

Particulars		Note No.	As at 31.03.2020	As at 31.03.2019
A	ASSETS			
1	Non-current assets			
	(a) Property, Plant and Equipment	1	19,320,442	23,082,855
	(b) Right to use an Asset	1	402,663	725,855
	(b) Capital work-in-progress	1	-	3,796,876
	(c) Other intangible assets	1	8,009,848	19,002,991
	(d) Financial Assets			
	(i) Investments	2	2,159	1,595
	(ii) Other Financial Assets	3	3,879,737	3,846,738
	(e) Deferred tax assets (net)	4	8,027,621	6,039,332
	(f) Other non-current assets	5	51,284,844	51,935,582
	Total Non - Current Assets		90,927,314	107,431,224
2	Current assets			
	(a) Inventories	6	5,101,779	2,524,276
	(b) Financial Assets			
	(i) Investments	2	5,018,217	10,987,960
	(ii) Trade receivables	7	78,128,824	68,287,564
	(iii) Cash and cash equivalents	8	23,377,517	9,666,245
	(iv) Bank balances other than above		-	-
	(iv) Other Financial assets	8	1,675,131	1,148,325
	(c) Other current assets	5	34,622,957	36,261,116
	(d) Assets classified as held for sale			
	Total Current Assets		147,924,425	128,275,486
	Total Assets (1+2)		238,851,739	230,706,710
B	EQUITY AND LIABILITIES			
1	Equity			
	(a) Share capital	15	50,000,000	50,000,000
	(b) Other Equity	9	82,032,931	66,888,161
	Total equity attributable to owners of the Company		132,032,931	116,888,161
	LIABILITIES			
2	Non-current liabilities			
	(a) Financial Liabilities			
	(i) Borrowings	10	265,131	289,336
	(ii) Others - Lease liabilities		-	-
	(b) Provisions	11	5,703,350	3,045,977
	(c) Deferred tax liabilities (Net)		-	-
	(d) Other non-current liabilities		-	-
	Total Non - Current Liabilities		5,968,481	3,335,313
3	Current liabilities			
	(a) Financial Liabilities			
	(i) Borrowings		-	-
	(ii) Trade payables		-	-
	Total outstanding dues to micro and small enterprises		-	-
	Total outstanding dues of creditors other than micro and small enterprises	12	60,931,741	75,372,802
	(iii) Other financial liabilities	13	379,979	644,626
	(b) Provisions	11	6,472,946	6,090,681
	(c) Other current liabilities	14	33,066,260	28,375,127
	(d) Liabilities associated with assets held for sale			
	Total Current Liabilities		100,850,926	110,483,236
	Total Equity and Liabilities (1+2+3)		238,851,739	230,706,710
	See accompanying notes to the financial statements			

In terms of our report attached
For Sundaram & Srinivasan
Chartered Accountants
FRN 004207 S



P. Menakshi Sundaram
Partner
M. No. 217914

Chennai
18th May 2020

M R G Appa Rao
Director

Sridharan Rangarajan
Director

Net Access India Ltd

Statement of Profit and Loss for the period ended March 31, 2020

(In Rs.)

Particulars	Note No.	2019-20 (YTD Mar)	2018-19 (YTD Mar)
I Revenue from operations	16	471,449,182	451,382,150
II Other Income	17	5,721,926	2,641,843
III Total Revenue (I + II)		477,171,108	454,023,993
IV EXPENSES			
(a) Cost of materials consumed		-	-
(b) Purchases of finished, semi-finished and other products	21	77,679,261	75,872,277
(c) Changes in stock of finished goods, work-in-progress and stock-in-trade		(2,577,503)	(290,181)
(d) Employee benefit expense	18	172,808,735	159,470,595
(e) Finance costs	19	118,056	155,234
(f) Depreciation and amortisation expense	1	18,583,018	14,190,763
(g) Other expenses	20	173,676,016	169,758,019
Total Expenses		440,287,583	419,156,708
V Profit/(loss) before tax (III- IV)		36,883,525	34,867,286
VI Tax Expense			
(1) Current tax		11,687,994	10,835,386
(2) Deferred tax	4	(1,983,289)	(2,687,185)
Total tax expense		9,699,705	8,148,201
VII Profit/(loss) for the period		27,183,820	26,719,085
VIII Other comprehensive income		16,946	(8,660)
A (i) Items that will not be recycled to profit or loss		-	-
(a) Remeasurements of the defined benefit liabilities / (asset)		15317	(9,725)
(b) Equity instruments through other comprehensive income		1629	1,065
(d) Fair value changes relating to own credit risk			
(e) Others (specify nature)			
(ii) Income tax relating to items that will not be reclassified to profit or loss			
B (i) Items that may be reclassified to profit or loss		-	-
(a) Effective portion of gains and loss on designated portion of hedging instruments in a cash flow hedge			
(ii) Income tax on items that may be reclassified to profit or loss			
IX Total comprehensive income for the period (VII+VIII)		27,200,767	26,710,425
X Earnings per equity share (for continuing operation):			
(1) Basic & Diluted	22	5.44	5.34

In terms of our report attached
For Sundaram & Srinivasan
Chartered Accountants
FBN 004207 S

