

## EVOLUTIONARY SYSTEMS CORP.

## CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2022

(in USD)

	Note	As at	
		March 31, 2023	March 31, 2022
		\$	\$
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment, net	3(a)	30,521	28,040
Right-of-use assets	3(b)	-	-
Deferred tax assets, net	20(c)	11,92,339	3,67,199
Income tax (Current-tax) assets		6,77,716	1,12,847
Other non-current assets	4	4,563	6,363
<b>Total non-current assets</b>		<b>19,05,139</b>	<b>5,14,449</b>
<b>Current assets</b>			
Investments	5	10,027	10,025
Trade receivables	6	47,59,283	47,22,714
Cash and cash equivalents	7	14,58,970	26,01,127
Other current assets	8	55,31,240	43,21,915
<b>Total current assets</b>		<b>1,17,59,520</b>	<b>1,16,55,782</b>
<b>Total assets</b>		<b>1,36,64,658</b>	<b>1,21,70,231</b>
<b>EQUITY AND LIABILITIES</b>			
<b>EQUITY</b>			
Share capital	9	-	-
Other equity	10	20,99,456	43,46,372
<b>Total equity</b>		<b>20,99,456</b>	<b>43,46,372</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Borrowings		40,77,916	-
Lease liabilities	26	-	-
Trade payables	11	53,37,589	54,51,650
Other current liabilities	12	21,49,697	23,72,208
Current tax liabilities, net		-	-
<b>Total current liabilities</b>		<b>1,15,65,203</b>	<b>78,23,858</b>
<b>Total equity and liabilities</b>		<b>1,36,64,658</b>	<b>1,21,70,230</b>

The accompanying notes form an integral part of the consolidated financial statements.

EVOLUTIONARY SYSTEMS CORP.  
CONSOLIDATED STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME FOR THE YEAR ENDED  
MARCH 31, 2022

(in USD)

	Note	Year ended	
		March 31, 2023	March 31, 2021
		\$	\$
Revenue	13	2,43,18,774	2,53,05,745
Employee benefits expenses	15	(86,49,976)	(76,26,625)
Depreciation expenses	16	(19,239)	(34,356)
Other expenses	17	(1,89,57,285)	(1,56,79,770)
<b>Operating profit</b>		<b>(33,07,726)</b>	<b>19,64,994</b>
Other income	14	4,901	14,134
Finance costs	18	(75,305)	(3,177)
<b>Profit before tax</b>		<b>(33,78,130)</b>	<b>19,75,951</b>
<b>Tax (expense) / credit</b>			
Current tax	20	3,10,942	(8,34,549)
Deferred tax	20	8,25,136	2,44,445
Tax related to earlier years		-	(47,479)
<b>Total tax expense</b>		<b>11,36,078</b>	<b>(6,37,583)</b>
<b>Profit for the Financial Year</b>		<b>(22,42,052)</b>	<b>13,38,368</b>
<b>Other comprehensive income (OCI) for the year</b>			
<b>Items that may be reclassified subsequently to the statement of profit or loss</b>			
Loss on foreign currency translation		(4,912)	(1,240)
<b>Total other comprehensive income</b>		<b>(4,912)</b>	<b>(1,240)</b>
<b>Total comprehensive income for the year</b>		<b>(22,46,964)</b>	<b>13,37,128</b>
<b>Earnings per equity share (in USD)</b>			
Basic and Diluted (at no par value)	19	-8.15	4.87

The accompanying notes form an integral part of the consolidated financial statements.

## EVOLUTIONARY SYSTEMS CORP.

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2022

(in USD)

Particulars	Share capital	Share premium	Other equity		Total other equity
			Retained earnings	Foreign currency translation reserve	
<b>Balance as at April 01, 2022</b>	-	<b>2,750</b>	<b>43,44,862</b>	<b>(1,240)</b>	<b>43,46,372</b>
Profit for the year	-	-	(22,42,052)	-	(22,42,052)
Change during the year	-	-	-	(4,912)	(4,912)
<b>Balance as at March 31, 2023</b>	-	<b>2,750</b>	<b>21,02,810</b>	<b>(6,152)</b>	<b>20,99,408</b>
<b>Balance as at April 01, 2021</b>	-	<b>2,750</b>	<b>30,06,494</b>	-	<b>30,09,244</b>
Profit for the year	-	-	13,38,368	-	13,38,368
Change during the year	-	-	-	(1,240)	(1,240)
<b>Balance as at March 31, 2022</b>	-	<b>2,750</b>	<b>43,44,862</b>	<b>(1,240)</b>	<b>43,46,372</b>
<b>Balance as at April 01, 2020</b>	-	<b>2,750</b>	<b>1,21,062</b>	-	<b>1,23,812</b>
Profit for the year	-	-	28,85,432	-	28,85,432
<b>Balance as at March 31, 2021</b>	-	<b>2,750</b>	<b>30,06,494</b>	-	<b>30,09,244</b>

EVOLUTIONARY SYSTEMS CORP.

