

**BLUE CLOUD SOFTECH SOLUTIONS LIMITED**

**31<sup>st</sup> Annual Report**

**2021-2022**

**BLUE CLOUD SOFTECH SOLUTIONS LIMITED**

**BOARD OF DIRECTORS**

|                          |                                      |                 |
|--------------------------|--------------------------------------|-----------------|
| Mr. B Ravi               | Managing Director                    | (DIN: 01395934) |
| Mrs. G Mani              | Non Executive – Independent Director | (DIN: 07263648) |
| Mr. G N Sharma           | Non Executive – Independent Director | (DIN: 07238879) |
| Mr. Ram Prasad Ladi      | Non Executive – Independent Director | (DIN: 07527805) |
| Mr. V Samba Siva Rao     | Director                             | (DIN: 03028494) |
| Mr. Jana Prasad Nagendra | Director                             | (DIN: 03581861) |

**KEY MANAGERIAL PERSONS**

|                          |  |
|--------------------------|--|
| Mr. Jana Nagendra Prasad | CFO (KMP)                              |
| Mrs. Shraya Jaiswal      | Company Secretary & Compliance Officer |

**COMMITTEES OF THE BOARD OF DIRECTORS**

**Audit Committee**

|                  |                                      |
|------------------|--------------------------------------|
| Mr. G N Sharma   | Non Executive – Independent Director |
| Mr. B Ravi       | Executive Director                   |
| Mr. Ram Prasad L | Non Executive – Independent Director |

**Nomination and Remuneration Committee**

|                  |                                      |
|------------------|--------------------------------------|
| Mr. G N Sharma   | Non Executive – Independent Director |
| Mr. Ram Prasad L | Non Executive – Independent Director |
| Mrs. G Mani      | Non Executive – Independent Director |

**Stake Holders Relationship Committee**

|                  |                                      |
|------------------|--------------------------------------|
| Mr. G N Sharma   | Non Executive – Independent Director |
| Mr. Ram Prasad L | Non Executive – Independent Director |
| Mrs. G Mani      | Non Executive – Independent Director |

**AUDITORS**

**M/s. P C N & Associates., Chartered Accountants**  
(FRN: 016016S)  
Plot No. 12, “N” Heights,  
Ground Floor, Software Layout Unit,  
Cyberabad, Hyderabad - 500 081.

**REGISTERED OFFICE:-**

# 1-2-286, Domalguda,  
Hyderabad, Telanagana, India-500029

**SHARE TRANSFER AGENT**

**Aarthi Consultants Private Limited**  
# 1-2-285, Domalguda,  
Hyderabad-500029

**LISTING**

BSE LTD (SCRIP CODE-539607)  
ISIN - INE373T01039  
CIN: L72200TG1991PLC013135

## NOTICE

Notice is hereby given that the 31<sup>st</sup> Annual General Meeting of the Members of **M/s BLUE CLOUD SOFTECH SOLUTIONS LIMITED** will be held on Friday, the 30<sup>th</sup> day of September, 2022 at 11.30 A.M. at # 1-2-286, Domalguda, Hyderabad, Telangana-500029, the Registered Office of the Company to transact the following business(s):

### **ORDINARY BUSINESS:**

1. To receive, consider and adopt the Financial Statements including Balance Sheet as at 31<sup>st</sup> March, 2022 and Profit & Loss Account as on that date, and the Reports of the Directors and the Auditors thereon.
2. To appoint a Director in place of Mr. Jana Prasad Nagendra (DIN: 03581861) who retires by rotation and being eligible offers himself for re-appointment.
3. **APPOINTMENT OF M/S. P MURALI & CO., CHARTERED ACCOUNTANTS (FIRM REG. NO. 007257S) CHARTERED ACCOUNTANTS, HYDERABAD AS STATUTORY AUDITORS OF THE COMPANY:**

(To consider and, if thought fit, to pass the following resolution as an “**Ordinary Resolution**”)

“**RESOLVED THAT** pursuant to Section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 as amended from time to time, pursuant to the recommendations of the Audit committee, M/s. P Murali & Co., Chartered Accountants (Firm Reg. No. 007257S) be and is hereby appointed as Statutory Auditors of the company in place of the retiring Auditors M/s. P C N & Associates., Chartered Accountants (Firm Registration No. 016016S) to hold office from the conclusion of this Annual General Meeting (“AGM”) till the conclusion of the 36<sup>th</sup> Annual General Meeting to be held in the year 2027 at such remuneration and out of pocket expenses as may be decided by the Board of Directors of the Company.”

**By the Order of the Board  
For Blue Cloud Softech Solutions Limited**

Sd/-

Bogha Ravi Kumar

DIN: 01395934

Managing Director

Place: Hyderabad

Date: 05-09-2022

## NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON HIS / HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.**  
Pursuant to the provisions of Section 105 of the Companies Act, 2013, a person can act as a proxy on behalf of not more than fifty members and holding in aggregate not more than ten percent of the total Share Capital of the Company. Members holding more than ten percent of the total Share Capital of the Company may appoint a single person as proxy, who shall not act as a proxy for any other Member. The instrument of Proxy, in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not later than 48 hours before the commencement of the meeting. A Proxy Form is annexed to this Report. Proxies submitted on behalf of limited companies, societies, etc., must be supported by an appropriate resolution / authority, as applicable.
2. The Register of Members and Share Transfer Books of the Company will remain closed from Saturday, 24<sup>th</sup> September, 2022 to Friday, 30<sup>th</sup> September, 2022 (both days inclusive). The book closure dates have been fixed in consultation with the Stock Exchanges.
3. Pursuant to Section 101 and Section 136 of the Companies Act, 2013 read with relevant Rules made there under, Companies can serve Annual Reports and other communications through electronic mode to those Members who have registered their e-mail address either with the Company or with the Depository. Members who have not registered their e-mail address with the Company can now register the same by submitting a duly filled in 'E-Communication Registration Form', available on the website of the Share Transfer Agent of the Company [www. aarthiconsultants.com](http://www.aarthiconsultants.com), to M/s. Aarthi Consultancy Private Limited. Members holding shares in demat form are requested to register their e-mail address with their Depository Participant(s) only.
4. Pursuant to Circular SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated May 13, 2022 read with earlier Circulars, The requirements of Regulations 36(1)(b) and (c) and Regulation 58(1)(b) &(c) of the LODR are dispensed with for listed entities who conduct their AGMs during the calendar year 2022 (i.e. till December 31, 2022), Hence the Annual Report 2021-2022 of the Company is available on website of the Company <http://bluecloudsofttech.com/>. Members are requested to print the Attendance Slip and submit a duly filled in Attendance Slip at the registration counter to attend the AGM.
5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL. The e-voting period will commence at 10.00 a.m. on Monday, 26<sup>th</sup> September 2022 and will end at 5.00 p.m. on Thursday, 29<sup>th</sup> September 2022. The Company has appointed Mrs. Sarada Putcha, Practicing Company Secretary, to act as the Scrutinizer, for conducting the scrutiny of the votes cast. The Members desiring to vote through electronic mode may refer to the detailed procedure on e-voting given hereinafter.

**THE INTRUCTIONS FOR SHAREHOLDRES FOR REMOTE E-VOTING ARE AS UNDER:**

- (i) The voting period begins on 10.00 a.m. on Monday, 26<sup>th</sup> September 2022 and will end at 5.00 p.m. on Thursday, 29<sup>th</sup> September 2022. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 23<sup>rd</sup> September, 2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- (iv) Click on "Shareholders" module.
- (v) Now enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

OR

Alternatively, if you are registered for CDSL's **EASI/EASIEST** e-services, you can log-in at <https://www.cdslindia.com> from [Login - Myeasi](#) using your login credentials. Once you successfully log-in to CDSL's **EASI/EASIEST** e-services, click on **e-Voting** option and proceed directly to cast your vote electronically.

- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier e-voting of any company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:

|  | For Shareholders holding shares in Demat Form and Physical Form  |
|--|--|
| PAN  | Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"><li>• Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.</li></ul>                |
| Dividend Bank Details OR Date of Birth (DOB) | Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"><li>• If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field as mentioned in instruction (v).</li></ul> |

- (ix) After entering these details appropriately, click on "SUBMIT" tab.
- (x) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (xi) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

- (xii) Click on the EVSN for the relevant **BLUE CLOUD SOFTECH SOLUTIONS LIMITED** on which you choose to vote.
- (xiii) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiv) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xv) After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xvi) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xvii) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xviii) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xix) Shareholders can also cast their vote using CDSL’s mobile app “**m-Voting**”. The m-Voting app can be downloaded from respective Store. Please follow the instructions as prompted by the mobile app while Remote Voting on your mobile.

**PROCESS FOR THOSE SHAREHOLDERS WHO’S EMAIL ADDRESSES ARE NOT REGISTERED WITH THE DEPOSITORIES FOR OBTAINING LOGIN CREDENTIALS FOR E-VOTING FOR THE RESOLUTIONS PROPOSED IN THIS NOTICE:**

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to [csbluecloudsoft@gmail.com](mailto:csbluecloudsoft@gmail.com) or [info@arthiconsultants.com](mailto:info@arthiconsultants.com).

2. For Demat shareholders -, please provide Demat account details (CDSL-16 digit beneficiary ID or NSDL-16 digit DPID + CLID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to [csbluecloudsoft@gmail.com](mailto:csbluecloudsoft@gmail.com) or [info@arthiconsultants.com](mailto:info@arthiconsultants.com).

The results shall be declared within 48 Hrs from the Conclusion of Annual General Meeting. The results along with the Scrutinizer’s Report, shall also be placed on the website of the Company.

- 6. Members holding shares in physical form are requested to intimate any change of address and / or bank mandate to M/s. Aarathi Consultants Private Limited / Investor Service Department of the Company immediately.
- 7. The Securities and Exchange Board of India has mandated submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in demat form are, therefore, requested to submit PAN details to the Depository Participants with whom they have demat accounts. Members holding shares in physical form can submit their PAN details to M/s. Aarathi Consultants Private Limited / Investor Service Department of the Company.
- 8. For convenience of the Members and proper conduct of the meeting, entry to the meeting venue will be regulated by Attendance Slip. Members are requested to sign at the place provided on the Attendance Slip and hand it over at the registration counter.
- 9. Members desiring any information relating to the accounts are requested to write to the Company well in advance so as to enable the management to keep the information ready.

(xx) **Note for Non – Individual Shareholders and Custodians**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the “Corporates” module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).

- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; [cssalgutiindustries@gmail.com](mailto:cssalgutiindustries@gmail.com), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

If you have any queries or issues regarding attending AGM & e-Voting from the e-Voting System, you may refer the Frequently Asked Questions (“FAQs”) and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact Mr. Nitin Kunder (022-23058738 ) or Mr. Mehboob Lakhani (022-23058543) or Mr. Rakesh Dalvi (022-23058542).

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Manager, (CDSL, ) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call on 022-23058542/43.

## DIRECTORS REPORT

Dear Members,

Yours Director hereby present the 31<sup>st</sup> Annual Report of the Company for the financial year ended 31<sup>st</sup> March 2022.

### **OPERATIONS & FINANCIAL PERFORMANCE OF THE COMPANY**

Detailed information on the development of the Company's activities and the total revenue of the Company for the financial year ended 31<sup>st</sup> March, 2022 is mentioned in its financial statements attached to this Annual Report.

(Rs. In Lakhs)

| Particulars                                    | As At 31 March, 22 | As At 31 March, 21 |
|--|--------------------|--------------------|
| Revenue from Operations                        | 22.00              | 10.98              |
| Total Expenses                                 | 19.52              | 9.96               |
| Profit/(Loss) before exceptional items and tax | 12.49              | 1.02               |
| Exceptional Items                              |                    |                    |
| Profit/(Loss) before tax                       | 12.49              | 1.02               |
| Tax Expenses:                                  |                    |                    |
| (1) Current Tax                                | 1.95               | 0.16               |
| (2) Deferred Tax( Asset)/ Liability            | 0.01               | -0.02              |
| Total  |                    |                    |
| Profit (Loss) after Tax for the period         | 10.53              | 0.88               |
| Total Comprehensive Income for the year        | 10.53              | 0.88               |
| Earnings Per Share:                            |                    |                    |
| a) Basic (Rs.)                                 | 0.02               | 0.003              |
| b) Diluted (Rs.)                               | 0.02               | 0.003              |

### **CAPITAL STRUCTURE OF THE COMPANY:**

The Authorised Share Capital as on 31-03-2021 was Rs.12,00,00,000/- divided into 60000000 Equity Shares of Rs.2.00 each and the Company has increased it to 12,50,00,000/- divided into 62500000 Equity Shares during the Financial Year.

The Issued, Subscribed & Paid-up Share Capital as on 31-03-2021 was Rs. 4,78,01,600/- divided into 2,39,00,800 Equity Shares of Rs.2.00 each.

During the Year the Company has allotted 3,80,69,200 Warrants out of which 31300000 were converted to Equity Shares as on 31-03-2022.

The Issued, Subscribed & Paid-up Share Capital as on 31-03-2022 was Rs. 11,04,01,600/- divided into 5,52,00,800 Equity Shares of Rs.2.00 each.



## **DIVIDEND**

The Directors regret their inability to recommend dividend for the year under review due to insufficient profit.

