



KARMV AND COMPANY

CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

To the Members of KANDARP DIGI SMART BPO LIMITED.

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Kandarp Digi Smart BPO Limited ("the Company"), which comprise the balance sheet as at March 31, 2025, the statement of profit and loss, and the statement of cash flows for the year then ended, and notes to the financial statements, including 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 financial statements give the information required by the Companies Act, 2013, as amended (the "Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, and its Profit and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit 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 Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

Key Audit Matters

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

S No	Key Audit Matter with description and reasoning for selection as Key Audit Matter	Audit Procedures Undertaken to address the Key Audit Matter
1	The Company has recognised Computer software as an intangible asset for the first time in the current financial year. Initial cost estimated by the management. Further, the company has estimated its useful life as 20 years for the purpose of amortisation of initial cost and residual value at 5%. We identified as KAM considering: -	Our audit procedures included, amongst others, the following: • Evaluation of the estimate of cost, useful life and residual value made by the management. • The factors that need to be considered in estimating the useful life of an intangible assets as per para-64 of AS-26, is not evidencing and convincing.



The significant risk of rapid changes in technology, computer software is susceptible to technology obsolescence, therefore, it is likely that their useful life will be short. (Para-65 of AS-26). Estimates of useful life become less reliable as the length of useful life increases, (Para-66 of AS-26) The residual value of an intangible assets should be assumed to be zero unless, (a) there is a commitment by a third party to purchase the assets at the end of useful life, (b) there is an active market for the asset by reference to which the residual life can be determined and it is probable that such market will exist after 20 years.	• There is no persuasive evidence produced by the management the useful life will be 20 years. • No substantial evidence that both the economic and legal factors influencing the useful life. • There are no factors amongst others, indicating that the legal life is certain or its renewal will make it certain. • Considering the operation (providing services to banks & other financial institutions- BPO) carried out by the company there is no market readily available for sale of the software and the change in the business process of the client companies will make the software redundant and useless.
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Other Information

The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Company's Board of Director's Report but does not include the financial statements and our auditor's report thereon.

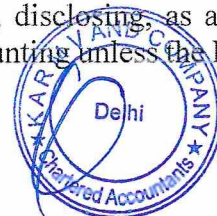
Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the 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.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting standards specified under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2021. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors



either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the 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 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 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 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the adequacy and operating effectiveness of the company's internal 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 the management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Materiality is the magnitude of misstatement in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the 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 misstatement in the 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.

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, to the extent applicable.
2. As required by Section 143(3) of the Act, 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, and the statement of cash flows dealt with by this Report are in agreement with the books of account;
 - (d) In our opinion, the aforesaid financial statements comply with the accounting standards specified under section 133 of the Act read with the Companies (Accounting Standards) Rules, 2021;
 - (e) On the basis of the written representations received from the directors as on March 31, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025 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 with reference to Financial Statements 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 our financial reporting.
 - (g) With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act, in our opinion, and according to the information and explanation given to us, the provisions of section 197 read with Schedule V of the Act are not applicable to the Company since the Company has not paid/ provided for the remuneration to its directors during the year ended 31st March 2025.
 - (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, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company have a pending litigations refer to note no 12(VII) which would impact its financial position.
 - ii. The Company did 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.

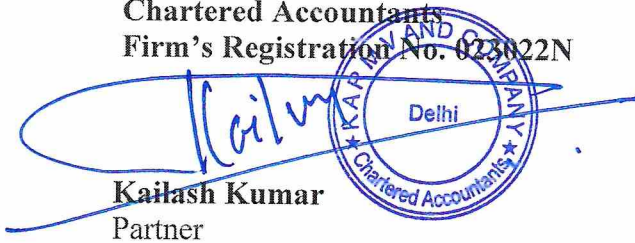
(b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

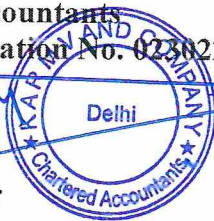
(c) Based on audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement.

v. The Company has neither declared nor paid any dividend during the year.

vi. Reporting on Rule 11(g), As proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the company only w.e.f. April 1, 2024, reporting under this clause is not applicable.

For M/s KARMV & Co
Chartered Accountants
Firm's Registration No. 023022N


Kailash Kumar
Partner



Membership No. 511322

Place: - New Delhi

Date: 29.05.2025

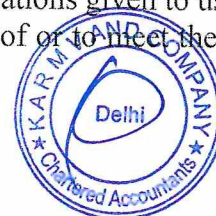
UDIN: - 25511322BMJKNF9353

ANNEXURE A to the Independent Auditor's Report referred to in paragraph 1 under the heading 'Report on Other Legal and Regulatory Requirements' of our report of even date on the financial statements of Kandarp Digi Smart BPO Limited.

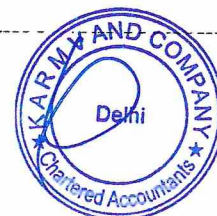
With reference to the Annexure A referred to in the Independent Auditors' Report to the members of the Company on the Financial Statements for the year ended March 31, 2025, we report the following:

