

Particulars		Note No.	As at 31.03.2021	As at 31.03.2020
<b>A</b>	<b>ASSETS</b>			
1	<b>Non-current assets</b>			
	(a) Property, Plant and Equipment	1	12,714,804	19,320,442
	(b) Right to use an Asset	1	80,354	402,663
	(b) Capital work-in-progress		-	-
	(c) Other Intangible assets	1	4,821,431	8,009,848
	(d) Financial Assets			
	(i) Investments	2	2,159	2,159
	(ii) Other Financial Assets	3	3,879,737	3,879,737
	(e) Deferred tax assets (net)	4	7,080,313	8,027,621
	(f) Other non-current assets	5	57,424,087	51,284,844
	<b>Total Non - Current Assets</b>		<b>86,002,885</b>	<b>90,927,314</b>
2	<b>Current assets</b>			
	(a) Inventories	6	7,069,748	5,101,779
	(b) Financial Assets			
	(i) Investments	2	-	5,018,217
	(ii) Trade receivables	7	77,470,066	78,128,824
	(iii) Cash and cash equivalents	8	33,594,122	23,377,517
	(iv) Bank balances other than above		-	-
	(iv) Other Financial assets	3	356,506	1,675,131
	(c) Other current assets	5	41,477,066	34,622,987
	(d) Assets classified as held for sale			
	<b>Total Current Assets</b>		<b>159,967,508</b>	<b>147,924,425</b>
	<b>Total Assets (1+2)</b>		<b>245,970,393</b>	<b>238,851,739</b>
<b>B</b>	<b>EQUITY AND LIABILITIES</b>			
1	<b>Equity</b>			
	(a) Share capital	15	50,000,000	50,000,000
	(b) Other Equity	9	84,798,637	82,032,331
	<b>Total equity attributable to owners of the Company</b>		<b>134,798,637</b>	<b>132,032,331</b>
	<b>LIABILITIES</b>			
2	<b>Non-current liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings	10	-	-
	(ii) Lease liabilities		-	265,131
	(b) Provisions	11	553,655	5,703,350
	(c) Deferred tax liabilities (Net)		-	-
	(d) Other non-current liabilities		8,891,664	6,623,037
	<b>Total Non - Current Liabilities</b>		<b>9,445,319</b>	<b>12,591,518</b>
3	<b>Current liabilities</b>			
	(a) Financial Liabilities			
	(i) Borrowings		-	-
	(ii) Lease liabilities	13	393,942	379,979
	(iii) Trade payables			
	Total outstanding dues to micro and small enterprises		-	-
	Total outstanding dues of creditors other than micro and small enterprises	12	64,976,569	60,931,741
	(iv) Other financial liabilities	13	242,824	-
	(b) Provisions	11	4,727,306	6,472,946
	(c) Other current liabilities	14	31,385,796	26,443,223
	(d) Liabilities associated with assets held for sale			
	<b>Total Current Liabilities</b>		<b>101,726,437</b>	<b>94,227,889</b>
	<b>Total Equity and Liabilities (1+2+3)</b>		<b>245,970,393</b>	<b>238,851,739</b>
	<b>See accompanying notes to the financial statements</b>			

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

P. Menakshi Sundaram  
Partner  
M. No. 217914

M R G Appa Rao  
Director

Sridharan Rangarajan  
Director

Chennai  
16th April 2021

Net Access India Ltd

Statement of Profit and Loss for the period ended March 31, 2021

(in Rs.)

Particulars	Note No.	2020-21 (YTD Mar)	2019-20 (YTD Mar)
I Revenue from operations	16	410,412,505	471,449,182
II Other Income	17	2,055,114	5,721,926
<b>III Total Revenue (I + II)</b>		<b>412,467,619</b>	<b>477,171,108</b>
<b>IV EXPENSES</b>			
(a) Cost of materials consumed		-	-
(b) Purchases of finished, semi-finished and other products		46,087,010	77,679,261
(c) Changes in stock of finished goods, work-in-progress and stock-in-trade		(1,967,969)	(2,577,503)
(d) Employee benefit expense	18	154,167,031	172,808,735
(e) Finance costs	19	87,958	118,086
(f) Depreciation and amortisation expense	1	14,383,467	18,583,018
(g) Other expenses	20	171,071,888	173,676,016
<b>Total Expenses</b>		<b>383,829,385</b>	<b>440,287,583</b>
<b>V Profit/(loss) before tax (III- IV)</b>		<b>28,638,234</b>	<b>36,883,525</b>
<b>VI Tax Expense</b>			
(1) Current tax		7,076,512	11,687,994
(2) Deferred tax	4	947,309	(1,988,289)
<b>Total tax expense</b>		<b>8,023,821</b>	<b>9,699,705</b>
<b>VII Profit/(loss) for the period</b>		<b>20,614,414</b>	<b>27,183,820</b>
<b>VIII Other comprehensive income</b>		2,151,892	16,946
<b>A</b> (i) Items that will not be recycled to profit or loss		-	-
(a) Remeasurements of the defined benefit liabilities / (asset)		2,151,892	15,317
(b) Equity instruments through other comprehensive income		-	1,629
(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>B</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			
<b>IX Total comprehensive income for the period (VII+VIII)</b>		<b>22,766,305</b>	<b>27,200,767</b>
<b>X Earnings per equity share (for continuing operation):</b>			
(1) Basic & Diluted	22	4.12	5.44