Notes to the Consolidated Financial Statements for year ended March 31, 2022

3(a) Property, plant and equipment

Particulars	Gross value (at cost)				Depreciation				Net value	
	As at April 1, 2021	Additions	Disposals	As at March 31, 2022	As at April 1, 2021	For the year	Disposals	As at March 31, 2022	As at March 31, 2022	As at March 31, 2021
Computers	44,610	18,450	-	63,060	21,946	13,672	-	35,618	27,442	22,664
Furniture and fixtures	1,048	-	-	1,048	300	150	-	450	598	748
<b>Total</b>	<b>45,658</b>	<b>18,450</b>	<b>-</b>	<b>64,108</b>	<b>22,246</b>	<b>13,822</b>	<b>-</b>	<b>36,068</b>	<b>28,040</b>	<b>23,412</b>

3(b) Right-of-use assets

Particulars	Gross value (at cost)				Depreciation				Net value	
	As at April 1, 2021	Additions	Disposals	As at March 31, 2022	As at April 1, 2021	For the year	Disposals	As at March 31, 2022	As at March 31, 2022	As at March 31, 2021
Building	71,732	-	-	71,732	51,198	20,534	-	71,732	-	20,534
	<b>71,732</b>	<b>-</b>	<b>-</b>	<b>71,732</b>	<b>51,198</b>	<b>20,534</b>	<b>-</b>	<b>71,732</b>	<b>-</b>	<b>20,534</b>

For previous year ended March 31, 2021

3(a) Property, plant and equipment

Particulars	Gross value (at cost)				Depreciation				Net value	
	As at April 1, 2020	Additions	Disposals	As at March 31, 2021	As at April 1, 2020	For the year	Disposals	As at March 31, 2021	As at March 31, 2021	As at March 31, 2020
Computers	27,806	16,804	-	44,610	13,712	8,234	-	21,946	22,664	14,094
Furniture and fixtures	1,048	-	-	1,048	150	150	-	300	748	898
<b>Total</b>	<b>28,854</b>	<b>16,804</b>	<b>-</b>	<b>45,658</b>	<b>13,862</b>	<b>8,384</b>	<b>-</b>	<b>22,246</b>	<b>23,412</b>	<b>14,992</b>

3(b) Right-of-use assets

Particulars	Gross value (at cost)				Depreciation				Net value	
	As at April 1, 2020	Additions	Disposals	As at March 31, 2021	As at April 1, 2020	For the year	Disposals	As at March 31, 2021	As at March 31, 2021	As at March 31, 2020
Building	71,732	-	-	71,732	25,638	25,560	-	51,198	20,534	46,094
	<b>71,732</b>	<b>-</b>	<b>-</b>	<b>71,732</b>	<b>25,638</b>	<b>25,560</b>	<b>-</b>	<b>51,198</b>	<b>20,534</b>	<b>46,094</b>

**EVOLUTIONARY SYSTEMS CORP.**

**Consolidated notes to accounts for the year ended March 31, 2022**

	As at	
	March 31, 2022	March 31, 2021
<b>4 Other non-current assets</b>		
Security deposits	4,563	6,528
	<b>4,563</b>	<b>6,528</b>

Refer note 24 for information on credit risk and market risk.

	As at	
	March 31, 2022	March 31, 2021
<b>5 Investments</b>		
Investment in bank deposit	10,027	10,023
	<b>10,027</b>	<b>10,023</b>

	As at	
	March 31, 2022	March 31, 2021
<b>6 Trade receivables</b>		
Trade receivables, gross from related party (refer note 21(iii))	-	1,03,860
Trade receivables, gross from others	66,98,027	18,24,097
Less: Allowance for expected credit losses	(19,38,744)	(34,684)
	<b>47,59,283</b>	<b>18,93,273</b>

**Notes**

- (i) Trade receivables are non-interest bearing.
- (ii) Refer note 24 for information on credit risk and market risk.
- (iii) All amounts are short-term. The net carrying value of trade receivables is considered a reasonable approximation of fair value.