- (i) (a) (A) The Company has proper records related to full particulars including quantitative details and situation of Property, Plant and Equipment.
(B) The Company has proper records related to full particulars of Intangible assets.
- (b) The Company has a program of verification of all the items of Property, Plant and Equipment in a phased manner which in our opinion, is reasonable having regard to the size of the Company and the nature of its Property, Plant and Equipment. Pursuant to the program, items of Property, Plant and Equipment were physically verified by the management at reasonable intervals. According to the information and explanations given to us, no material discrepancies were noticed on such verification during the year.
- (c) According to the information explanation given to us and on the basis of our examination of the records of the company, the Company do not have any immovable properties whether owned or leaseholds and not disclosed in the financial statements any immovable properties, hence in our opinion, clause 3(1) (c) of the Order, is not applicable to the Company.
- (d) According to the information explanation given to us, the company has not revalued its Property, Plant and Equipment (including Right of Use Assets) or intangible assets during the year ended 31st March 2025.
- (e) According to the information explanation given to us, no proceedings have been initiated during the year or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) The Company is a service Company, primarily rendering BPO service and not involved in any manufacturing operations, accordingly it does not hold any physical inventories of materials. Thus paragraph (ii) (a) of the Order is not applicable to the company.
- (b) According to the information and explanation given to us and based on our examination of the records of the company, the company has not been sanctioned working capital limits from bank or financial institutions, in excess of five crore rupees, in aggregate, on the basis of security of current assets at any point of time during the year.
- (iii) According to the information explanation given to us and on the basis of our examination of the records of the company, the company has not made any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Therefore, the provisions of sub clauses of clause 3(iii) of the said Order are not applicable to the company.
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- (iv) According to the information explanation given to us and on the basis of our examination of the records of the company, the company has not made any loans, investments, provided any guarantees and security on which provisions of section 185 and 186 of the Companies Act 2013 are applicable.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from public within the meaning of Section 73 to 76 of the Companies Act, 2013 and the rules framed thereunder. Accordingly, the provisions of Clause 3(v) of the order are not applicable to the Company.
- (vi) According to the information's and explanation given to us, the Central Government has not prescribed the maintenance of cost records under sub-section (1) of Section 148 of the Companies Act, 2013 in respect of the products sold or services rendered by the Company.
- (vii) (a) According to the information's and explanation given to us and based on our examination of records of the Company, the Company is generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income tax, Sales Tax, Wealth tax, Service tax, Duty of Customs, duty of Excise, Value Added Tax, GST, Cess and other statutory dues with the appropriate authorities to the extent applicable to it. There are no undisputed amounts payable in respect of income tax, wealth tax, service tax, sales tax, value added tax, duty of customs, duty of excise or cess which have remained outstanding as at March 31, 2025 for a period of more than 6 months from the date they became payable.
- (b) According to the information and explanations given to us, there are not any statutory dues referred in sub- clause (a) which have not been deposited on account of any dispute.
- (viii) In our opinion and according to the information and explanations given to us, 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. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.
- (ix) (a) In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of any loan or other borrowings or any interest due thereon to any lender. Accordingly, the requirement to report on clause 3(ix) of the Order is not applicable to the Company.
- (b) In our opinion and according to the information and explanations given to us, the company has not been a declared wilful defaulter by any bank or financial institution or other lender.
- (c) In our opinion and according to the information and explanations given to us, the loans were applied for the purpose for which the loans were obtained.
- (d) In our opinion and according to the information and explanations given to us, and the procedure performed by us, there are no funds raised on short term basis which have been utilized for long term purposes.
- (e) In our opinion and according to the information and explanations given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.



- (f) In our opinion and according to the information and explanations given to us and on overall examination by us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- (x) (a) In our opinion and according to the information's and explanation given to us, the Company has raised money by way of initial public offer during the period under reporting was applied for the purposes for which fund raised.
- (b) In our opinion and according to the information and explanations given to us, the company has not made preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, clause 3 (x) (b) of the order is not applicable.
- (xi) (a) During the course of our examination of the books and records carried out in accordance with the generally accepted auditing practices and according to the information and explanations given to us, we have not noticed any case of fraud by the company or any fraud on the Company by its officers or employees during the year. The management has also not reported any case of fraud during the year.
- (b) According to the information explanation given to us and on the basis of our examination of the records of the company, no report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- (c) As reported to us by the management, there are no whistle- blower complaints received by the Company during the year.
- (xii) According to the information explanation given to us, the company is not a Nidhi Company. Accordingly, the provisions of Clause (xii) of paragraph 3 of the order are not applicable to the Company.
- (xiii) As per the information and explanations given to us and based on our examination of records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of Companies Act, 2013 where applicable, and the details have been disclosed in the financial statements, as required by the applicable accounting standards. Identification of related parties were made and provided by the management of the company.
- (xiv) (a) Based on information and explanations provided to us and our audit procedures, in our opinion, the company has internal audit system commensurate with the size and nature of its business and has appointed internal auditor in compliance with section 138 of the Act and applicable rule.
- (b) We have considered the internal audit report of the company issued till date for the period under audit.
- (xv) In our opinion and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him for the year under review. Accordingly, the requirement to report on Clause 3(xv) of the Order are not applicable to the Company.



- (xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934). Accordingly, the requirement to report on Clause 3(xvi) (a), (b) and (c) of the Order are not applicable to the Company.
- (b) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
- (c) As per the information and explanations received, the group does not have any Core Investment Company (CIC) as part of the group.
- (xvii) According to the information explanation given to us, and based on our examination of records of the company, the company has not incurred cash loss in current financial year or in immediately preceding financial year.
- (xviii) There has been no resignation of the previous statutory auditors during the year.
- (xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's 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 that the 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) In our opinion and according to the information and explanations given to us, there is not liability of the company under the provisions of section 135 of the Companies Act, relating to Corporate Social Responsibility. Accordingly, the requirement to report on Clause 3(xx) (a) and (b) of the Order are not applicable to the Company

For M/s KARMV & Co
Chartered Accountants

Firm's Registration No. 023022N

Kailash Kumar
Partner

Membership No. 511322

Place: - New Delhi

Date: 29.05.2025

UDIN: - 25511322BMJKNF9353



Annexure B” to the Independent Auditors’ Report

(Referred to in paragraph 2(A) (f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date of Kandarp Digi Smart BPO Limited)

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

Opinion

We have audited the internal financial controls with reference to Financial Statements of Kandarp Digi Smart BPO Limited (“the Company”) as of 31 March 2025 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to Financial Statements and such internal financial controls with reference to Financial Statements were operating effectively as at 31 March 2025, based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements 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 (the “Guidance Note”) 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 the 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 Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by ICAI. 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 with reference to financial statements 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 control system with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, 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 judgement, including the assessment of the risks of material misstatement of the 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 Company's internal financial controls system with reference to financial statements.

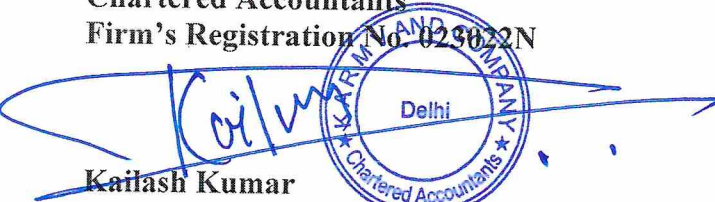
Meaning of Internal Financial Controls with reference to Financial Statements

A company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, 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 financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations 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 financial statements.

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to financial statements, 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 with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For M/s KARMV & Co
Chartered Accountants
Firm's Registration No. 025022N




Kailash Kumar
Partner
Membership No. 511322

Place: - New Delhi
Date: 29.05.2025
UDIN: - 25511322BMJKNF9353



KANDARP DIGI SMART BPO LIMITED

(Formerly Kandarp Management Services Pvt. Ltd.)

Head Office : Plot No. - 69 & 70, Block-C, Sector-2, Noida - 201301 (U.P.)