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

P. Menakshi Sundaram  
 Partner  
 M. No. 217914

M R G Appa Rao  
 Director

Sridharan Rangarajan  
 Director

Chennai  
 16th April 2021

Net Access India Ltd  
Cash flow statement for the year ended 31st March, 2021

(in Rs.)

Particulars	FY 2020-21		FY 2019-20	
<b>Profit before tax</b>		<b>28,638,234</b>		<b>36,883,525</b>
<b>Adjustment for :</b>				
Depreciation and amortisation	14,383,467		18,583,018	
Finance costs	87,958		118,056	
Interest income	(656,288)		(1,578,880)	
Profit on sale of Investment	-		-	
Dividend income	(18,216)		(130,780)	
Impairment loss on financial assets (net)	-		-	
Allowance for doubtful receivable and advances	423,161		1,136,852	
Reversal of allowance for doubtful receivables and advances	-		(2,330,891)	
Provision for expenses no longer required written back	(915,772)		(1,524,572)	
Loss/(profit) on sale of assets (net)	-		-	
Loss/(profit) on exchange fluctuation (net)	-	13,304,310	-	14,272,803
<b>Operating profit before working capital changes</b>		<b>41,942,544</b>		<b>51,156,328</b>
<b>Movement in working capital</b>				
(Increase)/decrease in trade receivables	235,597		(8,647,221)	
(Increase)/decrease in Inventories	(1,967,969)		(2,577,503)	
(Increase)/decrease in Other financial asset	1,318,625		(559,805)	
(Increase)/decrease in Other assets	(12,993,352)		2,288,898	
Increase/(decrease) in Trade payables	7,112,492		(12,901,171)	
Increase/(decrease) in Provision & other current liabilities	315,865		7,730,771	
Increase/(decrease) in Other financial liabilities	242,825	(5,735,917)	-	(14,666,032)
<b>Cash generated from Operations</b>		<b>36,206,627</b>		<b>36,490,296</b>
Income tax paid		(7,076,512)		(11,687,994)
<b>Net cash generated by Operating activities</b>	<b>[A]</b>	<b>29,130,115</b>		<b>24,802,302</b>
<b>Cash flow from investing activities</b>		<b>102%</b>		<b>67%</b>
Payments to acquire fixed asset	(4,267,104)		(5,707,995)	
Payments for Intangible asset	-		-	
Proceeds from sale of fixed assets	-		-	
Proceeds / (Purchase) of Investments	-		-	
Interest income received	656,288		1,578,880	
Dividend income received	18,216		130,780	
<b>Net cash (used in)/generated by Investing activities</b>	<b>[B]</b>	<b>(3,592,600)</b>		<b>(3,998,334)</b>
<b>Cash flow from financing activities</b>				
Proceeds from issue of equity shares	-		-	
Repayment/proceeds from long term borrowings	-		(933,962)	
Repayment/proceeds from borrowings	-		-	
Lease liability paid	(251,168)		645,111	
Finance costs paid	(87,958)		(118,056)	
Dividend paid to Shareholder (including tax)	(20,000,000)		(12,055,531)	
<b>Net cash used in Financing activities</b>	<b>[C]</b>	<b>(20,339,126)</b>		<b>(12,462,438)</b>
<b>Net increase/(decrease) in cash and cash equivalents [A]+[B]+[C]</b>		<b>5,198,389</b>		<b>8,341,530</b>
<b>Add : Cash and Cash equivalent at the beginning of the year</b>		<b>28,395,734</b>		<b>20,054,205</b>
<b>Cash and Cash equivalent at the end of the year</b>		<b>33,594,123</b>		<b>28,395,735</b>
<b>Reconciliation of Cash and cash equivalents with the Balance Sheet :</b>				
<b>Cash and cash equivalents at the beginning of the year</b>				
Cash and cash equivalents		23,377,517		9,666,245
Current investment considered as Cash and Cash equivalents		5,018,217		10,387,960
		<b>28,395,734</b>		<b>20,054,205</b>
<b>Cash and cash equivalents at the end of the year</b>				
Cash and cash equivalents		33,594,122		23,377,517
Current investment considered as Cash and Cash equivalents		-		5,018,217
		<b>33,594,122</b>		<b>28,395,734</b>

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

P. Menakshi Sundaram  
Partner  
M. No. 217914

M R G Appa Rao  
Director

Sridharan Rangarajan  
Director

Chennai  
16th April 2021



Net access India Ltd

Notes forming part of the financial statements for the year ended March 31,2021

(in Rs.)