	As at	
	March 31, 2022	March 31, 2021
<b>7 Cash and cash equivalents</b>		
Bank balances - in current bank accounts	14,58,970	22,07,054
	<b>14,58,970</b>	<b>22,07,054</b>

**Notes:**

- i) Refer note 24 for information on credit risk and market risk.
- ii) There are no repatriation restrictions with regards to cash and cash equivalents.

	As at	
	March 31, 2022	March 31, 2021
<b>8 Other current assets</b>		
Prepaid expenses	7,080	1,11,051
Contract asset [refer note 2(e)(x)]	55,24,160	19,16,731
	<b>55,31,240</b>	<b>20,27,782</b>

**Note:**

- i) Refer note 24 for information on credit risk and market risk.

**EVOLUTIONARY SYSTEMS CORP.**

Consolidated notes to accounts for the year ended March 31, 2022

9 Equity share capital	As at	
	March 31, 2022	March 31, 2021
Authorised: 275,000 (March 31, 2021: 275,000 shares of no par value) equity shares of no par value	-	-
Issued, subscribed and fully paid up : 275,000 (March 31, 2021: 275,000 shares of no par value) equity shares of no par value	-	-
	-	-

**(a) Rights, preferences and restrictions attached to equity shares**

The Company has one class of equity shares having no par value. Each shareholder is eligible for one vote per share held and dividend rights in equivalent proportion. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

**(b) Reconciliation of the number of equity shares outstanding at the beginning and end of the year are as given below:**

Particulars	As at			
	March 31, 2022		March 31, 2021	
	No. of shares	Amount	No. of shares	Amount
Balance as at beginning of the year	2,75,000	-	2,75,000	-
Add : Shares issued during the year	-	-	-	-
<b>Balance as at the end of the year</b>	<b>2,75,000</b>	<b>-</b>	<b>2,75,000</b>	<b>-</b>

**(c) Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company**

Name of the shareholder	As at			
	March 31, 2022		March 31, 2021	
	No. of shares	% of holding	No. of shares	% of holding
Mastek Enterprise Solutions Private Limited (formerly known as Trans American Information Systems Private Limited)	2,75,000	100%	2,75,000	100%

10 Other equity	As at	
	March 31, 2022	March 31, 2021
Share premium	2,750	2,750
Retained earnings (All net gains and losses and transactions with owners including prior year's undistributed earning after taxes)	56,67,273	43,28,905
Foreign currency translation reserve Exchange difference relating to the translation of the results and net assets of the Company's foreign operations from their functional currencies to the Group's presentation currency are recognised directly in other comprehensive income and accumulated in the foreign currency translation reserve.	(1,240)	-
	<b>56,68,783</b>	<b>43,31,655</b>

11 Trade payables	As at	
	March 31, 2022	March 31, 2021
Trade payables	53,37,589	9,48,868
	<b>53,37,589</b>	<b>9,48,868</b>

**Notes**

- (i) All amounts are short-term. The carrying values of trade payables are considered to be a reasonable approximation of fair value.
- (ii) Out of total trade payable USD 4,807,540 (March 31, 2021: USD 846,220) amount payable to related party. Refer note 21(iii).
- (iii) Refer note 24 for information on liquidity risk.

12 Other current liabilities	As at	
	March 31, 2022	March 31, 2021
Revenue received in advance	-	26,650
Employee benefits payable	7,66,964	5,91,669
Contract liabilities [refer note 2(e)(x)]	12,68,818	14,51,454
Other payables	1,13,915	91,118
	<b>21,49,697</b>	<b>21,60,891</b>

**Notes**

- (i) Refer note 24 for information on liquidity risk
- (ii) The amounts recognised as a contract liability will generally be utilised within the next annual reporting period.

EVOLUTIONARY SYSTEMS CORP.

Consolidated notes to accounts for the year ended March 31, 2022

**13 Revenue**

	Year ended	
	March 31, 2022	March 31, 2021
Sale of services		
Information technology services	2,40,29,008	1,37,94,645
Other operating revenue	2,89,766	10,026
	<b>2,43,18,774</b>	<b>1,38,04,671</b>

**Disaggregated revenue**

The table below presents disaggregated revenues from contracts with customers by customer location and service line for each of the business segments. The Group believe this disaggregation best depicts how the nature, amount, timing and uncertainty of revenues and cash flows are affected by industry, market and other economic factors.