Ph. : +0120-4089107, www.kdsbpo.com



KANDARP DIGI SMART BPO LTD.
BALANCE SHEET AS AT 31ST MARCH, 2025

CIN: L74899DL2001PLC109565

Particulars	Note	As at 31st March, 2025 (In Lakhs)	As at 31st March, 2024 (In Lakhs)
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share capital	1(a)	897.30	897.30
(b) Reserves & surplus	1(b)	1,067.32	895.78
(2) Non-current Liabilities			
(a) Long-term borrowings	2(a)	62.69	65.43
(b) Deferred tax liabilities	4(b)	31.58	5.09
(3) Current Liabilities			
(a) Short-term borrowings	3(a)	357.11	417.13
(b) Trade payables	3(b)	318.17	89.70
(c) Other current liabilities	3(c)	71.10	94.54
(d) Short-term provisions	3(d)	120.91	95.46
TOTAL		2,926.18	2,560.42
II. ASSETS			
(1) Non-Current Assets			
Property Plant & Equipments and Intangible assets			
(a) Property Plant & Equipments	4	39.87	57.28
(b) Intangible assets	4	449.01	304.60
(b) Capital Work in Progress	4(a)	561.62	761.62
(b) Deferred tax assets (Net)	4(b)		
(2) Current assets			
(a) Trade receivables	5(a)	1,493.49	1,022.59
(b) Cash and cash equivalents	5(b)	129.59	96.32
(c) Short term loans and advances	5(c)	136.82	194.70
(d) Other current assets	5(d)	115.78	123.32
TOTAL		2,926.18	2,560.42

Note-12 Notes on Accounts & Note-13 Significant Accounting Policies forming part of accounts

As per our audit report of even date attached herewith

FOR KARMV AND COMPANY
Chartered Accountants
FRN:023022N

For & On Behalf of Board of Directors

CA Karish Kumar
(Partner)

M No.511322

UDIN : 25511322BMJKNF9353

Place: New Delhi

Date: 29.05.2025



Meenakshi Pathak

Meenakshi Pathak
Whole Time Director
DIN: 2009605

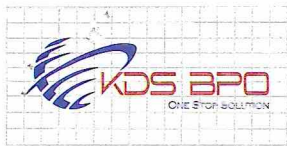
Sunil Kumar Rai
Managing Director
DIN: 01989744

Parbind Jha

Parbind Jha
CFO

Anisha Kumari

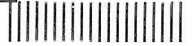
Anisha Kumari
Company Secretary
M.No.67823



KANDARP DIGI SMART BPO LIMITED

(Formerly Kandarp Management Services Pvt. Ltd.)

Head Office : Plot No. - 69 & 70, Block-C, Sector-2, Noida - 201301 (U.P.)
Ph. : +0120-4089107, www.kdsbpo.com



KANDARP DIGI SMART BPO LTD.

PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2025
CIN L74899DL2001PLC109565

Particulars	Note	As at 31st March, 2025 (In Lakhs)	As at 31st March, 2024 (In Lakhs)
I. Revenue from Operations	6	2,433.58	1651.30
II. Other Income	7	5.11	3.04
III. Total Income		2,438.69	1654.34
IV. Less: Direct Expenses			
Employee benefits Expenses	8	110.76	123.64
Finance costs	9	47.35	48.59
Other expenses	10	1,953.50	1246.10
Non Cash Expenses - Depreciation	11	73.14	79.81
Total Direct Expenses		2,184.76	1498.14
V. Profit/(loss) before exceptional items and tax (III-IV)		253.93	156.21
VI. Exceptional Items		2.69	
VII. Profit/(Loss) before tax(V-VI)		251.24	156.21
VIII. Tax Expense:			
(1) Current tax		65.32	40.61
(2) Deferred tax		26.49	14.35
IX. Profit/(loss) for the period from continuing operations(VII-VIII)		159.43	101.24
X. Profit/(loss) from discontinuing operations		-	-
XI. Tax expense of discontinuing operations		-	-
XII. Profit/(loss) from discontinuing operations (after tax) (X-XI)		-	-
XIII. Profit/(Loss) for the period (IX+XII)		159.43	101.24
XIV. Earning per equity share:			
(1) Basic		1.78	1.14
(2) Diluted		1.78	1.14

Note-12 Other Notes on Accounts & Note-13 Significant Accounting Policies forming part of accounts

As per our audit report of even date attached herewith

FOR KARMV AND COMPANY

Chartered Accountant

ERN 023022N

CA Kailash Kumar
(Partner)

M No.511322

UDIN 25511322BMJKNF9353

Place: New Delhi

Date: 29.05.2025

For & On Behalf of Board of Directors
KANDARP DIGI SMART BPO LTD.

Meenakshi Pathak

Meenakshi Pathak
Whole Time Director
DIN: 2009605

Parbind Jha
CFO

Sunil Kumar Rai
Managing Director
DIN: 01989744

Anisha Kumari
Company Secretary
M.No.67823



KANDARP DIGI SMART BPO LIMITED

(Formerly Kandarp Management Services Pvt. Ltd.)

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KANDARP DIGI SMART BPO LTD. CASH FLOW STATEMENT FOR THE YEAR ENDING 31ST MARCH, 2025

Particulars	FY 2024-25		FY 2023-24	
	Amounts		Amounts	
	(Rs. In Lakhs)			
Profit before taxation and Extra ordinary items	251.24		156.21	
Adjustments for:				
Depreciation	73.14		79.81	
Interest income	-5.11		(3.04)	
Interest Paid	47.35		48.59	
Adjustment during the year	12.11			
Changes in Working Capital:				
(Increase) / Decrease in Trade Receivables	(470.90)		(11.76)	
(Increase) / Decrease in Other Current Assets	7.55		3.80	
(Increase) / Decrease in Other non Current Assets	-		-	
Increase / (Decrease) in Trade Payables	228.47		(401.79)	
Increase / (Decrease) in Short term Provisions	25.45		5.23	
Increase / (Decrease) in Other Current Liabilities	(23.45)		20.78	
Cash generated from operations	145.87		(102.17)	
Income taxes paid/ Adjustment	(65.32)		(36.81)	
Net cash from operating activities	-	80.54	-	(138.98)
Cash flows from investing activities				
Sale / (Purchase) of Tangible Assets	(0.15)		-	
Capital work in progress	200.00		(7.00)	
Sale / (Purchase) of Intangible Assets	(200.00)		-	
(Increase) / Decrease in Short term Loan and Advances	57.88		45.39	
Current Investment	-		-	
Interest income	5.11		3.04	
Net cash used in investing activities	-	62.84	-	41.42
Cash flows from financing activities				
Bonus Equity Share Issued				
Increase / (Decrease) in short-term borrowings	(60.01)		177.09	
Increase / (Decrease) in long-term borrowings	(2.74)		41.71	
Interest Paid	(47.35)		(48.59)	
Equity Share Issued				
Security Premium				
Net cash used in financing activities		(110.11)		170.20
Net increase in cash and cash equivalents		33.28		72.65
Cash and cash equivalents at beginning of period		96.32		23.67
Cash and cash equivalents at end of period		129.59		96.32

