

Date: 15/07/2021

To,
National Stock Exchange of India Limited
Exchange Plaza,
Bandra Kurla Complex,
Bandra (East),
Mumbai - 400 051.

Symbol: SILVERTUC

Dear Sir / Madam,

Subject: Notice of the 27th Annual General Meeting along with Annual Report of the Company for the financial year 2020-21.

The 27th Annual General Meeting ("AGM") of the Company will be held on Tuesday, August 10, 2021 at 12.30 p.m. through Video Conferencing / Other Audio Visual Means.

Pursuant to Regulation 34(1) of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are submitting herewith the Annual Report of the Company along with the Notice of AGM for the financial year 2020-21 which is being sent only through electronic mode to the Members.

The Annual Report containing the Notice is also uploaded on the Company's website www.silvertouch.com. We would further like to inform that the Company has fixed Tuesday, August 3, 2021 as the cutoff date for the purpose of remote e-voting, for ascertaining the names of the Shareholders holding shares either in physical form or in dematerialized form, who will be entitled to cast their votes electronically in respect of the businesses to be transacted at the AGM.

Kindly take the same on your record.

Thanking you.

For, Silver Touch Technologies Limited


Dipesh Solanki

Company Secretary & Compliance officer



Encl: As above

Silver Touch Technologies Limited

2nd Floor, Saffron Tower, Opp. Central Mall, Panchavati Cross Road, Ahmedabad 380006 Gujarat, India.

Phone: +91 79 4002 2770 - 4, Email: info@silvertouch.com, Website: www.silvertouch.com

CIN: L72200GJ1995PLC024465

ANNUAL REPORT 2020-21

YOUR TRUSTED
IT PARTNER

www.silvertouch.com

TABLE OF CONTENTS

Sr. No.	Particulars	Page No.
01.	Building & Driving Technology	003
02.	Facts About Silver Touch Technologies Limited	004
03.	Business Highlights	005
04.	25+ Years Journey Well - Travelled	011
05.	Major Milestones	012
06.	Chairman's Message	014
07.	Board of Directors	015
08.	Charting New Path	016
09.	What We Do- Path	017
STATUTORY REPORTS		
10.	Company Information	018
11.	Notice of 27th Annual General Meeting	019
12.	Management Discussion and Analysis Report	030
13.	Board's Report and Annexures	035
FINANCIAL STATEMENTS		
Standalone		
14.	Independent Auditor's Report on Financial Statements	059
15.	Balance Sheet	067
16.	Statement of Profit and Loss	068
17.	Cash Flow Statements	069
18.	Notes to Financial Statements	070
Consolidated		
19.	Independent Auditor's Report on Financial Statements	089
20.	Balance Sheet	095
21.	Statement of Profit and Loss	096
22.	Cash Flow Statements	097
23.	Notes to Financial Statements	098

BUILDING AND DRIVING TECHNOLOGY

Where new-age aspirations necessitate new-age solutions. It is the story of a changing India, changing World post Covid-19, Evolving and empowered.

As world comes over COVID-19 impact slowly, many things have changed since then. Major revolution has been seen as connected world like never before! Everything is touch less and hence digital in the connected world, this brings new opportunities in building technology which is more resilient. There is huge change in supply chain, logistic, customer management, customer care and how customer interact with businesses.

It has become more relevant than before with increased consumption of IT at Home to Enterprise due to COVID-19 pandemic. More and more enterprise adopting Digital technologies to improve the efficiency and offer new services to customer. Post COVID situation there is huge demand in Communication technology, collaboration and Direct to customer technologies.

It has changed many traditional business model to adopt touch less transaction with customer.

A cohort of innovation streams - from AI to Blockchain to 3D printing, will redefine many other sectors even more dramatically. Large enterprises see opportunities in this disruption to outperform, not just in today's businesses, but also over longer horizons. Business and technology leaders in these enterprises need to become adept at managing innovation priorities, driving experimentation and scaling value creation on multiple fronts.



SILVER TOUCH TECHNOLOGIES LIMITED (NSE: SILVERTUC) is a surging information technology, consulting and business process services company. We harness the power of cognitive computing, hyper-automation, robotics, cloud, analytics and emerging technologies to help our clients adapt to the digital world and make them successful. We have launched Resilient IT Services post pandemic for our customers, which help them to reach out to customers, employees, supplier in better way. The new services offering is Enterprise Integration, which allows business to be more connected than before. With evolution of cloud and data as service, Integration has become key component to any business. A company recognized globally for its comprehensive portfolio of services, strong commitment to sustainability and good corporate citizenship, we have over 1500+ dedicated employees serving clients across three continents. Together, we discover ideas and connect the dots to build a better and a bold new future.

FACTS ABOUT US

Since

1995

Our Adroit Services
Prioritize Your
Business Growth.

**Serving the IT requirements of our
global clientele for over two decades**

1400+

Qualified IT
Professionals

2000+

Clients
Worldwide

4000+

Projects Delivered
Successfully

500+

Websites & Portals
Developed

125+

SAP ERP
Implementations

500+

Mobile Applications
Developed

- Pan India Presence
- Subsidiaries in USA & UK
- Focused on Startups & New Technologies
- Empaneled with Government of India; E-Governance & M-Governance
- Listed on NSE Emerge, Market Capitalization: INR 1078 Mn=*

*: As on 31/03/2021

BUSINESS HIGHLIGHTS

Annual Report 2020-2021

Software Development

Silver Touch Technologies is a leading custom software development & quality assurance company delivering complex world-class software development services on a variety of technology platforms to clients ranging from mid-size companies to large enterprises. With extensive knowledge of various Industry verticals, we design and develop business-specific software applications that add great value to clients. Silver Touch bring together deep industry expertise and the latest IT advancements to deliver custom solutions and products that perfectly fit the needs and behavior of their users. We specialize in open source, Internet technologies, Enterprise Integration, SaaS and Cloud based software solution. We provide high quality, cost-effective and reliable software development services that match your specific needs, budget and timeframe. From simple customizations to full-cycle software development that matches your vision, Orient Software has the experience to deliver.

With a unique combination of technology, we innovate solutions for your business needs.

Silver Touch has developed a technology platform for Education solutions post COVID in one of the developed country in west. New education platform allows parents and student to find out the nearest schools in District where they can get admissions. AI enabled chatbot answers most of the questions parents may have for selecting school or about education. It also extends choices of best schools based on student profile and past history data coupled with matured ML algorithm. The challenge with online education is use of online tools and security. As its direct communication between students and teachers, they need custom solution to provide best online education experience. The ready online tools available for meetings, training, webinar is not directly suitable for school education. Silver Touch has designed custom online education platform for schools which can be available on private cloud and hence more secure! Platform allows teacher to schedule courses, classes, assignments, test everything in one interface and they also get Video based tutoring platform integrated with it. Platform can be used on majority of Android, Apple and Windows devices available.



Case Study

E-Governance Solutions

Silver Touch Technologies is a leading e-Governance solution provider and one of the fastest-growing companies in this sector in India. We offer innovative e-governance solutions by modernize applications as per latest digital technology to provide the much-needed flexibility and scalability.

Our E-Governance services aim at uniting information, processes, people and technology for achieving good governance. We have a proven track record of delivering time-bound projects, with robust expertise in providing software application development, back-end support and system integration.

Our area of prowess incorporates Smart Cities, Transport, Digital Governance, Portals & E Governance for enhanced performance and better handling of citizen requirements. Focus is more on Digital governance, less paper office and G2C services based on mobile technology.

Silver Touch has delivered multiple E Governance solution during lockdown which helped central and state Government to serve the citizen in such a tough time. Project regarding, Registration of Health care professionals and doctors made significant impact during the COVID time and it was nationwide rollout helped healthcare system during the tough time. There were many projects delivered, some of the most significant projects are Web & Mobile Application for Issuing Land NOC, Design, Development and Operation & Maintenance of Web Portal & Mobile App for National War Memorial and Design & Development of NGO Portal.

Case Study

System Integration & Cloud

Today business and technology are inextricably linked. And keeping pace with the emerging technology landscape can be difficult for even the most tech-savvy leaders. Adopting new technologies and processes means overcoming often complicated software integration challenges, both between your existing applications and external systems. We deliver complete enterprise architecture services by successfully combining new solutions with established ones into a single, seamless business system. Our system integration services help to consolidate, simplify and optimize operations and business support back-end systems and tools.

Silver Touch Technologies has setup private cloud in UK through its subsidiary. Private cloud is aimed to server customers based in UK , USA and EU region. We specialize in application hosting in SAP, HANA database, Virtual desktops and custom requirements of our customers. Currently, private cloud host about 10 customers and expected to grow rapidly in coming years with increase in demand of cloud solutions.

Case Study

SAP & Business Software Solutions

SAP software products are highly configurable and functionally rich. It is the most widely used ERP system and can be customized to meet the demands of most horizontal and vertical lines of businesses. With a decade of successful implementations and deep expertise in various industry domain, we provide SAP services that enable businesses to stay ahead of the demands, trends and developments in the marketplace.

We offer SAP consultation, implementation, upgrades, global rollout, migration, and support services that help enterprises enhance SAP functionalities to achieve maximum ROI. We have helped retail, fashion, manufacturing, consumer products, wholesale distribution, pharmaceuticals and life sciences enterprises optimize their investment in SAP.

Silver Touch will automate key business process and generate ROI for the management over coming years.

Our consultants have the technical skills, proficiency and industry knowledge to make sure businesses can utilize the functionalities provided by SAP solutions to the maximum. Our end-to-end SAP services will help enterprises through the implementation process up to testing and delivery to ensure project success. We help businesses tackle these challenges and deliver results in line with customer expectations.



Case Study

We have added 5 large new customers in USA, UK and India region. Overseas customers are from Pharmaceuticals, Lifestyle business. Silver Touch will automate key business process and generate ROI for the management over coming years. Indian customers more focused on manufacturing and engineering, adoption of standard ERP solutions have increased post COVID-19 considering more digital requirements of the customer. Team Silver Touch has done their Business Analysis and Deployed the Standard SAP Business One Solution as per their Requirement. Further, partner ecosystem across US, Middle East, Africa and UK region has increased with addition of 3 new patterns this year.

Digital Transformation

Annual Report 2020-2021

As the world goes digital, and digital technology disrupts the way we live and work, it presents new challenges and a new wave of growth opportunities for enterprises. However, to be a leader in the digital economy, a business needs to do more than embracing digital technologies.

Digital technologies are rapidly emerging as disruptive forces for businesses across all industries, from retailers and banks to carmakers and energy companies. With careful, strategic development and consulting Silver

Touch Technologies help businesses inspire, create positive transformation, and champion digital innovation. The Digital Transformation solutions and services we provide help companies in identifying the gaps in their strategy & invest in the best technologies, offering key insights to drive digital strategy. We are helping customer to identify the transformation area and apply AI/ML, Big Data Analytics, Block chain and IoT based solution.



Case Study

Silver Touch has helped UK based client in developing the online school education platform.

Solution uses big data, analytics, AI/ML algorithm and data training for automation of school suggestion to parents and students. The platform also takes care of online teaching while protecting the identity and enhancing security of school education delivery using private cloud.

Entire system is deployed on private cloud for better scalability and security.

Businesses are facing challenge post COVID-19 pandemic, productivity of the employees have been greatly impacted as they are not able to travel to work. Employees working from home finding it difficult to optimize the process and it takes more time to complete the work. Most of the back office work in Accounts, Finance, Banking, Sales,

Purchase, Inventory management, Production, Supply chain & customer interaction is affected due to less availability of the resources. Robotic Process Automation (RPA) allows to automate most of the standard process across organization and it's the most relevant now than before. More than 38% of the companies worldwide considering the process automation as key priority.

Silver Touch helped largest construction company in UK for automating key business process using RPA. Customer is benefiting from automation of Procurement process and will be migrating more process in coming years. RPA in Financial services is very evident and acceptable. We have automated few process in brokerage services and customer onboarding areas, which will help customer immensely to improve the customer satisfaction.

Case Study

Resilient Services

Work from Home is New Normal now in India and specifically where employees do desk job most of the time in a day. There is paradigm shift amongst Indian business to save cost on real estate, travel time for employees and improving efficiency has been major objective.

Silver Touch help customer to identify Short term and long term plan towards remote working for their organization. Silver Touch have specialized team to assess the current infrastructure and decide the future IT roadmap for client organization.

Silver Touch focus mainly on FOUR Aspects: End-User Technology, Edge Network, Security and Core Infrastructure.



End User Technology

- Remote PC Access
- Work from Remote using VDI
- Unified Endpoint Management



Security

- Cloud Security
- Endpoint Security
- DATA Centric Security



EDGE Network

- Secure Connectivity with VPN
- Next Generation Firewall
- Network Monitoring & Support



Core Infrastructure

- Hyper Converged Infrastructure
- Mailing / Collaboration Solution
- Video Conferencing Solution

Work from Remote using Resilient Services

From the largest enterprise to the smallest startup, the challenges of an IT department are often the same. The scale of the problem and the available solutions may be different, but in the end, technology is technology. No matter the size of the organization, companies must still overcome many of the same issues to find success.

One of our leading client have so many locations and large workforce. Work from Remote using virtual desktop infrastructure (VDI) is a natural fit for this client.

Providing IT Support to their large workforce on multiple locations was the biggest challenge. Also Managing and Monitoring their network and server infrastructure proved to be a regular and recurring challenge for the in-house IT Team.



Case Study

The solution to the problem was rather straightforward. Silver Touch deployed the Work from Remote using VDI solution for their large workforce and now continues to manage and monitor the VDI environment. The client chose to leverage the experience and workforce of the Silver Touch team to supplement their own in-house IT department. By doing so, Silver Touch was able to take on many of the problem areas of the environment.

Since partnering with this client, we have seen a tremendous improvement in employees' performance and productivity.

Over the past few months, Silver Touch and the client have had conversations about the future needs of the environment and what technology solutions on the market today stand to benefit the client. It provides the workforce anywhere, anytime, and any device access to their applications.




25 YEARS

YEAR JOURNEY WELL - TRAVELLED

The Company has consistently transformed itself over the last 25 years. In 1992, we began our journey with 4 friends unraveling their entrepreneurial spirit and enthusiasm after completing their engineering in information technology and allied faculties. With a meagre experience and limited resources we prudently commenced our business and in over a period of two decades, we became one of the top information technology companies in Gujarat, India. Since the past 5 years as we changed our business mix eventually building newer segments we ventured out of Gujarat and established growing and prominent presence in New Delhi and Mumbai.

In the last 25+ years, STTL has undergone multiple rounds of transformation, which has helped it grow manifold and stand strong in the ever-changing economic environment. Silver Touch has now grown with its global clientele, and now it is into multiple area like software Development, E Governance, Software Solutions, SAP ERP Solutions, Digital Transformations. The Company is providing end to end Information and Communication Technology (ICT) solution to its clients under single umbrella. Initially, the primary functional area were restricted to computer sales and maintenance. Building through a long path of more than two decades, presently Silver Touch is offering a variety of Services in the field of Information Technology Solutions to its clients. The Company has carried out several domestic and international joint ventures which have enabled the Company to expand its geographical reach and create diverse clientele. Company has executed various projects in India and other countries including USA, UK, France, Australia, Middle East and Germany.

In 1995, we began our journey with 4 friends unraveling their entrepreneurial spirit and enthusiasm after completing their engineering in information technology and allied faculties.



MAJOR MILESTONES

Annual Report 2020-2021

ISO 9001
Certification

Partnership with
IBM & Microsoft

CMMi Level 3
Certification

1995 - 2000

- Received 1st order from Government of Gujarat
- Solution development for Y2K
- T5P Empanelment
- ISO 9001: 2008 Quality Certification

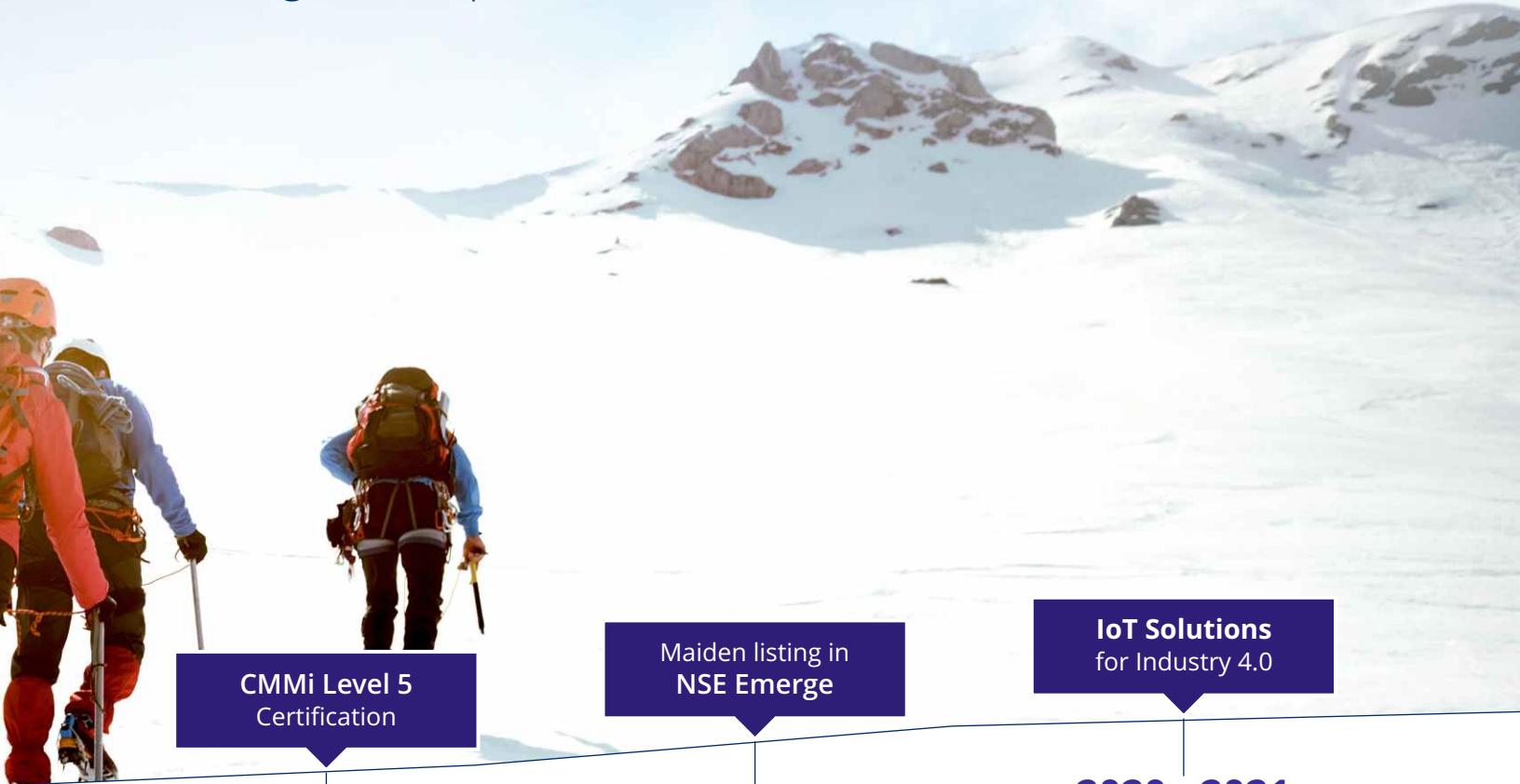
2001 - 2005

- IBM & Microsoft Premier Partnership
- Web empanelment with Government of Gujarat
- Vision 2000 Accounting Package
- Share transfer software product

2006 - 2010

- CeBit International Trade Fair Exhibit
- First offshore order from Europe & USA
- Commenced UK operations with a WHO subsidiary
- Implemented IITS project for labor & legal department – Goa
- CMMi level 3 quality certification

Where new-age aspirations necessitate new-age solutions.
It is the story of a changing India.
Evolving and empowered.



**CMMi Level 5
Certification**

2011 - 2016

- Received CMMi level 5 certification
- Received ISO 27001 & ISO 2000 certification
- Setup branches/offices in New Delhi & Mumbai
- Commenced operations in the USA through a WHO subsidiary
- Executed multiple orders of INR 100 mn+
- Begin ODC operations in USA, Europe

**Maiden listing in
NSE Emerge**

2017 - 2020

- Maiden Listing in the Indian Capital Market (NSE Emerge) on 01st December, 2017
- Milestone of Revenues surging INR 2000 mn+
- RPA Services initiated Silver Touch TechLab building skills for Digital Transformation
- Solution Building with AI/ML & Deep learning
- Industry 4.0 automating manufacturing industry with IoT Solution

**IoT Solutions
for Industry 4.0**

2020 - 2021

- Setup of Private Data Centre in UK
- First large scale project Go Live in IoT and beacon technology
- Partnering with Open Source ERP solution Odoo for better customer reach
- Partnership with SAP S4/HANA in UK for serving Enterprise customers in Life science and High Tech space
- Partnership with NVIDIA for offering AI/ML infrastructure to Education, Research, Pharmaceuticals & Life Science business vertical.

CHAIRMAN'S MESSAGE

Looking at the financial point of view, the Exports have increased by 21% despite challenging Business condition and there is also significant increase in cash flow from the operations of the Company. Furthermore, Company debt portion has substantially decreased and Company is rapidly moving towards becoming debt free.

Dear Stakeholder,

India and many other parts of the world are in the grip of second or even third waves of the pandemic, much fiercer than anything we saw last year. It is a health issues of the kind we have not ever seen in past. My heart goes out to everyone out there who has suffered the loss of loved ones. I am confident we will eventually get it under control, but until then, I urge you to stay safe, follow covid discipline, get yourself vaccinated and keep your spirits up.

On the business front, you all are aware of how the Covid 19 pandemic hit the world economy and is having its cascading effect where people's lives and livelihood were put on an unprecedented test that no enterprise could escape from. I am happy to mention that in spite of such a scale of upheaval, your company STTL has been able to keep itself focused and steady in creating value for all its stakeholders.

Silver Touch s' agility, resilience and responsiveness during the crisis earned it tremendous goodwill from customers and enhanced its standing in the market. The pressing need for operational resilience and for enhancing customer experiences in digital channels accelerated enterprise decision-making, committing to future technology investments around the all-encompassing hyperscaler cloud stacks. This represents an important inflection point in the enterprise embrace of the cloud, and will drive significant spending on migrating workloads to public clouds in the coming years.



Your company has been guided by a set of strong beliefs and morals, right from the time it was founded. Belief in our core values, belief in investing in people and empowering them and belief in doing right by all the stakeholder communities we work with.

At the end, I would re-emphasize that we will emerge better and stronger as this testing time passes. Wishing each one of you health and well-being, I sign off here today with a strong conviction of a brighter tomorrow.

On behalf of the Board of Directors Silver Touch Technologies Limited, I want to thank you for your continued trust, confidence, and support.