Non Current investments

Note No. 2

Particulars	As at 31/03/2021		As at 31/03/2020	
	Qty	Value	Qty	Value
Investments in other equity instruments measured at FVOCI (Associate company - CIRIA IndIA LIMITED) * Valued at FMV	1	2159	1	2159

Current Investments	Closing Units			Closing Units	
	As at 31/03/2021			As at 31/03/2020	
	QTY	NAV	Value	QTY	Value
HDFC Liquid Fund - Regular Plan - Dividend - Daily Reinvest				4921	5018217
<b>Grand total</b>	<b>0</b>	<b>0</b>	<b>0</b>		<b>5018217</b>

Net Access India Ltd  
Notes to the financial statements for the year ended March 31, 2021  
Other Financial Assets

(in Rs.)  
Note No. 3

Particulars	As at 31.03.2021			As at 31.03.2020		
	Current	Non- Current	Total	Current	Non- Current	Total
<b>a) Security Deposits</b>						
- Secured, considered good			-			-
- Unsecured, considered good	-	3,879,737	3,879,737	-	3,879,737	3,879,737
- Doubtful			-			-
Less : Allowance for bad and doubtful deposits			-			-
<b>TOTAL (A)</b>	-	<b>3,879,737</b>	<b>3,879,737</b>	-	<b>3,879,737</b>	<b>3,879,737</b>
<b>b) Loans and advances to employee</b>	356,506		356,506	1,675,131		1,675,131
<b>c) Other Loans and Advances</b>						
- Unsecured, considered good	-		-	-		-
- Unsecured, considered doubtful	-		-	-		-
- Doubtful Provision	-		-	-		-
<b>TOTAL (B)</b>	-	-	-	-	-	-
<b>d) Other Bank Balances</b>						
<b>GRAND TOTAL (A + B)</b>	356,506	3,879,737	4,236,243	1,675,131	3,879,737	5,554,868

**Net access India Ltd**  
**Notes forming part of the Standalone financial statements for the year ended 31st March 2021**  
(in Indian Rupees , unless otherwise stated)

(in Rs.)  
**Note No. 4**

	As at		
	31.03.2021	31.03.2020	
Deferred tax balance			
Deferred tax assets	7,080,313	8,027,622	

2019-20	Opening balance	Recognised in profit & loss	Recognised in OCI	Closing Balance
<b>Breakup of deferred tax asset/ liabilities</b>				
Provision for doubtful receivables and advances	(1,198,170)	480,137	-	(718,033)
Provision for leave encashments	(962,926)	227,992	-	(734,934)
Provision for gratuity	(2,244,810)	1,650,631	-	(594,179)
Finance lease (leased assets)	61,019	(17,905)	-	43,114
Depreciation for tax purposes.	(3,682,734)	(1,393,547)	-	(5,076,281)
<b>Total</b>	<b>(8,027,622)</b>	<b>947,309</b>	<b>-</b>	<b>(7,080,313)</b>

Net Access India Ltd  
Notes to the financial statements for the year ended March 31, 2021  
Other non-current and current assets

(in Rs.)  
Note No. 5

Particulars	As at 31.03.2021			As at 31.03.2020		
	Current	Non- Current	Total	Current	Non- Current	Total
	<b>(a) Capital advances</b>		-	-		-
<b>(b) Advance to supplier</b>	1,227,295		1,227,295	4,957,803		4,957,803
<b>(c) Contract Assets</b>	-		-	-		-
<b>(d) Prepayments</b>	30,981,739	-	30,981,739	24,681,250	-	24,681,250
<b>(e) Advance income tax Unsecured, considered good</b>		57,424,087	57,424,087		51,284,844	51,284,844
<b>(f) Balances with government authorities</b>						
Unsecured, considered good						
(i) CENVAT credit receivable	-		-	-		-
(ii) VAT credit receivable	-		-	-		-
(ii) Customs receivable	-		-	-		-
(iii) Service Tax credit receivable	9,268,032		9,268,032	4,983,904		4,983,904
	9,268,032	-	9,268,032	4,983,904	-	4,983,904
<b>(g) Others</b>						
(i) Insurance claims /Others	-		-	-		-
(ii) Others (specify nature) - Disputed Sales Tax, Central Excise and Service Tax amounts paid under protest		-	-		-	-
(ii) Others (specify nature)		-	-		-	-
	-	-	-	-	-	-
<b>TOTAL</b>	41,477,066	57,424,087	98,901,153	34,622,957	51,284,844	85,907,801