As per our audit report of even date attached herewith
FOR KARMV AND COMPANY
Chartered Accountants
FRN:023022N

Delhi

For & On Behalf of Board of Directors

CA Karish Kumar
(Partner)

M No.511322

UDIN 25511322BMJKNF9353

Place: New Delhi

Date: 29.05.2025

Meenakshi Pathak

Meenakshi Pathak
Whole Time Director
DIN:2009605

Parbind Jha
CFO

Sunil Kumar Rai
Managing Director
DIN: 01989744

Anisha Kumari
Company Secretary
M.No.67823

KANDARP DIGI SMART BPO LTD.

(Formerly Known as Kanadarp Management Services Private Limited)

NOTES TO ACCOUNTS FORMING AN INTEGRAL PART OF BALANCE SHEET AS AT 31ST MARCH, 2025

The Company has only one class of shareholders, i.e. equity share per value of Rs.10/-. Each shareholder is entitled to vote in case of poll, one share have one vote. Equity share holders are entitled to get dividends in case it is declared by the company on recommendation of the Board. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential dues, in proportion to their shareholding.

Note No.		As at 31st March, 2025 (In Lakhs)	As at 31st March, 2024 Rs. In Lakhs
1.(b) RESERVES & SURPLUS			
i) Share Premium Account		540.00	540.00
less :- Bonus Share issued during the year			
ii) Surplus/Deficit(-) i.e. Balance in Profit & Loss Account			
Opening Balance in profit & loss account		355.78	250.74
Add: Profit/(Loss) for the Year		159.43	101.24
Income tax Adjustment		12.11	3.79
Total:		527.32	355.78
Total :		1,067.32	895.78
2(a) LONG TERM BORROWINGS			
Term-Unsecured Loan			
Loan From Fed Bank Financial Services Ltd		29.38	30.62
Loan From Fulletron		-	-
Loan From Growth Source Financial		6.61	6.91
Loan From Tata Capital		26.70	27.90
Total:		62.69	65.43
3(a) SHORT TERM BORROWINGS			
i) Secured:			
HDFC BANK O/D A/C		357.11	360.34
(Lien on fixed deposits with bank)			
Bank Of India		-	15.08
Current Maturity of Long Term Borrowings		-	41.70
Total:		357.11	417.13

3(b) TRADE PAYABLES

Ageing for trade payables outstanding as at March 31, 2025 is as follows

Particulars	Outstanding for following period from due date of payment					Total
	less than 1year	1-2 years	2-3 years	more than 3 years		
Trade Payables						
MSME						
Other	318.17					318.17
Disputed due- MSME						
Disputed due- Others						
						318.17

The Company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small & Medium Enterprises Development Act 2006) claiming their status as micro, small or medium enterprises. Consequently the amount paid/payable to these parties during the year is NIL.



KANDARP DIGI SMART BPO LTD.

(Formerly Known as Kanadarp Management Services Private Limited)

NOTES TO ACCOUNTS FORMING AN INTEGRAL PART OF BALANCE SHEET AS AT 31ST MARCH, 2025

Ageing for trade payables outstanding as at March 31, 2024 is as follows

Particulars	Outstanding for following period from due date of payment					Total
	less than 1year	1-2 years	2-3 years	more than 3 years		
Trade Payables						
MSME						
Other	89.70	0.00	0	-		89.70
Disputed due- MSME						
Disputed due- Others						
						89.70

The Company has not received any memorandum (as required to be filed by the suppliers with the notified authority under the Micro, Small & Medium Enterprises Development Act 2006) claiming their status as micro, small or medium enterprises. Consequently the amount paid/payable to these parties during the year is NIL.

Note No.	3(c) OTHER CURRENT LIABILITIES	As at 31st March, 2025 (In Lakhs)	As at 31st March, 2024 Rs. In Lakhs
	TDS Payable	53.74	31.69
	GST Payable	17.35	62.85
	Total:	71.10	94.54
Note No.	3(d) SHORT TERM PROVISIONS	As at 31st March, 2025 (In Lakhs)	As at 31st March, 2024 Rs. In Lakhs
	Provisions for employee benefits		
	a) Salary & Wages Payable	4.28	6.98
	Bonus Payable	0.99	1.67
	Provision for Provident Fund	2.69	
	Provision for Gratuity	2.93	12.96
	Provision For ESI Fund	0.25	0.21
	Provision for Doubtful debts	32.46	32.46
	Retainership Payable	11.82	
	Others (specify nature)		
	b) Provision For Income Tax 2023-24		40.61
	Provision For Income Tax 2024-25	65.32	
	Audit Fees Payable	0.16	0.56
	Total:	120.91	95.46

Note No.	4(b) DEFERRED TAX ASSETS (NET)	As at 31st March, 2025 (In Lakhs)	As at 31st March, 2024 Rs. In Lakhs
	Net Deferred Tax Assets/(Liability) at the beginning of the year	5.09	9.26
Add	Deferred Tax Assets for the year (Refer Note No.4b)	26.49	-
	Net Deferred Tax Assets	31.58	9.26



KANDARP DIGI SMART BPO LTD.

(Formerly Known as Kanadarp Management Services Private Limited)

NOTES TO ACCOUNTS FORMING AN INTEGRAL PART OF BALANCE SHEET AS AT 31ST MARCH, 2025

5(a)

Note

No.