Best wishes,

Vipul Thakkar

Chairman & Managing Director

BOARD OF DIRECTORS

Annual Report 2020-2021



Shri Vipul Thakkar
Chairman & Managing Director



Shri Jignesh Patel
Whole-Time Director



Shri Minesh Doshi
Whole-Time Director



Shri Palak Shah
Whole-Time Director



Shri Himanshu Jain
Whole-Time Director



Shri Ronak Shah
Independent Director



Shri Harivadan Thaker
Independent Director



Dr. Gayatri Doctor
Independent Director



- C** Chairman - CSR Committee
- C** Chairman - Tender, Investment & Finance Committee
- C** Chairman - Audit Committee
- C** Chairman - Nomination & Remuneration Committee
- C** Chairman - Stakeholders Relationship Committee

- M** Member - Audit Committee
- M** Member - Nomination & Remuneration Committee
- M** Member - Tender, Investment & Finance Committee
- M** Member - CSR Committee
- M** Member - Stakeholder Relationship Committee

CHARTING NEW PATH

Continue with Growth Momentum

- Continue to grow in e-governance vertical, software services , ERP and System Integration
- Continue to develop software solutions which can be replicated in more customers
- Continue to grow in strategic business locations like Mumbai and Delhi
- Focus on high value, high margin business in Government and private sectors.
- Growing in new area like Cloud hosting and solutions

Enter into more Strategic Partnership

- To forge strategic partnership with leading digital transformation solution provider and cloud services provider.
- To forge strategic partnership with leading SaaS companies



Develop strong practice in Digital Transformation

- Embrace artificial intelligence based solution with industry verticals like pharmaceuticals, transportation, logistics, banking and finance.
- Develop Solution based on computer vision technology for image and video processing.
- Develop strong service offerings in relative Robotic Process Automation (RPA) with Automation Anywhere & UiPath
- Develop strong service offerings in AI/ML, big data analytics for text, image & video processing with NVIDEA
- Develop Industry 4.0 solution for Manufacturing process Automation and optimization.
- Develop Cloud practice with Industry leaders like Microsoft Azure, Amazon AWS

Overseas Business Expansion

- Focus on UK , Europe AND USA for business expansion.
- Focus to acquire more customers in product engineering and offshore development centre (ODC) UK , EU and US Region.

WHAT WE DO- PACE

Process Automation

- Business Process Automation
- Business Process Optimization
- CMMI-5 Compliant process
- Process Discovery
- Industry 4.0- Automating Manufacturing

Availability

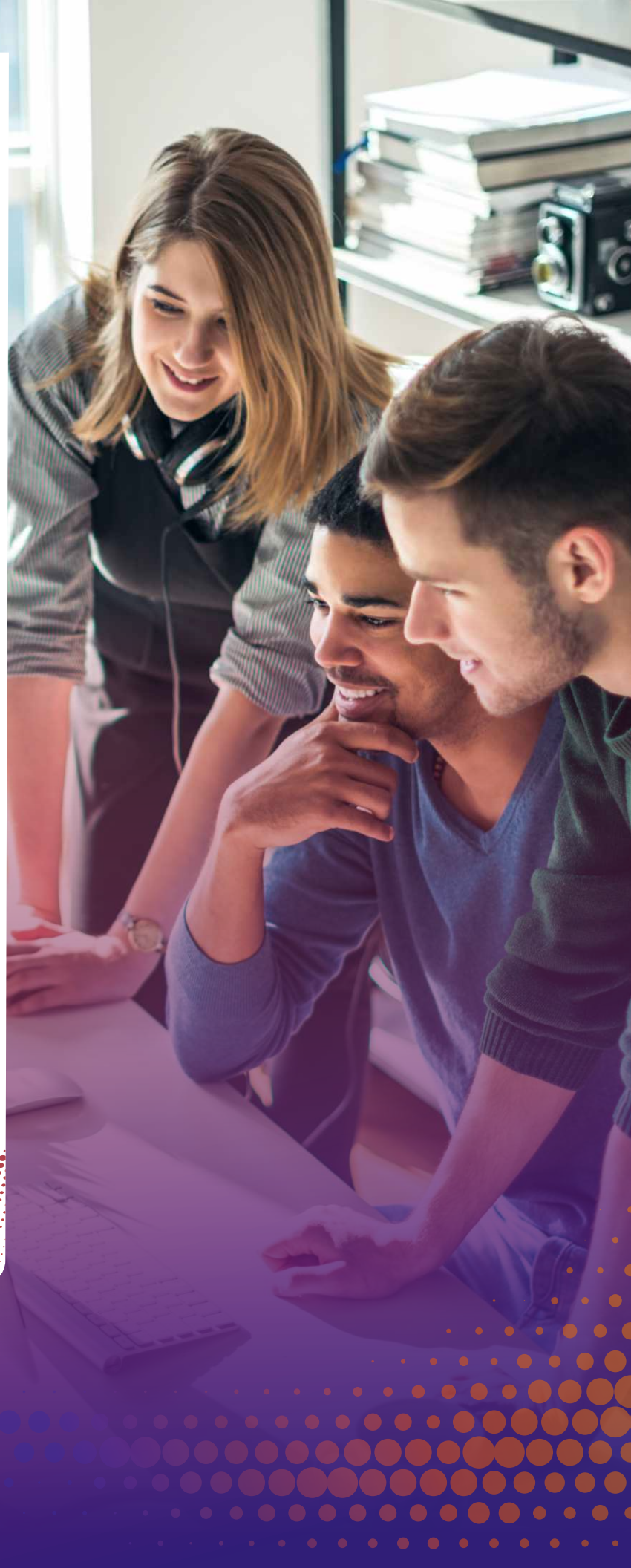
- Disaster recovery Services
- Infrastructure Services
- Resilient Services

Continuity

- Application Development
- Managed IT Services
- Virtualization
- Cloud
- Business Continuity Services DC/DR Setup

Enhancement

- Domain Expertise
- Total IT Outsourcing
- Application Modernization
- Cloud Migration
- Enterprise Applications
- Digital Transformation



Company Information
Silver Touch Technologies Limited
CIN: L72200GJ1995PLC024465

Registered Office: 2nd Floor, Saffron, Nr. Panchwati Circle, Ambawadi, Ahmedabad – 380006

Telephone: + 91 79 40022770/1/2/3/4, Fax: +91-79-2656 1624;

E-mail: cs@silvertouch.com; Website: www.silvertouch.com

BOARD OF DIRECTORS OF THE COMPANY

Sr. No.	Name	Designation
1.	Mr. Vipul H Thakkar	Chairman & Managing Director
2.	Mr. Jignesh A Patel	Whole Time Director
3.	Mr. Minesh V Doshi	Whole Time Director
4.	Mr. Palak V Shah	Whole Time Director Cum CFO
5.	Mr. Himanshu Jain	Whole Time Director
6.	Dr. Gayatri M Doctor	Independent Director
7.	Mr. Ronak S Shah	Independent Director
8.	Mr. Harivadan P Thaker	Independent Director

Company Secretary & Compliance Officer:

Mr Dipesh H Solanki

Statutory Auditors:

M/s Priyam R Shah & Associates (Chartered Accountant)

202, Pelican, Gujarat Chamber of Commerce Compound, Ashram Road, Ahmedabad- 380 009

Secretarial Auditors:

M/s Sandip Sheth & Associates

518, Anand Mangal- III, Opp. Core House, Rajnagar Club Lane, Ambawadi, Ahmedabad - 380 006

Registrar & Share Transfer Agent:

Link Intime India Private Limited

C-101, 1st Floor, 247Park, L.B.S. Marg, Vikhroli (West), Mumbai - 400 083

Tel :+91-22- 49186200, Fax :+91-22- 49186195

Bankers:

1) Bank of India

2) Yes Bank

NOTICE

To,
The Members of M/s. Silver Touch Technologies Limited

NOTICE is hereby given that the 27th(Twenty Seventh) Annual General Meeting of the Members of Silver Touch Technologies Limited will be held on **Tuesday, the 10th Day of August, 2021**, at **12:30 P.M.** through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") to transact the following business.

ORDINARY BUSINESS:

1. To consider and adopt the audited financial statements (including the consolidated financial statements) of the Company for the financial year ended March 31, 2021 and the reports of the Board of Directors ("the Board") and auditors thereon..
2. To Approve the Final Dividend of Rs. 0.50/- per Equity Share (5%) of the Face value of Rs 10/- Each for the financial year 2020-21.
3. To appoint Director in place of Mr. Vipul H Thakkar (DIN: 00169558), who retires by rotation at this Annual General Meeting and being eligible, offers himself for re-appointment.
4. To appoint Director in place of Mr. Palak V Shah (DIN: 00306082), who retires by rotation at this Annual General Meeting and being eligible, offers himself for re-appointment.

Regd. Office:
2nd Floor, Saffron Tower,
Nr. Panchvati Circle,
Ambawadi, Ahmedabad-380006
(CIN: L72200GJ1995PLC024465)
Phone: + 91 79 40022770/1/2/3/4
Website: www.silvertouch.com
Email Id: cs@silvertouch.com

By order of the Board
For, Silver Touch Technologies Limited

Sd/-
Dipesh Solanki
Company Secretary & Compliance officer
M.No: A42076

Place: Ahmedabad
Date: 12/07/2021

NOTES:

1. In view of the continuing COVID-19 pandemic, the Ministry of Corporate Affairs ("MCA") has vide its circular nos. 14/2020 and 17/2020 dated April 8, 2020 and April 13, 2020 respectively, in relation to "Clarification on passing of ordinary and special resolutions by companies under the Companies Act, 2013 and the rules made thereunder on account of the threat posed by Covid-19", circular no. 20/2020 dated May 5, 2020 in relation to "Clarification on holding of annual general meeting (AGM) through video conferencing (VC) or other audio visual means (OAVM)" and Circular no. 02/2021 dated January 13, 2021 in relation to "Clarification on holding of annual general meeting (AGM) through video conferencing (VC) or other audio visual means (OAVM)" (collectively referred to as "MCA Circulars") and Securities and Exchange Board of India ("SEBI") vide its circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 in relation to "Additional relaxation in relation to compliance with certain provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 – Covid-19 pandemic" and circular no. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021 in relation to "Relaxation from compliance with certain provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 due to the Covid -19 pandemic" (collectively referred to as "SEBI Circulars") permitted the holding of the Annual General Meeting ("AGM") through VC / OAVM, without the physical presence of the Members at a common venue. In compliance with the MCA Circulars and SEBI Circulars, the AGM of the members of the Company is being held through VC / OAVM. The registered office of the Company shall be deemed to be the venue for the AGM.
2. The relevant details, pursuant to Regulations 26(4) and 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, in respect of Director seeking re-appointment at this AGM are also annexed to this Notice.
3. Pursuant to the provisions of the Companies Act, 2013 a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and therefore the Proxy Form and Attendance Slip are not annexed to this Notice.
4. Participation of members through VC/ OAVM will be reckoned for the purpose of quorum for the AGM as per section 103 of the Companies Act, 2013 ("the Act").
5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020, Circular no. 02/2021 dated January 13, 2021 in relation to "Clarification on holding of annual general meeting (AGM) through video conferencing (VC) or other audio visual means (OAVM)" (collectively referred to as "MCA Circulars") the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM/EGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member

using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.

6. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
7. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM/EGM through VC/OAVM and cast their votes through e-voting.
8. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.silvertouch.com The Notice can also be accessed from the websites of the Stock Exchanges i.e. National Stock Exchange of India Limited emerge platform at www1.nseindia.com/emerge respectively. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM/EGM) i.e. www.evotingindia.com.
9. The AGM is being convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.
10. The Company has fixed **Friday, July 30, 2021** as the 'Record Date' for determining entitlement of members to final dividend for the financial year ended March 31, 2021, if approved at the AGM.
11. If the final dividend, as recommended by the Board of Directors, is approved at the AGM, payment of such dividend subject to deduction of tax at source will be made on or after **Friday, August 13, 2021** as under:
 - i) To all Beneficial Owners in respect of shares held in dematerialized form as per the data as may be made available by the National Securities Depository Limited ("NSDL") and the Central Depository Services (India) Limited ("CDSL"), collectively "Depositories", as of end of day on **Friday, July 30, 2021**;
 - ii) To all Members in respect of shares held in physical form after giving effect to valid transmission or transposition requests lodged with the Company as of the close of business hours on **Friday, July 30, 2021**.

12. Pursuant to Finance Act 2020, dividend income is taxable in the hands of shareholders w.e.f. April 1, 2020 and the Company is required to deduct tax at source from dividend paid to shareholders at the prescribed rates. For the prescribed rates for various categories, please refer to the Finance Act, 2020 and the amendments thereof. The shareholders are requested to update their PAN with the DP (if shares held in electronic form) and Company/ (if shares held in physical form).

A Resident individual shareholder with PAN and who is not liable to pay income tax can submit a yearly declaration in Form No. 15G / 15H, to avail the benefit of non-deduction of tax at source by e-mail to cs@silvertouch.com by 11:59 p.m. IST on August 3, 2021. Shareholders are requested to note that in case their PAN is not registered, the tax will be deducted at higher rate of 20%.

Non-resident shareholders [including Foreign Institutional Investors (FIIs) / Foreign Portfolio Investors(FPIs)] can avail beneficial rates under tax treaty between India and their country of tax residence, subject to providing necessary documents i.e. No Permanent Establishment and Beneficial Ownership Declaration, Tax Residency Certificate, Form 10F, any other document which may be required to avail the tax treaty benefits. For this purpose the shareholder may submit the above documents (PDF / JPG Format) by e-mail to cs@silvertouch.com. The aforesaid declarations and documents need to be submitted by the shareholders by 11:59 p.m. IST on August 3, 2021.

13. Members desirous of obtaining any information concerning accounts and operations of the Company are requested to address their questions in writing to the Company at least 7 days before the date of the meeting so that the information required may be made available at the meeting.
14. The Ministry of Corporate Affairs has allowed paperless compliances by companies through electronic mode by providing the same under the Companies Act, 2013 and rules framed thereunder. The Members can now receive various notices and documents including Annual Reports through electronic mode. Members who have not registered their e-mail address are encouraged to participate in this green initiative by registering their e-mail id for e-communication. Members holding shares in dematerialized form are requested to register / update their e-mail id for e-communication with the Depository Participants, while Members holding shares in physical form are requested to register their e-mail id by sending a request on ahmedabad@linkintime.co.in or cs@silvertouch.com. Even after registering for e-communication, Member(s) are entitled to receive communication(s) including Annual Report in physical form, free of cost, on receipt of written request for the same. Members may also note that the Annual Report for the financial year 2020-21 together with the Notice of 27th Annual General Meeting, will also be available on the website of the Company viz. www.silvertouch.com for their download.

THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING AND E-VOTING DURING AGM/EGM AND JOINING MEETING THROUGH VC/OAVM ARE AS UNDER:

- (i) The voting period begins on **<07th August, 2021 at 09:00 am > and ends on <09th August, 2021 at 05:00 pm>**. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of **3rd August, 2021** may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants**. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

- (iv) In terms of the aforesaid SEBI circular on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility. Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<ol style="list-style-type: none"> 1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the Evoting is in progress as per the information provided by company. On clicking the Evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with NSDL	<ol style="list-style-type: none"> 1) If you are already registered for NSDL ID eAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for ID eAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for ID eAS "Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp

	3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting
Individual Shareholders (holding securities in demat mode) login through their Depository Participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website. Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

(v) Login method for e-Voting and joining virtual meeting for **shareholders other than individual shareholders holding in Demat form & physical shareholders.**

- 1) The shareholders should log on to the e-voting website www.evotingindia.com.
- 2) Click on “Shareholders” module.
- 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,

c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

4) Next enter the Image Verification as displayed and Click on Login.

5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.

6) If you are a first-time user follow the steps given below:

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

(vi) After entering these details appropriately, click on "SUBMIT" tab.

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

(viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(ix) Click on the EVSN for the relevant <Company Name> on which you choose to vote.

(x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

(xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

- (xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) **Facility for Non – Individual Shareholders and Custodians –Remote Voting**
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; cs@silvertouch.com (designated email address by company) , if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM/EGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM/ EGM is same as the instructions mentioned above for Remote e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for Remote e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM/EGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least **7 days prior to meeting**

mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **7 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.

8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM/EGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the EGM/AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the EGM/AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to **Company/RTA email id**.
2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022-23058738 and 022-23058542/43.

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

Relevant Details as stipulated under Regulation 36 (3) of SEBI (LODR) Regulations, 2015 and Secretarial Standard on General Meetings ("SS-2") issued by the Institute of Company Secretaries of India, in respect of directors seeking appointment/reappointment are as under:

Name of the Director	Mr Vipul Thakkar	Mr. Palak Shah
Age	51 Years	51 Years
Qualification	MBA , BCA, Diploma in Computer Technology	Bachelor of Engineering in Computers
Experience	Mr. Vipul H. Thakkar is Chairman & Managing Director and one of the Promoter of our Company. He has overall experience of 25 years in E-Governance, Software solution and Networking. He is looking after eGovernance & administration department in our Company.	Mr. Palak V. Shah is Whole Time Director and one of the Promoter of our Company. He has overall experience of 24 years in Information Systems Planning and executing large software projects on the Internet and in E-Governance Project. He is currently looking after software development & finance
Terms and conditions of appointment or re-appointment along with details of remuneration sought to be paid	Mr Vipul Thakkar was re-appointed as Managing Director of the Company in the Annual General Meeting of the Company held on 30 th September, 2020 for the terms of 03 Years from 01/04/2020 to 31/03/2023.	Mr Palak Shah was re-appointed as Whole-Time Director of the Company in the Extra Ordinary General Meeting of the Company held on 30 th September, 2020 for the terms of 03 Years from 01/04/2020 to 31/03/2023.
Remuneration Last Drawn	Rs 5,00,000/- P.M	Rs 5,00,000/- P.M
No. of Shares held in the Company as at 31st March, 2021	26,53,510 Eq. Shares	6,62,280 Eq. Shares
Date of First Appointment on the Board	02/02/1995	06/10/2006
Directorship in other Companies	1. Silver Touch Technologies (UK) Limited 2. Silver Touch Technologies, Inc. 3. GESIA IT Association 4. Silver Touch Technologies SAS 5. Iriss Scanners Technologies Pvt Ltd.	1. Silver Touch Technologies (UK) Limited 2. Silver Touch Technologies, Inc.

MANAGEMENT DISCUSSION AND ANALYSIS

(A) Industry structure and developments.

The pandemic is estimated to have caused a 3.3% contraction of the world output in CY 2020 (As per World Economic Outlook, IMF, April 2021), with advanced economies contracting 4.7%, and many sectors such as travel, hospitality, transportation, aerospace, consumer discretionary and small enterprises getting impacted severely across the world. Consequently, global technology spend (As per Nasscom Strategic Review Report 2021) declined 3.2% to about \$1.4 trillion in 2020. Within that, IT services spending declined more, down 3.9%, while Business Process Management declined by 2.4%.

While the spending showed a decline on a full year basis, technology was center-stage in enterprises' response to the pandemic-related lockdowns and thereafter. After the initial contraction due to dislocations, the need for business continuity, operational resilience and the switch to digital transactions drove strong demand for IT services over the rest of the year. Demand for services around remote connectivity, cyber security, collaboration tools, digitized processes, automation and cloud adoption, progressively strengthened in the course of the year.

Very importantly, as consumers shifted to digital channels for most of their needs, enterprises realized the need to invest in enhancing customer experience. This significantly accelerated investments in digital transformation and cloud adoption.

STTL has a notable global footprint and a forerunner in digital innovation, has been an integral part and an active partner in this ambitious plan committed to transforming millions of lives. With over two decades of committed drive in IT, STTL is able to offer an unparalleled 'single eye view of macro solutions and its perspective is markedly well rounded.

STTL is equipped to provide end-to-end IT solutions and services, helps businesses of different verticals thrive by integrating end-user computing, virtualization, networking and resilient IT infrastructure in conjunction with professional security services. The company's vast range of technical and service delivery expertise assists in driving value driven and customer centric IT solutions.

The company's solutions are highly in demand as they combine Business Intelligence & Machine Learning, Managed Services & Cloud Solutions. Meanwhile, with its Big-Data knowhow, IoT insights and rich industry specific knowledge, is positioned to enable businesses to use innovation to leverage growth.

(B) Opportunities and Threats

Major Opportunities for the Company are as follows:

- Rise in new geographical markets of Different cities of the India and all over the world.
- Increase in Emerging Technologies such as Block chain, AI, ML
- Increase of IT-Automation in all the sectors
- Long experience of the promoters in the industry;
- End-to-end ICT solution under a single umbrella
- We follow the Quality standards (CMMI Maturity Level 5 Certification) which are followed by leading IT companies.
- Provide flexibility & transparency to work as an extension IT arm of the customer.
- Track Record of successful execution of projects.
- Experience across various Industry Vertical.

Major Threats/ Challenges to the Company are as follows:

- Technology Dependency
- Integration with various Technology
- Manpower Retention
- Competition
- Cyber attacks
- Disruption and Uncertainty in Business due to Covid-19 pandemic

(C) Segment-wise performance.

The Geographical Segment wise standalone and consolidated financial performance of the Company during the Year is as follows:

Particulars	Standalone		Consolidated	
	F.Y.2020-21	F.Y.2019-20	F.Y.2020-21	F.Y.2019-20
Segment Revenue				
a) Domestic	1,25,51,08,179	1,67,25,54,891	1,25,51,08,179	1,67,25,54,891
b) Export	14,65,44,829	12,10,95,088	26,70,94,310	22,63,85,099
Total	1,40,16,53,008	1,79,36,49,979	1,52,22,02,489	1,89,89,39,990
Net Sale/Income from Operations	1,40,16,53,008	1,79,36,49,979	1,52,22,02,489	1,89,89,39,990
Segment Results before Tax and Interest from each segment				
a) Domestic	5,03,83,829	10,55,12,713	6,09,57,014	11,18,82,399
b) Export	3,15,32,906	3,40,84,600	3,21,09,312	3,12,31,908
Total	8,19,16,735	13,95,97,313	9,30,66,327	14,31,14,307
Less:				
i) Interest	77,90,610	1,03,31,628	77,91,841	1,03,38,422
ii) Other unallocable Expenditure	7,33,57,133	5,80,35,690	8,41,40,477	6,45,80,022
Add:				
i) Other unallocable income	95,14,035	92,36,321	96,79,106	95,58,685
Total Profit before Tax	1,02,83,028	8,04,66,317	1,08,13,115	7,77,54,548
Segment Assets				

a) Domestic	1,07,96,10,873	1,27,12,92,136	1,07,65,66,452	1,26,83,45,803
b) Export	6,58,33,339	1,27,75,455	8,79,75,037	3,43,71,438
Unallocated Assets	7,53,68,803	1,62,60,434	7,53,68,803	1,62,60,434
Total	1,22,08,13,015	1,30,03,28,025	1,23,99,10,292	1,31,89,77,674
Segments Liabilities				
a) Domestic	36,35,11,114	44,38,90,123	35,87,23,125	44,43,28,001
b) Export	3,43,00,418	2,13,09,145	5,64,42,116	3,82,70,067
Unallocated Liabilities	93,80,129	3,08,69,016	94,07,718	3,09,33,784
Total	40,71,91,661	49,60,68,283	42,45,72,959	51,35,31,852

(D) Outlook, Risks and concerns

This section lists forward looking statements that involve risk and uncertainties. Our actual results could differ materially from those anticipated in this statements as a result of certain factors. Our Outlook, Risks and Concerns are as follows:

1. Disruption and Uncertainty in Business due to the COVID-19 pandemic

Customers:

The COVID-19 pandemic extending into the second year has resulted in changes in consumer behaviors, impacting demand in various industries, hurting small businesses and necessitating large fiscal interventions. Tapering off of these interventions, or the emergence of new variants which trigger new lockdowns and other restrictions could disrupt the return to normalcy and impact customers' short-term priorities, growth plans and discretionary budgets. It could also result in restructuring of some contracts, deferment, cancellation of some planned engagements besides other tactical steps such as vendor rationalization, or insourcing of work to captives, impacting the company's revenue growth.

Mobility:

Due to new strains of COVID-19 and increasing trend in infection cases globally, business disruptions due to intermittent lockdowns, international travel restrictions are likely, impacting the mobility of the company's workforce required to travel for work purposes, which in turn may impact service delivery and revenues.

Workforce:

The continuing pandemic may affect not only the health of affected employees, but also their emotional and mental wellbeing, due to physical isolation for a long period. If large numbers of employees are affected, it could result in business disruption and necessitate higher spends for ensuring business resiliency. There could be hesitation to come back to office in the near future from employees who have been working remotely from their hometowns. This may impact employee morale and satisfaction leading to the risk of higher attrition.