**Net Access India Ltd****Notes to the financial statements for the year ended March 31, 2021****(in Rs.)****Inventories****Note No. 6**

<b>Particulars</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
(a) Raw materials	-	-
(b) Work-in-progress	-	-
(c) Finished and semi-finished goods	-	-
(d) Stock-in-trade of goods acquired for trading	7,069,748	5,101,779
(e) Stores and spares	-	-
<b>Total Inventories at the lower of cost and net realisable value</b>	<b>7,069,748</b>	<b>5,101,779</b>

**Net Access India Ltd****Notes to the financial statements for the year ended March 31, 2021****(in Rs.)****Trade receivables****Note No.7**

<b>Particulars</b>	<b>As at</b>	<b>As at</b>
	<b>31.03.2021</b>	<b>31.03.2020</b>
	<b>Current</b>	<b>Current</b>
Trade receivables outstanding		
(a) considered good	77,470,066	78,128,824
(b) Doubtful	2,852,960	2,429,799
	80,323,026	80,558,623
Less: Allowance for Credit Losses	2,852,960	2,429,799
	77,470,066	78,128,824
Other Trade receivables	-	-
<b>TOTAL</b>	<b>77,470,066</b>	<b>78,128,824</b>

**Net Access India Ltd****Notes to the financial statements for the year ended March 31, 2021****(in Rs.)****Cash and Bank Balances****Note No. 8**

<b>Particulars</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
<b>Current Cash and bank balances</b>		
(a) Unrestricted Balances with banks		
With Other banks		
(i) In Current Account	23,586,148	17,367,608
(ii) In Deposit Account	10,000,000	6,000,000
(b) Cash in hand	7,974	9,909
<b>Total Cash and cash equivalent</b>	<b>33,594,122</b>	<b>23,377,517</b>

## Statement of changes in equity for the year ended March 31, 2021.

Note No. 9

	As at 31.03.2020	As at 31.03.2021
<b>4) Reserves and Surplus</b>		
<b>Capital Reserve</b>		
Fixed assets revaluation reserve	-	-
Capital subsidy	-	-
Profit on Forfeiture of Shares / Warrants	-	-
Capital redemption reserve	-	-
Securities premium	-	-
<b>Other Reserves</b>		
General reserve	4,661,013	4,661,013
Debenture redemption reserve	-	-
Other reserve	-	-
	<b>4,661,013</b>	<b>4,661,013</b>
<b>Total</b>	<b>4,661,013</b>	<b>4,661,013</b>
<b>Surplus in Statement of Profit and Loss</b>		
Opening Balance	62,207,441	77,335,730
Add : Profits for the current year	27,183,820	20,614,414
Less : Transfer to General reserve	-	-
Less : Effect of Changes in Accounting policy	-	-
Less : Transfer to Debenture redemption reserve	-	-
Less : Final dividend (FY2020-21)	-	-10,000,000
Less : Final dividend tax	-	-
Less : Final dividend (FY20)	-	-10,000,000
Less : Dividend	-10,000,000	-
Less : Dividend tax on interim dividend	-2,055,531	-
Less : Proposed final dividend	-	-
Less : Dividend tax on proposed final dividend	-	-
<b>Total</b>	<b>77,335,730</b>	<b>77,950,144</b>
Other Comprehensive income-Opening	18,642	35,588
Recognised in OCI during previous year		
Remeasurement of defined benefit plan OCI in P&L	-16,946	
Recognised in OCI during the period	16,946	2,151,892
Foreign currency translation reserve	-	-
Cash flow hedge reserve		
	35,588	2,187,480
<b>Grand Total</b>	<b>82,032,331</b>	<b>84,798,637</b>

**Net Access India Ltd**

Notes to the financial statements for the year ended March 31, 2021

(in Rs.)

**Non Current Borrowings**

Note No. 10

<b>Particulars</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
<b>Measured at amortised cost*</b>		
<b>A. Secured Borrowings:</b>		
Term Loans		
From Banks	-	-
Long term maturities of Finance Lease Obligations	-	265,131
<b>Total Secured Borrowings</b>	<b>-</b>	<b>265,131</b>
<b>B. Unsecured Borrowings - at amortised Cost</b>		
Others Loans		
From Banks	-	-
<b>Total Unsecured Borrowings</b>	<b>-</b>	<b>-</b>
<b>Total Borrowings</b>	<b>-</b>	<b>265,131</b>

**Net Access India Ltd**

Notes to the financial statements for the year ended March 31, 2021

(in Rs.)