TRADE RECEIVABLES

Ageing for trade receivables-Current outstanding as at March 31, 2025 is as follows

Particulars	Outstanding for following periods from due date of payment						Rs. In Lakhs	
	Less than 6 Month	6 month -1year	1-2 years	2-3 years	more than 3 years	Total		
Trade receivables-Billed								
Un disputed trade receivables-considered good	1,279.66	213.83					1,493.49	
Un disputed trade receivables-considered doubtful								
Disputed trade receivables-considered good								
Disputed trade receivables-considered doubtful (Refer Note No.12 (VII))								
Trade receivables-Un-billed								
Total							1,493.49	

Ageing for trade receivables-Current outstanding as at March 31, 2024 is as follows

Particulars	Outstanding for following periods from due date of payment						Rs. In Lakhs	
	Less than 6 Month	6 month -1year	1-2 years	2-3 years	more than 3 years	Total		
Trade receivables-Billed								
Un disputed trade receivables-considered good	740.81	281.78	0	0	-		1,022.59	
Un disputed trade receivables-considered doubtful	0.00	0.00	0.00	0.00				
Disputed trade receivables-considered good	0	0	0	0				
Disputed trade receivables-considered doubtful (Refer Note No.12 (VII))	0	0	0	0				
Trade receivables-Un-billed	0.00	0	0	0				
Total							1,022.59	

Note No.	5(b) CASH AND CASH EQUIVALENTS	As at 31st March, 2025 (In Lakhs)		As at 31st March, 2024 Rs. In Lakhs	
	a) Balances with Banks		66.20		33.44
	b) Cash in hand		3.70		4.49
	c) FD in Bank		59.69		58.39
	Total:		129.59		96.32
Note No.	5(C) SHORT TERM LOANS AND ADVANCES	As at 31st March, 2025 (In Lakhs)		As at 31st March, 2024 Rs. In Lakhs	
	Loans and advances to employees				
	Staff Advance		49.88		120.95
	Staff Imprest		2.81		1.31
	Trade Advance		10.55		10.89
	Balance With Government Authorities				
	Tds Receivable (F.Y.23-24)				
	Tds Receivable (F.Y.24-25)		73.58		61.54
	Total:		136.82		194.70
Note No.	5(d) OTHER CURRENT ASSETS:	As at 31st March, 2025 (In Lakhs)		As at 31st March, 2024 Rs. In Lakhs	



KANDARP DIGI SMART BPO LTD.

(Formerly Known as Kanadarp Management Services Private Limited)

NOTES TO ACCOUNTS FORMING AN INTEGRAL PART OF BALANCE SHEET AS AT 31ST MARCH, 2025

Deffered Revenue Expend	113.08	104.83
Security Deposits	2.70	10.80
Future Generali Life Insurance Ltd/gratuity Fund	0.00	7.69
Total:	115.78	123.32



KANDARP DIGI SMART BPO LTD.

NOTES TO ACCOUNTS FORMING AN INTEGRAL PART OF PROFIT & LOSS STATEMENT

Note No.	6 REVENUE FROM OPERATIONS	As at 31st March, 2025 (In Lakhs)	As at 31st March, 2024 (In Lakhs)
	Revenue from Operations	2,433.58	1,651.30
	Total:	2,433.58	1,651.30
Note No.	7 OTHER INCOME	As at 31st March, 2025 (In Lakhs)	As at 31st March, 2024 (In Lakhs)
	Interest Income	5.11	3.04
	Total:	5.11	3.04
Note No.	8 EMPLOYEE BENEFITS EXPENSE	As at 31st March, 2025 (In Lakhs)	As at 31st March, 2024 (In Lakhs)
	(a) Salaries	111.40	114.04
	(b) Provident and other funds(ii) Superannuation scheme	2.00	2.59
	(c) Staff welfare expenses	6.01	6.70
	(d) Provision for Gratuity	(10.03)	(2.32)
	(e) Bonus	0.99	2.62
	(f) Director's Meeting fee	0.40	
	Total	110.76	123.64
Note No.	9 FINANCE COST	As at 31st March, 2025 (In Lakhs)	As at 31st March, 2024 (In Lakhs)
	Interest Paid To Banks	47.35	48.59
	Total:	47.35	48.59
Note No.	10 OTHER EXPENSES:	As at 31st March, 2025 (In Lakhs)	As at 31st March, 2024 (In Lakhs)
	Auditors Remuneration	0.46	0.46
	Bank Charges	0.55	0.68
	Communication Expenses	4.38	7.45
	Legal & Professional Expenses	0.48	0.58
	Printing & Stationery	1.50	2.21
	Office Maintenance & other	7.69	13.99
	Roc Fee	0.04	0.07
	Travelling & Conveyance Expenses	18.31	15.66
	Computer Expenses	1.93	1.97
	Courier Expenses	1.46	2.03
	Insurance Premium	0.14	0.30
	Accounting Charges	4.40	4.40
	Outsources Expenses	1,729.74	954.62
	Retainership/Pick Up and verification charges	147.01	220.88
	Rent	17.44	15.39
	Provision for Doubtful Debts	5.41	5.41
	Deffered Revenue Exp W/O	12.56	-
	Total:	1,953.50	1,246.10
Note No.	11 DEPRECIATION AND AMORTISATION	As at 31st March, 2025 (In Lakhs)	As at 31st March, 2024 (In Lakhs)
	Depreciation	73.14	79.81
	Total	73.14	79.81



Note No.	12 NOTES ON ACCOUNTS.	As at 31st March, 2025 (In Lakhs)	As at 31st March, 2024 (In Lakhs)
I)	(i) Contingent Liabilities		
	(a) Claims against the company not acknowledged as debt	Nil	Nil
	(b) Guarantees		
	(c) Other money for which the company is contingently liable	Nil	Nil
	(ii) Commitments		
	(a) Estimated amount of contracts remaining to be executed on capital account and not provided for	Nil	Nil
	(b) Uncalled liability on shares and other investments partly paid	Nil	Nil
	(c) Other commitments (specify nature)	Nil	Nil
II)	PROPOSED DIVIDENDS		
	Dividends proposed to be distributed to equity shareholders	Per share `	Per share `
	Dividends proposed to be distributed to preference shareholders	Nil	Nil
	Arrears of fixed cumulative dividends on preference shares	Nil	Nil
III)	AUDITORS REMUNERATION		
	a. Audit Fee		
	b. For taxation matters	0.16	0.10
	Total	0.05	0.05
		0.21	0.15
IV)	DIRECTORS REMUNERATION		
V)	Disclosure pursuant to Note no. 5(viii) of Part II of Schedule III to the Companies Act, 2013		
	a) CIF Value of Imports		
	i) Raw materials	Nil	Nil
	ii) Components & Spare Parts	Nil	Nil
	iii) Capital Goods	Nil	Nil
	b) Expenditure in foreign Currency on account of royalty, know-how, professional and consultation fees, interest, and other matters	Nil	Nil
	c) Consumption of imported materials and spare parts and components	Nil	Nil
	d) Amount remitted during the year in foreign currency on account of dividends	Nil	Nil
	e) Earnings in Foreign Exchanges		
	I. Export of Goods calculated on FOB Basis	Nil	Nil
	II. Royalty etc	Nil	Nil
	III. Interest & Dividend	Nil	Nil
	IV. Other Income	Nil	Nil