2. Our revenues could be significantly affected if the governments in countries in which our Customers or business partners are based, restrict companies from outsourcing work to nondomestic corporations.

3. Our Company's success depends largely upon its skilled professionals and its ability to attract and retain these personnel. The Industry where our Company operates is a highly employee intensive industry.

4. Restrictions on global mobility, location strategies

Distributed software development models require the free movement of people across countries and any restrictions in key markets pose a threat to the global mobility of skilled professionals. Restrictions on mobility due to the pandemic, or due to legislations which limit the availability of work visas or which apply onerous eligibility criteria or costs could lead to project delays and increased costs.

5. Changes in market trends and consumer preferences and increase in competitors that are largely beyond our control may affect our business, financial condition, results of operations and prospects.

6. Changes in Government regulations may adversely affect our business operations

7. Significant security breaches in our computer systems and network infrastructure and fraud may impact our business.

(E) Internal control systems and their adequacy.

The Company is well equipped with adequate internal financial controls. The company's Audit Committee has established an 'Internal Financial Control Policy' to ensure that the financial and other sensitive information of the Company is safeguarded from any kind of leaks or unwarranted disclosures. The Company has a continuous monitoring mechanism which enables it to maintain adequate standards of the control system and helps in managing defaults, if any, in timely manner. Silver Touch has also appointed M/s Rajiv Ahuja & Associates, Chartered Accountant as the Internal Auditor of the Company. The Audit Committee has also concluded that, as of 31st March, 2021, the Company's internal financial controls were adequate and operating effectively.

(F) Discussion on financial performance with respect to operational performance.

Financial Performance FY'21 Comparison: Year-on-Year

Revenue:- Operating income of Rs 141.11 crores vs Rs 180.28 crores down 22%, Y-o-Y – Exports have increased by 21% from INR 12.11 crores in FY2020 to INR 14.65 crores in FY2021.

Profit: Decrease in Earnings; – Operating EBITDA of Rs 5.01 crores vs Rs 14.42 crores – Net Profit stood at Rs 0.94 crore in FY21 vs Rs 5.53 crores in FY20;.

Net worth of the company: – Net worth of the company has been increased by 1.22% from 76.56 crores in FY 20 to 77.50 crores in FY 21

Cash Flows of the Company: There is significant increase in the Cash Flows from Operations by Rs. 11.80 crores in the FY 2020-21 vs FY 2019-20. Further, there is increase in the Net Cash Inflows by Rs. 3.56 crores in the FY 2020-21 vs FY 2019-20.

(G) Material developments in Human Resources / Industrial Relations front, including number of people employed

The Company considered their employee as the most important assets. The Company always believes in the ideology of team building and Employees welfare.

The Company also have 18 apprentice trainees for its various departments during the year to provide them the technical training.

As at March 31, 2021 there were total 563 Nos.of employees on the role of the Company. During the year we added 153 new hires.

(H) Disclosure of Accounting Treatment:

In the Preparation of Financial Statements Company has followed the treatment as prescribed by the Accounting Standards

(I) Details of significant changes (i.e. change of 25% or more as compared to the immediately previous financial year) in key financial ratios, along with detailed explanations therefore:

Ratio	FY 2020-21	FY 2019-20	Change %	Reason for Change
Debtors Turnover	2.67	3.04	(12.25)	As the Change is below 25%, the reason is not provided
Inventory Turnover	44.71	55.99	(20.15)	As the Change is below 25%, the reason is not provided
Interest Coverage Ratio	3.27	7.18	(54.47)	This ratio is reduced as there less utilization of Fund based Limit in FY 2020-21. Further due to Covid-19 pandemic, Operating margins reduced
Current Ratio	2.69	2.17	24.02	As the Change is below 25%, the reason is not provided
Debt Equity Ratio	0.0055	0.1352	(95.93)	As there is less utilization of Fund based and company has paid full short term debts in the month of March-2021, there is reduction in Debt amount and accordingly Debt equity ratio reduced drastically
Operating Profit Margin (%)	3.55	8.00	(55.59)	One of the Key Business Segment of Company i.e IGR Scanning Project and RC Book Printing was completely closed and that has caused decrease in the Revenue of the Company and that has caused delay in Profit Margin.
Net Profit Margin (%)	1%	3%	(78.39)	Many projects are delayed due to COVID-19 as customer's key decision makers got infection as well as employees could not work due to infection. However, the fixed cost remains the same.
Return on Net Worth	1%	7%	(83.29)	As there is reduction in Net Profits as mentioned above, it is also hitting the Return on Net worth

BOARD'S REPORT

**To,
The Members,
Silver Touch Technologies Limited
2nd Floor, Saffron Building,
Near Panchwati Circle, Ambawadi,
Ahmedabad – 380 006**

Your Directors have pleasure in presenting 27th Annual Report along with the audited Financial Statements & Board's Report for the year ended 31st March, 2021.

1. FINANCIAL RESULTS

The following are the financial highlights of the Company for the year ended 31st March, 2021.
(Rs. In Lacs)

Particulars	STANDALONE		CONSOLIDATED	
	2020-21	2019-20	2020-21	2019-20
Revenue from Business Operations (Net of Service Tax/GST)	14016.53	17936.50	15222.02	18989.40
Other Income	95.14	92.36	96.79	95.59
Total Expenses (Excluding Depreciation & Finance Cost)	14407.17	16587.03	14806.58	17666.72
Profit/Loss before Dep. Finance Cost & Tax	13610.51	1441.83	512.23	1418.27
Less : Finance Cost	(153.27)	(200.75)	(157.30)	(202.01)
Less: Depreciation	(245.06)	(436.42)	(246.80)	(438.71)
Profit Before Tax	102.83	804.66	108.13	777.55
Less :Total Tax Expense	(9.21)	(251.25)	(9.22)	(251.26)
Profit After Tax/Net Profit	93.62	553.41	98.92	526.28

2. CASH FLOW AND CONSOLIDATED FINANCIAL STATEMENTS:

As required under regulation 34 of the SEBI (LODR) Regulations, 2015, a Cash Flow Statement forms part of Annual Report and also the Company has also consolidated its Accounts with Subsidiary, Associates and Joint Venture Companies viz Silver Touch Technologies (UK) Ltd, Silver Touch Technologies Inc., Shark Identity Private Limited, Iriss Scanners Technologies Pvt Ltd.

3. COVID-19

The COVID-19 pandemic has emerged as a global challenge, creating disruption across the world. Global solutions are needed to overcome the challenges – businesses & business models have transformed to create a new work order. Due to nationwide lock downs and subsequent restrictions have adversely impacted the business of the Company.

One of the largest contributing business of Silver Touch i.e IGR Scanning Project and RC Printing was completely closed and that has caused decrease in the Revenue of the Company. Many projects are delayed due to COVID-19 as customer's key decision makers got infection as well as employees could not work due to infection. There was huge project management delays because of COVID-19 related emergency in major projects and which has delayed our revenue recognition and impact on turnover and profits of the company.

However, The Management is of the view that it is short term effect and demand for the Services provided by Silver Touch shall bounce back rapidly as soon as the things returns to normal.

4. REVIEW OF OPERATIONS AND FUTURE PROSPECTS

In the financial year 2020-21, Covid19 pandemic and subsequent lock down has resulted in decrease in the revenue and profitability Your Company has achieved total income from business operations of Rs. 14,016.53 lacs during the year under review which is 21% lower than that of the previous year. The Net Profit after Tax of the Company has also decreased to Rs. 93.62 Lacs from Rs553.41 lacs as compared to previous year.

The Company had undergone a review of its Credit Rating and the Company's rating has been decreased to reaffirmed as 'IVR BBB' from 'IVR BBB+' which means that the Under CreditWatch with Developing Implication which is majorly due to Covid-19.

Apart from that Company has obtained CMMi Maturity Level 5 Certifications. Moreover your Company is also accredited with Quality Certifications such as ISO 9001:2008, ISO/IEC 27001: 2013, and ISO 20000: 2011

Silver Touch is full service IT services company and manpower constitutes major contribution in business. Hiring skilled manpower and serving customer is the key services provided by Silver Touch. Our transformation strategy evolves around following major factors which is critical for our business

- i. **Manpower** – hiring skilled manpower and keeping them at central place physical was big challenge for us, during pandemic we have seen paradigm shift in the strategy. We have started hiring from all over India and providing secure work from home solution with our private cloud. It has improved our efficiency in hiring and cost of hiring has come significantly low, on the other hand our infrastructure cost and requirement of physical offices have been reduced significantly. We see major change in our transformation towards next journey.

- ii. **Performance Measurement:** This has been very critical in terms of predicting the revenue and profits. Increase in efficiency and timely delivery of services will result in higher revenue and more profits. We have implemented real time performance measurement MIS reporting system which empowers all business head and managers to take right decision on time. Real time project and resource monitoring has helped us improve the efficiency and predict any delivery delays.
- iii. **Technology Offering:** We have been constantly upgrading our technology services offering and internal capability. Digital is the new transformation in IT, and we have seen almost 40% increase in customer demand around Digital Transformation technology. AI/ML, cloud, RPA are some of the Digital technology we have embraced during pandemic and we are going to see big change in revenue and profits in coming years.
- iv. **Vertical Offerings:** We have been traditionally IT Service Company mostly agnostic to business vertical. Over the years, we have seen Vertical offerings can generate more revenue consistently and it has potential to grow very rapidly. We have created portfolio of services in Pharmaceuticals / Life science and online retail industry. In the current post pandemic situation, we have seen major demands in this sectors and will be reaping benefits in coming years.

5. DIVIDEND

The Board of Directors have recommended Final dividend of Rs. 0.50 per equity share having face value of Rs. 10/- each i.e. 5% for the financial year ended on 31st March, 2021 subject to the approval of Shareholders in ensuing Annual General Meeting.

6. SHARE CAPITAL

The authorized share capital of the company is Rs. 16,00,00,000/- divided into 1,60,00,000 equity shares of Rs. 10/-

The Paid up capital of the Company is Rs. 12,68,10,000/- divided into 1,26,81,000 Equity shares of Rs. 10/-

Company has appointed M/s Link Intime India Private Limited as the Registrar and Transfer Agent of the Company. As on the day of Report entire holdings of the Members are in dematerialized form.

7. TRANSFER TO RESERVES:

During the Year Company has not transferred any amount to the General Reserves.

8. FINANCE

During the period under review, the company has continued to enjoy various credit facilities comprising of Fund Based Limits & Non fund Based Limit from Bank of India aggregating to Rs. 4000 Lacs, against the prime security of Book Debts, movable and immovable property, for the

smooth & efficient running of the business of the Company. The Company has also availed credit facilities comprising of Fund Based and Non Fund Based Limit from Yes Bank aggregating to Rs. 1500 Lacs, against the Security of Book Debts, movable Property.

9. DEPOSITS

The Company has accepted loans from directors and outstanding loan amount as on 31.03.2021 as well as maximum outstanding is as below. Further, all the required declarations has also been obtained from them under section 73 of the Companies Act, 2013 and the Rules made thereunder.

Name	Amount outstanding as on 31.03.2021(In Rs)	Maximum Amount outstanding during the year (In Rs)
Vipul Thakkar	54,046	91,92,226
Jignesh Patel	6,91,228	25,66,948
Minesh Doshi	1,38,829	2,39,750
Palak Shah	19,31,402	22,00,000

Apart from this, the Company has neither accepted nor renewed any public deposits falling within the purview of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rules, 2014 as amended from time to time, during the year under review and therefore details mentioned in Rule 8(5) (v) & (vi) of Companies (Accounts) Rules, 2014 relating to deposits, covered under Chapter V of the Act is not required to be given.

10. DETAILS OF COMPANY'S SUBSIDIARY, ASSOCIATE & JOINT VENTURE

The details of Subsidiary, Associate & Joint Venture are as follows:

Subsidiary

The company has following 2 subsidiary companies:

Silver Touch Technologies (UK) Limited

Silver Touch Technologies (UK) Limited, which is wholly owned subsidiary of Silver Touch Technologies Ltd, is a UK based private limited company incorporated on November 19, 2007 with Company No. 6431016. It is Web, Mobile Apps and Software Development Company for Optimizing Online Presence. It also provides E-Commerce Solutions, Staffing Solutions and SAP Business Consulting services in United Kingdom region.

Silver Touch Technologies Inc

Silver Touch Technologies Inc, a wholly owned subsidiary of Silver Touch Technologies Ltd, is US based Domestic Profit Corporation incorporated on January 10, 2012 with Identification No. 0400463153. The registered office of the company is situated at 256-06, Hillside Ave., 1st Floor, Floral Park, NY -11004. It is Web, Mobile Apps and Software Development Company for Optimizing Online Presence. It also provides E-Commerce Solutions, Staffing Solutions and SAP Business Consulting services in USA region.

Associates & JVs

The Company has following Associates & JVs:

Silver Touch Technologies SAS

Silver Touch Technologies SAS, an associate of Silver Touch Technologies Ltd with its 50% shareholding, is a France based simplified joint stock company incorporated on April 11, 2017 with Company No. 82895754800013. The registered office of the company is situated at 12 Place de la Défense 92400 Courbevoie, France. It is Web, Mobile Apps and Software Development Company for Optimizing Online Presence. It also provides E-Commerce Solutions, Staffing Solutions and SAP Business Consulting services in France region. Currently, the business strategy and formulations are underway and therefore no business transactions are carried out during the year under review and it has been put to sleep mode.

Shark Identity Private Limited

Shark Identity Private Limited is a private limited company incorporated under Companies Act, 2013 on August 1, 2016 with CIN U72900GJ2016PTC093178. The registered office of the company is situated at A-807, Wall Street II, Opp Orient Club, Nr. Railway Crossing, Ellisbridge, Ahmedabad – 380 006. It is in the business of Product Development i.e. SharkID which is digital business card publishing & sharing platform. It is designed to keep the phonebook updated automatically.

Lime Software Limited

Lime Software Limited, an associate of Silver Touch Technologies Ltd with its 50 % shareholding, is a UK based private limited company incorporated on December 2, 2013 with Company No. 8798209. The registered office of the company is situated at Norwich Accountancy Services Ltd, London Street, 68-72 London Street, Norwich, NR2 1JT. It is in the business of offering Oracle asset management software and Oracle audit software & tools that will help managing the business more efficiently.

Iriss Scanners Technologies Private Limited

Iriss Scanners Technologies Private Limited is a private limited company incorporated under Companies Act, 2013 on September 20, 2018 with CIN U72501GJ2018PTC104222. The registered office of the company is situated at 1001, Saffron Office, Nr. Centre Point, Nr. Panchwati Circle, Ambawadi Ahmedabad Ahmedabad 380006. It is incorporated for the purpose of Software product development. Being in the start-up stage, Company has not started any commercial development yet.

In accordance with section 129(3) of the Companies Act, 2013, the Company has prepared consolidated financial statements of the Company, which forms part of the Annual Report. Pursuant to the provision of the section 129(3) of the Companies Act, 2013, a statement containing salient features of the financial statements of the Company's subsidiaries in form

AOC-1 is attached herewith as **“Annexure – A”** to the financial statement of the Company. The statement also provides the details of performance and financial position of the subsidiaries, Associates & Joint Venture Companies of the Company.

The financial statement of the subsidiary companies and related information are available for inspection by the members of the registered office of the Company from 11:00 A.M. to 1:00 P.M. on all days except Sundays and public holidays up to the date of Annual General Meeting as required under section 136 of the Companies Act, 2013. The same can be also inspected from the website of the Company [www. Silvertouch.com](http://www.silvertouch.com). The Company will send copies thereof to the shareholders who may, if required, write to the Company.

11. MATERIAL CHANGES AND COMMITMENTS

There have been no material changes and commitments affecting the financial position of your Company between the end of the Financial Year and date of this report.

12. ANNUAL RETURN

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on March 31, 2021 is available on the Company's website on https://www.silvertouch.com/wp-content/uploads/investors-files/MGT-7_compressed_154.pdf

13. PARTICULARS OF EMPLOYEES

A statement containing the names and other particulars of employees in accordance with the Provision of Section 197 (12) of the Companies Act, 2013 read with rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is appended as **“Annexure-B”** to its report.

14. EMPLOYEE STOCK OPTION SCHEME

Your Company approved formulation of Employee Stock Option Plan ('ESOP') viz. “Silver Touch ESOP-2017”. The scheme was adopted by the Board of Directors pursuant to resolution passed at its meeting held on 06th April, 2017 read with Special Resolution passed by shareholder of the company at the Extra-ordinary general meeting held on 27th April, 2017. The Said Scheme was also ratified by the Shareholders in the Extra Ordinary General Meeting held on 05th March, 2018 pursuant to the provision of Regulation of SEBI (Share Based Employee Benefit) Regulations, 2014. The said scheme is administered by the Nomination and Remuneration Committee (Compensation Committee) for the benefit of the Employees of the Company. No new options were granted and/or exercised under this scheme during the year under review.

Other than above, no material change was made during the year under review and the scheme is in compliance with Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014. The disclosures as required under Regulation 14 of the said regulations have been placed on the investor relation page of the website of the company at www.silvertouch.com.

15. DETAILS ON CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS & OUTGO

The information on conversation of energy, technology absorption and foreign exchange earnings and outgo as stipulated under section 134 of the companies act, 2013 read with Companies (Accounts) Rules, 2014 during the year are as stated below:

(A) Conservation of energy	
(i) the steps taken or impact on conservation of energy	The activities carried out by the Company during the year under review are not power intensive and the cost of the energy is insignificant. Further, the Company is not carrying out any manufacturing activities. However, as measure of power conservation, the company has initiated installing LED based electric utilities and instruments which conserve power.
(ii) the steps taken by the company for utilizing alternate sources of energy	
(iii) the capital investment on energy conservation equipment	
(B) Technology absorption	
(i) the efforts made towards technology absorption	The Company has not imported any technology during the year under review.
(ii) the benefits derived like product improvement, cost reduction, product development or import substitution	
(iii) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year) (a) the details of technology imported; (b) the year of import; (c) whether the technology been fully absorbed; (d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and	
(iv) the expenditure incurred on Research and Development	
(C) Foreign exchange earnings and Outgo	
The Foreign Exchange earned in terms of actual inflows during the year and	The foreign exchange inflows during the year under review amounted to Rs. 1591.92 Lacs
The Foreign Exchange outgo during the year in terms of actual outflows.	The foreign exchange outflows during the year under review amounted to Rs. 23.77 Lacs

16. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to section 134(3) (c) of the Companies Act, 2013, the Directors confirm that:

- a. In the preparation of the annual accounts for the year ended March 31, 2021, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b. The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2021 and of the profit and loss of the Company for the same;
- c. The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d. The Directors have prepared the annual accounts on a 'going concern' basis; and
- e. The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.
- f. The directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

17. DETAILS OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS

The Company has an Internal Control System, commensurate with the size, scale and complexity of its operations. The scope of Internal Audit is well defined in the organization. The Internal Audit Report is regularly placed before the Audit Committee of the Board. The Management monitors and evaluates the efficacy and adequacy of internal control systems in the Company, its compliance with operating systems, accounting procedures and policies. Based on the report of Internal Auditors, process owners undertake corrective action in their respective areas and thereby strengthening the controls continuously. Significant audit observations, if any, and corrective actions suggested and taken are presented to the Audit Committee of the Board.

18. CORPORATE SOCIAL RESPONSIBILITY (CSR)

In terms of section 135 and schedule VII of the Companies Act, 2013, the Board of Directors of the Company has constituted a CSR Committee. The committee comprises of various directors constituting composition of independent and executive director as follows. CSR Annual report is enclosed as part of this report- **"Annexure-C."**

Composition of Corporate Social Responsibility Committee

Name	Designation
Mr. Vipul Thakkar	Committee Chairman & CMD
Mr. Jignesh Patel	Member & WTD
Mr. Harivadan Thaker	Member & ID

One Meeting of Members of CSR Committee was held on 13th March, 2021 with a presence of all the Members.

19. INDEPENDENT DIRECTORS

The Company has received declarations from all the Independent Directors confirming that they meet the criteria of independence prescribed under the provisions of the Companies Act, 2013 read with schedules and rules issued thereunder. One separate meeting of the Independent Directors was held during the year under review on 13th March, 2021 without the attendance of non-independent Directors.

Pursuant to Ministry of Corporate affair's four new rules as on 22nd October, 2019 namely Data Bank Notification relating to IICA, Companies (Accounts) Amendments Rules, 2019, Companies (Creation and Maintenance of Databank of Independent Directors) Rules, 2019 and Companies (Appointment and Qualification of Directors) Fifth Amendment Rules, 2019, all the existing Independent Directors have registered themselves with Indian Institute of Corporate Affairs within prescribed time period.

20. RELATED PARTY TRANSACTIONS

Related party transactions that are entered during the financial year were in the ordinary course of Business and on an arm's length basis. The Company had not entered into any contract/ arrangement / transactions with related parties which could be considered material. All related party transactions are placed before the Board of Directors and Audit committee for their review and approval, wherever required, at the beginning of the financial year. Related party transactions as entered during the financial year under review were on arms-length basis and not material in nature and hence disclosures in Form AOC-2 as required pursuant to the provisions of Companies Act, 2013, is not applicable.

21. NUMBER OF MEETINGS OF BOARD

During the financial year 2020-21, Four (4) meetings of the Board of Directors were held on the following dates:

Sr. No.	Date of Board Meeting	Total No of Directors as on date of meeting	Total no of Directors present as on date of Meeting
1/2020-21	30.06.2020	8	6
2/2020-21	02.09.2020	8	8
3/2020-21	13.11.2020	8	4
4/2020-21	12.03.2021	8	6

Intimation of the Board Meeting and committee meeting are given well in advance and communicated to all the Directors. The agenda along with the explanatory notes are sent in advance to all the Directors. The Prescribed quorum was present for all the Meetings.

22. BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

The Board of Directors of your Company has various executive and non-executive directors including independent directors who have wide and varied experience in different disciplines of corporate functioning. Pursuant to the applicable provisions of Section 152 the Companies Act, 2013, Mr. Vipul Thakkar, Managing Director and Mr. Palak Shah - Whole-time Director of the company, are liable to retire by rotation at the forthcoming Annual General Meeting and being eligible, offers themselves for re-appointment at the ensuing Annual General Meeting. Mr Vijaykumar K Shah had resigned from the post of Whole-Time Director of the Company w.e.f 01st April, 2020.

All the Directors of the Company have confirmed that they are not disqualified from being appointed as Directors in terms of Section 164 of the Companies Act, 2013

Mr Palak Shah is who is whole-time Director of the Company is also serving as the CFO of the Company.

Mr Dipesh Solanki has been serving as the Company Secretary and Compliance officer of the Company since 5th October, 2017.

23. AUDITORS AND AUDITORS' REPORT

Members of the Company has appointed M/s. Priyam R Shah & Associates, Chartered Accountants (FRN.: 118421W), Ahmedabad as Statutory Auditors of the Company at the 24th Annual General Meeting held on 30th August, 2018, to hold the Office as the Statutory Auditor for the period of 5 years commencing from the conclusion of 24th Annual General Meeting till the conclusion of 29th Annual General Meeting to be held in the calendar year 2023. As per amendment ratification of appointment by members is no more required at every Annual General Meeting and hence accordingly notice of the Annual General Meeting does not contain the same.

The report of the Statutory Auditor forms part of the Annual Report. The Auditor's report does not contain any qualifications, reservation or adverse remarks and are self-explanatory and thus does not require any further clarifications/comments. The statutory Auditors have not reported any incident of fraud to the Audit committee of the Company under review.

24. SECRETARIAL AUDITOR

The Board appointed M/s Sandip Sheth & Associates, Practicing Company Secretaries, Ahmedabad to conduct Secretarial Audit for the Financial Year 2020-21. The Secretarial Audit Report for the financial year ended 31st March, 2021 is annexed herewith marked as "**Annexure D**" to this Report.