## **BUSINESS RISK MANAGEMENT**

The Company, like any other enterprise, is exposed to business risk which can be internal risks as well as external risks. The threats to the segments in which the company operates are volatility in Exchange rate. The company is concerned about the wide Fluctuations in Copper prices globally and locally and increase in foreign exchange value.

## **DEPOSITS**

The Company has not accepted deposits covered under Chapter V of the Companies Act, 2013 and accordingly, the disclosure requirements stipulated under the said Chapter are not applicable.

## **PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS**

During the year under review, the company has not given any loans, Guarantees and Investments covered under the provisions of Section 186 of the Companies Act, 2013.

## **CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES**

Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014, except the remuneration to managerial personnel, there is no other related party transactions to be disclosed.

## **E-VOTING SERVICES**

Your Company is pleased to provide the facility to Members to exercise their right to vote by electronic means and had opt for e-voting through CDSL platform.

## **EXTRACT OF ANNUAL RETURN**

The details forming part of the extract of the Annual Return in Form MGT-9 available on the Company Website (<http://bluecloudsofttech.com/>)

## **CORPORATE GOVERNANCE**

Your Directors are happy to report that your Company is compliant with the Corporate Governance requirements as per the provision of SEBI (LODR) Regulations 2015. A separate section on Corporate Governance together with a certificate from the Statutory Auditor's confirming compliance is set out in the Annexure forming part of this report.

## **MANAGEMENT DISCUSSIONS AND ANALYSIS REPORT**

A Management Discussion and Analysis Report, has been attached and forms part of the Annual Report.

## **ADDITIONAL INFORMATION AS REQUIRED U/ S 134(3)(m) OF THE COMPANIES ACT, 2013**

### **(a) Conservation of Energy:**

The Company is monitoring the consumption of energy and is identifying measures for conservation of energy.

(i) the steps taken by the company for utilizing alternate sources of energy - Nil

(ii) the capital investment on energy conservation equipments - Nil

(b) (i) Technology Absorption, adaptation and innovation:- Indigenous Technology is involved for the manufacturing the products of the Company.

(ii) Research and Development (R & D): No research and Development has been carried out.

(c) Foreign exchange earnings: Nil

(d) Foreign exchange out go: Nil

## **PARTICULARS OF EMPLOYEES**

The Directors are to report that none of the employee was in receipt of remuneration exceeding the limit prescribed under rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014

## **STATUTORY AUDITORS**

The provisions of Section 139(2) of the Companies Act 2013 and the Rules made there-under, mandated the Company to rotate its Statutory Auditors and Board of Directors of the Company (on recommendation of Audit Committee) in its meeting held on 1st September 2017, has, (which was ratified by the shareholders in the Annual General meeting to held on 28<sup>th</sup> September 2017), approved the appointment of M/s. P C N & Associates., (FRN: 016016S), Chartered Accountants, as the Statutory Auditors of the Company for a period of Five Years.

On recommendations of Audit committee, M/s. P Murali & Co., Chartered Accountants (Firm Reg. No. 007257S) be and are hereby proposed to be appointed as Statutory Auditors of the company in place of the retiring Auditors M/s. P C N & Associates., Chartered Accountants (Firm Registration No. 016016S) to hold office from the conclusion of this Annual General Meeting ("AGM") till the conclusion of the 36<sup>th</sup> Annual General Meeting to be held in the year 2027 at such remuneration and out of pocket expenses as may be decided by the Board of Directors of the Company.

In this Regard, M/s. P Murali & Co., Chartered Accountants (Firm Reg. No. 007257S) have provided Eligibility and declaration stating that they are not disqualified to be appointed as Statutory Auditors of the Company.

## **BOARD AND COMMITTEES PERFORMANCE EVALUATION**

Pursuant to the provisions of the Companies Act, 2013 and SEBI (LODR) Regulations 2015, the Board has carried out an annual performance, the directors individually as well as the evaluation of the working of its Audit and Nomination & Remuneration Committees.

## NUMBER OF BOARD MEETINGS HELD DURING THE FINANCIAL YEAR AND THE DATES OF THE BOARD MEETINGS:

The Board of Directors met 11 (Eleven) times during the Financial Year 2021-2022. Attendance of Directors is detailed in the Corporate Governance Report.

|    |            |    |            |    |            |     |            |
|----|------------|----|------------|----|------------|-----|------------|
| 1. | 28-06-2021 | 4. | 12-08-2021 | 7. | 13-11-2021 | 10. | 29-12-2022 |
| 2. | 12-07-2021 | 5. | 06-09-2021 | 8. | 10-12-2021 | 11. | 28-02-2022 |
| 3. | 19-07-2021 | 6. | 08-09-2021 | 9. | 15-12-2021 | -   | -          |

## DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 134(3)(c) of the Companies Act, 2013, with respect to Directors responsibilities Statement it is hereby confirmed:

- a. That in preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures ;
- b. That the directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year ended 31<sup>st</sup> March, 2022 and of the profit and loss of the company for that period;
- c. That the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d. That the directors have prepared the annual accounts on a going concern basis.
- e. that proper internal financial controls were in place and that the financial controls were adequate and were operating effectively;
- f. That systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

## POLICIES

### Material Subsidiary

During the year ended March 31, 2022, the Company does not have any material listed/unlisted subsidiary companies as defined in the Companies Act 2013 & SEBI (LODR) Regulations 2015. The policy on determining material unlisted subsidiary of the Company is approved by the Board of Directors of the company.

### Vigil Mechanism

The Board of Directors of the company are committed to maintain the highest standard of honesty, openness and accountability and recognize that employees have important role to play in achieving the goal. As a public company the integrity of the financial matters of the Company and the accuracy of financial information is paramount. The stakeholders of the Company and the financial markets rely on this information to make decisions. For these reasons, the Company must maintain workplace where it can retain and treat all complaints concerning questionable accounting practices, internal accounting controls or auditing matters or concerning the reporting of fraudulent financial information to our shareholders, the Government or the financial markets. The employees should be able to raise these free of any discrimination, retaliation or harassment. Pursuant to the policy, employees are encouraged to report questionable accounting practices to Mrs. G Mani, Chairman of Audit Committee through email or by correspondence through post.

### **Familiarisation programme for Independent Directors**

Pursuant to the provisions of SEBI ( LODR) Regulations 2015, the Company has formulated a programme for familiarising the Independent Directors with the company, their roles, rights, responsibilities in the company, nature of the industry in which the company operates, business model of the company etc through various initiatives.

### **Key Managerial Personnel**

The company has appointed following Key Managerial Personnel pursuant to Section 203 of the Companies Act, 2013:

- Mr. B Ravi Kumar, Managing Director cum Chief Executive Officer;
- Mr. J Nagendra Prasad as Chief Financial Officer; and
- Mrs. Shraya Jaiswal as Whole Time Company Secretary.

### **Related Party Transaction**

Policy on dealing with Related Party Transactions is approved by the Board

There are no materially significant related party transactions made by the Company with Promoters, Directors, Key Managerial Personnel or other designated persons (except remuneration) which may have a potential conflict with the interest of the Company at large. The same was discussed by the Audit Committee as also the Board. The policy on Related Party Transactions as approved by the Board. None of the Directors has any pecuniary relationships or transactions vis-à-vis the Company.

### **Internal Financial Controls**

The Company has in place adequate internal financial controls with reference to financial statements. Periodic audits are undertaken on a continuous basis covering all the operations i.e., manufacturing, sales & distribution, marketing, finance, etc. Reports of internal audits are reviewed by management from time to time and desired actions are initiated to strengthen the control and effectiveness of the system.

### **Secretarial Audit**

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Secretarial Audit Report is obtained by the company and forms part of this Annual report.

### **Disclosures pursuant to The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014**

1. The Disclosures pursuant to sub-rule (1) of Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are forms part of the Board's Report.
2. The Disclosures pursuant to sub-rule (2) of Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, in respect of employees of the Company forms part of the Board's Report.

### **Remuneration Policy**

The Board has, on the recommendation of the Nomination & Remuneration Committee framed a policy for selection and appointment of Directors, Senior Management and their remuneration. The details pertaining to criteria for determining qualifications, positive attributes and independence of a Director and remuneration policy have been provided in Section of the attached Corporate Governance Report.

**Significant and Material Orders Passed by the Regulators or Courts**

There are no significant material orders passed by the Regulators/Courts which would impact the going concern status of the Company and its future operations

**Disclosure under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013**

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act 2013. An Internal committee has been set up to redress the complaints received regarding sexual harassment at workplace. All employees including trainees are covered under this policy.

**Personnel**

The relationship between the management and the staff was very cordial throughout the year under review. Your Directors take this opportunity to record their appreciation for the cooperation and loyal services rendered by the employees.

**Details of policy developed and implemented by the company on its corporate social responsibility Initiatives: !**

!

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable.

**Details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year along with their status as at the end of the financial year.**

There are no applications made or any proceeding pending to report under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year.

**The details of difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof.**

During the year there is no one time settlements done with the Banks to report.

**Acknowledgements**

Your Directors place on record their appreciation of the continuous assistance and co-operation extended to your Company by the valued customers, bankers, Reserve Bank India, SEBI, Bombay Stock Exchange Limited and all other regulatory Authorities. The Directors also sincerely acknowledge the significant contributions made by all the employees for their dedicated services to the Company.

For and On Behalf of the Board  
**BLUE CLOUD SOFTECH SOLUTIONS LIMITED**

Place: Hyderabad  
Date: 05-09-2022

Sd/-  
B Ravi Kumar  
Managing Director  
DIN: 01395934

Sd/-  
G N Sharma  
Director  
DIN: 07238879

**FORM No. MR-3**  
**SECRETARIAL AUDIT REPORT**

(Pursuant to Section 204 (1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)

**FOR THE FINANCIAL YEAR ENDED 31<sup>ST</sup> MARCH, 2022**

To,  
The Members,  
**BLUE CLOUD SOFTECH SOLUTIONS LIMITED**  
1-2-286, Domalguda Hyderabad  
Telangana-500029, India.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Blue Cloud Softech Solutions Limited (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended March 31, 2022 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2022 according to the applicable provisions of:

- 1) The Companies Act, 2013 ('the Act') and the rules made there under;
- 2) The Securities Contract (Regulation) Act, 1956 ('SCRA') and the rules made there under;
- 3) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- 4) Foreign Exchange Management Act, 1999 and the rules and regulations made there under;
- 5) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
  - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - c. The Securities and Exchange Board of India (Registrars to an issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- (6) Contract Labour (Regulation and Abolition) Act, 1970
- (7) Employees State Insurance Act, 1948
- (8) Employees Compensation Act, 1923
- (9) Employees Provident Fund and Miscellaneous Provisions Act, 1952
- (10) Factories Act, 1948
- (11) Industrial Disputes Act, 1947
- (12) Industrial Employment (Standing Orders) Act, 1946
- (13) Indian Contract Act, 1872
- (14) Income Tax Act, 1961 and Indirect Tax Laws
- (15) Indian Stamp Act, 1999
- (16) Minimum Wages Act, 1948
- (17) Payment of Bonus Act, 1965
- (18) Payment of Gratuity Act, 1972
- (19) Payment of Wages Act, 1936

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards issued by The Institute of Company Secretaries of India. (Notified w.e.f. 1st July, 2015)
- (ii) The Listing Agreement entered into by the Company with BSE Limited

The existing Listing Agreement and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) w.e.f. 1st December, 2015 entered into by the Company with BSE Limited. During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act. Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

All meetings were duly held in compliance with provisions of the Companies Act, 2013, rules thereof and the Secretarial Standard 1 issued by the Institute of Company Secretaries of India and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All the decisions in the Board meeting were taken unanimously during the audit period.

I further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that during the audit period there were no instances

- (a) Public/Right/Preferential issue of shares/debentures/sweat equity, etc.
- (b) Redemption/buy-back of securities
- (c) Major decisions taken by the members in pursuance to section 180 of the Companies Act, 2013
- (d) Merger/amalgamation/reconstruction, etc.
- (e) Foreign technical collaborations

Place: Hyderabad  
Date: 02-09-2022  
UDIN: A021717D000899341

Sd/-  
Putcha Sarada  
Practicing Company Secretary  
ACS No: 21717; CP No: 8735

This Report is to be read with my letter of even date which is annexed as Annexure A and forms an integral part of this report.

**‘Annexure A’**

To,  
The Members,  
**BLUE CLOUD SOFTECH SOLUTIONS LIMITED**  
1-2-286, Domalguda Hyderabad  
Telangana 500029 INDIA

My report of even date is to be read along with this letter.