P. Menakshi Sundaram
Partner
M. No. 207914

Chennai
18th May 2020




M R G Appa Rao
Director


Sridharan Rangarajan
Director

Particulars		FY 2019-20	FY 2018-19
Profit before tax		36,883,525	34,667,268
Adjustment for :			
Depreciation and amortisation	18,583,018		14,190,763
Finance costs	118,056		155,234
Impairment on Non current assets			
Interest income	(1,578,680)		(43,459)
Profit on sale of Investment	-		(111,595)
Dividend income	(130,780)		(276,468)
Impairment loss on financial assets (net)	-		-
Allowance for doubtful receivable and advances	1,136,852		2,505,267
Reversal of allowance for doubtful receivables and advances	(2,330,891)		-
Provision for expenses no longer required written back	(1,524,572)		(1,764,018)
Loss/(profit) on sale of assets (net)	-		-
Loss/(profit) on exchange fluctuation (net)	-	34,272,803	14,635,725
Operating profit before working capital changes		51,156,328	49,503,012
Movement in working capital			
(Increase)/decrease in trade receivables	(8,647,221)		4,141,107
(Increase)/decrease in inventories	(2,577,503)		(290,181)
(Increase)/decrease in Other financial asset	(559,805)		(246,740)
(Increase)/decrease in Other assets	2,288,898		(24,589,864)
Increase/(decrease) in Trade payables	(12,904,171)		12,096,613
Increase/(decrease) in Provision & other current liabilities	7,730,770		3,438,923
Increase/(decrease) in Other financial liabilities	(264,647)	(14,930,680)	409,858
			(5,040,284)
Cash generated from Operations		36,225,648	44,462,729
Income tax paid		(11,687,994)	(10,835,386)
Net cash generated by Operating activities	(A)	24,537,655	33,627,343
Cash flow from investing activities			
Payments to acquire fixed asset	(5,707,895)		(21,257,880)
Payments for intangible asset	-		-
Proceeds from sale of fixed assets	-		-
Proceeds/(Purchase) of Investments	-		111,595
Interest income received	1,578,680		43,459
Dividend income received	130,780		276,468
Net cash (used in)/generated by Investing activities	(B)	(3,998,334)	(20,826,359)
Cash flow from financing activities			
Proceeds from issue of equity shares	-		-
Repayment/proceeds from long term borrowings	(24,205)		(600,019)
Repayment/proceeds from borrowings	-		-
Finance costs paid	(118,056)		(155,234)
Payment to Investor Education and Protection Fund	-		-
Dividend paid to Shareholder (including tax)	(12,055,531)		(18,081,294)
Tax on Dividend	-		-
Net cash used in Financing activities	(C)	(12,197,792)	(18,838,547)
Net increase/(decrease) in cash and cash equivalents (A)+(B)+(C)		8,341,528	(6,037,563)
Add : Cash and Cash equivalents at the beginning of the year		20,054,205	26,091,770
Cash and Cash equivalents at the end of the year		28,395,733	20,054,207
Reconciliation of Cash and cash equivalents with the Balance Sheet :			
Cash and cash equivalents at the beginning of the year			
Cash and cash equivalents		9,666,245	26,091,770
Current investment considered as Cash and Cash equivalents		10,387,960	-
		20,054,205	26,091,770
Cash and cash equivalents at the end of the year			
Cash and cash equivalents		23,377,517	9,666,245
Current investment considered as Cash and Cash equivalents		5,018,217	10,387,960
		28,395,734	20,054,205

In terms of our report attached
For Sundaram & Srinivasan
Chartered Accountants
FRN 004307 S

P. Menakshi Sundaram
Partner
M. No. 217914

Chennai
18th May 2020



M R G Appa Rao
Director

Sridharan Rangarajan
Director

Met access India Ltd

(In Rs.)

Notes forming part of the financial statements for the year ended March 31, 2020

Note No. 1

Type of Asset	COST			DEPRECIATION			WRITTEN DOWN VALUE		
	As on			As on	As on	Transfer to Reserve	As on	As on	As on
	01-04-2019	Additions	Deletions	31/03/2020	01-04-2019		31/03/2020	31/03/2020	31/03/2019
Intangible Assets									
Goodwill	4,896,146			4,896,146	4,896,146		4,896,146	-	-
SOFTWARE	31,216,004	2,831,842		34,047,846	18,213,613	7,824,385	26,037,998	8,009,848	13,002,391
	36,112,150	2,831,842	-	38,943,992	23,109,759	7,824,385	30,934,144	8,009,848	13,002,391
Tangible Assets									
Plant & Machinery									
- Owned	75,801,980	6,348,719		82,150,698	56,779,135	9,124,589	65,903,725	16,246,934	19,072,845
- Lease									
Right to use an assets									
- Lease	1,290,119			1,290,119	564,264	123,192	887,456	402,663	725,855
Furniture and Fixtures	11,021,308	324,350	182,512	11,163,146	6,961,298	1,310,852	8,089,638	3,073,508	4,060,010
Tangible total	88,113,407	6,673,069	182,512	94,603,923	64,304,698	10,758,633	74,880,819	19,723,105	23,808,710
Grand total	124,225,557	9,504,911	182,512	133,547,915	87,414,457	18,583,018	105,814,963	27,732,953	36,811,101



Net access India Ltd

Notes forming part of the financial statements for the year ended March 31,2020

(In Rs.)