25. COST AUDITOR

Your Company is not engaged in any type of Production of Goods or engaged in providing of such services which requires appointment of Cost Auditors pursuant to Section 148 of the Companies

Act, 2013. Further the Company is also not required to maintain cost records as per applicable provisions of the Companies Act, 2013.

26. INTERNAL AUDITOR

The Board appointed M/s Rajiv Ahuja & Associates, Chartered Accountant, Ahmedabad as the Internal Auditor of the Company for the Financial Year 2020-21.

27. DETAILS OF FRAUD REPORTED BY AUDITORS

There have been no instances of fraud reported by the Auditors under Section 143(12) of the Companies Act, 2013 during the year under review.

28. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

The details of loans, investment, guarantees and securities covered under the provisions of section 186 of the Companies Act, 2013 are provided in note no. 11, 12 and 17 of the financial statement.

29. INTERNAL COMPLAINTS COMMITTEE / DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORK PLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company has a policy for prevention of Sexual Harassment of women as per the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. As per the provisions of the said Act, the Company has constituted committee called "Internal Complaints Committee" to ensure safe workplace environment, which covers all employees whether permanent, contractual, trainees, temporary etc., During the financial year 2020-21 no complaints have been reported. The Composition of the said committee is as follows:

1. Mrs. Shyamala Sharma- Presiding Officer/Chairperson
2. Mr. Dipesh Solanki- Member
3. CS Jignesh Shah- Member

30. SIGNIFICANT MATERIAL ORDER PASSED BY THE REGULATORS

There were no significant material orders passed by the regulators or courts or tribunals impacting the going concern status of the Company and its operations in future.

31. AUDIT COMMITTEE

The Company was having Audit committee consisting of the Board of Directors of the Company viz. Mr. Ronak S Shah (Chairman of the Committee& Independent Director), Dr. Gayatri M Doctor (Member& Independent Director) and Mr. Vipul Thakkar (Member & Managing Director), the Directors of the Company. As per section 177(8) of the Companies Act, 2013, the board has accepted all the recommendations of the Audit committee during the financial year

2020-21. There were 4 Meeting of the Audit Committee were held during the year under review as follows

Sr. No.	Date of Audit Committee Meeting	Total No of Committee Members as on date of meeting	Total no of Committee Members present as on date of Meeting
1/2020-21	30.06.2020	3	3
2/2020-21	02.09.2020	3	3
3/2020-21	13.11.2020	3	3
4/2020-21	12.03.2021	3	3

32. RISK MANAGEMENT POLICY

The company has adopted the Policy for Risk Management during the year under review. As per the applicable requirements of the Companies Act, 2013 the risk management plan of the Company is to ensure sustainable business growth with stability and to promote a pro-active approach in reporting, evaluating and resolving risks associated with the business. In order to achieve the key objective, the policy establishes a structured and disciplined approach to Risk Management, in order to guide decisions on risk related issues.

In today's challenging and competitive environment, strategies for mitigating inherent risks in accomplishing the growth plans of the Company are imperative. The common risks inter alia are: Regulations, competition, Business risk, Technology obsolescence, Investments, retention of talent and expansion of facilities. Business risk, inter-alia, further includes financial risk, political risk, fidelity risk, legal risk.

As a matter of plan, these risks are assessed and steps as appropriate are taken to mitigate the same.

33. BOARD EVALUATION

The Companies Act, 2013 states that a formal annual evaluation needs to be made by the Board of its own performance and that of its committees and individual directors. Schedule IV, of the Companies Act, 2013, states that the performance evaluation of independent directors shall be done by the entire Board of Directors, excluding the director being evaluated. The evaluation of all the directors and the Board as a whole was conducted based on the criteria and framework adopted by the Board. The Board approved the evaluation results as collated by the nomination and remuneration committee. None of the independent directors are due for re-appointment.

34. NOMINATION AND REMUNERATION POLICY

The Company's policy on the appointment and remuneration of Directors and Key Managerial Personnel provides a framework based on which our human resources management aligns their recruitment plans for the strategic growth of the Company. The Nomination and

Remuneration policy is provided on the website of the Company.

https://www.silvertouch.com/wp-content/uploads/investors-files/Nomination-and-Remuneration-Policy-01-04_76.pdf

The Composition of Nomination and Remuneration Committee is as follows:

1. Mr Ronak Shah- Committee Chairman
2. Mr Harivadan Thaker- Member
3. Dr Gayatri Doctor- Member
4. Mr Vipul Thakkar- Member

During the year under review there were 1(one) meeting of the Members of Nomination and Remuneration Committee were held as follows:

Sr. No.	Date of Audit Committee Meeting	Total No of Committee Members as on date of meeting	Total no of Committee Members present as on date of Meeting
1/2020-21	12.03.2021	4	4

35. CORPORATE GOVERNANCE

Since the Company' securities are listed on Emerge SME Platform of NSE, by virtue of Regulation 15 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 the compliance with the corporate governance provisions as specified in regulations 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 and para C, D and E of Schedule V are not applicable to the Company. Hence requirement with regards to compliance of Corporate Governance does not applicable to the Company.

Further, the requirement for obtaining Secretarial Audit Report pursuant to Regulation 24A of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 is also not applicable to your Company.

36. VIGIL MECHANISM

Company has in place vigil mechanism pursuant to provisions of Section 177(9) of the Companies Act, 2013.

37. MANAGEMENT DISCUSSION AND ANALYSIS

Management Discussion and Analysis Report as required under Regulation 34 and Schedule V of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 forms an integral part of this report, and provides the Company's current working and future outlook.

38. DISCLOSURE ON COMPLIANCE OF APPLICABLE SECRETARIAL STANDARDS

The Company has complied with the applicable Secretarial Standard as prescribed by the Institute of Company Secretaries of India and notified by the Central Government from time to time.

39. ACKNOWLEDGEMENT

Your Directors would like to express their sincere appreciation of the co-operation and assistance received from the shareholders, financial institutions, bankers and other business constituents and various Government Organizations during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the commitment by all officers and staff for their continued support during the year.

**For and Behalf of the Board
For, Silver Touch Technologies Limited**

**Regd. Office:
2nd Floor, Saffron Tower,
Nr. Panchwati Circle,
Ambawadi, Ahmedabad-380006**

**Vipul Thakkar
(Chairman & Managing Director)
(DIN: 00169558)**

**Phone: + 91 79 4002-2770/1/2/3/4
Website: www.silvertouch.com
Email Id: info@silvertouch.com**

**Place: Ahmedabad
Date: 12/07/2021**

ANNEXURE – A**FORM AOC-1**

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

**Statement containing salient features of the financial statement of
subsidiaries or associate companies or joint ventures**

Part A: Subsidiaries**(Amounts in INR)**

Sl. No.	Particulars	Details	
1	Name of the Subsidiary	Silver Touch Technologies (UK) Ltd.	Silver Touch Technologies INC.
2	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31/03/2021	31/03/2021
3	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	GBP and Exchange rate @ Rs. 100.9504 (RBI) on the Balance Sheet Date	USD and Exchange rate@ Rs. 73.5047 (RBI) on the Balance sheet Date
4	Share Capital/ Partner's Capital	50,475	36,752
5	Reserves & Surplus	91,53,720	12,57,859
6	Total assets	1,71,13,695	1,17,79,336
7	Total Liabilities	79,09,503	1,04,84,710
8	Investments	Nil	Nil
9	Turnover	5,31,64,960	7,03,15,324
10	Profit/(Loss) before taxation	3,03,055	1,10,331
11	Provision for taxation	0	0
12	Profit after taxation	3,03,055	1,10,331
13	Proposed Dividend	NIL	NIL
14	% of shareholding	100%	100%

Part B: Associates and Joint Ventures
Statement pursuant to Section 129 (3) of the Companies Act, 2013
related to Associate Companies and Joint Ventures

Name of Associates or Joint Ventures	Shark Identity Private Limited	Iriss Scanners Technologies Private Limited	Silver Touch Technologies SAS	Lime Software Limited
Latest audited Balance Sheet Date	31 st March, 2021	31 st March, 2021	NA	NA
Date on which the Associate or Joint Venture was associated or acquired	01 st August, 2016	22 nd September, 2018	11 th April, 2017	02 nd December, 2013
Reporting currency and Exchange rate as on the last date of the relevant Financial year.	INR	INR	EURO and Exchange rate @ Rs.86.099 (RBI) on the Balance sheet Date	
Shares of Associate or Joint Ventures held by the company on the year end				
No.	1,01,92,000 Equity Shares	5,000 Equity Shares	1805 Shares	500 Equity Shares
Amount of Investment in Associates or Joint Venture	Rs. 1,01,92,000	Rs.50,000/-	Rs. 1,55,408	Rs. 48,975
Extent of Holding (in percentage)	49%	50%	50%	50%
Description of how there is significant influence	The Company holds 49% stake in the Equity Share Capital of the Company. One of the Directors on the Board of Shark Identity Private	The Company holds 50% stake in the Equity Share Capital of the Company. Two Directors of the Company are on the Board of Iriss Scanners	The Company holds 50% stake in the Equity Share Capital of the Company. Three Directors of the Company	The Company holds 50% stake in the Equity Share Capital of the Company. Four Directors of the Company are on the Board of
Reason why the associate/joint venture is not consolidated	Consolidated	Consolidated	Not Applicable	No data is available
Net worth attributable to shareholding as per latest audited Balance Sheet	67,14,275	16,110	NIL	No data is available
Profit or Loss for the year	(78,596)	15,989	NIL	No data is available
Considered in Consolidation	(38,512)	7,995	NIL	No data is available

Not Considered in Consolidation	(40,084)	7,994	NIL	No data is available
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- Names of associates or joint ventures which are yet to commence operations: NIL
- Names of associates or joint ventures which have been liquidated or sold during the year: NIL

Place: Ahmedabad

Date: 12/07/2021

For and on behalf of the Board of Directors,

Vipul H Thakkar Jignesh A Patel
Managing Director Whole-Time Director

Palak V Shah Dipesh Solanki
Whole-Time Director cum CFO Company Secretary

Annexure-B**Particulars of the Employees**

Pursuant to Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

DISCLOSURE UNDER RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

- i. **The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year 2020-21.**

Sr. No.	Name of the Director	Remuneration (Per Annum)	Median Remuneration	Ratio
1	Mr Vipul H Thakkar (Chairman & Managing Director)	60,00,000	5,04,000	11.90:1
2	Mr Jignesh A Patel (Whole-Time Director)	43,00,000	5,04,000	8.53:1
3	Mr Minesh V Doshi (Whole-Time Director)	43,00,000	5,04,000	8.53:1
4	Mr Palak V Shah (Whole-Time Director)	43,00,000	5,04,000	8.53:1
5	Mr Himanshu Jain (Whole-Time Director)	30,75,000	5,04,000	6.10:1
6	Mr Ronak S Shah (Independent Director)	NA	5,04,000	NA
7	Mr Harivadan P Thaker (Independent Director)	NA	5,04,000	NA
8	Dr Gayatri M Doctor (Independent Director)	NA	5,04,000	NA

- ii. **The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year 2020-21.**

Sr. No.	Name of the Director/KMP	Designation	% Increase/(Decrease)
1.	Mr Vipul H Thakkar	Chairman & Managing Director	11.11
2.	Mr Jignesh A Patel	Whole-Time Director	(20.37)
3.	Mr Minesh V Doshi	Whole-Time Director	(20.37)
4.	Mr Palak V Shah	Whole-Time Director	(20.37)
5.	Mr Himanshu Jain	Whole-Time Director	2.5%
6.	Mr Ronak S Shah	Independent Director	NA
7.	Mr Harivadan P Thaker	Independent Director	NA
8.	Dr Gayatri M Doctor	Independent Director	NA
9.	Mr Dipesh H Solanki	Company Secretary	NIL

- iii. **The percentage increase/decrease in the median remuneration of employees in the financial year 2020-21**

The percentage Decrease in the median remuneration of employees in the financial year 2020-21 is **16.00%**

iv. The number of permanent employees on the rolls of company in the Financial Year 2020-21

The Company has 563 permanent employees on its rolls;

Note: The details of the Employees who have served the Company for at least 12 Months as on 31.03.2021 are taken into consideration.

v. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;

Average remuneration increase for non-managerial personnel of the Company during the financial year was 6% and the average remuneration increase for the managerial personnel was 3%. Remuneration increase is dependent on the Company's performance as a whole, individual performance level and also market benchmarks.

vi. Affirmation that the remuneration is as per the remuneration policy of the company.

It is affirmed that the remuneration paid is as per the remuneration policy of the company.

vii. Pursuant to Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 the Details of remuneration of Top 10 Employees as on 31.03.2021

The statement containing names of top ten employees in terms of remuneration drawn and the particulars of employees as required under Section 197(12) of the Act read with Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is provided in a separate annexure forming part of this report. Further, the report and the accounts are being sent to the Members excluding the aforesaid annexure. In terms of Section 136 of the Act, the said annexure is open for inspection and any Member interested in obtaining a copy of the same may write to the Company Secretary.

ANNEXURE-C

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY ACTIVITIES

[As prescribed under section 135 of the Companies Act, 2013 & Companies (Corporate Social Responsibility Policy) Rules, 2014]

1. A brief outline of the Company's CSR policy, including overviews of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.

Introduction

The Main objective of CSR Policy is to lay down guidelines for sustainable development and to serve the socially and economically weak and underprivileged section of society and to operate and grow its business in a socially responsible way with a vision to be an environmental friendly corporate citizen.

Objective of CSR Policy:

The Main objective of CSR Policy is to lay down guidelines for sustainable development and to serve the socially and economically weak and underprivileged section of society and to operate and grow its business in a socially responsible way with a vision to be an environmental friendly corporate citizen.

ACTIVITIES THAT CAN BE UNDERTAKEN UNDER CSR:

- (i) Eradicating hunger, poverty and malnutrition, promoting healthcare including preventive health care and sanitation and making available safe drinking water;
- (ii) Promoting education, including special education and employment enhancing vocation skills especially among children, women, elderly, and the differently abled and livelihood enhancement projects;
- (iii) Promoting gender equality, empowering women, setting up homes and hostels for women and orphans; setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;
- (iv) Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agroforestry, conservation of natural resources and maintaining quality of soil, air and water;
- (v) Protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art; setting up public libraries; promotion and development of traditional arts and handicrafts:
 - (vi) Measures for the benefit of armed forces veterans, war widows and their dependents;
- (vii) Training to promote rural sports, nationally recognized sports, para-lympic sports and Olympic sports;
- (viii) Contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government for socio-economic development and relief and welfare of the Scheduled Castes, the Scheduled Tribes, other backward classes, minorities and women;
- (ix) Contributions or funds provided to technology incubators located within academic institutions which are approved by the Central Government
- (x) Rural development projects.

Applicability

M/s. Silver Touch Technologies Limited is Public Company whose 'average net profit', calculated in accordance with section 198 of the Companies Act, 2013 exceeds Rs. 5,00,00,000/- (Rupees Five Crores Only) in previous financial year and hence Corporate Social Responsibility provisions of section 135 of the said Act applicable to the Company.

CSR policy has been prepared in accordance with Section 135 of the Companies Act, 2013 (referred to as the Act in this policy) and in accordance with applicable rules made there under as notified by the Ministry of Corporate Affairs, Government of India, in 2014.

2. **The Composition of CSR Committee: Mr. Vipul Thakkar (Chairman), Mr. Jignesh Patel (Member) and Mr. Harivadan Thaker (Member)**

3. **Average Net profit of the Company for last three financial years (2017-18 to 2019-20) :**
Rs. 12,09,13,015/-

4. **Prescribed CSR expenditure (two percent of the amount as in item 3 above) :Rs. 24,18,260/-**

5. **Details of CSR spend during the financial year:**

- a. Total amount to be spent for the financial year : Rs. 24,18,260
- b. Amount unspent, if any: Nil
- c. Manner in which the amount spent during the financial year is detailed below:

No.	CSR project or activity identified	Sector in which the project is covered	Projects or programs (1) local area or other (2) specify the state and district where projects or programs was undertaken	Amount outlay(budget) project or program wise	Amount spent on the projects or programs sub-heads: (1) Direct expenditure on projects or programs (2) Overheads	Cumulative expenditure up to the reporting period	Amount spent Direct or through implementing agency
1.	Expenditure incurred for promoting education and providing training to Apprentice	Education & training	Local area (Ahmedabad, Gujarat)	Rs. 24,50,000/-	Rs. 24,18,260/-	Rs. 1,10,42,645/-	Direct

6. **Reason for short spending of CSR amount during the current financial year:**

The Company has fully utilised its CSR obligation including previous year's outstanding and no short spending is there.

The CSR Committee of the Company hereby confirms that the implementation and monitoring of CSR policy, is in compliance with CSR objectives and policy of the Company

7. **Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the Company**

The web-link for Composition of CSR committee, CSR Policy and CSR projects approved by the board is https://www.silvertouch.com/wp-content/uploads/investors-files/csr-policy_153.pdf

Place: Ahmedabad
Date: 12/07/2021

VIPUL THAKKAR
Chairman-CSR Committee
Managing Director
(DIN: 00169558)

JIGNESH PATEL
Member- CSR Committee
Whole-Time Director
(DIN: 00170562)

**ANNEXURE-D
FORM NO. MR 3**

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

SECRETARIAL AUDIT REPORT

For the Financial year ended on 31st March, 2021

To,
The Members,
Silver Touch Technologies Limited
CIN: L72200GJ1995PLC024465
2nd Floor, Saffron, Nr. Panchwati Circle,
Ambawadi, Ahmedabad - 380006

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. Silver Touch Technologies Limited (hereinafter referred to as "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minutes books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2021 (hereinafter referred to as "the Audit Period") complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2021 according to the provisions of:

- (i.) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii.) The Securities Contract (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii.) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv.) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Overseas Direct Investment. However the regulations relating to Foreign Direct Investment and External Commercial Borrowings were not applicable;
- (v.) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2018;
 - c. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - d. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;

We further report that, based on the information provided by the Company, its officers and authorized representatives during the conduct of audit, and also on the review of quarterly compliance reports by respective department heads/Company Secretary/Chief Financial Officer/Executive Director taken on record by the Board of Directors of the Company, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has generally complied with the following laws applicable specifically to the Company;

- (a) The Information Technology Act, 2000 and the rules made thereunder
- (b) The Copyright Act, 1957
- (c) The Trade Marks Act, 1999

We have also examined compliance with the applicable clauses/regulations of the following, to the extent applicable to the Company during the audit period:

- (i.) Secretarial Standards issued by The Institute of Company Secretaries of India.
- (ii.) The Listing Agreements entered into by the Company with Stock Exchange.
- (iii.) SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

We report that, during the year under review, the Company has complied with the provisions of the Acts, rules, regulations and guidelines mentioned above.

We further report that, there were no actions / events in pursuance of:

- a) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
- b) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- c) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;
- d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; requiring compliance thereof by the Company during the financial year.

We further report that the compliance by the Company of applicable financial laws, like direct and indirect tax laws, has not been reviewed in this Audit since the same have been subject to review by auditor/other designated professionals.

We have relied on the representation made by the Company and its officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations, Guidelines, Standards, etc. mentioned above.

We further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. There were no changes in the composition of the Board of Directors during the period under review.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

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

We further report that during the audit period, there were no other specific events/actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

For, Sandip Sheth & Associates

Practicing Company Secretaries

Firm Unique Code: P2001GJ041000

UDIN: A032597C000612429

Prashant Prajapati

Partner

ACS: 32597

CP No.: 12531

Date: 12/07/2021

Place: Ahmedabad

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

To,
The Members,
Silver Touch Technologies Limited
CIN: L72200GJ1995PLC024465
2nd Floor, Saffron, Nr. Panchwati Circle,
Ambawadi, Ahmedabad - 380006.

"Annexure - A"

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

1. Due to restrictive movement in connection with COVID-19 second wave, we have not visited the premises and have not physically verified the underlying supporting documents as are normally verified; we have reviewed the transactions and conducted our audit on the basis of the various records in soft file, pdf file and software backups and other documents made available for our verification. However we have relied on the information, statements and position furnished and confirmed by the Company and its designated employees and RTA where ever necessary.
2. Maintenance of records, documents, papers maintained pursuant to Companies Act, 2013 and other applicable laws as reported in our report is the responsibility of the management of the Company. Our responsibility is to express an opinion on these records based on our audit.
3. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the records. The verification was done on test basis to ensure that correct facts are reflected in the records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
4. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company, as the same are being verified by the statutory/tax/internal auditors from time to time.
5. Where ever required, we have obtained the representations from the Management and respective departmental heads about the Compliance of laws, rules and regulations and happening of events etc. during the audit period.
6. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis, for the purpose of issuing Secretarial Audit Report.
7. The Secretarial Audit is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

We conducted our audit in the manner specified under section 204 of the Companies Act, 2013 and Rules made there under, which seeks an opinion and reasonable assurance about the compliance status of various applicable acts and rules to the Company.

For, Sandip Sheth & Associates
Practicing Company Secretaries
Firm Unique Code: P2001GJ041000

Prashant Prajapati
Partner
ACS No: 32597
COP No.:12531

Date: 12/07/2021
Place: Ahmedabad

STANDALONE

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF M/s. SILVER TOUCH TECHNOLOGIES LIMITED

Report on the Financial Statements

Opinion

We have audited the financial statements of M/s. SILVER TOUCH TECHNOLOGIES LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March 2021, the Statement of Profit & Loss and cash flow 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 standalone financial statements give the information required by the Companies Act, 2013 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 31st March 2021, and its Profit 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 Companies Act, 2013. 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 Companies Act, 2013 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.

Key Audit Matters

Key audit matters 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.

We have nothing to report in this regard.

Information other than the Standalone Financial statements and Auditor's report thereon.

The Company's Board of Directors is responsible for the preparation of other information. The other information comprises the information included in the Board's report including Annexures to Board's report, but does not include the standalone financial statements and our auditor's report thereon.

Our opinion on the standalone 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 standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, (changes in equity)²⁷ 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. 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 Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by managements, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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:

- 1 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.
- 2 Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- 3 Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 4 Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the 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.
- 5 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.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **Annexure A** statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

2. As acquired by section 143(3) of the Act, we report that:

- a. We have sought and obtain all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
- b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c. The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this report are in agreement with the books of account;
- d. In our opinion, the aforesaid standalone financial statements, comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e. On the basis of written representations received from the directors as on 31st March 2021, and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2021, from being appointed as a director in terms of Section 164 (2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**";
- g. 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 There is no pending litigation that may have impact on its financial statements.
 - ii The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii There is no amount to be transferred to Investors Education Protection Fund.
- h. With respect to the matter to be included in the Auditors' Report under section 197(16):

In our opinion and according to the information and explanations given to us, the remuneration paid by the company to its directors during the current year is in accordance with the provisions of Section 197 of the Act.

For PRIYAM R SHAH & ASSOCIATES
Chartered Accountants
Firm Reg. No. : 118421W

CA Mitesh M Nagar
Partner
M.No. 173787
UDIN: 21173787AAAAHQ4951

Ahmedabad
07/06/2021

ANNEXURE TO INDEPENDENT AUDITOR'S REPORT

(Referred to paragraph 1 under the heading of "Report on Other Legal and Regulatory Requirements" of our report of even date.)