**Provisions****Note No. 11**

Particulars	As at 31.03.2021			As at 31.03.2020		
	Current	Non- Current	Total	Current	Non- Current	Total
Provision for employee benefits						
Long-term Employee Benefits	2,564,868	355,246	2,920,114	3,409,141	416,854	3,825,995
Other Provisions	2,162,438	198,409	2,360,847	3,063,805	5,286,496	8,350,301
<b>Total Provisions</b>	<b>4,727,306</b>	<b>553,655</b>	<b>5,280,961</b>	<b>6,472,946</b>	<b>5,703,350</b>	<b>12,176,296</b>

**Net Access India Ltd****Notes to the financial statements for the year ended March 31, 2021****(in Rs.)****Trade Payables****Note No. 12**

<b>Particulars</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
	<b>Current</b>	<b>Current</b>
Acceptances	-	-
Other than acceptances	64,976,569	60,931,741
<b>Total trade payables*</b>	<b>64,976,569</b>	<b>60,931,741</b>

**Net Access India Ltd****Notes to the financial statements for the year ended March 31, 2021****(in Rs.)****Other Financial Liabilities****Note No. 13**

<b>Particulars*</b>	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
Current		
(a) Current maturities of long-term debt	-	-
(b) Current maturities of finance lease obligations	393,942	379,979
(c) Interest payable	-	-
(c) Interest accrued but not due on borrowings	-	-
(d) Current maturities of term loan from Bank	-	-
(d) Unclaimed dividend	-	-
(l) Remuneration payable to Directors	-	-
(j) Statutory Liabilities	-	-
(J) Lease liabilities (Current)	-	-
(k) <b>Other liabilities</b>	-	-
(i) Creditors for capital supplies/services	-	-
(ii) Deposit	-	-
(iii) Other payable-Drs showing credit balance	242,825	-
	-	-
<b>Total other financial liabilities</b>	<b>636,768</b>	<b>379,979</b>
	-	-



Net Access India Ltd  
Notes to the financial statements for the year ended March 31, 2021

(in Rs.)  
Note No. 14

Particulars	As at 31.03.2021			As at 31.03.2020		
	Current	Non- Current	Total	Current	Non- Current	Total
a. Advances received from customers/Contract Liability	16,445,175	8,891,664	25,336,839	14,939,070	6,623,037	21,562,107
b. Others			-			-
- Income tax provision		-	-		-	-
- Statutory liabilities	14,940,621		14,940,621	11,504,153		11,504,153
<b>TOTAL OTHER LIABILITIES</b>	<b>31,385,797</b>	<b>8,891,664</b>	<b>40,277,461</b>	<b>26,443,223</b>	<b>6,623,037</b>	<b>33,066,260</b>

<b>Share capital</b>	<b>Amounts in Rs.</b>	
	<b>As at 31.03.2021</b>	<b>As at 31.03.2020</b>
<b>Authorised</b>		
50,00,000 equity shares of Rs.10 each	50000000	50000000
<b>Issued, subscribed and paid-up</b>		
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

<b>Reconciliation of the shares outstanding at the beginning and at the end of the reporting period</b>		
<b>31.03.2021</b>		
<b>Particulars</b>	<b>No of Shares</b>	<b>Value of Shares</b>
Equity shares with voting rights (Face value of Rs.10 per share)		
<b>Total of equity shares</b>	<b>5000000</b>	<b>50000000</b>

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

<b>Name of the share holders</b>	<b>31.03.2021</b>	
	<b>No. of Shares</b>	<b>% of holding</b>
Carborundum Universal Ltd	4999994	100.00%
Others ( On behalf of CUMI)	6 -	
<b>Total</b>	<b>5000000</b>	<b>100%</b>

**Net Access India Ltd****Notes to the financial statements for the year ended March 31, 2021****(in Rs.)****Revenue from Operations****Note No. 16**

<b>Particulars</b>		<b>2020-21 (YTD Mar)</b>	<b>2019-20 (YTD Mar)</b>
(a)	Revenue from sale of goods	48,240,435	83,900,081
(b)	Revenue from rendering of services	362,172,071	387,549,102
(c)	Other operating income	-	-
<b>Total Revenue from Operations</b>		<b>410,412,505</b>	<b>471,449,182</b>
(iii)	Other operating revenues comprise: #		
	Service income	-	-
	Commission income	-	-
	Sale of scrap	-	-
	Duty drawback and other export incentives	-	-
	Others (specify nature)	-	-
	<b>Total - Other operating revenues</b>	<b>-</b>	<b>-</b>

**Net Access India Ltd****Notes to the financial statements for the year ended March 31, 2021****(in Rs.)****Other Income****Note No. 17**