Non Current investments

Note No. 2

Particulars	As at 31/03/2020		As at 31/03/2019	
	Qty	Value	Qty	Value
Investments in other equity instruments measured at FVOCI (Associate company - CIRIA India LIMITED) * Valued at FMV	1	2159	1	1595

Current Investments	Closing Units			Closing Units	
	As at 31/03/2020			As at 31/03/2019	
	QTY	NAV	Value	QTY	Value
Axis Liquid Fund - Growth (CF-DD) (switch over from Liquid fund)				195	194877
HDFC Liquid Fund - Regular Plan - Dividend - Daily Reinvest	4921	1020	5018217	9936	10132804
TMOND Tata Liquid Fund Regular Plan - Daily Dividend - I				60	60279
Grand total	4921		5018217		10387961



Particulars	As at 31.03.2020			As at 31.03.2019		
	Current	Non- Current	Total	Current	Non- Current	Total
a) Security Deposits						
- Secured, considered good						
- Unsecured, considered good		3,879,737	3,879,737		3,846,738	3,846,738
- Doubtful						
Less : Allowance for bad and doubtful deposits						
TOTAL (A)		3,879,737	3,879,737		3,846,738	3,846,738
b) Loans and advances to employees	1,675,131		1,675,131	1,148,325		1,148,325
c) Other Loans and Advances						
- Unsecured, considered good						
- Unsecured, considered doubtful						
- Doubtful Provision						
TOTAL (B)						
d) Other Bank Balances						
GRAND TOTAL (A + B)	1,675,131	3,879,737	5,554,868	1,148,325	3,846,738	4,995,063

Net access India Ltd
Notes forming part of the Standalone financial statements for the year ended 31st March 2020
(in Indian Rupees, unless otherwise stated)

(In Rs.)
Note No. 4

	As at		
Deferred tax balance	31.03.2020	31.03.2019	
Deferred tax assets	8,027,621	6,039,332	

2019-20	Opening balance	Recognised in profit & loss	Recognised in OCI	Closing Balance
Breakup of deferred tax asset/ liabilities				
Provision for doubtful receivables and advances	(1,748,267)	550,097	-	(1,198,170)
Provision for leave encashments	(1,141,269)	178,343	-	(962,926)
Provision for gratuity	(1,789,850)	(454,959)	-	(2,244,809)
Finance lease (leased assets)	61,888	(869)	-	61,019
Depreciation for tax purposes	(1,421,834)	(2,260,900)	-	(3,682,734)
Total	(6,039,332)	(1,988,289)	-	(8,027,621)



Net Access India Ltd
Notes to the financial statements for the year ended March 31, 2020
Other non-current and current assets

(in Rs.)
Note No. 5

Particulars	As at 31.03.2020			As at 31.03.2019		
	Current	Non- Current	Total	Current	Non- Current	Total
(a) Capital advances						
(b) Advance to supplier	4,957,803		4,957,803	7,416,634		7,416,634
(c) Contract Assets						
(d) Prepayments	24,681,250		24,681,250	19,637,654		19,637,654
(e) Advance income tax Unsecured, considered good		51,284,844	51,284,844		51,995,582	51,995,582
(f) Balances with government authorities Unsecured, considered good						
(i) CENVAT credit receivable						
(ii) VAT credit receivable						
(iii) Customs receivable						
(iii) GST recoverable	4,983,904		4,983,904	9,206,828		9,206,828
	4,983,904		4,983,904	9,206,828		9,206,828
(g) Others						
(i) Insurance claims /Others						
(ii) Others (specify nature) - Disputed Sales Tax, Central Excise and Service Tax amounts paid under protest						
(ii) Others (specify nature)						
TOTAL	94,622,957	51,284,844	85,907,801	36,261,116	51,995,582	88,196,698



Net Access India Ltd**Notes to the financial statements for the year ended March 31, 2020****(in Rs.)****Inventories****Note No. 6**

Particulars	As at 31.03.2020	As at 31.03.2019
(a) Raw materials	-	-
(b) Work-in-progress	-	-
(c) Finished and semi-finished goods	-	-
(d) Stock-in-trade of goods acquired for trading	5,101,779	2,524,276
(e) Stores and spares	-	-
Total Inventories at the lower of cost and net realisable value	5,101,779	2,524,276



Net Access India Ltd

Notes to the financial statements for the year ended March 31, 2020

(in Rs.)

Trade receivables

Note No. 7

Particulars	As at 31.03.2020	As at 31.03.2019
	Current	Current
Trade receivables outstanding for a period of more than 6 months		
(a) considered good	78,128,824	68,287,564
(b) Doubtful	2,429,799	5,808,333
	80,558,623	74,095,897
Less: Allowance for Credit Losses	2,429,799	5,808,333
	78,128,824	68,287,564
Other Trade receivables	-	-
TOTAL	78,128,824	68,287,564



Net Access India Ltd

Notes to the financial statements for the year ended March 31, 2020

(In Rs.)

