lakhs (including interest) reflected in the financial statements will adequately cover its liability on settlement of dues and therefore no provision for interest is provided for the period ended 30th September, 2023.
- vii. In continuation to the point 'vi' above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the outstanding due towards 'UPS Capital Business Credit' and the interest due thereon, in line with the Ind AS-21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 30th June,2023 would have been higher by INR 0.81 lakhs.
- viii. The banks which had extended financial facilities to the company have treated the outstanding from the company as "Non-Performing Assets" since 2009. In order to achieve the desired congruency on this issue, the Company has also not provided for interest amounting to INR 2755.71 lakhs on such outstanding amounts for the period ended 30th September, 2023 due to Bank of India, though the confirmation of such dues were not made available to us from bank. Had the said interest been provided in the books in the normal course, the present loss for

- the period ended 30th September, 2023 would have been higher by INR 2755.71 lakhs.
- ix. Wilful defaulter: The bank of India has declared Company and promoters as "wilful defaulter".
- x. The management is in negotiation with the Foreign currency convertible bond holders for settling its dues. The management is of the view that the liability of INR 38,695 lakhs (including interest amounting to INR 9,610 lakhs) reflected in the financial statements will adequately cover its liability on settlement of dues with the Foreign currency convertible bond holders and therefore no provision for interest is provided for the period ended 30th September, 2023. Had such interest been provided in the books in the normal course, the present loss for the period ended 30th September, 2023 would have been higher by INR 444.02 lakh.
- xi. In continuation to the point 'x' above, the company has also discontinued the restatement of the Exchange fluctuation gain / loss on account of the outstanding due towards Foreign currency convertible bond and the interest due thereon, in line with the IND AS-21 "The Effects of Changes in Foreign Exchange Rates". Had such restatement of liability been made in the books in the normal course, the present loss for the period ended 30th September, 2023 would have been higher by INR 466.20 lakhs.
- xii. There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Employee State Insurance, Income Tax, Service tax, Sales Tax, Goods and Service tax, Dividend Distribution Tax and the like, not deposited by the Company in favour of the respective statutory authorities.
- xiii. The company has not complied with RBI guidelines since March 2011.

Based on our review conducted as above, subject to the matters specified in the 'Other Matters' and the 'Emphasis of matter' paragraphs below nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with Ind AS and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of matter

- i. Redemption of Foreign currency convertible bond amounting to INR 29,085 lakhs (42 million Euros) to the holders of the bonds have fallen due during April 2011 and is yet to be redeemed as on the quarter ended 30th September, 2023.
- ii. The management is in negotiation with the Foreign currency convertible bond holders for settling its dues. The management is of the view that the liability of INR 38,695 lakhs reflected in the financial statements will adequately cover its liability on settlement of dues with the foreign currency convertible bond holders and therefore no provision for interest is provided for the quarter ended. Had such interest been provided in the books in the normal course, the present loss for the quarter ended would have been higher by INR 444.02 lakhs.

Other Matters

- i. There are undisputed statutory dues including dues on current year's transactions, on account of Provident Fund Contribution, Employee State Insurance, Income Tax, Service tax, Sales Tax, Goods and Service tax, Dividend Distribution Tax and the like, not deposited by the Company in favour of the respective statutory authorities.
- ii. Earnings in foreign exchanges are not realized within the periods stipulated under FEMA and permission is awaited from the statutory authorities to write off the same.
- iii. Interim Ind AS consolidated financial statements of Five domestic subsidiaries included in the Statement have been reviewed by their respective independent auditor and it reflects total assets of Rs.1,304.89 lakhs as at 30 September 2023, total revenue of Rs.313.62 lakhs, total net loss after tax of Rs.6.49 lakhs and total other comprehensive loss of Rs.6.49 lakhs for six months ended 30 September 2023. These interim consolidated financial statements have been reviewed by their respective independent auditors whose review reports have been furnished to us by the Parent's management. Our conclusion on the accompanying Statement, to the extent it has been derived from such interim consolidated financial statements, is based solely on the reports of such other auditors and the procedures performed by us as stated above.
- iv. The Statement includes interim financial statements (separate/consolidated)/ financial information of five domestic subsidiaries and two foreign subsidiaries which have not been reviewed by their respective independent auditors and is certified by the respective Company's management. These interim financial statements (separate/consolidated)/ financial information reflects total assets of Rs.2,265.18 lakhs as at 30 September 2023, total revenue of Rs.1,208.70 lakhs, total net loss after tax of Rs.513.49 lakhs. Our conclusion on the accompanying

Statement in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on these management certified interim financial statements (separate/consolidated)/ financial information, to the extent applicable, as stated above. According to the information and explanations given to us by the Parent Company's management, these interim financial statements (separate/consolidated)/ financial information are not material to the Group

However, the accounts have been prepared on a going concern basis.

Material Uncertainty Related to Going concern

Pending winding up cases against the Company and Negative Net-worth cast a significant uncertainty on the Company ability to continue as a going concern, however the management is hopeful for recovery hence the financials result prepared on going concern basis.

Based on our review except for the effect as described in the basis of qualification paragraph, nothing has come to our attention that causes us to believe that the accompanying statement of Unaudited Financial Results prepared in accordance with Indian Accounting Standards (Ind AS) notified under the companies (Indian Accounting Standards) Rule, 2015 as amended by the companies (Indian accounting standards) (Amendment) Rule, 2016 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 as amended including the manner in which it is to be disclosed, or that it contains any material misstatement

For Chaturvedi Sohan & Co.

Chartered Accountants

Firm Reg. No.: 118424W

VIVEKANAND
BRIJANAND
CHATURVEDI

Digitally signed by VIVEKANAND
BRIJANAND.CHATURVEDI
Date: 2023.12.04 14:06:24 +05'30'

Vivekanand Chaturvedi

Partner

M No: 106403

UDIN: 23106403BGPOUR4517

Date: 4th December, 2023
Place : Mumbai