1. Maintenance of Secretarial record is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on our audit.
2. I have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. I believe that the process and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedure on test basis.
5. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Place: Hyderabad  
Date: 02-09-2022  
UDIN: **A021717D000899341**

Sd/-  
Putcha Sarada  
Practicing Company Secretary  
ACS No: 21717  
CP No: 8735



**CERTIFICATE ON NON-DISQUALIFICATION OF DIRECTORS**

For the financial year ended March 31, 2022

[Pursuant to Regulation 34(3) and Schedule V Para C Clause 10(i) of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015]

Based on the disclosures/declarations received from Directors appointed on the Board of the Company, we hereby certify that as on March 31, 2022, none of the Directors on the Board of Company have been debarred or disqualified from being appointed or continuing as Director of the Company by Securities and Exchange Board of India, Ministry of Corporate Affairs or any such statutory authority. Ensuring the eligibility for the appointment/ continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Date: 03-09-2022  
Place: Hyderabad

Sd/-  
**CS Putcha Sarada**  
Company Secretary in Practice  
M.No: A21717; CP: 8735  
UDIN: A021717D000906359

**REPORT ON CORPORATE GOVERNANCE**  
**(Pursuant to SEBI (LODR) Regulations 2015)**

**1. COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE:**

Company believes that a strong Corporate Governance policy is indispensable to healthy growth of business and resilient and vibrant capital markets, besides being an important instrument of investor protection. In this direction, the company endeavors in true spirit, to adopt the best global practices in Corporate Governance.

**2. BOARD OF DIRECTORS**

- a) The Board of Directors of the Company comprises of 6 (Six) Directors – 3 (Three) Non- Executive Independent Directors, 2 (Two) Non-Executive, Non-Independent Directors and 1 (one) is Executive Director.
- b) The composition of the Board is in conformity with the provisions of SEBI (LODR) Regulations 2015 and meets the stipulated requirements.
- c) None of the Directors on the Board is a Member of more than 10 committees or Chairman of more than 5 companies across all the Companies in which he is a Director. The Directors have made necessary disclosures regarding Committee positions in other public companies as on March 31, 2022.
- d) The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorships and Committee Chairmanships / Memberships held by them in other companies is given below. Other Directorships do not include alternate directorships, directorships of private limited companies, section 25 companies and of companies incorporated outside India. Chairmanship / Membership of Board Committees include only Audit and Shareholders / Investors Grievance Committees.

| Name of the Director     | Category (Promoter/ Executive/ Non- Executive) | Designation        | Relation ship with other Directors | Number of memberships in Board of other Public Limited Company | + Associated with other committees of Public Limited Company |          |
|--------------------------|--|--------------------|------------------------------------|--|--|----------|
|                          |  |                    |                                    |  | Member   | Chairman |
| Mr. B Ravi               | Executive Director                             | Executive Director | Nil                                | Nil  | Nil  | Nil      |
| Mr. V Samba Siva Rao     | Non-Executive, Non-Independent                 | Non-Executive      | Nil                                | Nil  | Nil  | Nil      |
| Mr. Jana Prasad Nagendra | Non-Executive, Non-Independent                 | Non-Executive      | Nil                                | Nil  | Nil  | Nil      |
| Mrs. G Mani              | Independent Non-Executive                      | Director           | Nil                                | Nil  | Nil  | Nil      |
| Mr. GN Sharma            | Independent Non-Executive                      | Director           | Nil                                | Nil  | Nil  | Nil      |
| Mr. Ram Prasad Ladi      | Independent Non-Executive                      | Director           | Nil                                | Nil  | Nil  | Nil      |

The Last Annual General Meeting was held on 30<sup>th</sup> September 2021.

e) The Board met 11 (Eleven) Times on the following dates during the Financial Year 2021-2022:

|    |            |    |            |    |            |     |            |
|----|------------|----|------------|----|------------|-----|------------|
| 1. | 28-06-2021 | 4. | 12-08-2021 | 7. | 13-11-2021 | 10. | 29-12-2022 |
| 2. | 12-07-2021 | 5. | 06-09-2021 | 8. | 10-12-2021 | 11. | 28-02-2022 |
| 3. | 19-07-2021 | 6. | 08-09-2021 | 9. | 15-12-2021 | -   | -          |

The attendance of each Director during the financial year is as under:

| Name of the Director     | No. of Meetings held | No. meetings attended | Presence at AGM |
|--------------------------|----------------------|-----------------------|-----------------|
| Mr. B Ravi               | 11                   | 11                    | Yes             |
| Mrs. G Mani              | 11                   | 11                    | No              |
| Mr. GN Sharma            | 11                   | 11                    | Yes             |
| Mr. Ram Prasad Ladi      | 11                   | 11                    | Yes             |
| Mr. V Samba Siva Rao     | 11                   | 11                    | Yes             |
| Mr. Jana Prasad Nagendra | 11                   | 11                    | Yes             |

- f) None of the Non-Executive Directors have any material pecuniary relationship or transactions with the Company
- g) During the year, information has been placed before the Board for its consideration, as required under the provisions of SEBI (LODR) Regulations 2015.

### 3. AUDIT COMMITTEE:

I) During the period under review, the constitution of the Audit Committee of the Company was in line with the provisions of SEBI (LODR) Regulations 2015 read with the provisions of the Companies Act, 2013. Details of which are mentioned below.

II) The terms of reference of the Audit Committee include a review of:

- a. Overview of the Company's financial reporting process and disclosure of its financial information to ensure that the financial statements reflect a true and fair position and that sufficient and credible information is disclosed.
- b. Recommending the appointment and removal of external auditors, fixation of audit fee and also approval for payment for any other services.
- c. Discussion with external auditors before the audit commences, of the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
- d. Reviewing the financial statements and draft audit report including quarterly / half yearly financial information.
- e. Reviewing with management the annual financial statements before submission to the Board, focusing on:
  - i. Any changes in accounting policies and practices;
  - ii. Qualification in draft audit report;
  - iii. Significant adjustments arising out of audit;
  - iv. The going concern concept;
  - v. Compliance with accounting standards;

- vi. Compliance with stock exchange and legal requirements concerning financial statements;
- vii. Any related party transactions
- f. Reviewing the company's financial and risk management's policies.
- g. Disclosure of contingent liabilities.
- h. Reviewing with management, external and internal auditors, the adequacy of internal control systems.
- i. Reviewing the adequacy of internal audit function, including the audit character, the structure of the internal audit department, approval of the audit plan and its execution, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit.
- j. Discussion with internal auditors of any significant findings and follow-up thereon.
- k. Reviewing the findings of any internal investigations by the internal auditors into the matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- l. Looking into the reasons for substantial defaults in payments to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.
- m. Reviewing compliances as regards the Company's Whistle Blower Policy.

III) The previous Annual General Meeting of the Company was held on 30<sup>th</sup> September, 2021 and Mr. Narasimha Sarma Gundlamadugu, Chairman of the Audit Committee, attended the AGM.

IV) The composition of the Audit Committee and the attendance of each member of the Audit Committee are given below:

The Audit Committee Met 4 (Four) Times on 28-06-2021, 12-08-2021, 13-11-2021 & 28-02-2022 during the financial year 2021-2022:

Attendance of the Members of the Audit Committee was as under:

| Name of the Director | Designation | No of Meetings held | No of Meetings Attended |
|----------------------|-------------|---------------------|-------------------------|
| Mr. GN Sharma        | Chairman    | 4                   | 4                       |
| Mr. B Ravi           | Member      | 4                   | 4                       |
| Mr. Ram Prasad L     | Member      | 4                   | 4                       |

The necessary quorum was present at all the meetings.

#### 4. SHARE HOLDERS RELATIONSHIP COMMITTEE:

The Committee oversees share transfers and monitors investor grievances. To look into the redressal of shareholders and investors complaints like – transfer of shares, non – receipt of balance Sheet, non-receipt of declared dividends etc.,

The Committee consists of the following Directors:

| Name of the Director | Designation | No of Meetings held | No of Meetings Attended |
|----------------------|-------------|---------------------|-------------------------|
| Mr. GN Sharma        | Chairman    | 1                   | 1                       |
| Mrs. G Mani          | Member      | 1                   | 1                       |
| Mr. Ram Prasad L     | Member      | 1                   | 1                       |

The Committee met once on 28-02-2022 and the requisite Quorum was present.

Details of Complaints received/resolved: During the period under review, three complaints were received from the shareholders, all of them have been resolved and there are no pending Complaints as on date of this report.

The Complaints had been attended to within seven days from the date of receipt of the complaint, as communicated by our Registers and Share Transfer Agents M/s. Aarthi Consultants Pvt. Ltd. The outstanding complaints as on 31<sup>st</sup> March, 2022 were: NIL.

#### **NOMINATION & REMUNERATION COMMITTEE:**

The Committee consists of the following Directors:

| <b>Name of the Director</b> | <b>Designation</b> | <b>No of Meetings held</b> | <b>No of Meetings Attended</b> |
|-----------------------------|--------------------|----------------------------|--------------------------------|
| Mr. GN Sharma               | Chairman           | 2                          | 2                              |
| Mrs. G Mani                 | Member             | 2                          | 2                              |
| Mr. Ram Prasad L            | Member             | 2                          | 2                              |

The Committee met Twice on 12-07-2021 & 28-02-2022 and the requisite Quorum was present

#### **3. DETAILS OF ANNUAL GENERAL MEETINGS: LOCATION AND TIME OF THE LAST THREE AGMS.**

| <b>AGM</b>       | <b>YEAR</b> | <b>VENUE</b>                     | <b>DATE</b> | <b>TIME</b> |
|------------------|-------------|----------------------------------|-------------|-------------|
| 30 <sup>th</sup> | 2020-21     | Registered Office of the Company | 30.09.2021  | 11.30 A.M.  |
| 29 <sup>th</sup> | 2019-20     | Registered Office of the Company | 30.09.2020  | 11.30 A.M.  |
| 28 <sup>th</sup> | 2018-19     | Registered Office of the Company | 30.09.2019  | 11.30 A.M.  |

#### **6. DISCLOSURES**

- i. There were no materially significant related party transactions that may have potential conflict with the interest of the Company at large.
- ii. There was no incidence of non-compliance during the last three years by the Company on any matter related top Capital markets. There were no penalties, strictures imposed on the company by Stock Exchange or SEBI or any statutory authority.
- iii. The Company has complied with all the mandatory requirements of SEBI (LODR) Regulations 2015.

#### **7. NOTES ON DIRECTORS APPOINTMENT/RE-APPOINTMENT:**

Relevant details forms part of the explanatory statement to the notice of the Annual General Meeting/Director's Report.

## 8. MEANS OF COMMUNICATIONS:

As per the listing requirements, the company publishes periodical financial results in leading English and regional news papers information. The Management Discussion and Analysis (MD& A) forms part of the annual report.

## 9. GENERAL SHAREHOLDER INFORMATION:

| <b>(I) Annual General Meeting</b> |                                    |
|-----------------------------------|------------------------------------|
| Date                              | : 30 <sup>th</sup> September, 2022 |
| Time                              | : 11.30 A.M.                       |
| Venue                             | : Registered Office of the Company |

| <b>(II) Financial Calendar 1<sup>st</sup> April 2022 to 31<sup>st</sup> March 2022 (Tentative Schedule)</b> |   |
|---|---|
| Quarter ending June, 30 2022  | Declared on 12 <sup>th</sup> August, 2022   |
| Quarter ending September 30, 2022   | On or before 14 <sup>th</sup> December 2022 |
| Quarter ending December 31, 2022  | On or before 14 <sup>th</sup> February 2023 |
| Quarter ending March 31, 2023   | On or before 30 <sup>th</sup> May 2023      |
| Annual General Meeting<br>(for FY ended 31 <sup>st</sup> March, 2023)                                       | Before end of September, 2023               |

|                                   |  |
|-----------------------------------|--|
| <b>(III) Date of Book Closure</b> | Saturday, 24 <sup>th</sup> September, 2022 to Friday, 30 <sup>th</sup> September, 2022 (both days inclusive) |
|-----------------------------------|--|

| <b>(IV) Listing on Stock Exchanges :</b>  |
|---|
| BSE Limited<br>Stock Code : 539607  |
| The listing fee has been paid to all the Stock Exchanges where the Company's shares are listed. |

**(VI) Market Price Data: High, Low during each Month in last Financial Year**

During the financial year the shares of the company were traded on BSE Limited, the following Market Price High & Low during each Month in the Last Financial Year 2021-2022 as follows:

| Month & Year | BSE (in Rs.) |       |
|--------------|--------------|-------|
|              | High         | Low   |
| Apr-21       | 10.00        | 9.50  |
| May-21       | 10.25        | 9.35  |
| Jun-21       | 9.33         | 8.85  |
| Jul-21       | 10.29        | 7.65  |
| Aug-21       | 12.60        | 9.50  |
| Sep-21       | 11.90        | 9.31  |
| Oct-21       | 12.10        | 10.00 |
| Nov-21       | 12.35        | 10.07 |
| Dec-21       | 19.31        | 9.60  |
| Jan-22       | 17.00        | 13.20 |
| Feb-22       | 17.60        | 13.90 |
| Mar-22       | 15.90        | 13.00 |

|  |   |
|--|---|
| <b>(VII) Transfer Agents</b>   | <b>M/s. Aarhi Consultants Private Limited</b><br>1-2-285, Domalguda, Hyderabad – 500 029.<br>Ph: 040-2763 8111; 040-2763 4445, Fax: 040-2763 2184<br>Website: <a href="http://www.aarhiconsultants.com">www.aarhiconsultants.com</a><br>Email: <a href="mailto:info@aarhiconsultants.com">info@aarhiconsultants.com</a> |
| <b>(VIII) Share Transfer System Documents will be accepted at</b>  | <b>M/s. Aarhi Consultants Private Limited</b><br>1-2-285, Domalguda, Hyderabad – 500 029.<br>Ph: 040-2763 8111; 040-2763 4445, Fax: 040-2763 2184<br>Website: <a href="http://www.aarhiconsultants.com">www.aarhiconsultants.com</a><br>Email: <a href="mailto:info@aarhiconsultants.com">info@aarhiconsultants.com</a> |
| <p>The Shares of the Company are in physical form and electronic form. The transfer of shares in demat form is done through the Depositories without involvement of the Company. As regards, transfer of shares held in physical form, the transfer documents can be lodged with Company as well as Registrars M/s. Aarhi Consultants Private Limited at above-mentioned address.</p> <p>The Transfer of shares in physical form is normally processed within 10-15 days from the date of receipt if the documents are complete in all respects. The Share Transfer Committee severally empowers to approve the transfers.</p> |   |