<b>Particulars</b>	<b>2020-21 (YTD Mar)</b>	<b>2019-20 (YTD Mar)</b>
Dividend Income from long term investments	-	-
Dividend Income from Current Investments	18,216	130,780
Interest income		
from banks	-	-
from others	656,288	1,578,880
<b>Other Income</b>		
Profit on sale of Fixed Assets	-	-
Profit on sale of Investments (net)	-	-
Profit on exchange fluctuation (net)	-	-
Provision for expenses no longer required written back	915,772	1,524,572
Provision for doubtful receivables/advances no longer required written back	-	2,330,891
Rental Income	-	-
Miscellaneous income	464,838	156,803
<b>Total Other Income</b>	<b>2,055,114</b>	<b>5,721,926</b>

**Net Access India Ltd****Notes to the financial statements for the year ended March 31, 2021****(in Rs.)****Employee Benefits Expense****Note No. 18**

<b>Particulars</b>	<b>2020-21 (YTD Mar)</b>	<b>2019-20 (YTD Mar)</b>
Salaries and wages, including bonus	141,280,635	152,198,243
Contribution to provident and other funds	10,938,481	12,786,037
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	1,947,915	7,824,455
<b>Total Employee Benefit Expense</b>	<b>154,167,031</b>	<b>172,808,735</b>

**Net Access India Ltd****Notes to the financial statements for the year ended March 31, 2021****(in Rs.)****Note No. 19****Finance Cost**

<b>Particulars</b>	<b>2020-21 (YTD Mar)</b>	<b>2019-20 (YTD Mar)</b>
Interest expense		
Interest Debentures and Fixed Loans	-	-
Other interest expense	87,958	118,056
Interest on Right to use an Asset	-	-
Other borrowing cost	-	-
<b>Total finance costs</b>	<b>87,958</b>	<b>118,056</b>

**Net Access India Ltd****Notes to the financial statements for the year ended March 31, 2021****(in Rs.)****Other Expenses****Note No. 20**

<b>Particulars</b>	<b>2020-21 (YTD Mar)</b>	<b>2019-20 (YTD Mar)</b>
Licenses & fees, subscriptions, etc.,	11,224,153	14,280,451
Power and fuel(a)	1,136,518	1,808,377
Rent	7,106,220	7,624,171
Excise duty on stock difference(c)	-	-
Rates and taxes	578,473	180,580
Insurance	242,681	118,525
Repairs to : (b)		
- Buildings	-	-
- Machinery	-	-
- Others	849,155	1,527,139
Data Center/Internet etc Charges	127,723,945	120,547,602
Technical Fee/Royalty	-	-
Directors' sitting fees	-	-
Commission to non-whole-time Directors	-	-
Auditors' remuneration	200,000	200,000
Travel and Conveyance	3,711,857	8,341,891
Freight, delivery and shipping charges	255,876	472,311
Selling commission	-	-
Prompt payment discount	-	-
Advertisement and publicity	4,000	1,212,748
Printing, stationery and communication	1,222,423	1,678,231
Corporate social responsibilities	-	-
Bad receivables and advances written off	-	-
Less : Provision adjusted	-	-
	-	-
Provision for doubtful receivables and advances - non financial assets	423,161	1,136,852
Professional fees	12,807,755	9,246,851
Service outsourced	2,414,947	3,296,001
Loss on sale of Fixed assets	-	-
Loss on Exchange fluctuation (net)	-	3,246
Miscellaneous expenses	1,170,724	2,001,040
<b>Total Other Expenses</b>	<b>171,071,888</b>	<b>173,676,016</b>

Net access India Ltd.

Notes to the financial statements for the year ended March 31, 2021

(in Rs.)

Transactions with Related parties

Note No. 21

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	1143628	1643356	27,035,991
management Service Expenses- Net						-
Debtors	1058350	219337	194652	210380	644470	2,327,189
Creditors	131,490					131,490
Provisions For doubt ful debts						-
Divdends payments	10,000,000					10,000,000

(in Rs.)

FY 2020-21						
Particulars	CUMI INDIA	STERLING ABRASIVES	MMTCL	CIRIA	WENDT	Total
Sales (Trading)	323527					323,527
Service Income- Including GST	23482461	931831	1260494	1328360	2533191	29,536,337
management Service Expenses- Net						-
Debtors	1447525	311550	113384		895120	2,767,579
Creditors	1,116,402					1,116,402
Provisions For doubt ful debts						-
Divdends payments	20,000,000					20,000,000



**Net access India Ltd**  
**As at 31st March 2021**  
**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**

<b>Particulars</b>	<b>31.03.2021</b>	<b>31.03.2020</b>	<b>31.03.2019</b>
Net profit for the year (In Rs.)	20,614,414	27,183,820	26,719,085
Weighted average number of equity shares outstanding during the year	5,000,000	5,000,000	5,000,000
Earnings per share - Basic and diluted	4.12	5.44	5.34
Number of equity shares at the beginning of the year	5,000,000	5,000,000	5,000,000
No. of equity shares at the end of the year	5,000,000	5,000,000	5,000,000
Weighted average no. of equity shares	5,000,000	5,000,000	5,000,000

**Net Access India Ltd**

**Notes forming part of the financial statements for the year ended March,31,2021**

**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. Transaction 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 instrument has increased significantly since initial recognition. If the credit risk on a financial instrument has not increased significantly since initial recognition, the company measures the loss allowance for that financial instrument 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.