VI)	Details of Related Parties	
	Name of Related Parties	Nature of Relation
	Pankaj Rai	Director
	Sunil Kumar Rai Appointment 25/02/2021	Managing Director
	Mrs Anita Jha Join 30/09/2021	Independent Director
	Reliable Data Services Ltd.	Holding Company
	Authentic Healthcare Services Pvt Ltd	Subsidiary of Holding Company
	Ascent Keyboardlabs Technologies Pvt Ltd	Subsidiary of Holding Company
	Authentic Developers Pvt Ltd.	Subsidiary of Holding Company
	Sharp Eagle Investigation Ltd.	Subsidiary of Holding Company
	Vibrant Educare Pvt. Ltd.	Subsidiary of Holding Company
	Reliable Agri Services Private Ltd.	Subsidiary of Holding Company
	Factoring Management Services India Pvt. Ltd.	Subsidiary of Holding Company
	RDS Allied Services Private Limited	Subsidiary of Holding Company



Quantum of transactions with related parties during the F.Y 2024-25

Name of Related Parties	Nature of Transactions	Up to 31.03.2025	Up to 31.03.2024
Authentic Developers Pvt Ltd	Service Received		
Reliable Data Services Ltd.	Out Source Service Received	79.9	20.58
Reliable Data Services Ltd.	Service Rendered	724.38	450.49
Authentic Healthcare Services Pvt Ltd.	Service Rendered	200.62	231.02
Sharp Eagle Investigation Ltd.	Service Received	19.18	51.78
Sharp Eagle Investigation Ltd.	Service Rendered	160.74	82.54
Vibrant Educare Pvt. Ltd.	Service Rendered	168.88	161.80
Vibrant Educare Pvt. Ltd.	Service Received	28.04	175.96
RDS Allied Service Pvt Ltd	Service Received	108.63	
RDS Allied Service Pvt Ltd	Service Rendered		81.20
			82.72
			1338.49

Particulars of amount payable/(receivable) to/from related parties as at 31 March 2025

Name of Related Parties	Receivable/ Payable	Upto 31.03.2025	Upto 31.03.2024
Reliable Data Services Ltd.	Payable Service		
Authentic Healthcare Services Pvt. Ltd.	Receivable Service		8.85
Sharp Eagle Investigation Ltd.	Receivable Service	298.10	157.69
RDS Allied Service Private Limited	Receivable Service	81.04	21.54
Vibrant Educare Pvt. Ltd.	Receivable/ Payable Service	10.51	10.51
Sanjay K Pathak & Associates	Payable Service	80.59	28.04
Acentkeybordiab Pvt Ltd	Receivable Service	0.00	11.68
Authentic Developers Pvt. Ltd.	Payable Service	0.00	0.05

Disclosure on Loans/ Advance to Directors/ KMP/ Related parties:

Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person, that are repayable on demand or without specifying any terms or period of repayment.

Type of borrower	as at 31/03/2025		as at 31/03/2024
	Amount of loan or advance in the nature of loan Outstanding	Percentage to the total Loans and Advances in the nature of loans	Amount of loan or advance in the nature of loan Outstanding
Promoters	Nil		
Directors	Nil	-	Nil
KMP's	Nil	-	Nil
Other Related Parties	Nil	-	Nil
Total Loans & Advances in the nature of loans	Nil	-	Nil

Extraordinary Items:

Extraordinary items are income or expenses that arise from events or transactions that are clearly distinct from the ordinary activities of the enterprise and, therefore, are not expected to recur frequently or regularly. There are no extraordinary items reported in financial statements.

Prior period Items

Prior period items are income or expenses which arise in the current period as a result of errors or omissions in the preparation of the financial statements of one or more prior periods.

Prior period Income
Prior period Income
Net Prior period income/ expense

Earning Per Share
Basic Earning per share
Diluted Earning per share



As at 31st March, 2025 Rs. In Lakhs	As at 31st March, 2024 Rs. In Lakhs
Nil	Nil
Nil	Nil
Nil	Nil
1.78	1.14
1.78	1.14

VII) **Disputes Pending Litigations**

- i) The trade receivables include an amount of Rs.108.21 lacs due from M/s Reliance Web Store Limited out standing for more than two year. An application for initiation of corporate insolvency process by operational creditors i.e., Kandarp Management Services Private Limited under section 9 of IBC Code,2016 against RCL has been moved in NCLT, Mumbai.
- ii) Rs 08.21 lacs due from M/s Reliance Communication Limited out standing for more than one year. An application for indication of corporate insolvency process by operational creditors i.e., Kandarp Management Services Private Limited under section 9 of IBC Code,2016 against RCL has been moved in NCLT, Mumbai.

VIII) Gratuity Fund and Security deposit long term assets is shown in the other current assets in the financial statement.

Segment Reporting: The Company operates in single line of business in one geographical area. Therefore, segment reporting as per AS-17 has not disclosed.

Other Accounting Policies

"The Company is a Small & Medium Sized Company as defined in the Companies (Accounting Standards) Rules, 2021 notified under the Companies Act, 2013. Accordingly, the company has complied with the Accounting Standards as applicable to Small & Medium Sized Company"

IX) **Previous year's figure:**

Previous years figures have been regrouped / recast wherever necessary to make them comparable with the current year figures.

Note No.

13

SIGNIFICANT ACCOUNTING POLICIES:

13.a. Basis of Accounting: The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP), in order to to comply in all material respects with the Accounting Standards notified by Companies (Accounting Standards) Rules, 2021, (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on an accrual basis and going concern basis. The accounting policies have been consistently applied by the company are consistent with those used in the previous year

13.b. Accounting Policies: Accounting policies are the specific accounting principles and the methods of applying those principles adopted by an enterprise in the preparation and presentation of financial statements.

13.c Use of Estimates: The preparation of the financial statements in conformity with the Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of income, expense and assets and liabilities (including contingent liabilities) at the end of the reporting period. Although these estimates are based on management's best knowledge of current events and actions, uncertainty about the assumptions and estimates could result in the outcomes resulting a material adjustment to the carrying amount of assets and liabilities in future periods

The Management believes that the estimates and assumptions used in the presentation of financial statements are prudent and reasonable. Actual result could differ from these estimates.

13.d Cash & Cash Equivalents: Cash and cash equivalents include Cash in hand, balances in current account with bank which are readily available for use by the Company. Cash Equivalents includes Term Deposits with bank which are not readily available for use of the Company.