- (i) (a) The company has maintained proper records showing particulars including quantitative details and situation of fixed assets.
- (b) The fixed assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification.
- (c) The title deeds of immovable properties are held in the name of the company.
- (ii) As explained to us, physical verification of inventory has been conducted by the management at regular intervals during the year in respect of inventory and there are no material discrepancies were noticed.
- (iii) According to the information and explanation given to us, the Company has not granted any unsecured loans to companies.
- (iv) According to explanation and information given to us, In respect of loans, investments, guarantees, and security, Company has complied the provisions of section 185 and 186 of the Companies Act, 2013.
- (v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public. Accordingly, paragraph 3(v) of the Order to comment on whether the Company has complied with the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and rules framed thereunder, is not applicable.
- (vi) In our opinion and according to the information and explanations given to us, maintenance of cost records has not been prescribed by the Central Government under section 148(1) of the Companies Act, 2013 for any products of the company.
- (vii) (a) According to the information and explanation given to us and the books and records examined by us, there are no undisputed amounts payable in respect of Income-tax, Service Tax, or GST outstanding as at 31st March 2021 for a period exceeding six months from the date they became payable.
- (b) On the basis of our examination of the documents and records, there are no disputed amount pending in respect of any statutory dues.
- (viii) Based on our audit procedure and on the information and explanation given by the management, we are of the opinion that the company has not defaulted in repayment of dues to the bank.
- (ix) Company has not raised money by way of Initial Public offer or further public offer (including debt instruments) during the year under review. Further, company has not applied proceeds of Term Loans (Long Term) for the purpose of working capital requirements.
- (x) According to the information and explanation given to us and to the best of our knowledge and belief no fraud on or by the company, has been noticed or reported by the company during the year.
- (xi) Based on our audit procedure and books examined by us, Company has paid managerial remuneration in accordance with the the provisions of section 197 read with Schedule V to the Companies Act.

- (xii) Since the company is not Nidhi Company, relevant clause of CARO, 2016 is not applicable to the company.
- (xiii) According to information and explanation given to us, all 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 etc., as required by the accounting standard 18.
- (xiv) According to information and explanation given to us, the company has not made any private placement in pursuant to section 42 of the Companies Act, 2013 during the year under review.
- (xv) According to information and explanation given to us, the company has not entered into any non-cash transactions with directors or persons connected with him and company has been complied the provisions of section 192 of Companies Act, 2013.
- (xvi) According to information and explanation given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For PRIYAM R SHAH & ASSOCIATES
Chartered Accountants
Firm Reg. No. : 118421W

CA Mitesh M Nagar
Partner
M.No. 173787
UDIN: 21173787AAAAHQ4951

Ahmedabad
07/06/2021

Annexure B**INDEPENDENT AUDITORS' REPORT ON INTERNAL FINANCIAL CONTROL****Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013**

- 1 We have audited the internal financial controls over financial reporting of Silver Touch Technologies Limited as at 31st March 2021 in conjunction with our audit of the Balance Sheet, Statement of Profit & loss, Cash Flow statement & notes forming part of financial statement.

Management's Responsibility for Internal Financial Controls

- 2 Management is responsible for establishing and maintaining internal financial controls based on 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 ('the 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, 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 by The Companies Act, 2013 ('the Act').

Auditor's Responsibility

- 3 Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing ('the Standards'), issued by the 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 issued by the 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 over financial reporting was established and maintained and if such controls operated effectively in all material respects.
- 4 Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
- 5 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 over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

6 Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. Company's internal financial control over financial reporting 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 Over Financial Reporting

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

Opinion

7 In our opinion, Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

For PRIYAM R SHAH & ASSOCIATES

Chartered Accountants

Firm Reg. No. : 118421W

CA Mitesh M Nagar

Partner

M.No. 173787

UDIN: 21173787AAAAHQ4951

Ahmedabad

07/06/2021

BALANCE SHEET AS ON 31st March 2021

(Amount in Rs.)

Particulars		Note No.	31st March 2021	31st March 2020
I.	EQUITY AND LIABILITIES			
1	Shareholders' funds			
	(a) Share capital	2	12,68,10,000	12,68,10,000
	(b) Surplus	3	68,68,11,354	67,74,49,742
	(c) Money received against share warrants		-	-
2	Share application money pending allotment		-	-
3	Non-current liabilities			
	(a) Long-term borrowings	4	42,67,868	1,08,13,056
	(b) Deferred tax liabilities (Net)		43,80,129	58,69,016
	(c) Other Long term liabilities	5	6,00,01,524	1,90,72,670
	(d) Long-term provisions		-	-
4	Current liabilities			
	(a) Short-term borrowings	6	-	9,27,03,761
	(b) Trade payables	7	22,92,71,345	19,44,06,512
	(c) Other current liabilities	8	7,72,70,792	12,55,09,423
	(d) Short-term provisions	9	3,20,00,003	4,76,93,845
	TOTAL		1,22,08,13,015	1,30,03,28,025
II.	ASSETS			
	Non-current assets			
1	(a) Property, Plant & Equipment	10		
	(i) Tangible assets		18,38,79,760	18,54,79,519
	(ii) Intangible assets		21,07,470	9,73,398
	(iii) Capital work-in-progress		-	15,37,053
	(b) Non-current investments	11	1,19,77,123	1,19,77,123
	(c) Long-term loans and advances	12	11,28,47,605	10,27,05,588
	(d) Other non-current assets		-	-
2	Current assets			
	(a) Inventories	13	86,88,563	1,14,23,774
	(b) Trade receivables	14	46,81,80,159	59,02,23,516
	(c) Cash and Bank Balances	15	12,00,36,652	8,44,01,105
	(d) Short-term loans and advances	16	31,30,95,683	31,16,06,948
	(e) Other current assets		-	-
	TOTAL		1,22,08,13,015	1,30,03,28,025
	Notes on Accounts	1		

As per our report of even date
For PRIYAM R SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Reg. No. : 118421W

For and on behalf of Board of Directors

CA Mitesh M Nagar
PARTNER
M.No. 173787
UDIN: 21173787AAAAHQ4951

Vipul Thakkar
Chairman & Managing Director
DIN - 00169558

Jignesh Patel
Director
DIN - 00170562

Ahmedabad
07/06/2021

Dipesh Solanki
Company Secretary

Palak Shah
CFO cum Director
DIN - 00306082

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31st March 2021

(Amount in Rs.)

Particulars		Note No.	31/03/2021	31/03/2020
I. Revenue from operations		17		
Sales & Operational Revenue			1,40,16,53,008	1,79,36,49,979
II. Other income		18	1,40,16,53,008 95,14,035	1,79,36,49,979 92,36,321
III. Total Revenue (I + II)			1,41,11,67,043	1,80,28,86,300
IV. Expenses:				
Purchases of Stock-in-Trade		19	44,95,78,443	61,17,69,563
Changes in inventories of Stock-in-Trade		20	27,35,211	(9,94,858)
Employee benefits expense		21	79,93,07,374	92,28,31,956
Finance costs		22	1,53,27,081	2,00,75,160
Depreciation and amortization expense			2,45,05,527	4,36,41,561
Operations & Other Expenses		23	10,94,30,379	12,50,96,602
Total expenses			1,40,08,84,015	1,72,24,19,983
V Profit before tax (III - IV)			1,02,83,028	8,04,66,317
VI Tax expense:				
(1) Current tax			50,00,000	2,50,00,000
(2) Deferred tax			(14,88,887)	(5,85,489)
(3) Prior Period Tax Adjustment			(25,89,697)	7,11,256
			9,21,416	2,51,25,768
VII Profit for the period (V+VI-VII)			93,61,611	5,53,40,550
VIII Earnings per equity share (Face Value ₹ 10 per share)				
(1) Basic			0.74	4.36
(2) Diluted			0.74	4.36
Notes on Accounts		1		

As per our report of even date
For **PRIYAM R SHAH & ASSOCIATES**
CHARTERED ACCOUNTANTS
Firm Reg. No. : 118421W

For and on behalf of Board of Directors

CA Mitesh M Nagar
PARTNER
M.No. 173787
UDIN: 21173787AAAAHQ4951

Vipul Thakkar
Chairman & Managing Director
DIN - 00169558

Jignesh Patel
Director
DIN - 00170562

Ahmedabad
07/06/2021

Dipesh Solanki
Company Secretary

Palak Shah
CFO cum Director
DIN - 00306082

CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st March 2021

(Amount in Rs.)

PARTICULARS	2020-21		2019-20	
A. Cash inflow/(outflow) from the operating activities				
Net profit before Tax and Prior Period Adjustments		1,02,83,028		8,04,66,317
Adjustments for:				
Depreciation & Amortization	2,45,05,527		2,49,72,469	
Interest paid	77,90,610		1,03,31,628	
Interest Income	(78,41,440)		(1,00,95,071)	
Provision of Gratuity payable	57,25,688		47,80,108	
(Profit)/Loss Due to Fire	1,19,174		-	
Asset transferred to expense	15,37,053		-	
Provision for CSR Donation		3,18,36,612	(1,06,948)	2,98,82,186
Operating Profit before working capital changes		4,21,19,639		11,03,48,503
Adjustment for (Increase)/Decrease in Working Capital :				
Inventories	27,35,211		(9,94,858)	
Receivables	12,20,43,357		(1,42,18,941)	
Direct Tax paid	(2,24,10,303)		(3,76,62,915)	
Other Non Current Asset	-		1,86,69,091	
Loans & Advances	(1,16,30,751)		(5,22,36,102)	
Current Liabilities & Provisions	(1,47,93,298)	7,59,44,216	(2,39,63,990)	(11,04,07,714)
Net cash inflow/(outflow) from operating activities (A)		11,80,63,855		(59,211)
B. Cash inflow/(outflow) from investing activity				
Investments	-		(49,000)	
Purchase of Assets	(2,45,96,047)		(2,79,32,477)	
Sale/Disposal of Fixed Assets	4,37,003		-	
Net cash inflow/(outflow) from investing activity (B)		(2,41,59,044)		(2,79,81,477)
C. Cash inflow/(outflow) from financing activity				
Secured Loans Availed/(Paid)	(9,37,22,808)		2,21,80,257	
Unsecured Loans Availed/(Paid)	3,54,02,713		1,43,87,136	
Interest Income	78,41,440		1,00,95,071	
Interest Paid	(77,90,610)		(1,03,31,628)	
Interim Dividend and Tax thereon	-		(1,52,87,620)	
Net cash inflow/(outflow) from Financing activity (C)		(5,82,69,264)		2,10,43,217
Net Cash changes in cash and cash equivalent (A+B+C)		3,56,35,547		(69,97,472)
Cash & Cash Equivalent at the beginning of the Period		8,44,01,105		9,13,98,577
Cash & Cash Equivalent at the end of the Period		12,00,36,652		8,44,01,105
Net Increase in cash and cash equivalent		3,56,35,547		(69,97,472)

Note :

1. The Cash Flow Statement has been prepared under the Indirect Method as set out in AS-3 on Cash Flow Statement notified by Companies(Accounting Standards)Rules, 2006.

2. Figures in bracket represent Outflow of cash.

As Per our report of even date

For PRIYAM R SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Reg. No. : 118421W

For and on behalf of Board of Directors

CA Mitesh M Nagar
PARTNER
M.No. 173787
UDIN: 21173787AAAAHQ4951

Vipul Thakkar
Chairman & Managing Director
DIN - 00169558

Jignesh Patel
Director
DIN - 00170562

Ahmedabad
07/06/2021

Dipesh Solanki
Company Secretary

Palak Shah
CFO cum Director
DIN - 00306082

Notes forming Part of accounts:

Note 1 SIGNIFICANT ACCOUNTING POLICIES

i) Company Overview:

Silver Touch Technologies Limited ("the company") is a leading and globally accepted IT Solution Provider and currently at the forefront of Digital Transformation & Emerging Technologies to serve the customers across the world.

The solutions company provide cover top to bottom technical needs including IT Consulting, System Integration Services, Software Development, E-Governance Solutions, Mobility Solutions, website development & maintenance etc. and making everything possible for customer with cybernetics.

The Company is a public limited company incorporated and domiciled in India and has its registered office at 2nd Floor, Saffron Tower, Ambawadi, Ahmedabad 380006, Gujarat, India. The company has its listing on NSE SME platform.

ii) Basis Of Accounting:

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on accrual basis of accounting. The company is a Large Company as defined in the general instruction in respect of accounting standards notified under the Companies Act, 2013. Accordingly, the company has complied with the accounting standards as applicable to a Large Company.

iii) Use of Estimates:

The preparation of financial statements in conformity with generally accepted principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

iv) Fixed assets & Depreciation:

Fixed Assets are stated at cost less accumulated depreciation.

Depreciation is provided on fixed assets used during the year as per Straight Line Method on the basis of useful life of assets and residual value as specified in schedule II of the Companies Act, 2013 except on few assets, where different life has been estimated by the management where assets are for specific project.

Depreciation on additions or sale/discard of asset is being provided on pro-rata basis from the date on which such asset is ready to be put to use to date of sale/discard.

v) Inventories:

Inventories are valued at cost or net realizable value, whichever is lower. The cost is ascertained using FIFO method.

vi) Investments:

Investments are classified as Current Investments and non-current Investments. The investments that are readily realizable and intended to be held for not more than a year are classified as current investments. Current Investments are stated at lower of cost and net realizable value. A provision for diminution is made to recognize a decline, other than temporary, in the value of Non-current Investments.

vii) Revenue Recognition:

Revenue from the sale of equipment / computers are recognized upon delivery, which is when title passes to the customer. Sales are stated net of returns & GST.

Revenue from sale of software licences are recognized upon delivery.

Revenue from service contracts are recognized when services are rendered, related costs are incurred and its realization is certain.

Interest income is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.

viii) Employee Benefits:**Gratuity**

The company does not have any defined benefit scheme for its employees. The company makes provision for the gratuity for the current financial year by debiting the same as an expense under the head Payments made to personnel. Company obtained actuarial valuation report to arrive at the amount of provision required for Gratuity.

Provident Fund & ESI Scheme

The contribution to Provident Fund & Employees State Insurance Scheme is provided for and payments in respect thereof are made to relevant authorities on actual basis which is charged to Statement of profit and loss.

The company does not have any other scheme of short term or long term retirement benefits.

ix) Impairment of Assets:

An asset is considered as impaired in accordance with Accounting Standard 28 on impairment of Assets when at balance sheet date there are indications of impairment and the carrying amount of the asset exceeds its recoverable amount. The carrying amount is reduced to the recoverable amount and the reduction is recognized as an impairment loss in the statement of profit and loss.

x) Earnings per Share:

The company reports basic and diluted Earnings Per Share (EPS) in accordance with Accounting Standard 20 on Earnings Per Share. Basic EPS is computed by dividing the net profit or loss for the year by the weighted average number of Equity shares outstanding during the year.

xi) Provisions, Contingent Liabilities and Contingent Assets:

Provisions involving a substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the accounts by way of a note. Contingent assets are neither recognized nor disclosed in the financial statements.

xii) Foreign Currency Transactions:

All transactions in foreign currency, are recorded at the rates of exchange prevailing on the dates when the relevant transactions taken place. Exchange differences arising on foreign currency transactions are recognized as income or expense in the period in which they arise. Company maintains EEFC Account with the Bank of India. Periodically, at the time of conversion of foreign currency from EEFC Account to INR, company takes into consideration the bank rate prevailing on that particular day and exchange difference, if any, arises are recognized as income or expense in the statement of profit & loss.

xiii) Taxes on Income:

Provision for tax is made for both current and deferred taxes. Current tax is provided on the Taxable income using the applicable tax rates and tax laws. Deferred tax liabilities arising on account on timing differences, which is capable of reversal in subsequent periods are recognized using tax rates and tax laws, which have been enacted or substantively enacted.

xiv) General:

Accounting policies not specifically referred to are consistent with generally accepted accounting policies.

NOTE 2 SHARE CAPITAL

Particulars	31/03/2021		31/03/2020	
	Number	Amount(In Rs)	Number	Amount(In Rs)
Authorized Equity Shares of Rs 10 each	1,60,00,000	16,00,00,000	1,60,00,000	16,00,00,000
Issued Equity Shares of Rs 10	1,26,81,000	12,68,10,000	1,26,81,000	12,68,10,000
each Subscribed & Paid up Equity Shares of Rs 10	1,26,81,000	12,68,10,000	1,26,81,000	12,68,10,000
each				
Total	1,26,81,000	12,68,10,000	1,26,81,000	12,68,10,000

Reconciliation of Shares outstanding at the beginning and at the end of the year/period

Particulars	31/03/2021		31/03/2020	
	Number	Amount(In Rs)	Number	Amount(In Rs)
Shares outstanding at the beginning of the year	1,26,81,000	12,68,10,000	1,26,81,000	12,68,10,000
Shares Issued during the year	-	-	-	-
(Shares bought back during the year)	-	-	-	-
Shares outstanding at the end of the year	1,26,81,000	12,68,10,000	1,26,81,000	12,68,10,000

Aggregate number of bonus shares issued and shares issued for consideration other than cash during the five years immediately preceding the reporting date

Particulars	Aggregate No. of Shares of last 5 years	Aggregate No. of Shares of last 5 years	Aggregate No. of Shares of last 5 years	Aggregate No. of Shares of last 5 years
	31/03/2021	31/03/2020	31/03/2019	31/03/2018 & 31/03/2017
Equity Shares :				
Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-
Fully paid up by way of bonus shares	-	-	-	55,95,000
Shares bought back	-	-	-	-

Details of share holders holding more than 5% shares

Name of Shareholders	31/03/2021		31/03/2020	
	Number of Shares	% Holding	Number of Shares	% Holding
VIPUL HARIDAS THAKKAR	26,53,510	20.93%	26,32,510	20.76%
JIGNESH AMRITLAL PATEL	26,29,710	20.74%	26,29,710	20.74%
MINESH VINODCHANDRA DOSHI	22,11,500	17.44%	22,11,500	17.44%
GAGANDEEP CREDIT CAPITAL PVT LTD	9,00,000	7.10%	9,00,000	7.10%
PALAK VINUBHAI SHAH	6,62,280	5.22%	6,57,280	5.18%

NOTE 3 SURPLUS

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
a. Securities Premium Account		
Opening Balance	15,00,46,000	15,00,46,000
Add : Securities premium credited on Share issue	-	-
<u>Less : Premium Utilised for various reasons</u>	-	-
Premium on Redemption of Debentures	-	-
For Issuing Bonus Shares	-	-
Closing Balance	15,00,46,000	15,00,46,000
b. Revaluation Reserve		
Opening Balance	3,86,30,649	3,86,30,648
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	3,86,30,649	3,86,30,648
c.General Reserve		
Opening Balance	3,00,00,000	3,00,00,000
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
(-) Used for Bonus Shares	-	-
Closing Balance	3,00,00,000	3,00,00,000
d. Surplus		
Profit & Loss A/c		
Opening balance	45,87,73,094	41,10,76,354
Add:		
Net Profit/(Net Loss) For the current year	93,61,611	5,53,40,550
Transfer from Reserves	-	-
(Less):		
Proposed/Interim Dividends	-	(63,40,500)
Tax on Proposed/Interim Dividends	-	(13,03,310)
Transfer to Reserves	-	-
(-) Used for Bonus Shares	-	-
Closing Balance	46,81,34,705	45,87,73,094
Total	68,68,11,354	67,74,49,742

NOTE 4 LONG TERM BORROWINGS

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
<u>Secured</u>		
(a) Term loans		
From Banks		
BOI Car Loan Acct-Toyota Fortuner	14,52,360	17,31,670
(Secured by Hypothecation of Toyota Fortuner)		
(Repayable in 84 Monthly Installment)		
BOI Car Loan Acct-Hyundai Creta	-	7,39,737
(Secured by Hypothecation of Hyundai Creta)		
(Repayable in 60 Monthly Installment)		
	14,52,360	24,71,407
<u>Unsecured</u>		
(a) Loans and advances from related parties		
From Directors	28,15,507	83,41,648
	28,15,507	83,41,648
Total	42,67,868	1,08,13,056

NOTE 5 OTHER LONG TERM LIABILITIES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
(a) Others		
Deposits (EMD/SD)	6,00,01,524	1,90,72,670
Total	6,00,01,524	1,90,72,670

NOTE 6 SHORT TERM BORROWINGS

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Secured		
(a) Loans repayable on demand		
From Banks		
Bank Of India No.28 (Sec. against Hypo. Of Stock)	-	4,52,68,042
(The working capital facilities from Bank of India are secured by parri passu charge by way of hypothication on all present & future Domestic book debts of the company and further secured by personal guarantee of four directors of the company to secure all the facilities of Bank of India)		
Yes Bank A/c. No. CC000781300002513	-	4,74,35,719
(The working capital facilities from Yes Bank are secured by first pari-passu hypothecation charge on all existing and future current assets with the company's other existing borrower i.e. BOI. Further secured by personal guarantee of four directors of the company to secure all the facilities of Yes Bank)		
Total	-	9,27,03,761

NOTE 7 TRADE PAYABLES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Due to Micro, Small & medium Enterprises	-	-
Due to Others	22,92,71,345	19,44,06,512
Total	22,92,71,345	19,44,06,512

NOTE 8 OTHER CURRENT LIABILITIES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
(a) Current maturities of long-term debt		
BOI Car Loan Acct-Toyota Fortuner	5,41,452	5,41,452
BOI Car Loan Acct-Hyundai Creta	-	3,52,836
(b) Other payables		
Advance from Customer	59,98,501	3,00,06,043
Other Dues	4,47,91,678	8,23,60,544
Staff Dues	76,07,787	22,27,217
Government Dues	1,83,31,374	1,00,21,331
Total	7,72,70,792	12,55,09,423

NOTE 9 SHORT TERM PROVISIONS

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
(a) Provision for employee benefits		
Gratuity (Unfunded)	2,70,00,003	2,26,93,845
(b) Others		
Provision for Taxation	50,00,000	2,50,00,000
Total	3,20,00,003	4,76,93,845

NOTE 10 PROPERTY, PLANT & EQUIPMENT

	Fixed Assets	Gross Block					Accumulated Depreciation						Net Block	
		Balance as at 01/04/2020	Additions	(Disposals)	Acquired through business combinations	Balance as at 31/03/2021	Balance as at 01/04/2020	Depreciation charge for the year	Adjustment due to revaluations	On disposals	Transitional Entry	Balance as at 31/03/2021	Balance as at 31/03/2021	Balance as at 31/03/2020
a	Tangible Assets													
	Buildings	11,38,29,773	31,20,628	-	-	11,69,50,401	1,74,93,257	24,74,495	-	-	-	1,99,67,752	9,69,82,649	9,63,36,516
	Plant and Equipment	26,76,83,409	74,67,733	(38,06,692)	-	27,13,44,450	22,38,79,562	1,29,62,697	-	36,16,357	-	23,32,25,902	3,81,18,547	4,38,03,846
	Furniture and Fixtures	5,07,30,352	65,68,876	(35,30,302)	-	5,37,68,926	2,31,51,226	40,08,455	-	32,33,586	-	2,39,26,095	2,98,42,830	2,75,79,125
	Vehicles	1,58,17,097	-	-	-	1,58,17,097	88,33,282	13,95,787	-	-	-	1,02,29,069	55,88,028	69,83,815
	Office equipment	2,44,55,180	57,61,796	(13,83,110)	-	2,88,33,866	1,36,78,962	31,21,151	-	13,13,954	-	1,54,86,159	1,33,47,707	1,07,76,218
	Total(a)	47,25,15,810	2,29,19,033	(87,20,104)	-	48,67,14,739	28,70,36,290	2,39,62,585	-	81,63,897	-	30,28,34,978	18,38,79,760	18,54,79,519
b	Intangible Assets													
	Computer software	85,71,364	16,77,014	-	-	1,02,48,378	75,97,966	5,42,942	-	-	-	81,40,908	21,07,470	9,73,398
	Total(b)	85,71,364	16,77,014	-	-	1,02,48,378	75,97,966	5,42,942	-	-	-	81,40,908	21,07,470	9,73,398
c	Capital Work in Progress													
	Rajkot RTO Track	-	-	-	-	-	-	-	-	-	-	-	-	-
	Capital Work In Progress	15,37,053	-	(15,37,053)	-	-	-	-	-	-	-	-	-	15,37,053
	Total(c)	15,37,053	-	(15,37,053)	-	-	-	-	-	-	-	-	-	15,37,053
	Total (a+b+c)	48,26,24,227	2,45,96,047	(1,02,57,157)	-	49,69,63,117	29,46,34,257	2,45,05,527	-	81,63,897	-	31,09,75,887	18,59,87,230	18,79,89,970
18,59,87,230														
	Previous Years' Figures	45,46,91,750	3,04,21,967	(24,89,490)	-	48,26,24,227	26,96,61,787	2,49,72,469	-	-	-	29,46,34,257	18,79,89,970	18,50,29,963