#### **xiii. 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.

#### **xiv. Impact of 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 the 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 second wave either is expected to impact the current running business or may result in delays in realising the new proposals. While the environment has created wider opportunities for the IT/IT enabled services sectors, the company would have a wide spread segmental opportunities, alongside a pressure on pricings & NAIL is competent of withstanding the same through consistent productivity improvements.

The company did a risk assessments based on the internal & external information 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 financials 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

#### **xv. Payment of Dividend**

The company with post approval from the board of directors has paid a final dividend of Rs. 2 per share during FY 2020-21 amounting to Rs. 1,00,00,000 (Previous Year Rs. 1 Crore)

**Contingent liabilities and capital commitments**

Contingent liabilities	-	-
Capital commitments	2,462,361	0

	Ind AS 19 Period Covered	Projected Unit Credit Method	
		2019-20 31-03-2020	2020-21 31-03-2021
<b>A.</b>	<b>Change in defined benefit obligation</b>		
1.	Defined benefit obligation at beginning of period	11,576,394	13,788,572
2.	Service cost		
	a. Current service cost	2,432,673	1,870,762
	b. Past service cost	0	0
	c. (Gain) / loss on settlements	0	0
3.	Interest expenses	767,735	701,558
4.	Cash flows		
	a. Benefit payments from plan	-963,915	-1,831,906
	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	0	-168,094
	b. Effect of changes in financial assumptions	527,844	-1,060,148
	c. Effect of experience adjustments	-552,159	-1,367,269
6.	Transfer In /Out		
	a. Transfer In	0	0
	b. Transfer out	0	0
7.	Defined benefit obligation at end of period	13,788,572	11,933,475
<b>B.</b>	<b>Change in fair value of plan assets</b>	<b>31-03-2020</b>	<b>31-03-2021</b>
1.	Fair value of plan assets at beginning of period	6,029,199	5,453,591
2.	Interest income	397,305	409,882
3.	Cash flows		
	a. Total employer contributions		
	(i) Employer contributions	0	6,000,000
	(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	-963,915	-1,831,906
	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)	-8,998	-443,619
5.	Transfer In /Out		
	a. Transfer In	0	0
	b. Transfer out	0	0
6.	Fair value of plan assets at end of period	5,453,591	9,587,948
<b>C.</b>	<b>Amounts recognized in the Balance Sheet</b>	<b>31-03-2020</b>	<b>31-03-2021</b>
1.	Defined benefit obligation	13,788,572	11,933,475
2.	Fair value of plan assets	-5,453,591	-9,587,948
3.	Funded status	8,334,981	2,345,527
4.	Effect of asset ceiling	0	0
5.	Net defined benefit liability (asset)	8,334,981	2,345,527
<b>D.</b>	<b>Components of defined benefit cost</b>	<b>31-03-2020</b>	<b>31-03-2021</b>
1.	Service cost		
	a. Current service cost	2,432,673	1,870,762
	b. Past service cost	0	0
	c. (Gain) / loss on settlements	0	0
	d. Total service cost	2,432,673	1,870,762
2.	Net interest cost		
	a. Interest expense on DBO	767,735	701,558
	b. Interest (income) on plan assets	397,305	409,882
	c. Interest expense on effect of (asset ceiling)	0	0
	d. Total net interest cost	370,430	291,676
3.	Remeasurements (recognized in OCI)		
	a. Effect of changes in demographic assumptions	0	-168,094
	b. Effect of changes in financial assumptions	527,844	-1,060,148
	c. Effect of experience adjustments	-552,159	-1,367,269
	d. (Return) on plan assets (excluding interest income)	-8,998	-443,619
	e. Changes in asset ceiling (excluding interest income)	0	0
	f. Total remeasurements included in OCI	-15,317	-2,151,892
4.	Total defined benefit cost recognized in P&L and OCI	2,787,786	10,546

E.	Re-measurement	31-03-2020	31-03-2021
	a. Actuarial Loss/(Gain) on DBO	-24,315	-2,595,511
	b. Returns above Interest Income	-8,998	-443,619
	c. Change in Asset ceiling	0	0
	Total Re-measurements (OCI)	-15,317	-2,151,892