Cash Flow statement has been prepared by the Company under indirect method as per AS-3.

13.e. Property, Plant & Equipment

Tangible Property, Plant & Equipment's acquired during the period under reporting are stated at cost. The cost comprises purchase price net of tax credit available under the relevant tax laws, including borrowing cost where capitalisation criteria are met as per Accounting Standard and other cost directly attributable to bring the Property, Plant & Equipment's to its present working condition for intended use. Any trade discounts and rebates are deducted in arriving at purchase price. None of the assets are revalued/ impaired during the year.

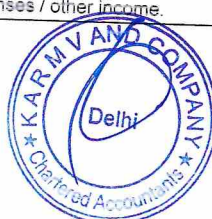
Subsequent to initial recognition, PPE are stated at cost less accumulated depreciation and impairment losses. When significant parts of PPE are required to be replaced in regular intervals, the Company recognises such parts as separate component of assets. When an item of PPE is replaced, then its carrying amount is de-recognised from the balance sheet and cost of the new item of PPE is recognised.

The expenditure that are incurred after the item of PPE are ready for its intended use, such as repairs and maintenance, are normally charged against the revenue in the profit & loss statement in the period in which costs are incurred. However, in situations where such expenditure incurred can be measured reliably, and is probable that economic benefits associated with it will flow to the Company, it is included in the assets carrying value or as a separate asset, as appropriate.

An Intangible asset is an identifiable non-monetary asset, without physical substance, held for use in the production or supply of goods or services, for rental to others or for administrative purposes.

Intangibles are recognised when it probable that the future economic benefits that are attributable to the assets will flow to the enterprise over its estimated useful life; and the cost of the assets can be measured reliably.

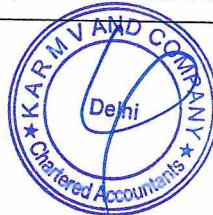
The cost and accumulated depreciation for PPE sold, discarded or otherwise disposed off are derecognised from balance sheet and the resulting loss or gains are included in the statement of profit and loss within other expenses / other income.



13.f.	Depreciation is provided based on Written Down value method over the useful life of respective fixed assets in accordance with Schedule-II (Section 123) of Companies Act, 2013. The Residual value of all fixed assets has been prescribed at 5% of their original cost.
13.g.	Capital Work in Progress Capital work in progress includes cost of property, plant and equipment under installation/under development as at the balance sheet date.
13.h.	Borrowing Costs: Borrowing costs relating to acquisition of qualifying assets are capitalized until the time of substantial activities necessary to prepare the qualifying assets for their intended use are complete. A qualifying assets is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to revenue.



13.i.	Revenue Recognition: Revenue from rendering of services is recognized on performance of the service agreement, on the basis of completed service contract method and to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured, and no significant uncertainty exists regarding the amount of consideration that will be derived. Revenue from interest are recognized on time proportion basis taking into account the amount outstanding and at the rate applicable. Revenue from Dividends are recognized only when the owner's right to receive is established. Other revenue such as gain on sale of assets or current investments are recognized when they are actually realized.
13.j.	Retirement Benefits: The Company's employee benefits mainly includes, salary, wages, bonus and incentives. The employee benefits are recognised in the year in which the associated services are rendered by the employees of the Company. Short term employee benefits are recognised in the statement of profit & loss at undiscounted amounts during the period in which the services have been rendered. Details of long term employee benefits are provided below. Defined Contribution Plan: A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions to a statutory authority and have no legal or constructive obligation to pay further amounts. The Company's contributions to defined contribution plans are recognised as an expense in the statement of profit & loss as and when the services are rendered by employees. The Company has no further obligations under these plans beyond its periodic contributions. Defined Benefit Plans: A defined benefit plan is a post-employment benefit plan other than defined contribution plan. Under defined benefit plans the Company provides retirement obligation in the form of gratuity. Under the plan, a lump sum amount is made to eligible employees at retirement or termination of employment based on respective employee's salary and years of services with the Company. The Company records the liability based on actuarial valuation under the projected unit credit method. Other long term employee benefits: Other long term employee benefits such as encashment of leave balances that were earned by employees over the past period of services are not provided to the employees.
13.k.	Taxation: Tax expenses comprises current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with The Income Tax Act, 1961 enacted in India. Deferred Income Tax reflects the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing difference for the earlier year. Deferred tax is measured using the tax rate and the tax law enacted or substantively enacted at the reporting date. Deferred tax liabilities are recognized for all taxable timing difference. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available to realize these assets.
13.l.	Provision, Contingent Liabilities and Contingent Assets: A provision is recognized when the company has a present obligation as a result of past event and is probable that an outflow of resources will be required to settle the obligation, in respect of which reliable estimates can be made. Provisions are determined based on best estimates required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognized in the financial statement. A contingent assets is neither recognized nor disclosed in the financial statements.
13.n.	Events occurring after Balance sheet date Events occurring after the balance sheet date are those significant events, both favourable and unfavourable, that occur between the balance sheet date and the date on which the financial statements are approved by the Board of Directors in the case of a company, and, by the corresponding approving authority in the case of any other entity. Type of events can be identified : (a) those which provide further evidence of conditions that existed at the balance sheet date; and (b) those which are indicative of conditions that arose subsequent to the balance sheet date.



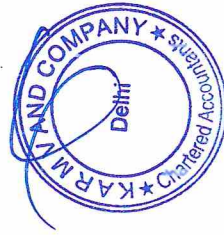
13.m.	Earning per Share:- Basic earning per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period diluted earning per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earning per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.
13.n.	Impairment of Property, Plant & Equipment The carrying amount of assets are reviewed for impairment at each reporting date. An impairment loss is recognised for the amount by which the assets' carrying amount exceeds its recoverable amount. The recoverable amount is the higher of the assets net selling price and value in use. To calculate value in use, estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects the current market rates and risk specific to the asset. For an asset that does not generate largely independent cash flows, the recoverable amount is determined for the cash generating unit to which the asset belong. Net selling price is best estimate of the amount obtainable from sale of the asset in an arm's length transactions between knowledgeable, willing parties, less cost of disposal.
13.o.	Foreign Currency Transaction: The Company doesn't have any foreign Currency Transactions FOR KARMV AND COMPANY Chartered Accountants ERN:023022N CA Karanash Kumar (Partner) M No:511322 UDIN: 25511322BMJKNF9353 Place: New Delhi Date: 29.05.2025 For & On Behalf of Board of Directors KANDARP DIGI SMART BPO LTD. <i>Meenakshi Pathak</i> Meenakshi Pathak Whole Time Director DIN: 2609605 <i>Sunil Kumar Rai</i> Sunil Kumar Rai Managing Director DIN: 01989744 <i>Anisha Kumari</i> Anisha Kumari Company Secretary M No.67823