NOTE 11 NON CURRENT INVESTMENT

	Particulars	31/03/2021	31/03/2020
		Amount(In Rs)	Amount(In Rs)
A	Other Investments		
	(a) Investment in Equity instruments	1,16,29,593	1,16,29,593
	(b) Other non-current investments	3,47,530	3,47,530
	Grand Total (A + B)	1,19,77,123	1,19,77,123
	Less : Provision for diminution in the value of Investments	-	-
	Total	1,19,77,123	1,19,77,123

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Aggregate amount of quoted investments (Market value of Rs 0 (Previous Year Rs 0)	-	-
Aggregate amount of unquoted investments	1,16,29,593	1,16,29,593

A. Details of Other Investments										
Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (Rs)	
			31/03/2021	31/03/2020			31/03/2021	31/03/2020	31/03/2021	31/03/2020
1	2	3	4	5	6	7	8	9	10	11
(a)	Investment in Equity Instruments									
	Share of Drive in Ch Association	Other	-	-	Unquoted	Fully paid	-	-	100	100
	Silver Touch Technology (UK) Ltd	Subsidiary	500	500	Unquoted	Fully paid	100%	100%	40,824	40,824
	Silver Touch Technologies INC	Subsidiary	100	100	Unquoted	Fully paid	100%	100%	32,865	32,865
	Lime Software (JV UK)	JV	500	500	Unquoted	Fully paid	50%	50%	48,975	48,975
	Investment In Iriss Scanners Technologies Pvt. Ltd	JV	5,000	5,000	Unquoted	Fully paid	50%	0%	50,000	50,000
	Investment in Shark Identity P. Ltd (JV)	JV	1,01,92,000	1,01,92,000	Unquoted	Fully paid	49%	49%	1,01,92,000	1,01,92,000
	Silver Touch Technologies SAS	JV	1,805	1,805	Unquoted	Fully paid	50%	50%	12,64,829	12,64,829
	Total								1,16,29,593	1,16,29,593
(b)	Other non-current investments									
	Investment in Gold	Other	-	-	Unquoted	--N.A.--			27,520	27,520
	Gold Bond With BOI	Other	-	-	Unquoted	--N.A.--			3,20,010	3,20,010
	Total								3,47,530	3,47,530
	Total								1,19,77,123	1,19,77,123

NOTE 12 LONG TERM LOANS & ADVANCES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
a. Security Deposits		
Unsecured, considered good	11,28,47,605	10,27,05,588
Total	11,28,47,605	10,27,05,588

NOTE 13 INVENTORIES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
a. Stock in Trade	86,88,563	1,14,23,774
Total	86,88,563	1,14,23,774

NOTE 14 TRADE RECEIVABLES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
Secured, considered good	-	-
Unsecured, considered good	18,91,28,296	22,24,38,502
Unsecured, considered doubtful	-	-
	18,91,28,296	22,24,38,502
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Secured, considered good	-	-
Unsecured, considered good	27,90,51,863	36,77,85,014
Unsecured, considered doubtful	-	-
	27,90,51,863	36,77,85,014
Total	46,81,80,159	59,02,23,516

Trade Receivable stated above include debts due by:

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Private Company in which director is a member or director	77,41,562	2,15,04,044
Total	77,41,562	2,15,04,044

NOTE 15 CASH & BANK BALANCES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
a. Cash & Cash Equivalents		
i) Cash on hand	18,92,054	15,51,494
b. Other Bank balances		
Bank Balances	20,17,190	39,06,567
Other Bank Balance	1,85,79,455	-
(Includes Bank of India CC Account No. 28. The working capital facilities from Bank of India are secured by first charge by way of hypothecation on all the inventories and book debts of the company and further secured by personal guarantee of four directors of the company to secure all the facilities of Bank of India)		
(Includes Yes Bank CC Account No. 2513. The working capital facilities from Yes Bank are secured by first pari-passu hypothecation charge on all existing and future current assets with the company's other existing borrower i.e. BOI. Further secured by personal guarantee of four directors of the company to secure all the facilities of Yes Bank)		
Bank Deposits		
Deposits with less than 12 months maturity	3,00,00,000	
Deposits with more than 12 months maturity	6,75,47,953	7,89,43,044
(This includes Rs 3,86,47,953/- (Previous Year Rs 5,00,43,044/-) as security against guarantees)		
Total	12,00,36,652	8,44,01,105

NOTE 16 SHORT TERM LOANS & ADVANCES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
a. Loans and advances to related parties		
Unsecured, considered good		
Directors		
Other officers of the Company		
Firm in which director is a partner		
Private Company in which director is a member or director	-	-
	-	-
b. Others		
Unsecured, considered good		
Balance with Government	7,84,99,834	5,81,20,207
Advance to Staff	45,46,034	49,55,722
Advance to Supplier	26,32,305	1,01,30,292
Others	22,74,17,510	23,84,00,727
	31,30,95,683	31,16,06,948
Total	31,30,95,683	31,16,06,948

NOTE 17 REVENUE FROM OPERATION

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Sale of products	30,81,82,722	51,78,80,448
Sale of services	1,09,34,70,286	1,27,52,53,924
Other operating revenues	-	5,15,607
Total Sales	1,40,16,53,008	1,79,36,49,979
Total	1,40,16,53,008	1,79,36,49,979

NOTE 18 OTHER INCOME

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Interest Income	78,41,440	1,00,95,071
Other non-operating income	17,92,243	9,89,862
Foreign Exchange Gain/Loss	(1,19,648)	(18,48,611)
TOTAL	95,14,035	92,36,322

NOTE 19 PURCHASES OF STOCK-IN-TRADE

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Purchase of Computers & Peripherals	45,01,17,861	61,20,26,178
Less: Discount	5,39,418	2,56,614
TOTAL	44,95,78,443	61,17,69,563

NOTE 20 CHANGES IN INVENTORIES OF STOCK IN TRADE

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Opening Stock	1,14,23,774	1,04,28,916
Less: Closing Stock	86,88,563	1,14,23,774
TOTAL	27,35,211	- 9,94,858

NOTE 21 EMPLOYEE BENEFITS EXPENSE

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
(a) Salaries and incentives	70,78,08,820	82,98,39,037
(b) Contributions to -		
(i) Provident fund & ESIC	65,59,330	74,86,812
(c) Provisions for Gratuity	57,25,688	47,80,108
(d) Staff welfare expenses	7,00,822	23,89,467
(e) Salaries to Contractual Employees	7,85,12,714	7,83,36,532
TOTAL	79,93,07,374	92,28,31,956

NOTE 22 FINANCE COSTS

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Interest expense	77,90,610	1,03,31,628
Other borrowing costs	75,36,472	97,43,532
TOTAL	1,53,27,081	2,00,75,160

NOTE 23 OPERATIONS & OTHER EXPENSES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Power & Fuel	33,86,019	44,20,976
Rent	60,93,141	99,94,985
Repairs to buildings	19,50,685	10,90,116
Insurance	4,54,760	3,40,197
Rates and taxes, excluding taxes on income	6,55,999	70,02,370
Payment to auditors	2,50,000	2,85,000
Project Expenses	2,10,76,142	4,19,22,248
Corporate Social Responsibility Expenditure	24,56,500	22,90,021
Miscellaneous expenses	7,31,07,133	5,77,50,690
TOTAL	10,94,30,379	12,50,96,602

Note 24 Capital Commitments

The estimated amount of contracts remaining to be executed on capital account and not provided for Rs Nil. (Previous year Rs Nil).

Note 25 Contingent Liabilities

There are contingent liability of the company as under:

(Amount in Rs)

Bank Guarantee	Current Year	Previous Year
Bank of India	25,55,77,409	29,84,38,468
Yes Bank	10,15,31,042	9,78,69,693
ICICI Bank	-	1,16,005

The above bank guarantees are issued by Bank of India against 10%/15%/25% & 30% margin based on period and ICICI bank against 100% margin in the form of Bank FD & 10% margin in the form of FD for bank guarantee issued by Yes Bank.

Note 26 Pursuant to Micro, Small and Medium Enterprises Development Act, 2006, certain disclosures are required to be made relating to Micro, Small and Medium Enterprises. The company is in process of compiling relevant information from its suppliers about their coverage under the said act. Since the relevant information is not readily available, no disclosures have been made in the accounts.

Note 27 Auditor's Remuneration

Amount (in Rs)

	Current Year	Previous Year
Statutory Auditors		
- As Auditors	2,40,000	2,70,000
- Others	10,000	15,000
Total	2,50,000	2,85,000

Note 28 Earning per share as required by Accounting Standard AS-20 as issued by the Institute of Chartered Accountants of India.

Description	Current Year	Previous Year
Profit After Tax (Rs)	93,61,611	5,53,40,550
Profit Attributable to Ordinary Share Holders (Rs)	93,61,611	5,53,40,550
Weighted Average No. of Equity Shares	1,26,81,000	1,26,81,000
Basic & Diluted Earning Per Share (Rs)*	0.74	4.36
Nominal Value of share (Rs)	10.00	10.00

* The company has no dilutive instruments during the Year ended 31/03/2021. As such Dilutive Earning Per share equals to Basic Earnings Per Share.

Note 29 In compliance with the accounting standard-22 relating to "Accounting for taxes on Income" the deferred tax liability of Current Period is debited to Profit & Loss Account.

Deferred tax working:

Amount (in Rs)

Particulars	As on 01/04/2020	Charge/ (Credit) during the Year to P & L A/c	As on 31/03/2021
Deferred tax (Assets) / Liabilities on account of depreciation	67,79,445	(13,15,455)	54,63,989
Deferred tax (Assets) / Liabilities on account of Gratuity, etc	(9,10,429)	(1,73,431)	(10,83,860)
Net Deferred tax (Assets)/ liabilities	58,69,016	(14,88,887)	43,80,129

Note 30 The company has during the Year provided depreciation on fixed assets based on estimated life and realizable value as prescribed in Schedule II of the Companies Act, 2013.

Note 31 Related party disclosure as required by Accounting Standard -18 issued by the Institute of Chartered Accountants of India.

A) List Of Related parties & Relationships

a) Subsidiaries, Fellow Subsidiaries, and Associates

- | | |
|-------------------------------|--|
| a) Subsidiaries : | 1) silver touch Technology (UK) Ltd
2) 'SilverTouch Technologies Inc. |
| b) Fellow Subsidiary : | None |
| c) Associates : | 1) Shark Identity Pvt Ltd
2) Lime Software (UK)
3) silver touch Technologies SAS
4) Iriss Scanners Technologies Pvt Ltd |

- | | |
|--------------------------------------|---|
| b) Key Management Personnel : | 1) Vipul H. Thakkar
2) Minesh V. Doshi
3) Jignesh A. Patel
4) Palak V. Shah
5) Himanshu Jain
6) Vijay Shah |
|--------------------------------------|---|

- | | |
|---|---|
| c) Relatives of Key Management Personnel : | 1) Kajal V. Thakkar
2) Jolly J. Patel
3) Jyoti Jain
4) Ayushi Jain |
|---|---|

- | | |
|---|----------------------------------|
| d) Enterprise over which Key Management Personnel and their relative exercise significant influence with whom transaction have taken place during the year : | 1) Silver touch Infotech Limited |
|---|----------------------------------|

B) Transaction with related parties
Amount (in Rs)

Description	Subsidiaries, Fellow Subsidiaries, and Associates		Key Management Personnel		Relatives of Key Management Personnel		Enterprises Controlled by Key management Personnel and their relatives	
	Current Period	Previous Year	Current Period	Previous Year	Current Period	Previous Year	Current Period	Previous Year
Purchase of Goods/ Services	-	-	-	-	-	-	-	-
Sales of Goods / Services	7,47,76,200	6,14,84,575	-	-	-	-	-	-
(Purchase) / Sales of Assets	-	-	-	-	-	-	-	-
Rent & other Expenses paid	-	-	-	-	-	-	-	-
Interest Received/ (Paid)	-	-	(5,39,305)	(11,80,179)	-	-	-	-
Dividend Received / (paid)	-	-	-	(81,45,000)	-	(12,37,000)	-	-
Remunerations	-	-	2,19,75,000	2,74,97,280	19,25,000	12,45,000	-	-
Hire Charges paid	-	-	-	-	-	-	-	-
Lease Rent (Paid) / Received	-	-	-	-	(4,20,000)	(4,20,000)	-	-
Outstanding Balance at the year end								
Loans & Advance (incl. interest)	-	-	-	-	-	-	-	66,18,047
Deposit Received	-	-	28,15,507	83,41,648	-	-	-	-
Debtors	75,59,300	2,13,71,931	-	-	-	-	-	(25,21,081)
Creditors	-	-	15,67,500	15,46,500	-	-	-	70,73,495

Note 32 Additional information pursuant to the provisions of Schedule III to the Companies Act, 2013:

Amount (in Rs)

	Particulars	Current Period	Previous Year
A	Expenditure in Foreign currency on account of		
	i) Foreign Traveling	Nil	7,54,853
	ii) Exhibition/ Promotion Expense	Nil	Nil
	iii) Salary	Nil	Nil
B	Value of imported raw materials, spare parts and components, license or services	23,36,990	17,20,026
C	Amount remitted in foreign currency during the year		
	i) Dividend	Nil	Nil
	ii) No. of non-resident share holders	Nil	Nil
	iii) No. of shares held by non-residents	Nil	Nil
D	Earning in Foreign Exchange		
	i) Export of Services	14,65,44,829	12,10,95,088
	ii) Others	-	-

Note 33 Revaluation Of Fixed Assets:

As on 31.03.2011 the company has revalued the office buildings and Godown Building on the basis of the Valuation report dated 31.03.2011 given by Government Registered Valuer Shri Shailesh Khandwala. As per the valuation report, the details of historical cost and revalued amounts are as under:

Sr No	Detail of Fixed Assets	Historical Cost	Net WDV as on 31.03.2011 before Revaluation	Substituted /Revalued Amount
1	Office Building 210	5,00,500	4,03,851	15,50,000
2	Office Building Semaphore	80,669	71,468	14,55,000
3	Office Building -1	4,33,700	3,22,135	43,75,000
4	Office Building Saffron	91,43,774	86,42,613	3,55,00,000
5	Office Building 505 Saffron	16,57,246	16,14,906	42,40,000
6	Godown Building	5,13,980	4,54,416	52,00,000

As per provision of Schedule II of Companies Act, 2013 depreciation is charged on revalued amount in case of above fixed assets which were revalued in past and same is charged against Current Period's profit. Upto FY 2013-14, depreciation on revaluation amount is charged against revaluation reserve and depreciation on historical cost is charged against profit for the Year under review.

Note 34 Impairment of Fixed Assets

In accordance with the Accounting Standard (AS-28) on 'Impairment of Assets' notified by Companies (Accounting Standards) Rules, 2006, the company has reassessed its fixed assets and is of the view that no further impairment/reversal is considered to be necessary in view of its expected realizable value.

Note 35 Revenue from operations can be broadly categorized as under:

Particulars	Current Period	Previous Year
1) Sale of Computers Computer Parts, License, Software etc.	30,81,82,722	51,78,80,448
2) Sale of Services Software Development, AMC Charges & Other Services	1,09,34,70,286	1,27,52,53,924
3) Other Operating Revenue	-	5,15,607
Total Revenue from Operations	1,40,16,53,008	1,79,36,49,979

Note 36 Segment Reporting

The company's Business Segment is 'Computers & IT Services' and it has no other primary reportable segments. Geographical revenues are segregated based on the location of the customer who is invoiced or in relation to which the revenue is otherwise recognized. Customer relationships are driven based on the location of the respective clients. Company's business activities outside India are spread mainly in United Kingdom, USA, Australia & France. Hence, there are two reportable segment of company viz., Domestic & Exports.

(A) Primary Disclosures (Geographical by Customers)

(Amount in Rs)

Particulars	Geographical Segments		TOTAL
	India	Outside India	
Revenue	1,25,51,08,179 <i>1,67,25,54,891</i>	14,65,44,829 <i>12,10,95,088</i>	1,40,16,53,008 <i>1,79,36,49,979</i>
Result	4,25,93,219 <i>9,51,81,086</i>	3,15,32,906 <i>3,40,84,600</i>	7,41,26,125 <i>12,92,65,686</i>
Unallocable Expenses			7,33,57,133 <i>5,80,35,690</i>
Other Income			95,14,035 <i>92,36,321</i>
Profit Before Tax			1,02,83,028 <i>8,04,66,317</i>
Tax Expense			9,21,416 <i>2,51,25,768</i>
Profit for the year			93,61,611 <i>5,53,40,550</i>
Segment Assets	1,07,96,10,873 <i>1,27,12,92,136</i>	6,58,33,339 <i>1,27,75,455</i>	1,14,54,44,212 <i>1,28,40,67,591</i>
Unallocated Assets			7,53,68,803 <i>1,62,60,434</i>
TOTAL Assets			1,22,08,13,015 <i>1,30,03,28,025</i>
Segment Liabilities	1,17,71,32,468 <i>1,24,81,49,865</i>	3,43,00,418 <i>2,13,09,145</i>	1,21,14,32,886 <i>1,26,94,59,009</i>
Unallocated Liabilities			93,80,129 <i>3,08,69,016</i>
TOTAL Liabilities			1,22,08,13,015 <i>1,30,03,28,025</i>

* Figures in Italics font indicates previous years' figures.

- The company has disclosed Geographical Segments as the primary segment.
- Segments have been identified taking into account the nature of the products, differential risks and returns, the organizational structure and internal reporting system. The company's operations predominantly relate to Computer & IT Services.

Note 37 Employee Retirement Benefits

In order to make provision for Gratuity payable to employees, company has obtained Actuarial Valuation report from M/s. K A Pandit, 'Actuaries'. On the basis of valuation report of Actuaries, company has made provision for Gratuity Payable in accounts. However, no investments made to meet liability in future. Company charge the addition in liability of Gratuity payable to Statement of Profit & Loss.

The following table sets out unfunded status of the gratuity payable and the amounts recognized in the Company's financial statements for the period ended March 31, 2021.

(i) Change in Benefit Obligations :

Particulars	(Amount in Rs)	(Amount in Rs)
Present value of benefit obligation, beginning of the Year	2,26,93,845	1,95,67,373
Service cost	36,50,918	40,92,545
Interest cost	14,16,096	15,18,428
Benefits paid	(14,19,530)	(16,53,636)
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	11,25,707	9,31,127
Actuarial (Gains)/Losses on Obligations - Due to Change in Demographic Assumptions	-	(2,74,542)
Actuarial (Gains)/Losses on Obligations - Due to Experience	(4,67,033)	(14,87,450)
Present value of benefit obligation, end of the year	2,70,00,003	2,26,93,845

(ii) Change in Plan Assets :

Particulars	(Amount in Rs)	(Amount in Rs)
Fair value of plan assets, beginning of the year	-	-
Expected return on plan assets	-	-
Employers' contributions	-	-
Benefits paid	-	-
Fair value of plan assets, end of the year	-	-

(iii) Net Gratuity Cost :

Particulars	(Amount in Rs)	(Amount in Rs)
Service Cost	36,50,918	40,92,545
Interest Cost	14,16,096	15,18,428
Expected Return on Plan Asset	-	-
Actuarial (gain)/loss	6,58,674	(8,30,865)
Net Gratuity Cost	57,25,688	47,80,108

(iv) Reconciliation of Present Value of the obligation and the fair value of the Plan Assets :

Particulars	(Amount in Rs)	(Amount in Rs)
Fair value of plan assets, at the end of the year	-	-
Present value of obligation at the end of the year	(2,70,00,003)	(2,26,93,845)
Re-imbursement Obligation	-	-
Asset/(Liability) Recognised in the Balance Sheet	(2,70,00,003)	(2,26,93,845)

(v) Assumptions :

Particulars	%	%
Rate of Discounting	6.06%	6.24%
Salary Escalation Rate	7.00%	0.00% for Next 1 year, 7.50% p.a. thereafter starting from the 2nd year
Expected Rate of Return on Plan Asset	N.A.	N.A.

Note 38 Expenditure on Corporate Social Responsibility

Particulars	Current Period	Previous Year
a) Gross Amount required to be spent	24,18,260	23,96,969
b) Amount actually spent on:		
Promoting Education	24,18,260	23,96,969
c) Provision made for CSR Expenditure	-	-

Note 39 Balances of Secured Loans, unsecured loans, Debtors, Creditors for goods, creditors for expenses, loans and advances and advance from customers are subject to confirmation.

Note 40 The spread of Covid-19 from mid-March is having an unprecedented impact on people and economy. This has also adversely impacted company's operations and results for the year ended March 31, 2021.

In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information. The Company based on current estimates expects no effect on carrying amount of assets and liabilities.

However, the impact of COVID-19 remains uncertain and may be different from what we have estimated as of the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

Note 41 The company has credited Rs.18,84,50,376/- (previous year Rs.19,01,76,715/-)to its revenue in profit and loss statement as Accrued revenue, whose services are already rendered but invoices are made after the balance sheet date but before the reporting date. Such treatment is given as per the various agreement/contracts with client which requires the company to raise invoice in the following month of completion of services. Hence, the company has not made provision for GST liability over the same as on balance sheet date, but company has accounted for the GST liability on such revenue as and when the invoices are generated before the reporting date.

Note 42 Previous year figures are regrouped and rearranged wherever necessary to compare with Current Period figures.

Note 43 Figures are rounded off to the nearest rupee.

Signatories to Note 1 to 43

For PRIYAM R SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Reg. No. : 118421W

For SILVER TOUCH TECHNOLOGIES LIMITED

CA Mitesh M Nagar
PARTNER
M.No. 173787
UDIN: 21173787AAAAHQ4951

Vipul Thakkar
Chairman & Managing Director
DIN - 00169558

Jignesh Patel
Director
DIN - 00170562

Ahmedabad
07/06/2021

Dipesh Solanki
Company Secretary

Palak Shah
CFO cum Director
DIN - 00306082

CONSOLIDATED

INDEPENDENT AUDITOR'S REPORT ON CONSOLIDATED FINANCIAL STATEMENTS TO THE MEMBERS OF M/s. SILVER TOUCH TECHNOLOGIES LIMITED

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of M/s. SILVER TOUCH TECHNOLOGIES LIMITED ("the Holding Company") and its subsidiaries ("the Group"), which comprise the Consolidated Balance Sheet as at 31st March 2021, the Consolidated Statement of Profit & Loss and Consolidated cash flow statement for the year then ended and notes to the consolidated financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements")

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group, its associates and jointly controlled entities as at March 31, 2020, of consolidated profit/loss, and its consolidated cash flows for the year then ended.

Basis of Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group, its associates and jointly controlled entities in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in India in terms of the Code of Ethics issued by ICAI and the relevant provisions of the Companies Act, 2013, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

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

We have nothing to report in this regard.