**Revenue by geography**

US	Year ended	
	March 31, 2022	March 31, 2021
	2,43,18,774	1,38,04,671
	<b>2,43,18,774</b>	<b>1,38,04,671</b>

**Revenue by service line**

	Year ended	
	March 31, 2022	March 31, 2021
Oracle Cloud & Enterprise Apps	2,19,06,813	1,19,50,501
Data, Automation and AI	31,52,053	17,19,493
Digital Commerce & Experience	2,46,879	1,34,677
	<b>2,53,05,745</b>	<b>1,38,04,671</b>

**Timing of revenue recognition**

	Year ended	
	March 31, 2022	March 31, 2021
Transferred at a point in time	2,07,12,516	1,06,09,973
Transferred over time	45,56,470	31,84,672
	<b>2,52,68,986</b>	<b>1,37,94,645</b>

**Notes:**

- i) The above figures have been extracted from MIS generated report, to compute Time and Material and Fix Bid
- ii) The above figures exclude the amount pertaining to other operating revenue in March 31, 2022 USD 36,759 (March 31, 2021 USD 10,026).

**Remaining performance obligation**

As of March 31, 2022, the aggregate amount of transaction price allocated to remaining performance obligations, was USD 27,706,811 of which approximately 100% is expected to be recognized as revenues within 3 years. (March 31,

**Contract balances**

Changes in Contract assets are as follows:

Contract balances	Year ended	
	March 31, 2022	March 31, 2021
Balance at the beginning of the year	19,16,731	13,82,945
Invoices raised that were included in the contract assets balance at the beginning of the year	(13,92,983)	(7,10,738)
Increase due to revenue recognised during the year, excluding amounts billed during the year	37,78,491	12,44,524
<b>Balance at the end of the year</b>	<b>43,02,239</b>	<b>19,16,731</b>

Changes in contract liabilities are as follows:

	Year ended	
	March 31, 2022	March 31, 2021
Balance at the beginning of the year	14,51,454	9,37,559
Revenue recognised that was included in the contract liability balance at the beginning of the year	(13,70,042)	(2,81,500)
Increase due to invoicing during the year, excluding amounts recognised as revenue during the year	7,30,482	7,95,395
<b>Balance at the end of the year</b>	<b>8,11,892</b>	<b>14,51,454</b>

**14 Other income**

	Year ended	
	March 31, 2022	March 31, 2021
Reversal of excess provision for doubtful receivables	-	1,13,421
Other non-operating income	4,901	800
	<b>4,901</b>	<b>1,14,221</b>

EVOLUTIONARY SYSTEMS CORP.

Consolidated notes to accounts for the year ended March 31, 2022

	Year ended	
	March 31, 2022	March 31, 2021
<b>15 Employee benefits expenses</b>		
Salaries, wages and performance incentives	82,66,481	46,85,953
Staff welfare expenses	3,83,495	1,22,008
	<b>86,49,976</b>	<b>48,07,961</b>

	Year ended	
	March 31, 2022	March 31, 2021
<b>16 Depreciation expenses</b>		
Property, plant and equipment (refer note 3(a))	13,822	8,384
Right-of-use assets (refer note 3(b))	5,417	25,560
	<b>19,239</b>	<b>33,944</b>

	Year ended	
	March 31, 2022	March 31, 2021
<b>17 Other expenses</b>		
Recruitment and training expenses	80,000	85,115
Travelling and conveyance expenses	5,53,535	66,446
Communication charges	22,979	23,481
Consultancy and sub-contracting charges (refer note 21)	1,58,06,061	45,58,330
Software development cost	41,194	51,935
Rates and taxes	10,492	7,947
Repairs		
Buildings	3,151	4,851
Others	23,098	30,809
Insurance charges	58,521	62,831
Printing and stationery	164	485
Professional fees	98,718	1,37,572
Rent (Refer note 26)	1,11,137	21,806
Advertisement and publicity	1,52,894	1,03,973
Provision for doubtful trade receivables	18,69,244	-
Net loss on foreign currency transactions and translation	32,411	1,574
Bank charges	10,748	7,553
Miscellaneous expenses	82,939	5,657
	<b>1,89,57,285</b>	<b>51,70,365</b>

	Year ended	
	March 31, 2022	March 31, 2021
<b>18 Finance costs</b>		
Interest on lease liabilities (refer note 26)	-	1,968
Interest on loan	75,305	1,968
Other finance charges	-	5,483
	<b>75,305</b>	<b>9,419</b>

	Year ended	
	March 31, 2022	March 31, 2021
<b>19 Earnings Per Share (EPS)</b>		
The components of basic and diluted loss per share for total operations are as follows		
(a) Net profit attributable to equity shareholders	(22,42,052)	13,38,368
(b) Weighted average number of outstanding equity shares considered for basic and diluted EPS (Refer note 9)	2,75,000	2,75,000
<b>(c) Basic and diluted EPS</b>	<b>(8.15)</b>	<b>4.87</b>

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