**Shareholding pattern of the Company as on 31<sup>st</sup> March 2022**

| Category code | Category of Shareholder                     | Total number of shares | percentage of total number of shares |
|---------------|---|------------------------|--------------------------------------|
| (A)           | Shareholding of Promoter and Promoter Group | 8                      | 36.41                                |
| (B)           | PUBLIC                                      | 1559                   | 63.59                                |
|               | GRAND TOTAL (A)+(B)                         | 1567                   | 100.00                               |

**Statement Showing Distribution Schedule as on 31.03.2022:**

| SL NO | CATEGORY       | HOLDERS | HOLDERS PERCENTAGE | SHARES   | AMOUNT    | AMOUNT PERCENTAGE |
|-------|----------------|---------|--------------------|----------|-----------|-------------------|
| 1     | 1-5000         | 1489    | 95.02              | 1047972  | 2095944   | 1.9               |
| 2     | 5001- 10000    | 44      | 2.81               | 134075   | 268150    | 0.24              |
| 3     | 10001-20000    | 7       | 0.45               | 45282    | 90564     | 0.08              |
| 4     | 20001-30000    | 1       | 0.06               | 12182    | 24364     | 0.02              |
| 5     | 30001-40000    | 1       | 0.06               | 17282    | 34564     | 0.03              |
| 6     | 50001- 100000  | 4       | 0.26               | 136400   | 272800    | 0.25              |
| 7     | 100001 & Above | 21      | 1.34               | 53807607 | 107615214 | 97.48             |
|       | Total:         | 1567    | 100                | 55200800 | 110401600 | 100               |

**10. OTHER DISCLOSURES**

**i. Code of Conduct**

The Company has formulated and implemented a Code of Conduct for Board Members and Senior Management of the Company. Requisite annual affirmations of compliance with the respective Codes have been made by the Directors and Senior Management of the Company.



**ii. Certificate of Code of Conduct for the year 2021-2022**

Your company is committed for conducting its business in accordance with the applicable laws, rules and regulations and with highest standards of business ethics. The Company has adopted “Code of Conduct” which is applicable to all director, officers and employees.

I hereby certify that all the Board Members and Senior Management have affirmed the compliance with the Code of Conduct, under a certificate of Code of Conduct for the year 2021-2022.

Place: Hyderabad

Date: 05.09.2022

Sd/-

B Ravi Kumar

DIN: 01395934

Managing Director

**iii. Disclosure of Accounting Treatment**

The Company has complied with the appropriate accounting policies and has ensured that they have been applied consistently. There have been no deviations from the treatment prescribed in the Accounting Standards notified under the provisions of Companies Act, 2013.

**iv. Non executive directors’ compensation and disclosures**

None of the Independent / Non-executive Directors has any pecuniary relationship or transactions with the Company which in the judgment of the Board may affect the independence of the Directors.

**v. CEO/CFO Certification**

The CEO and CFO certification of the financial statements for the year 2018-19 is provided elsewhere in this Annual Report.

**Details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year along with their status as at the end of the financial year.**

There are no applications made or any proceeding pending to report under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year.

**The details of difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof.**

During the year there is no one time settlements done with the Banks to report.

BY ORDER OF THE BOARD OF DIRECTORS

For and On Behalf of the Board

**BLUE CLOUD SOFTECH SOLUTIONS LIMITED**

Sd/-

Sd/-

Place: Hyderabad

Date: 05.09.2022

B Ravi Kumar

Managing Director

(DIN: 01395934)

Mr. Jana Prasad Nagendra

Director & CFO

(DIN: 03581861)

**CERTIFICATE BY THE CHIEF EXECUTIVE OFFICER (CEO) AND THE CHIEF FINANCIAL OFFICER (CFO)**

I, Ravi Kumar Bogha, Managing Director of M/s. Blue Cloud Softech Solutions Limited certify:

1. That we have reviewed the financial statements and the cash flow statement for the year ended 31<sup>st</sup> March 2022 and to the best of our knowledge and belief;
  - These statements do not contain any materially untrue statement nor omit any material fact nor contain statements that might be misleading, and
  - These statements present a true and fair view of the company's affair and are in compliance with the existing accounting standards, applicable laws and regulations.
2. That there are, to the best of our knowledge and belief, no transactions entered into by the company during the year, which are fraudulent, illegal or violative of the company's code of conduct;
3. That we accept responsibility for establishing and maintaining internal controls, we have evaluated the effectiveness of the internal control systems of the company and we have disclosed to the auditors and the audit committee, deficiencies in the design or the operation of internal controls, if any, of which we are aware and the steps that we have taken or purpose to take and rectify the identified deficiencies and;
4. That we have informed the auditors and the audit committee of:
  - a) Significant changes in the internal control during the year;
  - b) Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
  - c) There is no Instances of significant fraud of which we have become aware and the involvement of an employee having a significant role in the company's internal control system.

BY ORDER OF THE BOARD OF DIRECTORS

Place: Hyderabad  
Date : 05-09-2022

For and On Behalf of the Board  
**BLUE CLOUD SOFTECH SOLUTIONS LIMITED**

|                   |                      |
|-------------------|----------------------|
| Sd/-              | Sd/-                 |
| B Ravi Kumar      | Jana Narendra Prasad |
| Managing Director | Director & CFO       |
| DIN: 01395934     | (DIN: 03581861)      |

## INDEPENDENT AUDITOR'S REPORT

**To the Members of  
M/S BLUE CLOUD SOFTECH SOLUTIONS LIMITED**

**Report on the Audit of the Ind AS Financial Statements**

### **Opinion**

We have audited the accompanying Ind AS Financial Statements of **M/s. Blue Cloud Softech Solutions Limited** ("the company"), which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022 and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

### **Basis for Opinion**

We conducted our audit of the Ind AS Financial Statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Ind AS Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the Ind AS Financial Statements under the provisions of the Act and the Rules made there under, 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 we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Ind AS Financial Statements.

### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Ind AS Financial Statements of the current period. These matters were addressed in the context of our audit of the Ind AS Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined that there are no key audit matters to communicate in our report.

### **Information Other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the Ind AS Financial Statements and our auditor's report thereon.

Our opinion on the Ind AS Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of Ind AS Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Ind AS Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## **Management's Responsibility for the Ind AS Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Ind AS Financial Statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. 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 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 Ind AS Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Ind AS Financial Statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management 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 Company's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the Ind AS Financial Statements 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 these Ind AS Financial Statements.

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 Ind AS Financial Statements, 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 financial controls relevant to the audit in order to design audit procedures that is appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists; we are required to draw attention in our auditor's report to the related disclosures in the Ind AS Financial Statements 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 Ind AS Financial Statements, including the disclosures, and whether the Ind AS Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the Ind AS Financial Statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Ind AS Financial Statements 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 Ind AS Financial Statements.

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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Ind AS Financial Statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give

in the **Annexure A**, a statement on the matters Specified in paragraphs 3 and 4 of the Order.

2. As required by Section 143(3) of the Act, based on our audit we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid Financial Statements comply with the Ind AS specified under Section 133 of the Act, read with relevant rules issued there under.
- e) On the basis of the written representations received from the directors as on March 31, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, during the year, the Company has not paid /provided managerial Remuneration.



- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us
- i. The Company does not have pending litigations which impacts its IND AS financial statements.
  - ii. The Company does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.  
  
(b) The Management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Parties or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.  
  
(c) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement.

v. The company has not declared or paid any dividend during the year.

**For PCN & Associates.,  
Chartered Accountants  
FRN: 016016S**

**Sd/-  
K Gopal Krishna  
Partner  
M.No. 203605  
UDIN No: 22203605AJZXLV8004**

**Place: Hyderabad  
Date: 16-05-2022**

## ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of Blue Cloud Softech Solutions Limited of even date)

**Annexure referred to in Independent Auditors Report to the Members of M/s. Blue Cloud Softech Solutions Limited on the Ind AS Financial Statements for the year ended 31<sup>st</sup> March 2022, we report that:**

- i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
  - a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property Plant & Equipment.  
  
(B) The company does not have intangible assets.
  - b) As explained to us, Property Plant and Equipment have been physically verified by the management at regular intervals; as informed to us no material discrepancies were noticed on such verification. In our opinion, the frequency of verification is reasonable.
  - c) According to the information and explanations given to us and on the basis of our examination of records of the Company, there are no immovable properties held in the name of the Company.
  - d) According to the information and explanations given to us and on the basis of our examination of records, the company has not revalued the Property Plant and Equipment or intangible assets during the period under review.
  - e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2022 under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. a) The Company does not have any inventory.

- iii. The Company has not granted any loans, secured or unsecured, to companies, firms, and Limited Liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013.
- iv. The Company has not granted any loans or made any investments, or provided any guarantee or security to the parties covered under section 185 and 186 of the Act.
- v. The Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013 and rules framed there under to the extent notified.
- vi. The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company.
- vii. In respect of statutory dues:
  - (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Goods and Services Tax and other material statutory dues, as applicable, with the appropriate authorities in India  
  
There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Goods and Services Tax and other material statutory dues in arrears as at 31<sup>st</sup> March 2022 for a period of more than 6 months from the date they became payable.
  - (c) According to the information and explanations given to us and based on the records of the company examined by us, there are no dues of Income Tax, Goods and Service Tax and other material dues which have not been deposited with appropriate authorities on account any dispute.
- viii. The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year.

- ix. (a) The Company has not defaulted in repayment of loan or other borrowings or on the payment of interest thereon to any lender.
- (b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year.
- (d) On an overall examination of the Financial Statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
- (e) The Company does not have any subsidiaries, associates or joint ventures.
- x. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year.
- (b) In our opinion and according to the information and explanations given to us, the company has utilized funds raised by way of preferential allotment of shares for the purpose for which they were raised and the requirements of section 42 and section 62 of the Companies Act, 2013 have been complied with.
- xi. (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) As represented to us by the management, there are no whistle blower complaints received by the company during the year.
- xii. The Company is not a Nidhi Company.

- xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv. (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.  
  
(b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- xv. In our opinion, during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors.
- xvi. (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.  
  
(b) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India.
- xvii. The Company has not incurred cash losses in the current and in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state

that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. (a) The Company is not covered under the provisions of Section 135 of the Companies Act, 2013.

**For PCN & Associates.,  
Chartered Accountants  
FRN: 016016S**

**Sd/-  
K Gopal Krishna  
Partner  
M.No. 203605  
UDIN No: 22203605AJZXLV8004**

**Place: Hyderabad  
Date: 16-05-2022**

## **ANNEXURE “B” TO THE INDEPENDENT AUDITOR’S REPORT**

(Referred to in paragraph 2(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report to the Members of Blue Cloud Softech Solutions Limited of even date)

### **Report on the Internal Financial Controls over Financial Reporting under Clause(i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)**

We have audited the internal financial controls over financial reporting of M/s. **Blue Cloud Softech Solutions Limited**(“the Company”) as of March 31, 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

#### **Managements Responsibility for Internal Financial Controls**

The Company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### **Auditor’s Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical



requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting.

### **Meaning of Internal Financial Controls over Financial Reporting**

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS Financial Statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes these policies and procedures that (1) pertain to the maintenance of records that, in reasonable detailed, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS Ind AS Financial Statements in accordance with generally accepted principles, and that receipts and expenditures are being made only in accordance with authorization of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the Ind AS Financial Statements.

