



ACS TECHNOLOGIES LIMITED

38th ANNUAL REPORT

2019-20

BOARD OF DIRECTORS

1. Mr. Ashok Kumar Buddharaju - Whole-Time Director & CEO
2. Mr. Prabhakara Rao Alokam - Whole-Time Director & CFO
3. Mr. Anitha Alokam - Whole-Time Director
4. Mr. CVS N Murthy - Independent Director
5. Mr. IV Sharma - Independent Director
6. Mr. Srinivasan Neti - Independent Director

COMPANY SECRETARY & COMPLIANCE OFFICER:

Ms. Hema Kumari - Company Secretary

REGISTERED OFFICE:

Level-3, Plot: 797/A, Sai Krishna Building,
Road No. 36, Jubilee Hills, Hyderabad-500033
Telangana, India

Phone: 040- 29703666

Email: csacsfcsgmail.com

accounts@acstechnologies.co.in

ANNUAL GENERAL MEETING

Day : Wednesday

Date : 30th September, 2020

Time : 11.00 AM

STATUTORY AUDITORS

M/s. MM Reddy & Co.

Chartered Accountants, Hyderabad

BANKERS

HDFC Bank Limited

Banjarahills Branch, Hyderabad

REGISTRARS AND SHARE TRANSFER AGENTS

Bigshare Services Pvt. Ltd.

306, Right Wing, 3rd Floor,

Amrutha Ville, Somajiguda,

Rajbhavan Road, Hyderabad - 500082

Contact: 040-2337 4967

Email: bsshyd@bigshareonline.com

NOTICE OF ANNUAL GENERAL MEETING OF THE COMPANY

To,
The Members and Directors

Notice is hereby given that 38thAnnual General Meeting of the Members of ACS Technologies Limited will be held on Thursday 31st December 2020 at 12.00 pm at Registered office of the Company at 3rd Floor, Sai Krishna Building, Plot No.797 A Road No.36, Jubilee Hills Hyderabad, Telangana-500033 to transact the following business:

ORDINARY BUSINESS

1. **To receive, consider and adopt the Audited financial Statements of the company for the financial year ended March 31, 2020 the Reports of the Board of directors and Auditors thereon.**

“RESOLVED THAT the audited financial statements of the company for the financial year ended March 31, 2020 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and hereby considered and adopted.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized for and on behalf of the Company to take all necessary steps and to do all such acts, deeds, matters and things which may deem necessary in this behalf.”

2. **To appoint a Director in place of Mr. Prabhakara Rao Alokam (DIN 02263908), who retires by rotation and being eligible, offers himself for reappointment.**

“RESOLVED THAT pursuant to the provisions of the Section 152 of the Companies Act, 2013, Mr. Prabhakara Rao Alokam (DIN 02263908), who retire by rotation at this meeting and being eligible has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.

RESOLVED FURTHER THAT any director of the Company be and is here by authorized to do all such acts, deeds and actions as may be necessary, proper or expedient to give effect to this resolution.”

**By order of the Board
For ACS Technologies Limited**

**Alokam Prabhakara Rao
Whole Time Director & CFO
DIN: 02263908**

**Date: 24/12/2020
Place: Hyderabad**

NOTES:

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member. Proxies in order to be effective must be received by the company not later than forty eight (48) hours before the meeting. Proxies submitted on behalf of limited companies, societies, etc., must be supported by appropriate resolutions/authority, as applicable.

A person can act as proxy on behalf of Members not exceeding fifty (50) and holding in the aggregate not more than 10% of the total share capital of the Company. In case a proxy is proposed to be appointed by a Member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.

2. A statement pursuant to section 102(1) of Companies Act,2013 relating to special business to be transacted at the meeting is annexed hereto
3. In case of joint holders attending the Meeting, only such joint holder who is higher in the order of names will be entitled to vote at the Meeting.
4. Relevant documents referred to in the accompanying Notice and in the Explanatory Statements are open for inspection by the Members at the Company's Registered Office on all working days of the Company, during business hours up to the date of the Meeting.
5. Corporate Members intending to send their authorized representatives to attend the Meeting pursuant to Section 113 of the Companies Act, 2013 are requested to send to the Company, a certified copy of the relevant Board Resolution together with their respective specimen signatures authorizing their representative(s) to attend and vote on their behalf at the Meeting.
6. Members seeking any information with regard to the Accounts are requested to write to the Company at an early date, so as to enable the Management to keep the information ready at the meeting.