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

The Company's Board of Directors is responsible for the preparation of other information. The other information comprises the information included in the Board's report including Annexures to Board's report, but does not include the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated 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 consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

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

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

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Companies Act, 2013 (the Act) that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including its associates and jointly controlled entities in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the

Act. The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring 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, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for assessing the ability of the Group and of its associates and jointly controlled entities 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 Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its associates and jointly controlled entities.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

Paragraph 41(b) of this SA explains that the shaded material below can be located in an Appendix to the auditor's report. Paragraph 41(c) explains that when law, regulation or the applicable auditing standards expressly permit, reference can be made to a website of an appropriate authority that contains the description of the auditor's responsibilities, rather than including this material in the auditor's report, provided that the description on the website addresses, and is not inconsistent with, the description of the auditor's responsibilities below.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- 1 Identify and assess the risks of material misstatement of the consolidated 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.
- 2 Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- 3 Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 4 Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates and jointly controlled entities 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 consolidated 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 Group and its associates and jointly controlled entities to cease to continue as a going concern.
- 5 Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- 6 Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associates and jointly controlled entities to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

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

Other Matters

- (a) Consolidated Financials have been prepared on the basis of consolidating financials of following five subsidiaries / JVs:

Sr. No.	Name of Subsidiary	Country of Inc	Extent of Holding
1	Silver Touch Technologies (UK) Ltd	UK	100%
2	Silver Touch Technologies Inc.	USA	100%
3	Shark Identity Pvt Ltd	India	49%
4	Iriss Scanners Technologies Pvt Ltd	India	50%

We did not audit the financial statement of above mentioned subsidiaries / JVs whose financial statements reflect total assets of Rs. 1,90,97,277/- as at 31st March 2021 , total revenues from operations of Rs. 12,07,14,552/- for the year ended on that date, as considered in the consolidated financial statements.

Financial Statement of one JV, Lime Software (UK) Ltd has not been considered as details of the same not available with management. Further, in case of another JV, Silver Touch Technologies SAS is in sleeping mode. Therefore, these JVs are not Consolidated.

Financial Statements of Foreign Subsidiaries are unaudited and have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries / JVs, and our report in terms of sub-sections (3) and (11) of Section 143 of the Act in so far as it relates to the aforesaid subsidiaries / JVs, is based solely on such unaudited financial statements.

Financial Statements of Indian JVs, Shark Identity Pvt Ltd & Iriss Scanners Technologies Pvt Ltd have been audited by other auditors and we have relied on reports of these auditors.

- (b) Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements / financial information certified by the Management

Report on Other Legal and Regulatory Requirements

1. As acquired by section 143(3) of the Act, we report that:

- a. We have obtain all the information and explanations which to the best of our knowledge and belief were necessary for

the purpose of our audit of aforesaid Consolidated Financial Statements;

- b. In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books;
- c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss and the Consolidated cash flow statement dealt with by this report are in agreement with the books of account;
- d. In our opinion, the aforesaid Consolidated financial statements, comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e. On the basis of written representations received from the directors of the Holding Company as on 31st March 2021, and taken on record by the Board of Directors of the Holding Company, none of the directors is disqualified as on 31st March 2021, from being appointed as a director in terms of Section 164(2) of the Act.
- f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure A**";
- g. 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 There is no pending litigation that may have impact on its financial statements;
 - ii The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii There is no amount to be transferred to Investors Education Protection Fund by the Holding Company.
- h. With respect to the matter to be included in the Auditors' Report under section 197(16):

In our opinion and according to the information and explanations given to us, the remuneration paid by the company to its directors during the current year is in accordance with the provisions of Section 197 of the Act.

For PRIYAM R SHAH & ASSOCIATES
Chartered Accountants
Firm Reg. No. : 118421W

CA Mitesh M Nagar
Partner
M.No. 173787
UDIN: 21173787AAAHS9767

Ahmedabad
07/06/2021

INDEPENDENT AUDITORS' REPORT ON INTERNAL FINANCIAL CONTROL

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

- 1 We have audited the internal financial controls over financial reporting of Silver Touch technologies Limited (Holding Company) and its subsidiary companies, which are incorporated in India, as at 31st March 2021 in conjunction with our audit of the Balance Sheet, Statement of Profit & loss, Cash Flow statement & notes forming part of financial statement.

Management's Responsibility for Internal Financial Controls

- 2 Management of the Company and its subsidiary companies, which are incorporated in India, are responsible for establishing and maintaining internal financial controls based on 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 ('the 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, 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 by The Companies Act, 2013 ('the Act').

Auditor's Responsibility

- 3 Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company and its subsidiary companies, which are incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing ('the Standards'), issued by the 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 issued by the 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 over financial reporting was established and maintained and if such controls operated effectively in all material respects.
- 4 Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

5 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 over financial reporting of the Company and its subsidiary companies, which are incorporated in India.

Meaning of Internal Financial Controls Over Financial Reporting

6 Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. Company's internal financial control over financial reporting 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 Over Financial Reporting

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

Opinion

7 In our opinion and to the best of our information and according to the explanation given to us, the Company and its subsidiary companies, which are incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

For PRIYAM R SHAH & ASSOCIATES

Chartered Accountants

Firm Reg. No. : 118421W

CA Mitesh M Nagar

Partner

M.No. 173787

UDIN: 21173787AAAAHS9767

Ahmedabad

07/06/2021

CONSOLIDATED BALANCE SHEET AS ON 31st March 2021

(Amount in Rs)

Particulars		Note No.	31st March 2021	31st March 2020
I. EQUITY AND LIABILITIES				
1 Shareholders' funds				
(a)	Share capital	2	12,68,10,000	12,68,10,000
(b)	Surplus	3	68,85,27,333	67,86,35,822
(c)	Money received against share warrants		-	-
2 Share application money pending allotment			-	-
3 Non-current liabilities				
(a)	Long-term borrowings	4	42,67,868	1,08,13,056
(b)	Deferred tax liabilities (Net)		44,07,718	59,37,167
(c)	Other Long term liabilities	5	6,30,72,657	1,90,72,670
(d)	Long-term provisions		-	-
4 Current liabilities				
(a)	Short-term borrowings	6	4,38,601	9,31,41,774
(b)	Trade payables	7	23,14,42,043	19,58,59,250
(c)	Other current liabilities	8	8,89,44,070	14,10,17,474
(d)	Short-term provisions	9	3,20,00,003	4,76,90,463
TOTAL			1,23,99,10,292	1,31,89,77,674
II. ASSETS				
Non-current assets				
1 (a)	Property, Plant & Equipment	10		
(i)	Tangible assets		19,12,70,705	19,30,75,228
(ii)	Intangible assets		20,90,015	9,58,953
(iii)	Capital work-in-progress		-	15,37,053
(b)	Non-current investments	11	16,67,398	16,67,398
(c)	Long-term loans and advances	12	11,35,70,260	10,33,74,162
(d)	Other non-current assets		-	-
2 Current assets				
(a)	Inventories	13	86,88,563	1,14,23,774
(b)	Trade receivables	14	47,62,55,886	59,82,90,855
(c)	Cash and Bank Balances	15	13,27,46,929	9,52,07,631
(d)	Short-term loans and advances	16	31,36,20,537	31,34,42,619
TOTAL			1,23,99,10,292	1,31,89,77,674

As per our report of even date
For **PRIYAM R SHAH & ASSOCIATES**
CHARTERED ACCOUNTANTS
Firm Reg. No. : 118421W

For and on behalf of Board of Directors

CA Mitesh M Nagar

PARTNER
M.No. 173787
UDIN: 21173787AAAAHS9767

Ahmedabad
07/06/2021

Vipul Thakkar
Chairman &
Managing Director
DIN - 00169558

Jignesh Patel
Director
DIN - 00170562

Dipesh Solanki **Palak Shah**
Company Secretary CFO cum Director
DIN - 00306082

CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED ON 31st March 2021

(Amount in Rs)

Particulars		Note No.	2020-21	2019-20
I.	Revenue from operations	17		
	Sales & Operational Revenue		1,52,22,02,489	1,89,89,39,990
			1,52,22,02,489	1,89,89,39,990
II.	Other income	18	96,79,106	95,58,685
III.	Total Revenue (I + II)		1,53,18,81,595	1,90,84,98,674
IV.	Expenses:			
	Purchases of Stock-in-Trade & Services	19	54,46,38,148	67,94,39,497
	Changes in inventories of Stock-in-Trade	20	27,35,211	(9,94,858)
	Employee benefits expense	21	81,01,31,108	94,97,54,162
	Finance costs	22	1,57,30,415	2,02,01,393
	Depreciation and amortization expense		2,46,80,289	4,38,71,202
	Operations & Other Expenses	23	12,31,53,309	13,84,73,030
	Total expenses		1,52,10,68,480	1,83,07,44,426
V	Profit before tax (III - IV)		1,08,13,115	7,77,54,248
VI	Tax expense:			
	(1) Current tax		50,00,000	2,50,00,000
	(2) Deferred tax		(14,88,698)	(5,85,238)
	(3) Prior Period Tax Adjustment		(25,89,697)	7,11,256
			9,21,605	2,51,26,018
VII	Profit/(Loss) for the period (V - VI)		98,91,510	5,26,28,230
VIII	Earnings per equity share (Face Value Rs 10 per share)			
	(1) Basic		0.78	4.15
	(2) Diluted		0.78	4.15

As per our report of even date
For PRIYAM R SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Reg. No. : 118421W

For and on behalf of Board of Directors

CA Mitesh M Nagar
PARTNER
M.No. 173787
UDIN: 21173787AAAAHS9767

Vipul Thakkar
Chairman & Managing Director
DIN – 00169558

Jignesh Patel
Director
DIN - 00170562

Ahmedabad
07/06/2021

Dipesh Solanki
Company Secretary

Palak Shah
CFO cum Director
DIN - 00306082

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED ON 31st March 2021

(Amount in Rs)

PARTICULARS	2020-21		2019-20	
A. Cash inflow/(outflow) from the operating activities				
Net profit before Tax and Prior Period Adjustments		1,08,13,115		7,77,54,248
Adjustments for:				
Depreciation	2,46,80,289		2,52,02,110	
Interest paid	77,91,841		1,03,38,422	
Interest Income	(78,41,440)		(1,00,97,322)	
Provision of Gratuity payable	57,25,688		47,80,108	
(Profit)/Loss Due to Fire	1,19,174		-	
(Profit)/Loss on sale of Asset	(7,515)			
Asset transferred to expense	15,37,053			
Provision for CSR Expenditure	-	3,20,05,090	(1,06,948)	3,01,16,371
Operating Profit before working capital changes		4,28,18,205		10,78,70,619
Adjustment for (Increase)/Decrease in Working Capital :				
Inventories	27,35,211		(9,94,858)	
Receivables	12,20,34,969		(1,71,43,721)	
Direct Tax paid	(2,24,47,671)		(3,73,58,660)	
Other Non Current Asset	-		1,86,69,092	
Loans & Advances	(1,03,74,015)		(5,22,00,065)	
Current Liabilities & Provisions	(1,79,10,111)	7,40,38,383.53	(1,56,26,771)	(10,46,54,984)
Net cash inflow/(outflow) from operating activities (A)		11,68,56,589		32,15,635
B. Cash inflow/(outflow) from investing activity				
Investments	-		-	
Purchase of Assets	(2,45,96,047)		(2,79,32,477)	
Sale of Fixed Assets	4,77,530		-	
Net cash inflow/(outflow) from investing activity (B)		(2,41,18,517)		(2,79,32,477)
C. Cash inflow/(outflow) from financing activity				
Secured Loans Availed/(Paid)	(9,37,22,808)		2,21,80,257	
Unsecured Loans Availed/(Paid)	3,84,74,435		1,43,87,136	
Equity Shares Issued	-		-	
Security Premium on Equity Issue	-		-	
Interest Income	78,41,440		1,00,97,322	
Interest Paid	(77,91,841)		(1,03,38,422)	
Interim Dividend and Tax thereon			(1,52,87,620)	
Net cash inflow/(outflow) from Financing activity (C)		(5,51,98,774)		2,10,38,672
Net Cash changes in cash and cash equivalent (A+B+C)		3,75,39,298		(36,78,170)
Cash & Cash Equivalent at the beginning of the Period		9,52,07,631		9,88,85,801
Cash & Cash Equivalent at the end of the Period		13,27,46,929		9,52,07,631
Net Increase in cash and cash equivalent		3,75,39,298		(36,78,170)

Note :

1. The Cash Flow Statement has been prepared under the Indirect Method as set out in AS-3 on Cash Flow Statement notified by Companies (Accounting Standards) Rules, 2006.

2. Figures in bracket represent Outflow of cash.

As per our report of even date

For PRIYAM R SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS
Firm Reg. No. : 118421W

CA Mitesh M Nagar
PARTNER
M.No. 173787
UDIN: 21173787AAAAHS9767

Ahmedabad
07.06.2021

For and on behalf of Board of Directors

Vipul Thakkar
Chairman & Managing Director
DIN - 00169558

Jignesh Patel
Director
DIN - 00170562

Dipesh Solanki
Company Secretary

Palak Shah
CFO cum Director
DIN - 00306082

Notes forming Part of accounts:

Note 1 SIGNIFICANT ACCOUNTING POLICIES

i) Company Overview

Silver Touch Technologies Limited ("the company") is a leading and globally accepted IT Solution Provider and currently at the forefront of Digital Transformation & Emerging Technologies to serve the customers across the world.

The solutions company provide cover top to bottom technical needs including IT Consulting, System Integration Services, Software Development, E-Governance Solutions, Mobility Solutions, website development & maintenance etc. and making everything possible for customer with cybernetics.

Silver Touch Technologies Limited ("the company") with its subsidiaries and Joint ventures is hereinafter referred to as "Group".

The Company is a public limited company incorporated and domiciled in India and has its registered office at 2nd Floor, Saffron Tower, Ambawadi, Ahmedabad 380006, Gujarat, India. The company has its listing on NSE SME platform.

ii) Basis Of Accounting :

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India ('Indian GAAP') to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared under the historical cost convention on accrual basis of accounting. The company is a Large Company as defined in the general instruction in respect of accounting standards notified under the Companies Act, 2013. Accordingly, the company has complied with the accounting standards as applicable to a Large Company.

iii) Principles of consolidation :

The financial statements of the subsidiary companies used in the consolidation are drawn up to the same reporting date as of the Company.

The financial statements of the Company and its subsidiary companies have been combined on a line-by-line basis by adding together like items of assets, liabilities, income and expenses. Inter-company balances and transactions and unrealised profits or losses have been fully eliminated.

Financials for following Subsidiaries have been consolidated in attached consolidated financial statements:

Sr. No.	Name of Subsidiary /JV	Country	Extent of Holding
1	Silver Touch Technologies (UK) Ltd	UK	100%
2	Silver Touch Technologies Inc	USA	100%
3	Shark Identity Pvt Ltd	India	49%
4	Iriss Scanner Technologies Pvt Ltd	India	50%

iv) Use of Estimates :

The preparation of financial statements in conformity with generally accepted principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

v) Fixed assets & Depreciation :

Fixed Assets are stated at cost less accumulated depreciation.

In case of Holding company, depreciation is provided on fixed assets used during the year as per Straight Line Method on the basis of useful life of assets and residual value as specified in schedule II of the Companies Act, 2013 except on few assets, where different life has been estimated by the management.

Depreciation on additions or sale/discard of asset is being provided on pro-rata basis from the date on which such asset is ready to be put to use to date of sale/discard.

vi) Inventories :

Inventories are valued at cost or net realizable value, whichever is lower. The cost is ascertained using FIFO method.

vii) Investments :

Investments are classified as Current Investments and non-current Investments. The investments that are readily realizable and intended to be held for not more than a year are classified as current investments. Current Investments are stated at lower of cost and net realizable value. A provision for diminution is made to recognize a decline, other than temporary, in the value of Non-current Investments.

viii) Revenue Recognition :

Revenue from the sale of equipment / computers are recognized upon delivery, which is when title passes to the customer. Sales are stated net of returns & GST.

Revenue from sale of software licences are recognized upon delivery.

Revenue from service contracts are recognized when services are rendered, related costs are incurred and its realisation is certain.

Interest income is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.

ix) Employee Benefits :**Gratuity**

The company does not have any defined benefit scheme for its employees. The company makes provision for the gratuity for the current financial year by debiting the same as an expense under the head Payments made to personnel. Company obtained actuarial valuation report to arrive at the amount of provision required for Gratuity. However, as far as employees of subsidiary companies are concerned the same are not included in Actuary Valuation report taken by Holding Company.

Provident Fund & ESI Scheme

The contribution to Provident Fund & Employees State Insurance Scheme is provided for and payments in respect thereof are made to relevant authorities on actual basis which is charged to Statement of profit and loss.

The company does not have any other scheme of short term or long term retirement benefits.

x) Impairment of Assets:

An asset is considered as impaired in accordance with Accounting Standard 28 on impairment of Assets when at balance sheet date there are indications of impairment and the carrying amount of the asset exceeds its recoverable amount. The carrying amount is reduced to the recoverable amount and the reduction is recognized as an impairment loss in the statement of profit and loss.

xi) Earning per Share:

The company reports basic and diluted Earnings Per Share (EPS) in accordance with Accounting Standard 20 on Earnings Per Share. Basic EPS is computed by dividing the net profit or loss for the year by the weighted average number of Equity shares outstanding during the year.

xii) Provisions, Contingent Liabilities and Contingent Assets:

Provisions involving a substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent liabilities are not recognized but are disclosed in the accounts by way of a note. Contingent assets are neither recognized nor disclosed in the financial statements.

xiii) Foreign Currency Transactions:

All transactions in foreign currency, are recorded at the rates of exchange prevailing on the dates when the relevant transactions taken place. Exchange differences arising on foreign currency transactions are recognized as income or expense in the period in which they arise. Company maintains EEFC Account with various Banks. Periodically, at the time of conversion of foreign currency from EEFC Account to INR, company takes into consideration the bank rate prevailing on that particular day and exchange difference, if any, arises are recognized as income or expense in the statement of profit & loss.

xiv) Taxes on Income:

Provision for tax is made for both current and deferred taxes. Current tax is provided on the Taxable income using the applicable tax rates and tax laws. Deferred tax liabilities arising on account on timing differences, which is capable of reversal in subsequent periods are recognized using tax rates and tax laws, which have been enacted or substantively enacted.

xv) General:

Accounting policies not specifically referred to are consistent with generally accepted accounting policies.

NOTE 2 SHARE CAPITAL

Particulars	31/03/2021		31/03/2020	
	Number	Amount(In Rs)	Number	Amount(In Rs)
Authorised Equity Shares of Rs 10 each	1,60,00,000	16,00,00,000	1,60,00,000	8,00,00,000
Issued Equity Shares of Rs 10 each	1,26,81,000	12,68,10,000	1,26,81,000	12,68,10,000
Subscribed & Paid up Equity Shares of Rs 10 each	1,26,81,000	12,68,10,000	1,26,81,000	12,68,10,000
Total	1,26,81,000	12,68,10,000	1,26,81,000	12,68,10,000

Reconciliation of Shares outstanding at the beginning and at the end of the year

Particulars	31/03/2021		31/03/2020	
	Number	Amount(In `)	Number	Amount(In `)
Shares outstanding at the beginning of the year	1,26,81,000	12,68,10,000	1,25,95,000	12,59,50,000
Shares Issued during the year	-	-	86,000	8,60,000
(Shares bought back during the year)	-	-	-	-

Aggregate number of bonus shares issued and shares issued for consideration other than cash during the five years immediately preceding the reporting date

Particulars	Aggregate No. of Shares of last 5 years	Aggregate No. of Shares of last 5 years	Aggregate No. of Shares of last 5 years	Aggregate No. of Shares of last 5 years
	31.03.2021	31.03.2020	31.03.2019	31.03.2018 & 31.03.2017
Equity Shares : Fully paid up pursuant to contract(s) without payment being received in cash	-	-	-	-
Fully paid up by way of bonus shares bought back	-	-	-	55,95,000

Details of share holders holding more than 5% shares

Name of the Equity Share Holder	No. of shares & %age of Holding			
	31/03/2021		31/03/2020	
	Number of Share	% of Holding	Number of Share	% of Holding
MINESH VINODCHANDRA DOSHI	22,11,500	17.44%	22,11,500	17.44%
VIPUL HARIDAS THAKKAR	26,53,510	20.93%	26,32,510	20.76%
GAGANDEEP CREDIT CAPITAL PVT LTD	9,00,000	7.10%	9,00,000	7.10%
JIGNESH AMRITLAL PATEL	26,29,710	20.74%	26,29,710	20.74%
PALAK VINUBHAI SHAH	6,62,280	5.22%	6,57,280	5.18%

NOTE 3 SURPLUS

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
a. Securities Premium Account		
Opening Balance	15,00,46,000	15,00,46,000
Add : Securities premium credited on Share issue	-	-
<u>Less : Premium Utilised for various reasons</u>	-	-
Premium on Redemption of Debentures		
For Issuing Bonus Shares		
Closing Balance	15,00,46,000	15,00,46,000
b. Revaluation Reserve		
Opening Balance	3,86,30,649	3,86,30,648
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	3,86,30,649	3,86,30,648
c. General Reserve		
Opening Balance	3,00,00,000	3,00,00,000
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
(-) Used for Bonus Shares	-	-
Closing Balance	3,00,00,000	3,00,00,000
d. Surplus		
Profit & Loss A/c		
Opening balance	45,99,59,174	41,49,74,753
Add:		
Net Profit/(Net Loss) For the current year	98,91,510	-
Transfer from Reserves	-	5,26,28,230
(Less):		
Proposed/Interim Dividends	-	-
Tax on Proposed/Interim Dividends	-	(63,40,500)
Transfer to Reserves	-	(13,03,310)
(-) Used for Bonus Shares	-	-
Closing Balance	46,98,50,684	45,99,59,174
Total	68,85,27,333	67,86,35,822

NOTE 4 LONG TERM BORROWINGS

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
<u>Secured</u>		
(a) Term loans		
From Banks		
BOI Car Loan Acct-Toyota Fortuner	14,52,360	17,31,670
(Secured by Hypothication of Toyota Fortuner)		
(Repayable in 84 Monthly Installment)		
BOI Car Loan Acct-Hyundai Creta	-	7,39,737
(Secured by Hypothication of Hyundai Creta)		
(Repayable in 60 Monthly Installment)		
BOI TERM LOAN ACCT-200470410000057	-	-
	14,52,360	24,71,407
<u>Unsecured</u>		
(a) Loans and advances from related parties		
From Directors	28,15,507	83,41,648
	28,15,507	83,41,648
Total	42,67,868	1,08,13,056

NOTE 5 OTHER LONG TERM LIABILITIES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
(a) Others		
Deposits (EMD/SD)	6,30,72,657	1,90,72,670
Total	6,30,72,657	1,90,72,670

NOTE 6 SHORT TERM BORROWINGS

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Secured		
(a) Loans repayable on demand		
From Banks		
Bank Of India No.28 (Sec. against Hypo. Of Stock)	-	4,52,68,042
(The working capital facilities from Bank of India are secured by pari passu charge by way of hypothecation on all present & future Domestic book debts of the company and further secured by personal guarantee of four directors of the company to secure all the facilities of Bank of India)		
Yes Bank A/c. No. CC000781300002513	-	4,74,35,719
(The working capital facilities from Yes Bank are secured by first pari-passu hypothecation charge on all existing and future current assets with the Company's other existing borrower i.e. BOI. Further secured by personal guarantee of four directors of the company to secure all the facilities of Yes Bank)		
Unsecured		
(a) Loans and advances from related parties	4,38,601	4,38,013
	4,38,601	4,38,013
Total	4,38,601	9,31,41,774

NOTE 7 TRADE PAYABLES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Due to Micro, Small & medium Enterprises		
Due to Others	23,14,42,043	19,58,59,250
Total	23,14,42,043	19,58,59,250

NOTE 8 OTHER CURRENT LIABILITIES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
(a) Current maturities of long-term debt		
BOI Car Loan Acct-Toyota Fortuner	5,41,452	5,41,452
BOI Car Loan Acct-Hyundai Creta	-	3,52,836
(b) Other payables		
Creditors for Expenses	2,49,900	12,25,863
Advance from Customer	65,85,056	3,60,89,039
Other Dues	4,60,12,164	8,33,64,488
Staff Dues	84,66,900	22,98,842
Government Dues	2,70,88,598	1,71,44,955
Total	8,89,44,070	14,10,17,474