## **Inherent Limitation of Internal Financial Controls over Financial Reporting**

Because of the inherent limitation of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, Projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

**For PCN & Associates.,  
Chartered Accountants  
FRN: 016016S**

**Sd/-  
K Gopal Krishna  
Partner  
M.No. 203605  
UDIN No: 22203605AJZXLV8004**

**Place: Hyderabad  
Date: 16-05-2022**

**BLUE CLOUD SOFTECH SOLUTIONS LIMITED**  
**BALANCE SHEET AS ON 31st MARCH, 2022**

All Amount Rs.in lakhs Except Share data

| Particulars                             | Notes | As At 31 March,22 | As At 31 March,21 |
|---|-------|-------------------|-------------------|
|   |       | Rs. In Lakhs      | Rs. In Lakhs      |
| <b>I. ASSETS:</b>                       |       |                   |                   |
| <b>1. Non Current Assets:</b>           |       |                   |                   |
| a) Property, Plant and Equipment        | 1     | 0.27              | 181.66            |
| b) Capital Work in Progress             |       | -                 | -                 |
| c) Intangible Assets                    |       | -                 | -                 |
| d) Financial Assets                     |       | -                 | -                 |
| i) Non Current Investments              |       | -                 | -                 |
| ii) Loans                               |       | -                 | -                 |
| iii) Other Non Current Financial Assets |       | -                 | -                 |
| e) Deferred Tax Asset                   | 2     | 0.22              | 0.23              |
| f) Other Non Current Assets             |       | -                 | -                 |
| <b>Total Non-Current Assets</b>         |       | <b>0.49</b>       | <b>181.89</b>     |
| <b>2. Current Assets:</b>               |       |                   |                   |
| a) Inventories                          |       | -                 | -                 |
| b) Financial Assets                     |       | -                 | -                 |
| i) Investments                          |       | -                 | -                 |
| ii) Trade Receivables                   | 3     | 90.04             | 79.87             |
| iii) Cash and Cash Equivalents          | 4     | 1.58              | 0.29              |
| iv) Other Balances with Bank            |       | -                 | -                 |
| v) Loans                                |       | -                 | -                 |
| vi) Other Financial Assets              |       | -                 | -                 |
| c) Other Current Assets                 | 5     | 1,085.87          | 212.17            |
| <b>Total Current Assets</b>             |       | <b>1,177.49</b>   | <b>292.33</b>     |
| <b>TOTAL ASSETS</b>                     |       | <b>1,177.98</b>   | <b>474.22</b>     |
| <b>II. EQUITY AND LIABILITIES:</b>      |       |                   |                   |
| <b>Equity</b>                           |       |                   |                   |
| a) Equity Share Capital                 | 6     | 1,104.02          | 478.02            |
| b) Other Equity                         | 7     | 38.17             | (6.20)            |
| <b>Total Equity</b>                     |       | <b>1,142.19</b>   | <b>471.82</b>     |
| <b>Liabilities</b>                      |       |                   |                   |
| <b>1. Non Current Liabilities:</b>      |       |                   |                   |
| a) Financial Liabilities                |       | -                 | -                 |
| i) Borrowings                           |       | -                 | -                 |
| ii) Other Financial Liabilities         |       | -                 | -                 |
| b) Provisions                           |       | -                 | -                 |
| c) Deferred Tax Liabilities (Net)       |       | -                 | -                 |
| d) Other Non Current Liabilities        |       | -                 | -                 |
| <b>Total Non-Current Liabilities</b>    |       | <b>-</b>          | <b>-</b>          |
| <b>2. Current Liabilities:</b>          |       |                   |                   |
| a) Financial Liabilities                |       | -                 | -                 |
| i) Borrowings                           | 8     | 20.53             | -                 |
| ii) Trade Payables                      | 9     | -                 | -                 |
| Due to MSME                             |       | -                 | -                 |
| Due to other than MSME                  |       | 9.41              | -                 |
| iii) Other Financial Liabilities        |       | -                 | -                 |
| b) Provisions                           | 10    | 3.90              | 2.24              |
| c) Other Current Liabilities            |       | -                 | -                 |
| d) Current Tax Liability (Net)          | 11    | 1.95              | 0.16              |
| <b>Total Current Liabilities</b>        |       | <b>35.79</b>      | <b>2.40</b>       |
| <b>TOTAL EQUITY &amp; LIABILITIES</b>   |       | <b>1,177.98</b>   | <b>474.22</b>     |

**Summary of Significant Accounting Policies**

The Accompanying Notes are an Integral Part of the Financial Statements

As per our report of even date  
For P C N & Associates  
Chartered Accountants  
Firm Registration No 016016S

FOR BLUE CLOUD SOFTECH SOLUTIONS LIMITED

Sd/-  
K.Gopala Krishna  
Partner  
M.No.203605  
UDIN: 22203605AJZXLV8004

Sd/-  
Bogha Ravi Kumar  
Managing Director

Sd/-  
V Samba Siva Rao  
Director

Sd/-  
Jana Nagendra Prasad  
Chief Financial Officer

Sd/-  
Shraya Jaiswal  
Company Secretary

Place: Hyderabad  
Date: 16-05-2022

**BLUE CLOUD SOFTECH SOLUTIONS LIMITED**  
**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2022**

All Amount Rs.in lakhs Except EPS

|   |       |  | As At 31<br>March,22 | As At 31<br>March,21 |
|---|-------|--|----------------------|----------------------|
| Particulars   | Notes |  | Rs. In Lakhs         | Rs. In Lakhs         |
| <b>INCOME</b>   |       |  |                      |                      |
| Revenue from Operations   | 12    |  | 22.00                | 10.98                |
| Other income  | 12    |  | 10.01                | -                    |
| <b>TOTAL INCOME</b>   |       |  | <b>32.01</b>         | <b>10.98</b>         |
| <b>EXPENSES</b>   |       |  |                      |                      |
| Cost of materials consumed  |       |  | -                    | -                    |
| Purchases of Stock -in -Trade   |       |  | -                    | -                    |
| Employees benefit Expenses and payment to contractors                             | 13    |  | 3.90                 | 3.96                 |
| Finance Costs   | 14    |  | 0.02                 | 0.03                 |
| Depreciation and Amortisation Expenses  | 1     |  | 0.12                 | 0.31                 |
| Other Operating and General Expenses  | 15    |  | 15.48                | 5.66                 |
| <b>TOTAL EXPENSES</b>   |       |  | <b>19.52</b>         | <b>9.96</b>          |
| <b>Profit/(Loss) before exceptional items and tax</b>                             |       |  | <b>12.49</b>         | <b>1.02</b>          |
| Exceptional Items   |       |  |                      |                      |
| <b>Profit/(Loss) before tax</b>   |       |  | <b>12.49</b>         | <b>1.02</b>          |
| Tax Expenses:   |       |  |                      |                      |
| (1) Current Tax   | 11    |  | 1.95                 | 0.16                 |
| (2) Deferred Tax( Asset)/ Liability   | 2     |  | 0.01                 | (0.02)               |
| <b>Total</b>  |       |  | <b>10.53</b>         | <b>0.88</b>          |
| <b>Profit (Loss) after Tax for the period</b>                                     |       |  | <b>10.53</b>         | <b>0.88</b>          |
| <b>Other Comprehensive Income</b>   |       |  |                      |                      |
| A. (i) Items that will not be reclassified subsequently to Profit or Loss         |       |  | -                    | -                    |
| (ii) Income Tax relating to items that will not be reclassified to profit or loss |       |  | -                    | -                    |
| B. (i) Items that will be reclassified subsequently to Profit or Loss             |       |  | -                    | -                    |
| (ii) Income Tax relating to items that will be reclassified to profit or loss     |       |  | -                    | -                    |
| <b>Total (Net of Tax)</b>   |       |  | -                    | -                    |
| <b>Total Comprehensive Income for the year</b>                                    |       |  | <b>10.53</b>         | <b>0.88</b>          |
| <b>Earnings Per Share:</b>  |       |  |                      |                      |
| a) Basic (Rs.)  |       |  | 0.02                 | 0.003                |
| b) Diluted (Rs.)  |       |  | 0.02                 | 0.003                |
| Face Value per Equity Share is Rs.2/- each  |       |  |                      |                      |

**Summary of Significant Accounting Policies**

The Accompanying Notes are an Integral Part of the Financial Statements

As per our report of even date  
For P C N & Associates  
Chartered Accountants  
Firm Registration No 016016S

FOR BLUE CLOUD SOFTECH SOLUTIONS LIMITED

Sd/-  
K.Gopala Krishna  
Partner  
M.No.203605  
UDIN: 22203605AJZXLV8004

Sd/-  
Bogha Ravi Kumar  
Managing Director

Sd/-  
V Samba Siva Rao  
Director

Sd/-  
Jana Nagendra Prasad  
Chief Financial Officer

Sd/-  
Shraya Jaiswal  
Company Secretary

Place: Hyderabad  
Date: 16-05-2022

| <b>BLUE CLOUD SOFTECH SOLUTIONS LIMITED</b>                                    |                                       |                                       |
|--|---------------------------------------|---------------------------------------|
| <b>CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2022</b>                 |                                       |                                       |
| All Amount Rs.in lakhs   |                                       |                                       |
| Particulars  | For the Year Ended<br>31st March 2022 | For the Year Ended<br>31st March 2021 |
| <b>A. CASH FLOW FROM OPERATING ACTIVITIES:</b>                                 |                                       |                                       |
| Net profit before tax and exceptional items                                    | 12.49                                 | 1.02                                  |
| <b>Adjustments for:</b>  |                                       |                                       |
| Depreciation and Amortization Expenses   | 0.12                                  | 0.31                                  |
| Profit/Loss on sale of Fixed Assets (Net)                                      | (10.01)                               | -                                     |
| Finance Costs  | 0.02                                  | 0.03                                  |
| Interest Income  | -                                     | -                                     |
| Interest Expenses  | -                                     | -                                     |
| <b>Cash Operating Profit before working capital changes</b>                    | <b>2.61</b>                           | <b>1.36</b>                           |
| <b>Adjustments for (increase)/decrease in operating assets</b>                 |                                       |                                       |
| Trade receivables  | (10.17)                               | (1.55)                                |
| Inventories  | -                                     | -                                     |
| Other Current Assets   | -                                     | (0.68)                                |
| Short Term Loans & Advances  | (873.70)                              | -                                     |
| Other Financial Assets   | -                                     | -                                     |
| Other Non Current Assets   | -                                     | -                                     |
| <b>Adjustments for increase/(decrease) in operating liabilities</b>            | <b>(881.26)</b>                       | <b>(0.87)</b>                         |
| Borrowings   | 20.53                                 | -                                     |
| Short Term Provisions  | 1.66                                  | 1.07                                  |
| Trade Payables   | 9.41                                  | -                                     |
| Other Financial Liabilities  | -                                     | -                                     |
| Other Non Current Liabilities  | -                                     | -                                     |
| Current tax liabilities  | 1.79                                  | -                                     |
| Other short term Liabilities   | -                                     | 0.02                                  |
| <b>Cash Generated from Operations</b>  | <b>(847.87)</b>                       | <b>0.21</b>                           |
| Direct Taxes - Refund / (paid)   | 1.95                                  | 0.16                                  |
| <b>Net Cash Generated From Operating Activities (A)</b>                        | <b>(849.82)</b>                       | <b>0.05</b>                           |
| <b>B. CASH FLOW FROM INVESTING ACTIVITIES:</b>                                 |                                       |                                       |
| Purchase of fixed assets (net)   | -                                     | -                                     |
| Sale of Fixed Assets   | 191.28                                | -                                     |
| Dividend Income  | -                                     | -                                     |
| Interest Income  | -                                     | -                                     |
| <b>Net Cash Generated/Used In Investing Activities (B)</b>                     | <b>191.28</b>                         | <b>-</b>                              |
| <b>C. CASH FLOW FROM FINANCING ACTIVITIES:</b>                                 |                                       |                                       |
| Financing Charges  | (0.02)                                | (0.03)                                |
| Proceeds from Share Capital  | 626.00                                | -                                     |
| Share application money  | 33.85                                 | -                                     |
| Proceeds/ (Repayment) from Long Term Borrowings                                | -                                     | -                                     |
| Proceeds/ (Repayment) from Short Term Borrowings                               | -                                     | -                                     |
| <b>Net Cash Generated/Used In Financing Activities (C)</b>                     | <b>659.83</b>                         | <b>(0.03)</b>                         |
| <b>NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)</b>          | <b>1.29</b>                           | <b>0.02</b>                           |
| Opening Cash and Cash Equivalents as at 31st March,2021                        | 0.29                                  | 0.27                                  |
| Closing Cash and Cash Equivalents as at 31st March 2022                        | <b>1.58</b>                           | <b>0.29</b>                           |
| <b>The Accompanying Notes are an Integral Part of the Financial Statements</b> |                                       |                                       |
| <b>For P C N &amp; Associates</b>  | <b>For and on behalf of the Board</b> |                                       |
| <b>Chartered Accountants</b>   |                                       |                                       |
| <b>Firm Registration No 016016S</b>  |                                       |                                       |
| Sd/-   | Sd/-                                  | Sd/-                                  |
| K.Gopala Krishna   | Bogha Ravi Kumar                      | V Samba Siva Rao                      |
| Partner  | Managing Director                     | Director                              |
| M.No.203605  |                                       |                                       |
| UDIN: 22203605AJZXLV8004   |                                       |                                       |
|  | Sd/-                                  | Sd/-                                  |
|  | Jana Nagendra Prasad                  | Shraya Jaiswal                        |
|  | Chief Financial Officer               | Company Secretary                     |
| Place: Hyderabad   |                                       |                                       |
| Date: 16-05-2022   |                                       |                                       |