Cash and Bank Balances

Note No. 8

Particulars	As at 31.03.2020	As at 31.03.2019
Current Cash and bank balances		
(a) Unrestricted Balances with banks		
With Other banks		
(i) In Current Account	17,367,608	9,657,882
(ii) In Deposit Account	6,000,000	-
(b) Cash in hand	9,909	8,363
Total Cash and cash equivalent	23,377,517	9,666,245



Statement of changes in equity for the year ended March 31, 2020

Note No. 9

	As at 31.03.2019	As at 31.03.2020
4) Reserves and Surplus		
Capital Reserve		
Fixed assets revaluation reserve	-	-
Capital subsidy	-	-
Profit on Forfeiture of Shares / Warrants	-	-
Capital redemption reserve	-	-
Securities premium	-	-
Other Reserves		
General reserve	4,661,013	4,661,013
Investment reserve	-	-
	4,661,013	4,661,013
Total	4,661,013	4,661,013
Surplus In Statement of Profit and Loss		
Opening Balance	53,571,648	62,207,441
Add : Profits for the current year	26,719,087	27,183,820
Less : Transfer to General reserve	-	-
Less : Effect of Changes in Accounting policy	-	-
Less : Transfer to Debenture redemption reserve	-	-
Less : Final dividend	-	-
Less : Final dividend tax	-	-
Less : Interim dividend	-15,000,000	-10,000,000
Less : Dividend tax on interim dividend	-3,083,294	-2,055,531
Less : Proposed final dividend	-	-
Less : Dividend tax on proposed final dividend	-	-
Total	62,207,441	77,335,730
Other Comprehensive income-Opening	28,367	18,642
Recognised in OCI during previous year	-	-
Remeasurement of defined benefit plan OCI In P&L	8,660	-16,946
Recognised in OCI during the period	-8,660	16,946
Foreign currency translation reserve	-	-
Cash flow hedge reserve	-	-
	19,707	35,588
Grand Total	66,888,161	82,032,331

Net Access India Ltd

Notes to the financial statements for the year ended March 31, 2020

Non Current Borrowings

(In Rs.)

Note No. 10

Particulars	As at 31.03.2020	As at 31.03.2019
Measured at amortised cost*		
A. Secured Borrowings:		
Term Loans		
From Banks	-	-
Long term maturities of Finance Lease Obligations	265,131	289,336
Total Secured Borrowings	265,131	289,336
B. Unsecured Borrowings - at amortised Cost		
Others Loans		
From Banks	-	-
Total Unsecured Borrowings	-	-
Total Borrowings	265,131	289,336



Net Access India Ltd

Notes to the financial statements for the year ended March 31, 2020

(in Rs.)

Provisions

Note No. 11

Particulars	As at 31.03.2020			As at 31.03.2019		
	Current	Non- Current	Total	Current	Non- Current	Total
Provision for employee benefits						
Long-term Employee Benefits	3,409,141	416,854	3,825,995	3,249,747	339,716	3,589,463
Other Provisions	3,063,805	5,286,496	8,350,301	2,840,934	2,706,261	5,547,195
Total Provisions	6,472,946	5,703,350	12,176,296	6,090,681	3,045,977	9,136,658



Net Access India Ltd

Notes to the financial statements for the year ended March 31, 2020

(in Rs.)

Trade Payables

Note No. 12

Particulars	As at 31.03.2020	As at 31.03.2019
	Current	Amount
Acceptances	-	-
Other than acceptances	60,931,741	75,372,802
Total trade payables*	60,931,741	75,372,802



Net Access India Ltd
Notes to the financial statements for the year ended March 31, 2020
Other Financial Liabilities

(In Rs.)
Note No. 13

Particulars*	As at 31.03.2020	As at 31.03.2019
Current		
(a) Current maturities of long-term debt	-	-
(b) Current maturities of finance lease obligations	379,979	644,626
(c) Interest accrued but not due on borrowings	-	-
(d) Current maturities of term loan from Bank	-	-
(d) Unclaimed dividend	-	-
(f) Remuneration payable to Directors	-	-
(j) Lease liabilities (Current)	-	-
(k) Other liabilities		
(1) Creditors for capital supplies/services	-	-
(2) Deposit	-	-
(3) Other payable	-	-
Total other financial liabilities	379,979	644,626



Net Access India Ltd
Notes to the financial statements for the year ended March 31, 2020
Other Liabilities

(in Rs.)
Note No. 14

Particulars	As at 31.03.2020			As at 31.03.2019		
	Current	Non- Current	Total	Current	Non- Current	Total
a. Advances received from customers/Contract Liability	21,562,107		21,562,107	15,338,952		15,338,952
b. Others			-			-
- Income tax provision			-			-
- Statutory liabilities	11,504,153		11,504,153	13,036,176		13,036,176
TOTAL OTHER LIABILITIES	33,066,260	-	33,066,260	28,375,127	-	28,375,127



Net Access India Limited
(in Rs.)
Notes forming part of financial statements- 31st March 2020
Note No. 15

<u>Share capital</u>	Amounts in Rs.	
	As at	As at
	31.03.2020	31.03.2019
<u>Authorised</u>		
50,00,000 equity shares of Rs.10 each	50000000	50000000
<u>Issued, subscribed and paid-up</u>		
50,00,000 equity shares of Rs.10 each (The entire equity shares are held by the holding company i.e Carborundum Universal Limited)	50000000	50000000

<u>Reconciliation of the shares outstanding at the beginning and at the end of the reporting period</u>		
Particulars	31.03.2020	
	No of Shares	Value of Shares
Equity shares with voting rights (Face value of Rs.10 per share)		
Total of equity shares	5000000	50000000

<u>Name of the share holders</u>		31.03.2019	
	No. of Shares	% of holding	
Carborundum Universal Ltd	4999994	100.00%	
Others (On behalf of CUMI)	6 -		
Total	5000000	100%	

<u>Name of the share holders</u>		31.03.2020	
	No. of Shares	% of holding	
Carborundum Universal Ltd	4999994	100.00%	
Others (On behalf of CUMI)	6 -		
Total	5000000	100%	



Net Access India Ltd

Notes to the financial statements for the year ended March 31, 2020

(in Rs.)