ANNEXURE TO ITEM NO. 2 OF NOTICE

Details of Directors seeking re-appointment at the forthcoming Annual General Meeting

Name of the Director	Prabhakara Rao Alokam
Director Identification Number (DIN)	02263908
Date of Birth	15/06/1974
Nationality	Indian
Date of Appointment on Board	25/07/2015
Qualification	Chartered Accountant
List of Directorships held in other Companies (excluding foreign, private and Section 8 Companies)	1. GSS Infotech Limited 2. Bluenine Technologies Private Limited 3. Akshara Infracon India Private Limited 4. Leadmax Technologies Private Limited 5. IOTIQ Innovations Private Limited 6. Amaravati Global Solutions Private limited

DIRECTORS' REPORT

The Members, ACS Technologies Limited

The Directors have pleasure in submitting their 38th Annual Report and the Company's Audited Financial Statements for the financial year ended March 31st, 2020.

FINANCIAL SUMMARY AND STATE OF THE COMPANY'S AFFAIRS:

The Financial performance Summary and the State of the Company's Affairs for the current financial year ended March 31st, 2020, along with the figures for the previous financial year, are as follows:

Particulars	(Amount in Rs)	
	March 31, 2020	March 31, 2019
Revenue from operations	61,48,98,064	50,91,90,338
Other Income	8,87,476	5,96,199
Total Revenue	61,57,85,540	50,97,86,537
Profit before Interest, Depreciation & Tax	8,53,66,145	6,52,12,200
Depreciation	1,59,24,279	62,08,590
Financial Charges	2,15,78,275	1,82,31,689
Profit before Tax	4,78,63,591	4,07,71,921
Current Tax	1,07,61,293	95,53,322
Profit for the Year after tax	3,71,02,298	3,12,18,599

HIGHLIGHTS OF COMPANY'S PERFORMANCE:

- Revenue from Operations is increased to Rs. 61,48,98,064 /- during the current financial year as compared to last year revenue of Rs. 50,91,90,338/-
- The Company earned a Net Profit of Rs. 3,40,07,758 /- during the current financial year compared to net profit of Rs. 3,12,18,599/- during the previous financial year.

STATE OF AFFAIRS OF THE COMPANY:

- The Company is engaged in the business of IT/ITES. There is no change in the business of the Company during the financial year ended 31st March 2020.

WEBLINK FOR ANNUAL RETURN:

The Company is having website i.e www.acstechnologies.co.in and the annual report for the F.Y 2019-20 of Company has been published on such website.

NUMBER OF MEETINGS OF THE BOARD:

Six Meetings of the Board of Directors were held during the Financial Year 2019-20 i.e. on 4th April 2019, 7th August 2019, 10th November 2019, 20th December 2019, 14th February 2020, 14th March 2020

DETAILS OF FRAUD REPORT BY AUDITOR:

As per auditor's report, no fraud u/s 143(12) reported by the auditor.

AUDITORS AND AUDITORS' REPORT:

M/s MM Reddy & Co., Chartered Accountants (Firm Registration No. 010371S) are appointed Statutory Auditors of the Company till the conclusion of Annual General Meeting for F.Y 2021-2022

The Independent Auditors' Report and Annexure referred to this Report are self-explanatory and do not call for any further comments. The Auditors' Report does not contain any qualification, reservation, adverse remark or disclaimer.

PARTICULARS OF LOANS, GURANTEES OR INVESTMENTS:

Details loans, guarantees or investments under section 186 (4) of the Companies Act 2013 and Rules made there under, were made by the Company during the financial year 2019-20. The detailed note of the same are given in notes to Financial Statement.

INFORMATION ON SHARES OF THE COMPANY:

The Authorised share capital of the Company is Rs. 15,00,00,000/-

The Board of Directors at their meeting held on 19th February 2020 took decision to issue of bonus shares in proportion of 5(Five) shares for every 4 (Four) equity shares held by the members on the record date fixed by the Board of Directors, bonus share was issued by capitalizing a part of the amount standing to the credit of the Reserves and the same has been considered in Extra-Ordinary General Meeting held on 14th March 2020.

PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

The Company has outstanding unsecured loans taken from directors amounting to Rs. 1,21,00,202/- as on financial year ended 31st March, 2020.

RESERVES AND SURPLUS:

The Company earned a Net Profit of Rs. 3,71,02,298 during the current financial year. The Surplus in the Statement of Profit and Loss appearing under Reserves and Surplus was Rs 4,47,26,430/- as at March 31st, 2020. The entire Net Profit of Rs 3,40,07,758 /- earned by the Company during the current financial year had been carried forward to the Surplus in the Statement of Profit and Loss.

DIVIDEND:

The Directors have not recommended any dividend for the current financial year.