BLUE CLOUD SOFTECH SOLUTIONS LIMITED

All Amount Rs.in lakhs

Note No 1 : Property, Plant & Equipment

| Particulars                        | Land   | Computers | Furnitures and Fixtures | Office Equipment | Total  |
|------------------------------------|--------|-----------|-------------------------|------------------|--------|
| <b>Cost at</b>                     |        |           |                         |                  |        |
| As at 31st March 2020              | 181.27 | 4.12      | 0.76                    | 1.24             | 187.40 |
| Additions During the Year          |        |           |                         |                  |        |
| Disposals During the Year          |        |           |                         |                  |        |
| As at 31st March 2021              | 181.27 | 4.12      | 0.76                    | 1.24             | 187.40 |
| Additions During the Year          | -      | -         | -                       | -                | -      |
| Disposals During the Year          | 181.27 | -         | -                       | -                | 181.27 |
| As at 31st March 2022              | -      | 4.12      | 0.76                    | 1.24             | 6.13   |
| <b>Depreciation / Amortization</b> |        |           |                         |                  |        |
| As at 31st March 2020              | -      | 4.12      | 0.27                    | 0.73             | 5.12   |
| Provided for the year              |        | -         | 0.07                    | 0.24             | 0.31   |
| Deductions During the Year         |        | -         | -                       | -                | -      |
| As at 31st March 2021              | -      | 4.12      | 0.42                    | 1.20             | 5.74   |
| Provided for the year              |        | -         | 0.07                    | 0.05             | 0.12   |
| Deductions During the Year         |        | -         | -                       | -                | -      |
| As at 31st March 2022              | -      | 4.12      | 0.49                    | 1.24             | 5.86   |
| <b>Net Carrying Value</b>          |        |           |                         |                  |        |
| As at 31st March 2021              | 181.27 | -         | 0.35                    | 0.05             | 181.67 |
| As at 31st March 2022              | -      | -         | 0.27                    | -                | 0.27   |

Note No 2 : Deferred Tax Asset(Net)

| Particulars  | As At 31.03.2022 | As At 31.03.2021 |
|--|------------------|------------------|
| Opening Deferred Tax Asset                                     | 0.23             | 0.21             |
| Add:   |                  |                  |
| Deferred tax asset for the year(Due to SLM and WDV Difference) | (0.01)           | 0.02             |
| Deferred tax asset-Net   | 0.22             | 0.23             |

| Particulars   | As At 31.03.2022 | As At 31.03.2021 |
|---|------------------|------------------|
|   | Amount In Rs     | Amount In Rs     |
| Unsecured, Considered Good  | 90.04            | 79.87            |
|   | 90.04            | 79.87            |
| Less: Impairment Allowance (Allowance for Bad and Doubtful Debts) | -                | -                |
| <b>Total Trade Receivables</b>                                    | <b>90.04</b>     | <b>79.87</b>     |

Notes: No trade or other receivables are due from directors or other officers of the company either severally or jointly with any other person, nor any trade receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.

Trade receivables ageing schedule for the year ended as on March 31, 2022

|  |              |              |             |          |              |              |
|--|--------------|--------------|-------------|----------|--------------|--------------|
| (ii) Undisputed Trade Receivables – which have significant increase in credit risk |              |              |             |          |              |              |
| (iii) Undisputed Trade Receivables – credit impaired                               |              |              |             |          |              |              |
| (iv) Disputed Trade Receivables – considered good                                  |              |              |             |          |              |              |
| (v) Disputed Trade Receivables – which have significant increase in credit risk    |              |              |             |          |              |              |
| (vi) Disputed Trade Receivables – credit impaired                                  |              |              |             |          |              |              |
| Less: Allowance for credit loss  |              |              |             |          |              |              |
| <b>Total Trade Receivables</b>   | <b>11.34</b> | <b>12.42</b> | <b>3.66</b> | <b>-</b> | <b>62.62</b> | <b>90.04</b> |

Trade receivables ageing schedule for the year ended as on March 31, 2021

| Particulars  | Outstanding for following periods from due date of payment |                  |             |           |                   |              | Total |
|--|--|------------------|-------------|-----------|-------------------|--------------|-------|
|  | Less than 6 months   | 6 months -1 year | 1-2 Years   | 2-3 years | More than 3 years |              |       |
| (i) Undisputed Trade receivables – considered good                                 | 12.13  | 0.50             | 1.16        | -         | 66.07             | 79.87        |       |
| (ii) Undisputed Trade Receivables – which have significant increase in credit risk |  |                  |             |           |                   |              |       |
| (iii) Undisputed Trade Receivables – credit impaired                               |  |                  |             |           |                   |              |       |
| (iv) Disputed Trade Receivables – considered good                                  |  |                  |             |           |                   |              |       |
| (v) Disputed Trade Receivables – which have significant increase in credit risk    |  |                  |             |           |                   |              |       |
| (vi) Disputed Trade Receivables – credit impaired                                  |  |                  |             |           |                   |              |       |
| Less: Allowance for credit loss  |  |                  |             |           |                   |              |       |
| <b>Total Trade Receivables</b>   | <b>12.13</b>   | <b>0.50</b>      | <b>1.16</b> | <b>-</b>  | <b>66.07</b>      | <b>79.87</b> |       |

All Amount Rs.in lakhs

**Note No 3 : Trade Receivables**

| Particulars   | As At 31.03.2022 | As At 31.03.2021 |
|---|------------------|------------------|
|   | Amount In Rs     | Amount In Rs     |
| Unsecured, Considered Good  | 90.04            | 79.87            |
|   | 90.04            | 79.87            |
| Less: Impairment Allowance (Allowance for Bad and Doubtful Debts) | -                | -                |
| <b>Total Trade Receivables</b>                                    | <b>90.04</b>     | <b>79.87</b>     |

**Notes:** No trade or other receivables are due from directors or other officers of the company either severally or jointly with any other person, nor any trade receivable are due from firms or private companies respectively in which any director is a partner, a director or a member.

**Trade receivables ageing schedule for the year ended as on March 31, 2022**

| Particulars  | Outstanding for following periods from due date of payment |                  |             |           |                   |              |
|--|--|------------------|-------------|-----------|-------------------|--------------|
|  | Less than 6 months   | 6 months -1 year | 1-2 Years   | 2-3 years | More than 3 years | Total        |
| (i) Undisputed Trade receivables – considered good                                 | 11.34  | 12.42            | 3.66        | -         | 62.62             | 90.04        |
| (ii) Undisputed Trade Receivables – which have significant increase in credit risk |  |                  |             |           |                   |              |
| (iii) Undisputed Trade Receivables – credit impaired                               |  |                  |             |           |                   |              |
| (iv) Disputed Trade Receivables – considered good                                  |  |                  |             |           |                   |              |
| (v) Disputed Trade Receivables – which have significant increase in credit risk    |  |                  |             |           |                   |              |
| (vi) Disputed Trade Receivables – credit impaired                                  |  |                  |             |           |                   |              |
| Less: Allowance for credit loss  |  |                  |             |           |                   |              |
| <b>Total Trade Receivables</b>   | <b>11.34</b>   | <b>12.42</b>     | <b>3.66</b> | <b>-</b>  | <b>62.62</b>      | <b>90.04</b> |

Trade receivables ageing schedule for the year ended as on March 31, 2021

| Particulars  | Outstanding for following periods from due date of payment |                  |             |           |                   |              |
|--|--|------------------|-------------|-----------|-------------------|--------------|
|  | Less than 6 months   | 6 months -1 year | 1-2 Years   | 2-3 years | More than 3 years | Total        |
| (i) Undisputed Trade receivables – considered good                                 | 12.13  | 0.50             | 1.16        | -         | 66.07             | 79.87        |
| (ii) Undisputed Trade Receivables – which have significant increase in credit risk |  |                  |             |           |                   |              |
| (iii) Undisputed Trade Receivables – credit impaired                               |  |                  |             |           |                   |              |
| (iv) Disputed Trade Receivables – considered good                                  |  |                  |             |           |                   |              |
| (v) Disputed Trade Receivables – which have significant increase in credit risk    |  |                  |             |           |                   |              |
| (vi) Disputed Trade Receivables – credit impaired                                  |  |                  |             |           |                   |              |
| Less: Allowance for credit loss  |  |                  |             |           |                   |              |
| <b>Total Trade Receivables</b>   | <b>12.13</b>   | <b>0.50</b>      | <b>1.16</b> | <b>-</b>  | <b>66.07</b>      | <b>79.87</b> |

All Amount Rs.in lakhs

**Note No 4 : Cash and Cash Equivalents**

| <b>Particulars</b>                     | <b>As At 31.03.2022</b> | <b>As At 31.03.2021</b> |
|--|-------------------------|-------------------------|
|  | \                       | \                       |
| Balances with Banks :                  |                         |                         |
| On Current Accounts                    | 1.40                    | 0.15                    |
| Cheques, drafts on hand                |                         |                         |
| Cash on Hand                           | 0.18                    | 0.14                    |
| <b>Total Cash and Cash Equivalents</b> | <b>1.58</b>             | <b>0.29</b>             |

**Note No 5 : Other Current Assets**

| <b>Particulars</b>                | <b>As At 31.03.2022</b> | <b>As At 31.03.2021</b> |
|-----------------------------------|-------------------------|-------------------------|
|                                   | \                       | \                       |
| Other Advances                    | 1,082.14                | 210.48                  |
| TDS Receivable                    | 3.73                    | 1.69                    |
| <b>Total Other Current Assets</b> | <b>1,085.87</b>         | <b>212.17</b>           |



BLUE CLOUD SOFTECH SOLUTIONS LIMITED

Note No 6 : Share Capital

All Amount Rs.in lakhs except EPS & Share Data

| Particulars  | As At 31.03.2022 | As At 31.03.2021 |
|--|------------------|------------------|
| <b>Authorised Share Capital</b>                          |                  |                  |
| 6,25,00,000 Equity Shares of Rs.2/- each - Current Year  | 1,250.00         | 1,200.00         |
| 6,00,00,000 Equity Shares of Rs.2/- each - Previous Year |                  |                  |
| <b>Issued Share Capital</b>                              |                  |                  |
| 5,52,00,800 Equity Shares of Rs.2/- each -Current Year   | 1,104.02         | 478.02           |
| 2,39,00,800 Equity Shares of Rs.2/- each - Previous Year |                  |                  |
| <b>Subscribed and Paid up</b>                            |                  |                  |
| 5,52,00,800 Equity Shares of Rs.2/- each -Current Year   | 1,104.02         | 478.02           |
| 2,39,00,800 Equity Shares of Rs.2/- each -Previous Year  |                  |                  |
| <b>Share Holders Holding More than 5% of shares</b>      |                  |                  |
| a) Sidhi Square Pvt Ltd                                  | 24.46%           | 0                |
| b)Supraja Business Consultant Pvt Ltd                    | 19.93%           | 0                |
| c) Durantha Power Projects pvt Ltd                       | 15.22%           | 17.57%           |
| d) Durantha Infrastructure Private Limited               | 9.06%            | 20.92%           |
| e) Newton energy private Limited                         | 6.88%            | 15.90%           |
| f) Newton Power Pvt Ltd                                  | 5.24%            | 1.22%            |

Statement of Changes in Equity

| Particulars                        | Number of equity shares | Equity share capital |
|------------------------------------|-------------------------|----------------------|
| Equity shares as on 31-03-2021     | 2,39,00,800             | 478.02               |
| Shares issued during the year      | 3,13,00,000             | 626.00               |
| shares bought back during the year |                         |                      |
| Equity shares as on 31-03-2022     | 5,52,00,800             | 1,104.02             |

There is a change in number of shares in current year and compared to previous year

a) Terms and Rights attached to Equity share:

The company has only one class of equity shares . Each holder of equity shares is entitled to one vote per share. If the company declares dividend it will be paid in Indian Rupees. In the event of liquidation of the company , the equity share holders are eligible to receive the remaining amounts of the company after distribution of all preferential amounts , in proportion to their holding

b) As per records of the company, including its register of shareholders/ members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares

| Shares held by promoters at the end of the year |               |                   | % Change during the year |
|---|---------------|-------------------|--------------------------|
| Promoter name                                   | No. of Shares | % of total shares |                          |
| <b>Promoter</b>                                 |               |                   | -                        |
| V Sambasiva Rao                                 | 2,000         | 0.00%             |                          |
| Venkatarama Rao                                 | 1,600         | 0.00%             |                          |
| Mallipeddi Chinna                               | 2,200         | 0.00%             | 10%                      |
| Ravi Kumar Bogha                                | 2,000         | 0.00%             | 0%                       |
| <b>Promoter Group</b>                           |               |                   |                          |
| Duranta Power Projects Private Limited          | 84,00,200     | 14.46%            | 100%                     |
| Duranta Infrastructure Private Limited          | 50,00,200     | 8.61%             | 0%                       |
| Newton Power Private Limited                    | 28,92,000     | 9.97%             | 89041%                   |
| Newton Energy Private Limited                   | 38,00,000     | 6.54%             | 0%                       |

Note No 7 : Other Equity

All Amount Rs.in lakhs

| Other Equity                                     |  |   |                    |  |                                  |        |
|--|--|---|--------------------|--|----------------------------------|--------|
| Particulars                                      |  | Reserves & Surplus                              |                    |  | Share warrents                   | Total  |
|  |  | Equity Component of Other Financial Instruments | Reserves & Surplus | Other Comprehensive Income                     | Share warrents pending allotment |        |
|  |  |   | Retained Earnings  | Instruments through other comprehensive income |                                  |        |
| <b>Balance as at 31st March,2020</b>             |  |   | (7.09)             |  |                                  | (7.09) |
| Total Of Other Comprehensive Income (Net of Tax) |  |   |                    |  |                                  |        |
| Dividend (Including Dividend Distribution Tax)   |  |   |                    |  |                                  |        |
| Profit For The Year                              |  |   | 0.88               |  |                                  | 0.88   |
| Capital reduction of equity shares               |  |   |                    |  |                                  |        |
| Share warrents pending allotment                 |  |   |                    |  |                                  |        |
| Adjustment during the year                       |  |   |                    |  |                                  |        |
| <b>Balance as at 31st March,2021</b>             |  |   | (6.20)             |  |                                  | (6.20) |
| Total Of Other Comprehensive Income (Net of Tax) |  |   |                    |  |                                  |        |
| Dividend (Including Dividend Distribution Tax)   |  |   |                    |  |                                  |        |
| Profit For The Year                              |  |   | 10.53              |  |                                  | 10.53  |
| Capital reduction of equity shares               |  |   |                    |  |                                  |        |
| Share warrents pending allotment                 |  |   |                    |  | 33.85                            | 33.85  |
| Adjustment during the year                       |  |   |                    |  |                                  |        |
| <b>Balance as at 31st March,2022</b>             |  |   | 4.32               |  | 33.85                            | 38.17  |

Reserves and Surplus or retained earnings:

retained earnings are the profits of the company has earned till date . Retained earnings are free reserves available to the company.