Revenue from Operations

Note No. 16

Particulars		2019-20 (YTD Mar)	2018-19 (YTD Mar)
(a)	Revenue from sale of goods	83,900,081	84,681,567
(b)	Revenue from rendering of services	387,549,102	366,700,583
(c)	Other operating income	-	-
Total Revenue from Operations		471,449,182	451,382,150
(iii)	Other operating revenues comprise: #		
	Service income	-	-
	Commission income	-	-
	Sale of scrap	-	-
	Duty drawback and other export incentives	-	-
	Others (specify nature)	-	-
	Total - Other operating revenues	-	-



Net Access India Ltd

Notes to the financial statements for the year ended March 31, 2020

(In Rs.)

Other Income

Note no. 17

Particulars	2019-20 (YTD Mar)	2018-19 (YTD Mar)
Dividend Income from long term investments	-	-
Dividend Income from Current Investments	130,780	276,468
Interest income		
from banks	-	43,459
from others- Int from IT refund	1,578,880	-
Other Income		
Profit on sale of Fixed Assets	-	-
Profit on sale of Investments (net)	-	111,595
Profit on exchange fluctuation (net)	-	-
Provision for expenses/debts no longer required written back	1,524,572	1,784,018
Provision for doubtful receivables/advances no longer required written back	2,330,891	-
Rental Income	-	-
Miscellaneous income	156,803	426,303
Total Other Income	5,721,926	2,641,843



Net Access India Ltd

Notes to the financial statements for the year ended March 31, 2020

(in Rs.)

Employee Benefits Expense

Note No. 18

Particulars	2019-20 (YTD Mar)	2018-19 (YTD Mar)
Salaries and wages, including bonus	152,198,243	137,111,026
Contribution to provident and other funds	12,786,037	12,286,419
Share based payment transactions expenses		
Equity-settled share-based payments		
Cash-settled share-based payments		
Voluntary retirement compensation	-	-
Remuneration to Managing Director	-	-
Termination benefit		
Staff welfare expenses	7,824,455	10,073,150
Total Employee Benefit Expense	172,808,735	159,470,594



Net Access India Ltd

Notes to the financial statements for the year ended March 31, 2020

Finance Cost

(in Rs.)

Note No. 19

Particulars	2019-20 (YTD Mar)	2018-19 (YTD Mar)
Interest expense		
Interest Debentures and Fixed Loans	-	-
Other interest expense	118,056	155,234
Interest on Right to use an Asset	-	-
Other borrowing cost	-	-
Total finance costs	118,056	155,234



Net Access India Ltd
Notes to the financial statements for the year ended March 31, 2020
(In Rs.)
Other Expenses
Note No. 20

Particulars	2019-20 (YTD Mar)	2018-19 (YTD Mar)
Licences , subscriptions and others	14,280,451	11,957,457
Power and fuel(a)	1,808,377	1,407,834
Rent	7,624,171	7,121,411
Excise duty on stock differential(c)	-	-
Rates and taxes	180,580	162,894
Insurance	118,525	129,373
Repairs to : (b)	-	-
- Buildings	-	-
- Machinery	-	-
- Others	1,527,139	1,900,372
Service charges- AMC, manpower support internet & others	120,547,602	124,544,573
Technical Fee/Royalty	-	-
Directors' sitting fees	-	-
Commission to non-wholetime Directors	-	-
Auditors' remuneration	200,000	130,000
Travel and Conveyance	8,341,891	8,738,202
Freight, delivery and shipping charges	472,311	522,896
Selling commission	-	-
Prompt payment discount	-	-
Business Promotions expenses	1,212,748	1,030,000
Printing, stationery and communication	1,678,231	2,030,835
Corporate social responsibilities	-	-
Bad receivables and advances written off	-	-
Less : Provision adjusted	-	-
Provision for doubtful receivables and advances - non financial assets	1,136,852	2,505,267
Professional fees	9,246,851	3,850,666
Service outsourced	3,296,001	2,474,060
Loss on sale of fixed assets	-	-
Loss on Exchange fluctuation (net)	3,246	190
Miscellaneous expenses	2,001,040	1,251,988
Total Other Expenses	173,676,016	169,758,019



Net access India Ltd.

Notes to the financial statements for the year ended March 31, 2020

(In Rs.)

Note No. 21

FY 2018-19						
Particulars	CUMI INDIA	STERLING ABRASIVES	MMTCL	CIRIA	WENDT	Total
Sales (Trading)	481635	214000	3000			698,635
Service Income- Including GST	20548816	1039710	1159106	1119465	1789300	25,656,397
management Service Expenses- Net						-
Debtors	4998307	304944	336138	315570	805464	6,760,423
Creditors	716,264	-	-	-	-	716,264
Provisions For doubtful debts	-	-	-	-	-	-
Dividends payments	15,000,000					15,000,000

Net access India Ltd.

Transactions with Related parties as at 31st March-2020

(In Rs.)