F.	Employer Expense (P&L)	31-03-2020	31-03-2021
	a. Current Service Cost	2,432,673	1,870,762
	b. Interest Cost on net DBO	370,430	291,676
	c. Past Service Cost	0	0
	d. Total P&L Expenses	2,803,103	2,162,438

G.	Net defined benefit liability (asset) reconciliation	31-03-2020	31-03-2021
1.	Net defined benefit liability (asset)	5,547,195	8,334,981
2.	Defined benefit cost included in P&L	2,803,103	2,162,438
3.	Total remeasurements included in OCI	-15,317	-2,151,892
4.	a. Employer contributions	0	-6,000,000
	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	8,334,981	2,345,527

H.	Reconciliation of OCI (Re-measurement)	31-03-2020	31-03-2021
1.	Recognised in OCI at the beginning of period	-1,193,049	-1,208,366
2.	Recognised in OCI during the period	-15,317	-2,151,892
3.	Recognised in OCI at the end of the period	-1,208,366	-3,360,258

I.	Sensitivity analysis - DBO end of Period	31-03-2020	31-03-2021
1.	Discount rate +100 basis points	13,347,187	11,626,009
2.	Discount rate -100 basis points	14,262,039	12,259,465
3.	Salary Increase Rate +1%	14,149,696	12,187,588
4.	Salary Increase Rate -1%	13,441,227	11,686,274
5.	Attrition Rate +1%	13,690,938	11,913,066
6.	Attrition Rate -1%	13,891,920	11,954,148

J.	Significant actuarial assumptions	31-03-2020	31-03-2021
1.	Discount rate Current Year	5.45%	5.18%
2.	Discount rate Previous Year	6.92%	5.45%
3.	Salary increase rate	10.0%	5.00%
4.	Attrition Rate	27.0%	30.0%
5.	Retirement Age	58	58
6.	Pre-retirement mortality	IALM (2012-14) Ultimate	IALM(2012-14) Ultimate
7.	Disability	Nil	Nil

K.	Data	31-03-2020	31-03-2021
1.	No.	357	316
2.	Avg. Age (yrs.)	31	31
3.	Avg. Past Service (yrs.)	4	4
4.	Avg. Sal. Mly (Rs.)	12,698	12,878
5.	Future Service (yrs.)	27	27
6.	Weighted average duration of DBO	3	3

L.	Defined benefit obligation at end of period	31-03-2020	31-03-2021
	Current Obligation	3,063,805	3,426,691
	Non-Current Obligation	10,724,767	8,506,784
	Total	13,788,572	11,933,475

M.	Expected cash flows for following year	31-03-2020	31-03-2021
1.	Expected employer contributions / Addl. Provision Next Year	5,199,257	4,800,797
2.	Expected total benefit payments		
	Year 1	2,730,620	2,444,373
	Year 2	2,009,626	2,097,482
	Year 3	1,899,852	1,457,063
	Year 4	1,396,185	1,069,973
	Year 5	1,078,029	779,364
	Next 5 years	2,405,693	1,347,520

#### SUMMARY

	Assets / Liabilities	31-03-2020	31-03-2021
1.	Defined benefit obligation at end of period	13,788,572	11,933,475
2.	Fair value of plan assets at end of period	5,453,591	9,587,948
3.	Net defined benefit liability (asset)	8,334,981	2,345,527
4.	Defined benefit cost included in P&L	2,803,103	2,162,438
5.	Total remeasurements included in OCI	-15,317	-2,151,892
6.	Total defined benefit cost recognized in P&L and OCI	2,787,786	10,546

<b>Segment reporting Under Ind AS 108</b>	<b>31-03-2021</b>	<b>31-03-2020</b>
ITFMS & other allied services	334,234,499	368,954,637
Software & other mana	27,937,571	18,594,465
Traded products	48,240,435	83,900,081
<b>Total</b>	<b>410,412,505</b>	<b>471,449,182</b>

<b>Foreign currency transactions</b>	<b>31-03-2020</b>	<b>31-03-2020</b>
a. Value of imports on CIF basis	-	-
b. Expenditure in foreign currency	-	-
c. Earnings in foreign currency	39,143	52,332

<b>Auditors' fees</b>	<b>31-03-2021</b>	<b>31-03-2020</b>
For statutory audit	170,000	170,000
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.



**Net access India Ltd**  
**Notes Forming part of accounts as at 31st March 2021**

**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
- b) Previous year figures have been regrouped wherever necessary to confirm to current years' grouping

In terms of our report attached

**For Sundaram & Srinivasan**  
**Chartered Accountants**  
FRN 004207 S

**P. Menakshi Sundaram**  
Partner  
M. No. 217914

Chennai  
16th April 2021

**M R G Appa Rao**  
Director

**Sridharan Rangarajan**  
Director