NOTE NO.8 : SHORT TERM BORROWINGS

| Particulars                               | As At 31.03.2022 | As At 31.03.2021 |
|---|------------------|------------------|
|   |                  |                  |
| i) Duronto Power Projects Private Limited | 12.00            | -                |
| ii) Newton Power Private Limited          | 8.53             | -                |
|   |                  |                  |
| <b>Balance as at 31st March,2022</b>      | <b>20.53</b>     | <b>-</b>         |

**NOTE NO. 9 : TRADE PAYABLES**

All Amount Rs.in lakhs

| Particulars                   | As At 31.03.2022 | As At 31.03.2021 |
|-------------------------------|------------------|------------------|
| Due to MSME*                  | -                |                  |
| Due to other than MSME        |                  |                  |
| (i) Trade payables and others | 0.21             | -                |
| (ii) Advances for service     | 9.20             | -                |
|                               |                  |                  |
| <b>Total Trade Payables</b>   | <b>9.41</b>      | <b>-</b>         |

\*Note: The Company has not received any intimation from " Suppliers" regarding their status under Micro, Small and Medium Enterprises. Development Act, 2006, and hence disclosure if any, relating to the amount unpaid as at the year end together with interest paid/payable as required under the said act have not been given.

**Trade payables ageing schedule for the year ended as on March 31, 2022:**

| Particulars                 | Outstanding for following periods from due date of payment |           |           |                   |       |
|-----------------------------|--|-----------|-----------|-------------------|-------|
|                             | Less than 1 year   | 1-2 years | 2-3 years | More than 3 years | Total |
| (i) MSME                    | -  | -         | -         | -                 | -     |
| (ii) Others                 | 9.41   | -         | -         | -                 | 9.41  |
| (iii) Disputed dues – MSME  | -  | -         | -         | -                 | -     |
| (iv) Disputed dues - Others | -  | -         | -         | -                 | -     |

**Trade payables ageing schedule for the year ended as on March 31, 2021:**

| Particulars                 | Outstanding for following periods from due date of payment |           |           |                   |       |
|-----------------------------|--|-----------|-----------|-------------------|-------|
|                             | Less than 1 year   | 1-2 years | 2-3 years | More than 3 years | Total |
| (i) MSME                    | -  | -         | -         | -                 | -     |
| (ii) Others                 | -  | -         | -         | -                 | -     |
| (iii) Disputed dues – MSME  | -  | -         | -         | -                 | -     |
| (iv) Disputed dues - Others | -  | -         | -         | -                 | -     |

All Amount Rs.in lakhs

**Note No 10: Provisions**

| <b>Particulars</b>      | <b>As At 31.03.2022</b> | <b>As At 31.03.2021</b> |
|-------------------------|-------------------------|-------------------------|
| <b>Others</b>           |                         |                         |
| Statutory Liabilities   | 2.75                    | 1.39                    |
| Outstanding Expenses    | 1.15                    | 2.25                    |
| <b>Total Provisions</b> | <b>3.90</b>             | <b>3.64</b>             |

Provisions are the outstanding amounts payable in respect of statutory or other expenses and which are outstanding as on balance sheet date.

**Note No 11 : Current Tax Liability**

| <b>Particulars</b>       | <b>As At 31.03.2022</b> | <b>As At 31.03.2021</b> |
|--------------------------|-------------------------|-------------------------|
|                          |                         |                         |
| Current Income Tax (Net) | 1.95                    | 0.16                    |
| <b>Total</b>             | <b>1.95</b>             | <b>0.16</b>             |

The tax liability applicable to the company as on Balance Sheet date as per the provisions and tax rates prevailing for the company.

**Note No 12: Revenue From Operations**

| Particulars                     | As At 31.03.2022 | As At 31.03.2021 |
|---------------------------------|------------------|------------------|
| <b>Revenue From Operations:</b> |                  |                  |
| (A) Revenue From Operations     | 22.00            | 10.98            |
| (B) Other Operating Income      | 10.01            | 0.00             |
| <b>Total</b>                    | <b>32.01</b>     | <b>10.98</b>     |

**Note No 13: Employee Benefit Expenses**

| Particulars              | As At 31.03.2022 | As At 31.03.2021 |
|--------------------------|------------------|------------------|
| Salaries,Wages and bonus | 3.90             | 3.96             |
| <b>Total</b>             | <b>3.90</b>      | <b>3.96</b>      |

**Note No 14: Finance Costs**

| Particulars  | As At 31.03.2022 | As At 31.03.2021 |
|--------------|------------------|------------------|
| Bank Charges | 0.02             | 0.03             |
| <b>Total</b> | <b>0.02</b>      | <b>0.03</b>      |

**Note No 15: Other Operating expenses**

| Particulars   | As At 31.03.2022 | As At 31.03.2021 |
|---|------------------|------------------|
| <b>(i) Operating expenses consist of the following :</b>        |                  |                  |
| Packing, consumables & stores                                   |                  |                  |
| Repairs & Maintenance   |                  |                  |
| Other Operating Expenses  | 0.65             | 0.16             |
| <b>(ii) Admisnistrative expenses consist of the following :</b> |                  |                  |
| Printing and Stationery   | 0.03             | 0.02             |
| Office Maintenance  | 0.05             | 0.09             |
| Postage & Telephones  | 0.02             | 0.03             |
| Listing and other fees  | 11.19            | 4.19             |
| Payment made to Statutory Auditors                              | 0.30             | 0.29             |
| Other Expenses  | 3.24             | 0.88             |
| <b>Total</b>  | <b>15.48</b>     | <b>5.66</b>      |

## **BLUE CLOUD SOFTECH SOLUTIONS LIMITED**

### **1. Corporate information**

Blue cloud Softech Solutions Limited (hereinafter referred as the company) is domiciled and incorporated in INDIA and its shares are publicly traded on the Bombay Stock Exchange (BSE) in India. The company's registered office is located at 405, Tulips Apartment, Somajiguda, Hyderabad-500082, and India.

The company is carrying on the business of Designing, developing, computer software and marketing in India or abroad and providing data processing services of all kinds including computer consultancy, systems analysis, and programming and computer maintenance in India or abroad.

### **2. Basis of preparation:**

These financial statements have been prepared in accordance with the Indian Accounting standards (hereinafter referred to as the Ind As) as notified by Ministry of Company Affairs pursuant to section 133 of The Companies Act , 2013 (the Act) read with Rule 3 of the companies (Indian Accounting standards ) rules , 2015 as amended from time to time.

These financial statements comprise the balance sheets as at 31 March 2022 and 31 March 2021, the statements of Profit & Loss, statement of changes in equity and the statements of Profit & Loss, Statement of changes in Equity and the statement of cash flows for the year ended 31 March 2022 and for the year ended 31 March 2021, and a summary of significant accounting policies and other explanatory information (together hereafter refer as financial statements).

These financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in these financial statements.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria as set out in the Division II of Schedule III to the Companies Act, 2013. Based on the nature of products and the time between acquisition of assets for processing and their realization in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months for the purpose of current or noncurrent classification of assets and liabilities.

The statement of cash flows has been prepared under indirect method. b) Functional and presentation currency these standalone financial statements are presented in Indian rupees (₹), which is also the functional currency of the Company.

c) Basis of measurement.

The financial statements have been prepared on a historical cost convention and on an accrual basis.

d) Use of estimates and judgments the preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements. Judgments Information about judgments made in applying accounting policies that have the most significant effects on the amounts recognized in the financial statements is included in the following notes.

### **Significant accounting policies**

#### **a. Revenue recognition**

Revenue is recognized, net of sales related taxes, when persuasive evidence of an arrangement exists, the fees are fixed or determinable, the product is delivered or services have been rendered and collectability is reasonably assured. The Company considers the terms of each arrangement to determine the appropriate accounting treatment.

#### **b. Property, plant and equipment and depreciation:**

Property, Plant and Equipment is stated at cost, net of accumulated depreciation and accumulated impairment losses, if any. Cost comprises of purchase price inclusive of taxes etc. up to the date the asset is ready for its intended use. Depreciation is provided in the manner prescribed under Schedule II to the Companies Act, 2013.

#### **c. Impairment of non-financial assets:**

For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash generating units). As a result, some assets are tested individually for impairment and some are tested at the cash generating unit level. All individual assets or cash generating units are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

The carrying amounts of assets are reviewed at each balance sheet date to determine if there is any indication of impairment based on external or internal factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount which represents the greater of the net selling price of assets and their 'value in use'.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

These calculations are corroborated by valuation multiples, quoted share prices for publicly traded companies or other available fair value indicators.

All assets are subsequently reassessed for indications that an impairment loss previously recognized may no longer exist.

**d. Impairment of financial assets**

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on risk exposure arising from financial assets like debt instruments measured at amortized cost e.g., trade receivables and deposits.

The Company follows 'simplified approach' for recognition of impairment loss allowance on Trade receivables or contract revenue receivables. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant.



Increase in credit risk since initial recognition, then the entity reverts to recognizing impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events that are possible within 12 months after the reporting date.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider all contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/ expense in the Statement of profit and loss. This amount if any will be reflected under the head 'other expenses' in the Statement of profit and loss.

For assessing increase in credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

**e. Borrowing costs**

Borrowings are recognized initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortized cost with any difference between the proceeds (net of transaction costs) and the redemption value recognized in the Statement of profit and loss within finance costs over the period of the borrowings using the effective interest method.

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the statement of financial position date.

**f. Provisions**

Provisions are recognized when the Company has a present legal or constructive obligation as a result of a past event, it is more likely than not that an outflow of resources will be required to settle the obligations and can be reliably measured. Provisions are measured at Management's best estimate of the expenditure required to settle the obligations at the statement of financial position date and are discounted to present value where the effect is material.

**g. Financial instrument**

Financial assets and financial liabilities are recognized when the Company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets or liabilities (other than financial assets and liabilities at fair value through profit and loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit and loss are recognized immediately in Statement of profit and loss. Financial assets and financial liabilities are offset against each other and the net amount reported in the balance sheet if, and only if, there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

**h. Taxes**

Taxation on profit and loss comprises current tax and deferred tax. Tax is recognized in the Statement of profit and loss except to the extent that it relates to items recognized directly in equity or other comprehensive income in which case tax impact is also recognized in equity or other comprehensive income.

Current tax is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted at the balance sheet date along with any adjustment relating to tax payable in previous years.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is provided at amounts.

Expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted at the balance sheet date and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off assets against liabilities representing current tax and where the deferred tax assets and the deferred tax liabilities relate to taxes on income levied by the same governing taxation laws.

**i. Earnings per share**

Basic earnings per share are computed using the weighted average number of ordinary shares outstanding during the period. Diluted earnings per share is computed by considering the impact of the potential issuance of ordinary shares, on the weighted average number of shares outstanding during the period except where the results would be antidilutive.

**j. Cash and cash equivalents:**

As per the policy of the company Cash and cash equivalents include cash in hand, deposits held at call with banks, other short term highly liquid investments which are readily convertible into known amounts of cash and are subject to insignificant risk of changes in value. Bank overdrafts are shown within borrowings in current liabilities on the balance sheet.

Deposits held with banks as security for overdraft facilities are included in restricted deposits held with bank. The company does not have any borrowings or overdraft from banks or financial institutions.

**k. Significant accounting judgments, estimates and assumptions:**

The preparation of the financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts and disclosures. The company based its assumptions and estimates on parameters

Available when the financial statements were prepared and reviewed at each balance sheet date. Uncertainty about these assumptions and estimates could result in outcomes that may require a material adjustment to the reported amounts and disclosures.