FY 2019-20						
Particulars	CUMI INDIA	STERLING ABRASIVES	MMTCL	CIRIA	WENDT	Total
Sales (Trading)	1464074		424890			1,888,964
Service Income- Including GST	21951199	969129	1328679	1143678	1643356	27,035,991
management Service Expenses- Net						-
Debtors	1058350	219337	194652	210380	644470	2,327,189
Creditors	131,490					131,490
Provisions For doubtful debts						-
Dividends payments	10,000,000					10,000,000



Net access India Ltd
As at 31st March 2020
Notes to Earnings per share (EPS)

(in Rs.)
Note No. 22

There are no potential equity shares and hence the basic and diluted EPS are the same

Particulars	31.03.2020	31.03.2019
Net profit for the year (In Rs.)	27,183,820	26,719,085
Weighted average number of equity shares outstanding during the year	5,000,000	5,000,000
Earnings per share - Basic and diluted	5.44	5.34
Number of equity shares at the beginning of the year	5,000,000	5,000,000
No. of equity shares at the end of the year	5,000,000	5,000,000
Weighted average no. of equity shares	5,000,000	5,000,000



Net Access India Ltd

Notes forming part of the financial statements for the year ended March,31,2020

A. Corporate Information

Net Access India Ltd is a subsidiary of M/s Carborandum Universal Ltd. The company commenced its operations in 2000 and provides IT infrastructure solutions and services to the Murugappa Group and other companies. The company offers customers the most appropriate technologies from a wide range of leading vendors & manages the technology infrastructure pan-India.

B. Significant accounting policies

i. Basis on preparation and presentation of financial statements

The financial statements have been prepared and presented in accordance with the Indian Accounting Standards (Ind AS) as prescribed by the Companies (Indian Accounting Standards) Rules, 2015 and Schedule III of the Companies Act, 2013 ("the Act").

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an ordinary transactions between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 17, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2 or value in use as in Ind AS 36.

In addition, for financial reporting purposes, fair value measurements are categorised into level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurements in its entirety, which are described as follows:

- a. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- b. Level 2 inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; and
- c. Level 3 inputs are unobservable inputs for the asset or liability;

ii. Property, plant and equipment and depreciation

The company has no property. All tangible assets are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of these items.

All assets are depreciated on basis of useful life as prescribed in Schedule II of The Companies Act, 2013. Assets acquired during the year are depreciated on pro-rata basis.



iii. Intangible assets and amortization

Intangible assets (computer software) acquired separately are carried at cost less accumulated amortisation. Amortisation is recognised on a straight-line basis over their estimated useful life as determined under Schedule II of the Companies Act 2013.

iv. Financial instruments – Financial assets and financial liabilities

A financial instrument being a financial asset or a financial liability is recognized only when the company has become party to the contractual provisions of the instrument. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial asset or financial liabilities, as appropriate, on initial recognition. Transactions costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss. Any subsequent changes in fair value of a financial asset or liability are recognized in the profit and loss account.

Unconditional trade receivables and payables are recognized as assets or liabilities when the entity becomes a party to the contract and, as a consequence, has a legal right to receive or a legal obligation to pay cash. Unconditional trade receivables are measured at their transaction price. The Company has applied the expected credit loss model for recognising impairment loss on financial assets measured at amortised cost, trade receivable, other contractual rights to receive cash or other financial asset. Expected credit losses are 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 Group expects to receive, discounted at the effective interest rate. The Company estimates cash flows by considering all contractual terms of the financial instrument through the expected life of that financial instrument.

The Company measures the loss allowance for financial instruments at an amount equal to the lifetime expected credit losses if the credit risk on that financial instruments has increased significantly since initial recognition. If the credit risk on a financial instruments has not increased significantly since initial recognition, the company measures the loss allowance for that financial instruments at an amount equal to 12 month expected credit losses that are a portion of the lifetime cash shortfalls that will result if default occur within 12 months after the reporting date and thus, are not cash shortfalls that are predicted over the 12 months.

Investments held for trading are subsequently measured at fair value through OCI.

The Company de-recognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and reward of ownership of the asset to another party. On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in profit and loss account.

v. Inventories

Inventories of traded products are valued at the lower of cost and net realisable value. Cost includes cost of purchases, duties and taxes, transport, handling and other costs net of trade discounts and rebates. Inventories are valued using the weighted average cost formula

vi. Revenue recognition

For the sale of traded products, revenue is recognized on transfer of significant risks and rewards of ownership to the buyer which coincides with the dispatch of the products to the customers. Service income is recognized over the duration of the contract.

Interest income is accounted on accrual basis and dividend income is accounted for when the right to receive the payment is established. Investment gain / loss is recognized at the time of sale / redemption thereof.



vii. Provisions

Provisions are recognised only when there is a present obligation as a result of past events and when a reliable estimate of the amount of obligation can be made.

viii. Post-employment benefits

Payments to defined contribution retirement benefit plans are recognized as an expense when employees have rendered service entitling them to the contributions.

The liability for retirement benefit of gratuity to employees as at the Balance Sheet date is determined using the Projected Unit Credit method and is funded to a Gratuity fund. The unfunded portion of the liability for gratuity is provided for in the accounts. The actuarial gain or loss is recognized in Other Comprehensive Income (OCI).

ix. Foreign currency transactions & balances

Transactions in Foreign currencies are accounted for in rupee terms at the relevant applicable exchange rates on the date of transaction. Foreign currency monetary items are translated using the closing rate and the resultant gain/loss, if any, is recognized in the profit and loss account.

x. Leasing

Leases are classified as finance lease whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee.

Assets held under finance lease are initially recognised at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the Balance Sheet as a finance lease obligation.

Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately in profit or loss

xi. Income taxes

Current tax for current period and prior periods if any, is determined on income for the year chargeable to tax in accordance with Income Tax Act, 1961. Current and deferred tax are recognized as income or an expense and included in profit or loss for the period, except to the extent that the tax arises from a transaction or event which is recognized, in the same or a different period, outside profit or loss, either in other comprehensive income or directly in equity.