NOTE 9 SHORT TERM PROVISIONS

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
(a) Provision for employee benefits		
Salary & Reimbursements	-	
Gratuity (Unfunded)	2,70,00,003	2,26,93,845
(b) Others		
Provision for Taxation	50,00,000	2,49,96,618
Total	3,20,00,003	4,76,90,463

NOTE 10 PROPERTY, PLANT & EQUIPMENT

	Fixed Assets	Gross Block						Accumulated Depreciation						Net Block			
		Balance as at 01/04/2020	Additions	(Disposals)	Transfer to Other Non Current Asset *	Acquired through business combinations	Addition / (Deduction) due to Capital Reduction/Revaluations/ (Impairments)	Balance as at 31/03/2021	Balance as at 01/04/2020	Depreciation charge for the year	Adjustment due to revaluations	On disposals	Transitional Entry	Transfer to Other Non Current Asset *	Balance as at 31/03/2021	Balance as at 31/03/2021	Balance as at 31/03/2020
a	Tangible Assets																
	Buildings	11,38,29,773	31,20,628	-	-	-	11,69,50,401	1,74,93,257	24,74,495	-	-	-	-	1,99,67,752	9,69,82,649	9,63,36,516	
	Plant and Equipment	26,89,99,439	74,67,733	(38,06,692)	-	-	27,26,60,480	22,48,22,864	1,31,01,342	-	-	(36,16,357)	-	23,43,07,849	3,83,52,631	4,41,76,575	
	Furniture and Fixtures	5,09,73,779	65,68,876	(36,42,688)	-	-	5,38,99,967	2,32,88,180	40,19,523	-	-	(33,12,960)	-	2,39,94,744	2,99,05,223	2,76,85,598	
	Vehicles	1,58,17,097	-	-	-	-	1,58,17,097	88,33,282	13,95,787	-	-	-	-	1,02,29,069	55,88,028	69,83,815	
	Office equipment	3,17,24,213	57,61,796	(13,83,110)	-	-	3,61,02,899	1,38,31,489	31,43,190	-	-	(13,13,954)	-	1,56,60,725	2,04,42,174	1,78,92,725	
	Total (a)	48,13,44,301	2,29,19,033	(88,32,490)	-	-	49,54,30,844	28,82,69,072	2,41,34,338	-	(82,43,271)	-	-	30,41,60,139	19,12,70,705	19,30,75,228	
b	Intangible Assets																
	Brands /trademarks	7,840	-	-	-	-	7,840	-	-	-	-	-	-	7,840	7,840	7,840	
	Computer software	87,46,949	16,77,014	-	-	-	1,04,23,963	77,95,836	5,45,952	-	-	-	-	83,41,788	20,82,175	9,51,113	
	Total (b)	87,54,789	16,77,014	-	-	-	1,04,31,803	77,95,836	5,45,952	-	-	-	-	83,41,788	20,90,015	9,58,953	
c	Capital Work In Progress																
	Rajkot RTO Track	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
	Capital Work in Progress	15,37,053	-	(15,37,053)	-	-	-	-	-	-	-	-	-	-	-	15,37,053	
	Total (c)	15,37,053	-	(15,37,053)	-	-	-	-	-	-	-	-	-	-	-	15,37,053	
	Total (a+b+c)	49,16,36,143	2,45,96,047	(1,03,69,543)	-	-	50,58,62,647	29,60,64,909	2,46,80,289	-	(82,43,271)	-	-	31,25,01,927	19,33,60,720	19,55,71,234	
	Previous Years' Figures	46,37,03,666	2,88,84,914	(24,89,490)	-	-	49,16,36,143	27,08,62,798	2,52,02,110	-	-	-	-	29,60,64,909	19,40,34,181	19,28,40,868	

NOTE 11 NON CURRENT INVESTMENT

	Particulars	31/03/2021	31/03/2020
		Amount(In Rs)	Amount(In Rs)
A	Other Investments		
	(a) Investment in Equity instruments	13,13,904	13,13,904
	(b) Other non-current investments	3,47,530	3,47,530
	(c) Goodwill on Consolidation	5,964	5,964
	Total (B)	16,67,398	16,67,398
	Grand Total (A)	16,67,398	16,67,398
	Less : Provision for diminution in the value of Investments	-	-
	Total	16,67,398	16,67,398

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Aggregate amount of quoted investments (Market value of Rs 0 (Previous Year Rs 0))	-	-
Aggregate amount of unquoted investments	13,13,904	13,13,904

A. Details of Other Investments										
Sr. No.	Name of the Body Corporate	Subsidiary / Associate / JV/ Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (Rs)	
			2020-21	2019-20			2020-21	2019-20	2020-21	2019-20
1	2	3	4	5	6	7	8	9	10	11
(a)	Investment in Equity Instruments									
	Share of Drive in Ch Association	Other	-	-	Unquoted	Fully paid			100	100
	Silver Touch Technologies SAS	JV		1,805	Unquoted		50%		12,64,829	12,64,829
	Lime Software (JV UK)	JV		500	Unquoted	Fully paid		50%	48,975	48,975
	Total								13,13,904	13,13,904
(b)	Other non-current investments									
	Investment in Gold	Other	-	-	Unquoted	--N.A.--			27,520	27,520
	GOLD BOND WITH BOI	Other	-	-	-	--N.A.--			3,20,010	3,20,010
	Total								3,47,530	3,47,530
(c)	Goodwill on Consolidation								5,964	5,964
	Total								16,67,398	16,67,398

NOTE 12 LONG TERM LOANS & ADVANCES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
a. Security Deposits		
Unsecured, considered good	11,35,70,260	10,33,74,162
Total	11,35,70,260	10,33,74,162

NOTE 13 INVENTORIES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
a. Stock in Trade	86,88,563	1,14,23,774
Total	86,88,563	1,14,23,774

NOTE 14 TRADE RECEIVABLES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
Secured, considered good	-	-
Unsecured, considered good	18,91,28,296	22,24,38,502
Unsecured, considered doubtful	-	-
	18,91,28,296	22,24,38,502
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Secured, considered good	-	-
Unsecured, considered good	28,71,27,590	37,58,52,353
Unsecured, considered doubtful	-	-
	28,71,27,590	37,58,52,353
Total	47,62,55,886	59,82,90,855

NOTE 15 CASH & BANK BALANCES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
a. Cash & Cash Equivalants		
i) Cash on hand	19,66,372	15,78,365
b. Other Bank balances		
Bank Balances	1,46,53,148	1,46,86,221
Other Bank Balance	1,85,79,455	-
(Includes Bank of India CC Account No. 28. The working capital facilities from Bank of India are secured by first charge by way of hypothecation on all the inventories and book debts of the company and further secured by personal guarantee of four directors of the company to secure all the facilities of Bank of India)		
(Includes Yes Bank CC Account No. 2513. The working capital facilities from Yes Bank are secured by first pari-passu hypothecation charge on all existing and future current assets with the company's other existing borrower i.e. BOI. Further secured by personal guarantee of four directors of the company to secure all the facilities of Yes Bank)		
Bank Deposits		
Deposits with less than 12 months maturity	3,00,00,000	-
Deposits with more than 12 months maturity	6,75,47,953	7,89,43,044
(This includes Rs 3,86,47,953/- (Previous Year Rs 5,00,43,044/-) as security against guarantees)		
Total	13,27,46,929	9,52,07,631

NOTE 16 SHORT TERM LOANS & ADVANCES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
a. Others		
Unsecured, considered good		
Balance with Government	7,89,58,875	5,84,41,015
Advance to Staff	45,47,984	50,62,447
Advance to Supplier	26,32,305	1,07,03,157
Prepaid Expenditure	77,788	-
Others	22,74,03,584	23,92,36,000
	31,36,20,537	31,34,42,619
Total	31,36,20,537	31,34,42,619

NOTE 17 REVENUE FROM OPERATION

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Sale of products	30,81,82,722	51,78,80,448
Sale of services	1,20,01,71,146	1,38,05,20,664
Other operating revenues	1,38,48,621	5,38,878
Total Sales	1,52,22,02,489	1,89,89,39,990
Total	1,52,22,02,489	1,89,89,39,990

NOTE 18 OTHER INCOME

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Interest Income	78,41,440	1,00,97,322
Sponsorship Income	-	-
Subscription Income	61,697	10,594
Other non-operating income	17,68,454	(5,74,572)
Sundry Balance Written off	0	25,340
TOTAL	96,79,106	95,58,685

NOTE 19 PURCHASES OF STOCK-IN-TRADE

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Purchase of Computers, Peripherals & Services	54,51,77,566	67,96,96,112
Less: Discount	5,39,418	2,56,614
TOTAL	54,46,38,148	67,94,39,497

NOTE 20 CHANGES IN INVENTORIES OF STOCK IN TRADE

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Opening Stock	1,14,23,774	1,04,28,916
Less: Closing Stock	86,88,563	1,14,23,774
TOTAL	27,35,211	(9,94,858)

NOTE 21 EMPLOYEE BENEFITS EXPENSE

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
(a) Salaries and incentives	71,86,32,555	85,67,61,243
(b) Contributions to -		
(i) Provident fund & ESIC	65,59,330	74,86,812
(c) Provisions for Gratuity	57,25,688	47,80,108
(d) Staff welfare expenses	7,00,822	23,89,467
(e) Salaries to Contractual Employees	7,85,12,714	7,83,36,532
TOTAL	81,01,31,108	94,97,54,162

NOTE 22 FINANCE COSTS

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Interest expense	77,91,841	1,03,38,422
Other borrowing costs	79,38,574	98,62,971
TOTAL	1,57,30,415	2,02,01,393

NOTE 23 OPERATIONS & OTHER EXPENSES

Particulars	31/03/2021	31/03/2020
	Amount(In Rs)	Amount(In Rs)
Power & Fuel	33,86,019	45,34,458
Rent	82,52,126	1,22,50,901
Repairs to buildings	19,50,685	19,53,145
Insurance	8,88,423	8,23,876
Rates and taxes, excluding taxes on income	8,48,237	70,02,370
Net loss on foreign currency transaction and translation	(1,73,631)	31,15,990
Payment to Auditors & Professional Expense	3,16,995	3,03,804
Project Expenses	2,10,76,142	4,19,22,248
Corporate Social Responsibility Expenditure	24,56,500	22,90,021
Legal Expense	3,28,331	-
Miscellaneous expenses	8,38,23,482	6,42,76,218
TOTAL	12,31,53,309	13,84,73,030

Note 24 Capital Commitments

The estimated amount of contracts remaining to be executed on capital account and not provided for Rs Nil. (previous year Rs Nil).

Note 25 Contingent Liabilities

a) There are contingent liability of the Holding Company as under:

(Amount in Rs)

Bank Guarantee	Current Period	Previous Year
Bank of India	25,55,77,409	29,84,38,468
Yes Bank	10,15,31,042	9,78,69,693
ICICI Bank	-	1,16,005

The above bank guarantees are issued by Bank of India against 10%/15%/25%& 30% margin based on period and ICICI bank against 100% margin in the form of Bank FD & 10% margin in the form of FD for bank guarantee issued by Yes Bank.

Note 26 Pursuant to Micro, Small and Medium Enterprises Development Act, 2006, certain disclosures are required to be made relating to Micro, small and Medium Enterprises. The Holding Company is in process of compiling relevant information from its suppliers about their coverage under the said act. Since the relevant information is not readily available, no disclosures have been made in the accounts.

Note 27 Auditor's Remuneration

Amount (in Rs)

	Current Period	Previous Year
Statutory Auditors		
- As Auditors	2,92,000	2,80,000
- Others	24,995	23,804
Total	3,16,995	3,03,804

Note 28 Earning per share as required by Accounting Standard AS-20 as issued by the Institute of Chartered Accountants of India.

Description	Current Period	Previous Year
Profit After Tax (Rs)	98,91,510	5,26,28,230
Profit Attributable to Ordinary Share Holders (Rs)	98,91,510	5,26,28,230
Weighted Average No. of Equity Shares	1,26,81,000	1,26,81,000
Basic & Diluted Earning Per Share (Rs)*	0.78	4.15
Nominal Value of share (Rs)	10.00	10.00

* The Holding Company has no dilutive instruments during the year ended 31/03/2021. As such Dilutive Earning Per share equals to Basic Earnings Per Share.

Note 29 In compliance with the accounting standard-22 relating to "Accounting for taxes on Income" the deferred tax liability of current year is debited to Profit & Loss Account.

Deferred tax working:

Amount (in Rs)

Particulars	As on 01/04/2020	Charge / (Credit) during the year to P & L A/c	As on 31/03/2021
Deferred tax (Assets) / Liabilities on account of depreciation	68,47,595	(13,56,018)	54,91,577
Deferred tax (Assets) / Liabilities on account of Gratuity, etc	(9,10,428)	(1,73,431)	(10,83,859)
Net Deferred tax (Assets)/ liabilities	59,37,167	(15,29,449)	44,07,718

Note 30: Related party disclosure as required by Accounting Standard -18 issued by the Institute of Chartered Accountants of India.

A) List of Related parties & Relationships

a) Subsidiaries, Fellow Subsidiaries, and Associates

a) Subsidiaries :

- 1) Silvertouch Technology (UK) Ltd
- 2) Silvertouch Technologies Inc.

b) Fellow Subsidiary :

None

c) Associates :

- 1) Shark Identity Pvt Ltd
- 2) Lime Software (UK)
- 3) Silvertouch Technologies SAS
- 4) Iriss Scanners Technologies Pvt Ltd

b) Key Management Personnel:

- 1) Vipul H. Thakkar
- 2) Minesh V. Doshi
- 3) Jignesh A. Patel
- 4) Palak V. Shah
- 5) Himanshu Jain
- 6) Vijay Shah

c) Relatives of Key Management Personnel

- 1) Kajal V. Thakkar
- 2) Jolly J. Patel
- 3) Jyoti Jain
- 4) Ayushi Jain

d) Enterprise over which Key Management Personnel and their relative exercise significant influence with whom transaction have taken place during the year :

- 1) Silvertouch Infotech Limited

B) Transaction with related parties

Amount (in Rs)

Description	Subsidiaries, Fellow Subsidiaries, and Associates		Key Management Personnel		Relatives of Key Management Personnel		Enterprises Controlled by Key management Personnel and their relatives	
	Current Period	Previous Year	Current Period	Previous Year	Current Period	Previous Year	Current Period	Previous Year
Purchase of Goods/ Services	-	-	-	-	-	-	-	-
Sales of Goods / Services	-	-	-	-	-	-	-	-
(Purchase) / Sales of Assets	-	-	-	-	-	-	-	-
Rent & other Expenses Received/ (paid)	-	-	-	-	-	-	-	-
Interest Received/ (Paid)	-	-	(5,39,305)	(11,80,179)	-	-	-	-
Dividend Received / (paid)	-	-	-	(81,45,000)	-	(12,37,000)	-	-
Remuneration	-	-	2,19,75,000	2,74,97,280	19,25,000	12,45,000	-	-
Hire Charges paid	-	-	-	-	-	-	-	-
Lease Rent (Paid) / Received	-	-	-	-	(4,20,000)	(4,20,000)	-	-
Outstanding Balance at the year end								
Loans & Advance (incl. interest)	-	-	-	-	-	-	-	66,18,047
Deposit Received	-	-	28,15,507	83,41,648	-	-	-	-
Debtors	-	-	-	-	-	-	-	(25,21,081)
Creditors	-	-	15,67,500	15,46,500	-	-	-	70,73,495

Note 31 Additional information pursuant to the provisions of Schedule III to the Companies Act, 2013:

Amount (in Rs)

	Particulars	Current Period	Previous Year
A	Expenditure in Foreign currency on account of		
	i) Foreign Traveling	Nil	7,54,853
	ii) Exhibition/Promotion Exp	Nil	Nil
	iii) Salary	Nil	Nil
B	Value of imported raw materials, spare parts and components	23,36,990	17,20,026
C	Amount remitted in foreign currency during the year		
	i) Dividend	Nil	Nil
	ii) No. of non-resident share holders	Nil	Nil
	iii) No. of shares held by non-residents	Nil	Nil
D	Earning in Foreign Exchange		
	i) Export of Services	14,65,44,829	12,10,95,088
	ii) Others	-	-

Note 32 Impairment of Fixed Assets

In accordance with the Accounting Standard (AS-28) on 'Impairment of Assets' notified by Companies (Accounting Standards) Rules, 2006, the Holding Company has reassessed its fixed assets and is of the view that no further impairment/reversal is considered to be necessary in view of its expected realizable value.

Note 33 Revenue from operations can be broadly categorized as under

Particulars	Current Period	Previous Year
1) Sale of Computers Computer Parts, License, Software etc.	30,81,82,722	51,78,80,448
2) Sale of Services Software Development, AMC Charges & Other Services	1,20,01,71,146	1,38,05,20,664
3) Other Operating Revenue	1,38,48,621	5,38,878
Total Revenue from Operations	1,52,22,02,489	1,89,89,39,990

Note 34 Segment Reporting

The Holding Company's Business Segment is 'Computers & IT Services' and it has no other primary reportable segments. Geographical revenues are segregated based on the location of the customer who is invoiced or in relation to which the revenue is otherwise recognized. Customer relationships are driven based on the location of the respective clients. Holding Company's business activities outside India are spread mainly in United Kingdom, USA, Australia, France & The Netherlands. Hence, there are two reportable segment of Holding Company viz., Domestic & Exports.

(A) Primary Disclosures (Geographical by Customers)

Particulars	Geographical Segments		TOTAL
	India	Rest of world	
Revenue	1,25,51,08,179 <i>1,67,25,54,891</i>	26,70,94,310 <i>22,63,85,099</i>	1,52,22,02,489 <i>1,89,89,39,990</i>
Result	5,31,65,173 <i>10,15,43,677</i>	3,21,09,312 <i>3,12,31,908</i>	8,52,74,486 <i>13,27,75,585</i>
Unallocable Expenses			8,41,40,477 <i>6,45,80,022</i>
Other Income			96,79,106 <i>95,58,685</i>
Profit Before Tax			1,08,13,115 <i>7,77,54,248</i>
Tax Expense			9,21,605 <i>2,51,26,018</i>
Profit for the year			98,91,510 <i>5,26,28,230</i>
Segment Assets	1,07,65,66,452 <i>1,26,83,45,802</i>	8,79,75,037 <i>3,43,71,438</i>	1,16,45,41,489 <i>1,30,27,17,240</i>
Unallocated Assets			7,53,68,803 <i>1,62,60,434</i>
TOTAL Assets			1,23,99,10,292 <i>1,31,89,77,674</i>
Segment Liabilities	1,17,40,60,458 <i>1,24,51,38,763</i>	5,64,42,116 <i>4,29,05,127</i>	1,23,05,02,574 <i>1,28,80,43,890</i>
Unallocated Liabilities			94,07,718 <i>3,09,33,784</i>
TOTAL Liabilities			1,23,99,10,292 <i>1,31,89,77,674</i>

* Figures in Italics font indicates previous years' figures.

- The Holding Company has disclosed Geographical Segments as the primary segment.
- Segments have been identified taking into account the nature of the products, differential risks and returns, the organizational structure and internal reporting system. The Holding Company's operations predominantly relate to Computer & IT Services.

Note 35 Employee Retirement Benefits

In order to make provision for Gratuity payable to employees, Holding Company has obtained Actuarial Valuation report from M/s. K A Pandit, 'Actuaries'. On the basis of valuation report of Actuaries, Holding Company has made provision for Gratuity Payable in accounts. However, no investments made to meet liability in future. Holding Company charge the addition in liability of Gratuity payable to Statement of Profit & Loss.

The following table sets out unfunded status of the gratuity payable and the amounts recognized in the Holding Company's financial statements for the period ended March 31, 2021.

(i) Change in Benefit Obligations :

Particulars	(Amount in Rs)	(Amount in Rs)
Present value of benefit obligation, beginning of the year	2,26,93,845	1,95,67,373
Service cost	36,50,918	40,92,545
Interest cost	14,16,096	15,18,428
Benefits paid	(14,19,530)	(16,53,636)
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	11,25,707	9,31,127
Actuarial (Gains)/Losses on Obligations - Due to Change in Demographic Assumptions	-	(2,74,542)
Actuarial (Gains)/Losses on Obligations - Due to Experience	(4,67,033)	(14,87,450)
Present value of benefit obligation, end of the year	2,70,00,003	2,26,93,845

(ii) Change in Plan Assets :

Particulars	(Amount in Rs)	(Amount in Rs)
Fair value of plan assets, beginning of the year	-	-
Expected return on plan assets	-	-
Employers' contributions	-	-
Benefits paid	-	-
Fair value of plan assets, end of the year	-	-

(iii) Net Gratuity Cost :

Particulars	(Amount in Rs)	(Amount in Rs)
Service Cost	36,50,918	40,92,545
Interest Cost	14,16,096	15,18,428
Expected Return on Plan Asset	-	-
Actuarial (gain)/loss	6,58,674	(8,30,865)
Net Gratuity Cost	57,25,688	47,80,108

(iv) Reconciliation of Present Value of the obligation and the fair value of the Plan Assets :

Particulars	(Amount in Rs)	(Amount in Rs)
Fair value of plan assets, at the end of the year	-	-
Present value of obligation at the end of the year	(2,70,00,003)	(2,26,93,845)
Re-imbursement Obligation	-	-
Asset/(Liability) Recognized in the Balance Sheet	(2,70,00,003)	(2,26,93,845)

(v) Assumptions :

Particulars	%	%
Rate of Discounting	6.06%	6.24%
Salary Escalation Rate	7.00%	0.00% for Next 1 year, 7.50% p.a. thereafter starting from the 2nd year
Expected Rate of Return on Plan Asset	N.A.	N.A.

Note 36 Expenditure on Corporate Social Responsibility

Particulars	Current Period	Previous Year
a) Gross Amount required to be spent	24,18,260	23,96,969
b) Amount actually spent on:		
Promoting Education	24,18,260	23,96,969
c) Provision made for CSR Expenditure	-	-

Note 37 Balances of Secured Loans, unsecured loans, Debtors, Creditors for goods, creditors for expenses, loans and advances and advance from customers are subject to confirmation.

Note 38 The spread of Covid-19 from mid-March is having an unprecedented impact on people and economy. This has also adversely impacted company's operations and results for the year ended March 31, 2021. In developing the assumptions relating to the possible future uncertainties in the economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information. The Company based on current estimates expects no effect on carrying amount of assets and liabilities. However, the impact of COVID-19 remains uncertain and may be different from what we have estimated as of the date of approval of these financial statements and the Company will continue to closely monitor any material changes

Note 39 The company has credited Rs.18,84,50,376/- (previous year Rs.19,01,76,715/-) to its revenue in profit and loss statement as Accrued revenue, whose services are already rendered but invoices are made after the balance sheet date but before the reporting date. Such treatment is given as per the various agreement/contracts with client which requires the company to raise invoice in the following month of completion of services. Hence, the company has not made provision for GST liability over the same as on balance sheet date, but company has accounted for the GST liability on such revenue as and when the invoices are generated before the reporting date.

Note 40 Previous year figures are regrouped and rearranged wherever necessary to compare with current year figures

Note 41 Figures are rounded off to the nearest rupee.

Signatories to Note 1 to 41

**For PRIYAM R SHAH & ASSOCIATES
CHARTERED ACCOUNTANTS**

Firm Reg. No. : 118421W

**CA Mitesh M Nagar
PARTNER
M.No. 173787**

UDIN: 21173787AAAHS9767

**Ahmedabad
07/06/2021**

For SILVER TOUCH TECHNOLOGIES LIMITED

**Vipul Thakkar
Chairman & Managing Director
DIN – 00169558**

**Jignesh Patel
Director
DIN – 00170562**

**Dipesh Solanki
Company Secretary**

**Palak Shah
CFO cum Director
DIN - 00306082**



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