Particulars of Depreciations Allowable under the Income Tax Act in respect of each class/ description of Assets

Particulars	WDV As at 01/04/2024	Additions/(deductions) during the year		Total	Rate%	Depreciations		for the year	WDV As at 31/03/2025
		>180 days	<180 days			>180 days	<180 days		
Computer	15.02			15.02	40%	6.01	-	6.01	9.01
Office Equipment	55.00	0.15		55.15	15%	8.27	-	8.27	46.88
Air Conditioner	1.00			1.00	15%	0.15	-	0.15	0.85
Motor Car	5.00			5.00	15%	0.75	-	0.75	4.25
UPS	1.00			1.00	15%	0.15	-	0.15	0.85
Furniture & Fixture	41.00			41.00	10%	4.10	-	4.10	36.90
Software	289.00		200.00	489.00	40%	115.60	40.00	155.60	333.40
TOTAL	407.02	0.15	200.00	607.18		135.03	40.00	175.03	432.14
Capital Work in Progress	754.62					-			754.62



Description	Gross Block					Depreciations			Net Block	
	As at 01-04-2024	Additions/ Adjustment	Deductions / Adjustments	As at 31/03/2025	As at 01-04-2024	For the Year	Deductions/ Adjustments	As at 31/03/2025	As at 31/03/2025	As at 31/03/2024
Tangible Assets										
Computer	121.53	-	-	121.53	111.40	1.77	-	113.17	8.35	10.12
Office Equipment	78.38	0.15	-	78.54	68.18	8.88	-	67.06	11.47	20.20
UPS	3.41	-	-	3.41	3.15	-	-	3.15	0.26	0.26
Air Conditioner	2.14	-	-	2.14	1.88	0.07	-	1.95	0.20	0.26
Motor Car	7.09	-	-	7.09	6.50	0.18	-	6.68	0.40	0.59
Furniture & Fixture	50.18	-	-	50.18	24.33	6.66	-	30.99	19.19	25.85
	262.73	0.15	-	262.88					39.87	57.28
Intangible assets										
Software	361.00	200.00	-	561.00	56.40	55.59	-	111.99	449.01	304.60
	361.00			561.00					449.01	304.60
	623.73	-	-	823.88					488.89	361.88
Capital Work in Progress	761.62	-	200.00	761.62					561.62	761.62
TOTAL:	1,385.36	0.15		1,585.51	261.86	73.14	-	335.00	1,050.51	1,123.50



12(X)

Note : Other Regulatory Information

- (i) The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company
- (ii) The Company did not have any transactions with Companies struck off under Section of Companies Act 2013 or Section
- (iii) The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- (iv) The Company have not traded or invested in Crypto currency or Virtual Currency during the financial year.
- (v) The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign
 - (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the
 - (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- (vi) The Company have 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:
 - (a) 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
 - (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
- (vii) The Company have not any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961
- (viii) Section 135 of the Companies Act 2013 is not applicable to the company and hence requirements of providing information regarding CSR activities is not applicable here.
- (ix) The Company has not granted any loan or advance in nature of loan to promoters, directors, KMPs and other related parties that are repayable on demand or without specifying any terms or period of repayment.
- (x) The Company did not carry out transactions with group companies beyond the prescribed number of layers prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on number of layers) Rule 2017 is not applicable for the year under consideration.



Analytical Ratios										
1	Current Ratio	Current Assets/Current Liabilities	CA	2024-25	CL	Ratio	CA	2023-24	CL	Ratio
				1,875.67	867.30	2.16		1,436.92	696.92	2.06
2	Debt-Equity Ratio	Total Debt/Shareholder's Equity	Total Debt	2024-25	Shareholder's Equity	Ratio	Total Debt	2023-24	Shareholder's Equity	Ratio
				451.38	1,964.62	0.23		767.34	1,793.08	0.43
3	Debt Service Coverage Ratio	Earning Available For Debt Service/Debt Service	Earning for Debt Service	2024-25	Debt Service	Ratio	Earning for Debt Service	2023-24	Debt Service	Ratio
				374.43	47.35	7.91		284.61	48.59	5.86
4	Return on Equity	PAT-Pref. Div/Average Shareholder's Equity	Profit available for Eq. Shareholders	2024-25	Avg. shareholder equity	Ratio	Profit available for Eq. Shareholders	2023-24	Avg. shareholder equity	Ratio
				159.43	982.31	0.16		101.24	1,740.56	0.06
5	Inventory Turnover Ratio	Sales/Average inventory	Sales	2024-25	Average Inventory	Ratio	Sales	2023-24	Average Inventory	Ratio
			NA	NA	NA	NA		NA	NA	NA
6	trade Receivable turnover ratio	Net Credit Sale/Avg. Account Receivable	Credit sale	2024-25	Avg. Debtors	Ratio	Credit sale	2023-24	Avg. Debtors	Ratio
				2,433.58	1,258.04	1.93		1,651.30	1,016.50	1.62
7	trade Payable turnover ratio	Net Credit Purchases/Avg. Account Payable	Credit Purchases	2024-25	Avg. Creditors	Ratio	Credit Purchases	2023-24	Avg. Creditors	Ratio
			NA	NA	NA	NA		NA	NA	NA
8	Net Capital turnover ratio	Net Sales/Avg. Working Capital	Net Sales	2024-25	Avg. Working Capital	Ratio	Net Sales	2023-24	Avg. Working Capital	Ratio
	Note:-Due to Decrease in working capital			2,433.58	874.19	2.78		1,651.30	623.14	2.65
9	Net Profit ratio	Net Profit/Net Sales	Net Profit	2024-25	Net Sales	Ratio	Net Profit	2023-24	Net Sales	Ratio
				159.43	2,433.58	0.07		101.24	1,651.30	0.06
10	Return on Capital Employed	Earning Before Interest and taxes/Capital Employed	Earning Before Interest and taxes	2024-25	Capital Employed	Ratio	Earning Before Interest and taxes	2023-24	Capital Employed	Ratio
				298.80	2,027.31	0.15		204.80	1,863.59	0.11
11	Return on Investment		Not Applicable	2024-25	Not Applicable		Not Applicable	2023-24	Not Applicable	