## BLUE CLOUD SOFTECH SOLUTIONS LIMITED

All Amount Rs.in lakhs Except EPS & Share data

### 16. RELATED PARTY DISCLOSURES:

Particulars of Related Parties:

| Name of the Related Party          | Nature of Relationship |
|------------------------------------|------------------------|
| Mr. Bogha Ravi Kumar               | Managing Director      |
| Mr. Samba Siva Rao<br>Vakkalagadda | Director               |
| Mr. Jana Prasad Nagendra           | Director & CFO         |
| Mrs. Shraya Jaiswal                | Company Secretary      |

Transactions with related parties during the year:

| Name of the Party   | Nature of Relationship | Nature of Transaction | F.Y 2021-22<br>Rs. |
|---------------------|------------------------|-----------------------|--------------------|
| Mrs. Shraya Jaiswal | Company Secretary      | Remuneration          | 1.80               |

### 17. REMUNERATION TO AUDITOR:

| Particulars | F.Y 2021-22<br>Rs. | F.Y 2020-21<br>Rs. |
|-------------|--------------------|--------------------|
| Audit Fees  | 0.30               | 0.29               |

### 18. EARNING PER SHARE:

The Earning considered in ascertaining the companies Earning Per Share comprise NetProfit After Tax. The number of shares used in computing basic earnings per Share is the weighted average number of shares outstanding during the year.

| <b>Particulars</b>  | <b>2021-22(Rs)</b> | <b>2020-21(Rs)</b> |
|---|--------------------|--------------------|
| Profit Available for the Equity Share Holders (Rs)                        | 10.53              | 0.88               |
| No. of equity shares outstanding for EPS- Basic (face Value of Rs.2 each) | 5,52,00,800        | 2,39,00,800        |
| No. of equity shares outstanding of EPS- Diluted                          | 5,52,00,800        | 2,39,00,800        |
| Basic   | 0.02               | 0.003              |
| Diluted   | 0.02               | 0.003              |

**19. Taxes of Income:**

Deferred Tax Liability amounting to Rs.0.01/- (in lakhs) has been recognized due to the differences arising on account of depreciation during the year under consideration. (Previous Year Rs. 0.02 /- (in lakhs) deferred tax asset).

20. The company has allotted 3,80,69,200 warrants on preferential basis to the promoter and non-promoter group. The company has converted warrants of 1,34,00,000 into equity shares of Rs.2/- each in the Board Meeting held on 8th September 2021 and has allotted 1,79,00,000 equity shares of Rs.2/- each in the Board meeting held on 29th December 2021 to the promoter and non-promoter group by converting previously issued warrants on preferential basis. The capital has increased from Rs.4.78/- (in lakhs) as on 31st March, 2021 to Rs. 11.04/- (in lakhs) in 31st March, 2022. The number of warrants still pending for conversion is 67,69,200. The company has received 25% amount of Rs.33.84/- (in lakhs) towards 67,69,200 warrants of 2/- each, which is the partial amount received as on 31.03.2022. The same has been considered under Other Equity head in Balance sheet.

21. Balances of trade receivables, loans and advances are subject to confirmation.

22. There are no dues to MSME outstanding for more than 45 days.

**23. Additional Regulatory Information**

- i. The Company does not hold any immovable properties.
- ii. The Company has not revalued its Property, Plant and Equipment.

- iii. The Company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and other related parties.
- iv. There are no proceedings initiated or are pending against the company under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- v. The Company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks or financial institutions on the basis of security of current assets at any point of time during the year.
- vi. The Company is not declared as wilful defaulter by any bank or financial Institution or other lenders.
- vii. The Company did not have any transactions with Companies struck off under Section 248 of Companies Act, 2013 or Section 560 of Companies Act, 1956 considering the information available with the Company.
- viii. There are no charges or satisfactions yet to be registered with ROC beyond the statutory period by the Company.

**ix. Key Financial Ratios**

| Particulars                         | Numerator                            | Demonimator   | March, 2022 | March, 2021 | Variance |
|-------------------------------------|--------------------------------------|---|-------------|-------------|----------|
| ^Current Ratio                      | Curent Assets                        | Curent Liabilities                                    | 32.89       | 121.42      | -72.91%  |
| *Debt-Equity Ratio                  | Total Debt                           | Shareholders Equity                                   | 0.03        | 0.01        | 514.29%  |
| Debt Service Coverage Ratio         | Earnings available for debt services | Interest+ Installments                                | NA          | NA          | NA       |
| **Return on Equity Ratio            | Net Profits After Tax                | Shareholders funds                                    | 0.01        | 0.00        | 391.87%  |
| Inventory Turnover Ratio            | Sales                                | Average Inventory                                     | NA          | NA          | NA       |
| ***Trade Receivables Turnover Ratio | Credit Sales                         | Average Trade receivables                             | 0.26        | 0.14        | 86.54%   |
| Trade Payables Turnover Ratio       | Annual Net Credit Purchases          | Average Trade Payables                                | NA          | NA          | NA       |
| #Net Capital Turnover Ratio         | Sales                                | Working Capital                                       | 0.02        | 0.04        | -49.12%  |
| ##Net Profit Ratio                  | Net profit after tax                 | Sales   | 0.48        | 0.08        | 494.29%  |
| ###Return on Capital employed       | Earning before interest and taxes    | Capital Employed = Total Assets - Current Liabilities | 0.01        | 0.00        | 210.43%  |
| #Return on Investment (Asset)       | Total Comprehensive Income           | Average Total Assets                                  | 0.01        | 0.00        | 582.12%  |

^Simultaneous increase in other current assets (advances given), borrowings and trade payables for furthering of the business operations

\*Simultaneous increase in shareholders' funds as a result of conversion of share warrants into equity share capital and borrowings and trade payables (debt) for enhancing business activities.

\*\*Year on year improvement in operational activities of the company.

\*\*\*Enhanced performance of the company resulting in increased sales.

#Drastic increase in Current Assets as a result of advances given

##Escalation in revenue generation capacity of the company

###Higher EBIT followed by simultaneous increase in capital employed

- x. The company does not have any Scheme of Arrangements which is to be approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013 during the year.
- xi. (A) The company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding (whether recorded in writing or otherwise) that the Intermediary shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.  
  
(B) The company has also not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the company shall (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- xii. The Company does not have any transactions which are not recorded in the books of accounts that has been surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 during any of the years.
- xiii. The Company is not covered under the provisions of Section 135 of the Companies Act, 2013.

- xiv. The Company did not trade or invest in Crypto Currency or virtual currency during the financial year. Hence, disclosures relating to it are not applicable.
24. Previous year figures have been regrouped and rearranged wherever found necessary, to be in confirmative with current year classification.
25. All the figures have been presented in Lakhs and rounded off upto 2 decimals.

**SIGNATURE TO NOTES 1 To 25**

**As per our report of even date  
For P C N & Associates,  
Chartered Accountants,  
Firm Registration No: 016016S**

**For and on behalf of the Board  
M/s Blue Cloud Softech Solutions Limited**

**Sd/-  
K Gopala Krishna  
Partner  
M.No:0203605  
UDIN:22203605AJZXLV8004**

**Sd/-  
Bogha Ravi Kumar  
Managing Director**

**Sd/-  
V Samba Siva Rao  
Director**

**Place: Hyderabad  
Date: 16-05-2022**

**Sd/-  
Jana Nagendra Prasad  
Chief Financial Officer**

**Sd/-  
Shraya Jaiswal  
Company Secretary**



**Certificate on Compliance of Corporate Governance**

To  
The Members,  
**Blue Cloud Softech Solutions Limited**  
Hyderabad

We have read the report of the Board of Directors on Corporate Governance and have examined the relevant records relating to compliance condition of corporate governance of M/s Blue Cloud Softech Solutions Limited (“the company”) for the year ended 31<sup>st</sup> March, 2022.

The compliance of the conditions of the Corporate Governance is the responsibility of the management. Our examination, conducted in the manner described in the Guidance note on Certification of Corporate governance” issued by the Institute of Chartered Accountants of India was limited to procedures and implementation thereof adopted by the company for ensuring compliance with the conditions of Corporate Governance. Our examination was neither an audit nor was it conducted to express an opinion on the financial statements of the company.

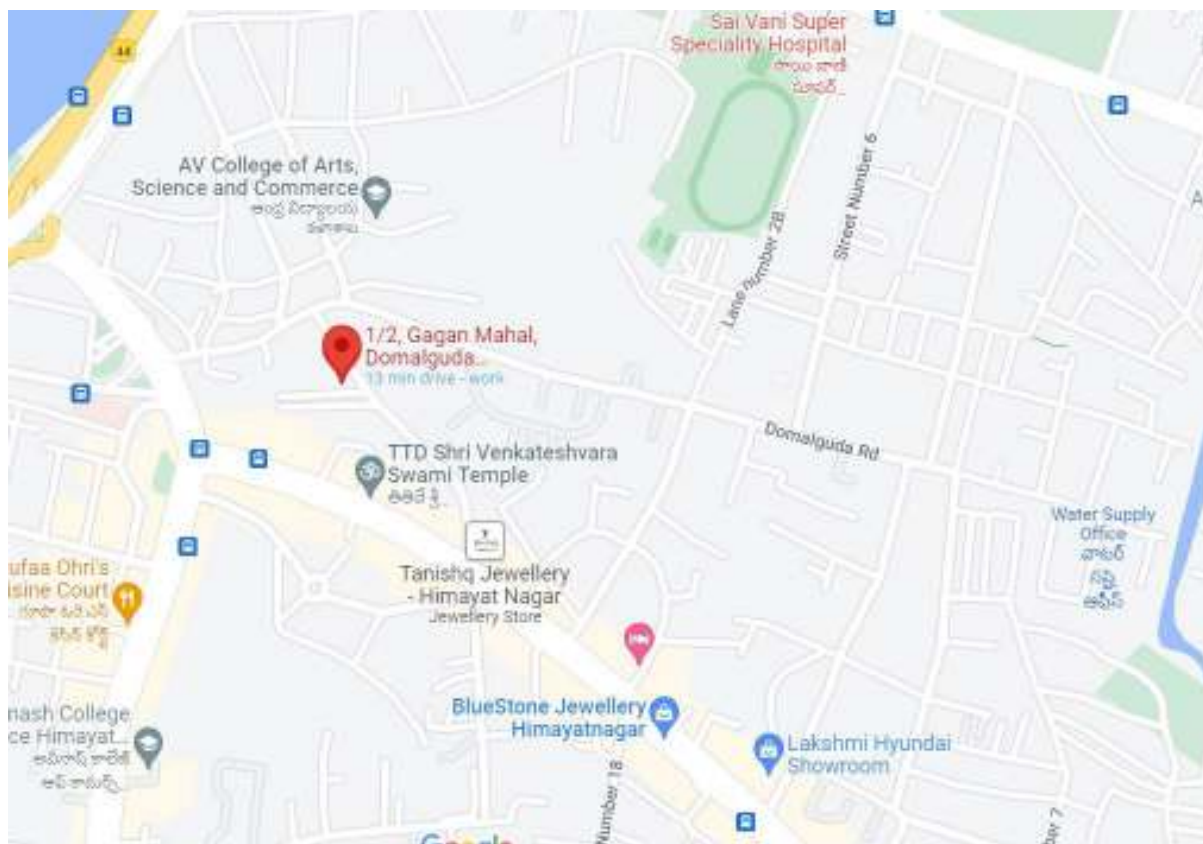
In our opinion and to the best of our information and explanations given to us and on the basis of our examination described above, the company has complied with the conditions of Corporate Governance as stipulated.

We further state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

Place: Hyderabad  
Date: 03-09-2022  
UDIN: 22203605AQUXKQ2674

For **P C N & Associates,**  
Chartered Accountants  
Firm Registration no: 016016S  
Sd/-  
Kandula Gopala Krishna  
Partner  
M.No:203605

**MAP TO THE VENUE OF 31<sup>ST</sup> ANNUAL GENERAL MEETING OF BLUE CLOUD SOFTECH SOLUTIONS LIMITED**



### ATTENDANCE SLIP

31<sup>st</sup> Annual General Meeting of M/s Blue Cloud Softech Solutions Limited to be held on Friday, the 30th day of September, 2022 at 11.30 A.M. at # 1-2-286, Domalguda, Hyderabad, Telangana-500029.

|                           |  |
|---------------------------|--|
| Regd. Folio No.           |  |
| DP ID                     |  |
| Client ID/Beneficiary ID  |  |
| No. of Equity Shares held |  |

I certify that I am a registered shareholder/proxy for the registered Shareholder of the Company and hereby record my presence at the 31<sup>st</sup> Annual General Meeting of the Company on Friday, the 30th day of September, 2022 at 11.30 A.M at (Venue of Meeting) # 1-2-286, Domalguda, Hyderabad, Telangana-500029.

Member's/Proxy's name in Block Letters \_\_\_\_\_

Member's/Proxy's Signature

Note: Please fill this attendance slip and hand it over at the entrance of the hall.

**Form No. MGT-11**  
**Proxy form**

*{Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014}*

CIN:  
Name of the company:  
Registered office:

|  |
|--|
| Name of the member (s) :<br>Registered address :<br>E-mail Id:<br>Folio No/ Client Id :<br>DP ID : |
|--|

I/We, being the member (s) of ..... shares of the above named company, hereby appoint

1. Name : .....  
Address :  
E-mail Id :  
Signature :..... or failing him

3. Name : .....  
Address:  
E-mail Id:  
Signature:.....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the .....Annual general meeting/ Extraordinary general meeting of the company, to be held on the ..... day of..... At..... a.m. / p.m. at.....(place) and at any adjournment thereof in respect of such resolutions as are indicated below :

Resolution No.  
1.....  
2.....  
3.....

Signed this..... day of..... 20....

Signature of shareholder

Signature of Proxy holder(s)



**Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.**

--THE END--