A deferred tax liability shall be recognized for all taxable temporary differences. Deferred tax assets have been recognized for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilized.

Current tax liabilities or assets for the current and prior periods are measured at the amount expected to be paid to or recovered from the taxation authorities, using the tax rates and tax laws that have been enacted by the end of the reporting period.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted by the end of the reporting period.



xii. Earnings per share

Earnings per Share is calculated by dividing net profit after tax for the year attributable to equity shareholders of the company by the weighted average number of equity shares Issued.

xlii. Contingent liabilities:

Contingent liability is disclosed for

- (i) Possible obligation which will be confirmed only by future events not wholly within the control of the Company;
or
- (ii) Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.



Contingent liabilities and capital commitments

Contingent liabilities

Capital commitments

3,132,192

2,462,361

NET ACCESS LIMITED, CHENNAI			
Ind AS 19		Projected Unit Credit Method	Projected Unit Credit Method
Period Covered		2018-19	2019-20
A.	Change in defined benefit obligation	31-03-2019	31-03-2020
1.	Defined benefit obligation at beginning of period	9,946,366	11,576,394
2.	Service cost		
	a. Current service cost	2,029,684	2,432,673
	b. Past service cost	0	0
	c. (Gain) / loss on settlements	0	0
3.	Interest expenses	767,459	767,735
4.	Cash flows		
	a. Benefit payments from plan	-706,254	-963,915
	b. Benefit payments from employer	0	0
	c. Settlement payments from plan	0	0
	d. Settlement payments from employer	0	0
5.	Remeasurements		
	a. Effect of changes in demographic assumptions	-1,825	0
	b. Effect of changes in financial assumptions	311,201	527,844
	c. Effect of experience adjustments	-770,237	-552,159
6.	Transfer In /Out		
	a. Transfer In	0	0
	b. Transfer out	0	0
7.	Defined benefit obligation at end of period	11,576,394	13,788,572
B.	Change in fair value of plan assets	31-03-2019	31-03-2020
1.	Fair value of plan assets at beginning of period	5,735,453	6,029,199
2.	Interest income	470,586	397,305
3.	Cash flows		
	a. Total employer contributions		
	(i) Employer contributions	1,000,000	0
	(ii) Employer direct benefit payments	0	0
	(iii) Employer direct settlement payments	0	0
	b. Participant contributions	0	0
	c. Benefit payments from plan assets	-706,254	-963,915
	d. Benefit payments from employer	0	0
	e. Settlement payments from plan assets	0	0
	f. Settlement payments from employer	0	0
4.	Remeasurements		
	a. Return on plan assets (excluding interest income)	-470,586	-8,998
5.	Transfer In /Out		
	a. Transfer In	0	0
	b. Transfer out	0	0
6.	Fair value of plan assets at end of period	6,029,199	5,453,591
C.	Amounts recognized in the Balance Sheet	31-03-2019	31-03-2020
1.	Defined benefit obligation	11,576,394	13,788,572
2.	Fair value of plan assets	-6,029,199	-5,453,591
3.	Funded status	5,547,195	8,334,981
4.	Effect of asset ceiling	0	0
5.	Net defined benefit liability (asset)	5,547,195	8,334,981



D.	Components of defined benefit cost	31-03-2019	31-03-2020
1.	Service cost		
	a. Current service cost	2,029,684	2,432,673
	b. Past service cost	0	0
	c. (Gain) / loss on settlements	0	0
	d. Total service cost	2,029,684	2,432,673
2.	Net interest cost		
	a. Interest expense on DBO	767,459	767,735
	b. Interest (income) on plan assets	470,586	397,305
	c. Interest expense on effect of (asset ceiling)	0	0
	d. Total net interest cost	296,873	370,430
3.	Remeasurements (recognized in OCI)		
	a. Effect of changes in demographic assumptions	-1,825	0
	b. Effect of changes in financial assumptions	311,201	527,844
	c. Effect of experience adjustments	-770,237	-552,159
	d. (Return) on plan assets (excluding interest income)	-470,586	-8,998
	e. Changes in asset ceiling (excluding interest income)	0	0
	f. Total remeasurements included in OCI	9,725	-15,317
4.	Total defined benefit cost recognized in P&L and OCI	2,336,282	2,787,786
E.	Re-measurement	31-03-2019	31-03-2020
	a. Actuarial Loss/(Gain) on DBO	-460,861	-24,315
	b. Returns above Interest Income	-470,586	-8,998
	c. Change in Asset ceiling	0	0
	Total Re-measurements (OCI)	9,725	-15,317
F.	Employer Expense (P&L)	31-03-2019	31-03-2020
	a. Current Service Cost	2,029,684	2,432,673
	b. Interest Cost on net DBO	296,873	370,430
	c. Past Service Cost	0	0
	d. Total P&L Expenses	2,326,557	2,803,103
G.	Net defined benefit liability (asset) reconciliation	31-03-2019	31-03-2020
1.	Net defined benefit liability (asset)	4,210,913	5,547,195
2.	Defined benefit cost included in P&L	2,326,557	2,803,103
3.	Total remeasurements included in OCI	9,725	-15,317
4.	a. Employer contributions	-1,000,000	0
	b. Employer direct benefit payments	0	0
	c. Employer direct settlement payments	0	0
5.	Net transfer	0	0
6.	Net defined benefit liability (asset) as of end of period	5,547,195	8,334,981
H.	Reconciliation of OCI (Re-measurement)	31-03-2019	31-03-2020
1.	Recognised in OCI at the beginning of period	-1,202,774	-1,193,049
2.	Recognised in OCI during the period	9,725	-15,317
3.	Recognised in OCI at the end of the period	-1,193,049	-1,208,366
I.	Sensitivity analysis - DBO end of Period	31-03-2019	31-03-2020
1.	Discount rate +100 basis points	11,229,001	13,347,187
2.	Discount rate -100 basis points	11,947,698	14,262,039
3.	Salary Increase Rate +1%	11,860,240	14,149,696
4.	Salary Increase Rate -1%	11,301,937	13,441,227
5.	Attrition Rate +1%	11,513,120	13,690,938
6.	Attrition Rate -1%	11,642,672	13,891,920
J.	Significant actuarial assumptions	31-03-2019	31-03-2020
1.	Discount rate Current Year	6.92%	5.45%
2.	Discount rate Previous Year	8.00%	6.92%
3.	Salary increase rate	10.00%	10.0%
4.	Attrition Rate	27.00%	27.0%
5.	Retirement Age	58	58
6.	Pre-retirement mortality	IAlM (2012-14) Ultimate	IAlM (2012-14) Ultimate
7.	Disability	Nil	Nil
K.	Data	31-03-2019	31-03-2020
1.	No.	356	357
2.	Avg. Age (yrs.)	31	31
3.	Avg. Past Service (yrs.)	4	4
4.	Avg. Sal. Mly (Rs.)	10,632	12,698
5.	Future Service (yrs.)	27	27
6.	Weighted average duration of DBO	3	3



L.	Defined benefit obligation at end of period	31-03-2019	31-03-2020
	Current Obligation	2,840,934	3,063,805
	Non-Current Obligation	8,735,460	10,724,767
	Total	11,576,394	13,788,572

M.	Expected cash flows for following year	31-03-2019	31-03-2020
1.	Expected employer contributions / Addl. Provision Next Year	4,453,397	5,199,257
2.	Expected total benefit payments		
	Year 1	2,840,934	2,730,620
	Year 2	2,253,669	2,009,626
	Year 3	1,833,816	1,899,852
	Year 4	1,591,070	1,396,185
	Year 5	1,163,257	1,078,029
	Next 5 years	2,813,907	2,405,693

SUMMARY

	Assets / Liabilities	31-03-2019	31-03-2020
1.	Defined benefit obligation at end of period	11,576,394	13,788,572
2.	Fair value of plan assets at end of period	6,029,199	5,453,591
3.	Net defined benefit liability (asset)	5,547,195	8,334,981
4.	Defined benefit cost included in P&L	2,326,557	2,803,103
5.	Total remeasurements included in OCI	9,725	-15,317
6.	Total defined benefit cost recognized in P&L and OCI	2,336,282	2,787,786

Segment reporting Under Ind AS 308	31-03-2020	31-03-2019
ITFMS & other allied services	368,954,637	336,836,136
Software & other managed Business	18,594,465	29,864,447
Traded products	83,900,081	84,681,567
Total	471,449,182	451,382,150

Foreign currency transactions	31-03-2020	31-03-2019
a. Value of imports on CIF basis	-	-
b. Expenditure in foreign currency	-	-
c. Earnings in foreign currency	52,332	152,443

Auditors' fees	31-03-2020	31-03-2019
For statutory audit	170,000	100,000
For tax audit	30,000	30,000

* Warranty and Claims for the sale of products and sale of outright purchases of software done is done by the company based on OEM / Supplier acknowledgment of Liability (Warranty & Claims).

* The Company is providing counter party acknowledgment (Back to Back Basis) of liability for warranty and claims and the company is not required to make any provisions in the books of accounts.



General

- a) Based on the nature of the business of the company and normal time between the acquisition of assets and their realisation in cash and cash equivalents, the company has determined its operating cycle as 12 months for the purpose of classifications of its assets and liabilities as current and non current
- b) Previous year figures have been regrouped wherever necessary to confirm to current years' grouping

Estimation of uncertainties relating to the global health pandemic from COVID-19 :

The Company continues to render IT & IT enabled services to group and non group customers even in the COVID environment Lock down period. The demand for IT sector is not materially affected during the pandemic outbreak. For almost all the customers the regular services have been uninterruptedly continuing through the remote support model as most of the customers has moved to WFH model.

The extended lock down conditions haven't caused material impact on recoverability of existing dues from customers so far, however few delays may be anticipated. Impact on future operations/business would to a large extent depend on how the scenario develops in the future.

The company did a risk assessments based on the internal & external information's available in the market place and public domain, including the data's on Economic forecasts, credit reports etc., and did perform the sensitivity analysis to conclude that the current carrying amounts on the financial assets such as inventory, receivable, unbilled revenues, investments will be fully recovered to its carrying value, as on the condition of the date of financials approval by the board.

The company do not expect any major business loss under the current scenario however there would pressure on our productivity and consequent cost reduction, which the company is equipped enough to sustain and counter.

In terms of our report attached
For Sundaram & Srinivasan
Chartered Accountants
FRN 004207 S

P. Menakshi Sundaram
Partner
M. No. 217914

Chennai
18th May 2020



M R G Appa Rao
Director

Sridharan Rangarajan
Director