MATERIAL CHANGES AND COMMITMENTS

No material changes and commitments affecting the financial position of the company occurred between the end of the financial year to which this financial statement relates and the date of this report.

HOLDING / SUBSIDIARY / JOINT VENTURES / ASSOCIATE COMPANIES:

The detail of Holding / Subsidiary / Joint Ventures / Associate Companies is detailed out as below:

S.No.	Name of the Company	Status	Effective date
1	IOTIQ Innovations Private Limited	Subsidiary	20 th September 2018

DIRECTORS / KMP APPOINTED OR RESIGNED DURING THE YEAR:

The Board of Directors was duly constituted during the financial year.

- Ms. Hema Kumari appointed as Company Secretary since 1st March 2019 resigned from the post of Company Secretary dated 20th December 2019.
- Mr. Venkata Satya Sri Ram Murthy Eranki was appointed as Company Secretary of since 20th December 2019 and resigned dated 30th June 2020.

DIRECTORS' RESPONSIBILITY STATEMENT:

Your Directors state that:

- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit and loss of the Company for that period;
- c) the Directors had taken proper & sufficient care of the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing & detecting fraud & other irregularities;
- d) the Directors had prepared the annual accounts on a going concern basis; and
- e) the provisions for laying down internal financial controls were not applicable to the Company;
- f) 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.

DECLARATION BY INDEPENDENT DIRECTORS:

The Independent Directors of your Company have submitted declaration confirming that they will meet the criteria of independence as laid down under Section 149(6) of the Act as the committee of Independent Director were inducted in the Company on 1st March 2019.

PARTICULARS OF DIRECTORS / KMP / SPECIFIED EMPLOYEES:

None of the employee has received remuneration exceeding the limit as stated in rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

The provisions of Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, relating to furnishing of particulars of remuneration of Directors / KMP / Other Specified Employees, are not applicable to the Company.

DEPOSITS:

During the current financial year as well as previous financial year, the Company had not invited / accepted any deposits under Companies Act, 2013 and there was no outstanding of any deposit as at March 31st, 2020 as well as at March 31st, 2019.

FRAUDS TO BE REPORTED BY AUDITORS:

The Auditors of the Company had not reported any offence involving any fraud committed against the Company by any officer or employee of the Company during the current financial year as well as during the previous financial year, as required under sub-section (12) of section 143 of the Companies Act, 2013.

RISK MANAGEMENT POLICY:

In the opinion of the Board, there is no material element of risk which may threaten the existence of the Company.

ACTIVITIES RELATING TO EXPORTS:

There was following activity relating to exports during the current financial

- Exports of products/services – 5552.51 USD
- Import of Products/Services – 8787.48 USD

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS & OUTGO:**(A) Conservation of Energy :**

There is no consumption of electricity by the Company.

(B) Technology Absorption :

There is no technology absorption involved in the operations of the Company.

(C) Foreign Exchange Earnings & Outgo:

The import and export during the current financial year as well as during the previous financial year are as follows.

Particulars	2019-20	2018-19
Import	8787.48	-
Export	5552.51	-

CORPORATE SOCIAL RESPONSIBILITY:

The provisions of Corporate Social Responsibility are not applicable to the Company.

FORMAL ANNUAL EVALUATION:

The provisions related to formal annual evaluation either by the Board or any of its Committee or Individual Directors are not applicable to the Company.

SIGNIFICANT AND MATERIAL ORDERS AGAINST THE COMPANY:

There is no significant and material order passed by regulator or court or tribunal impacting the going concern status and Company's operations in future

ACKNOWLEDGEMENTS

Your Company and its Directors wish to extend their sincerest thanks to the Members of the Company, Bankers, State Government, Local Bodies, Customers, Suppliers, Executives, Staff and workers at all levels for their continuous cooperation and assistance.

**For and on behalf of the Board of Directors
ACS Technologies Limited**

**Ashok Kumar Buddharaju
Whole time Director & CEO
DIN: - 03389822**

**Prabhakara Rao Alokam
Wholetime Director & CEO
DIN: - 02663908**

**Date: 24/12/2020
Place: Hyderabad**

**CONSOLIDATED FINANCIAL
STATEMENTS & NOTES**

INDEPENDENT AUDITORS REPORT

The Members ACS TECHNOLOGIES LIMITED

Report on Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of **ACS Technologies Limited** (“the Holding Company”) and its subsidiaries ((the Holding Company and its subsidiary together referred to as “the Group”) comprising of the Consolidated Balance Sheet as at 31st March, 2020, the Consolidated Statement of Profit and Loss, the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as “the consolidated financial statements”).

Management’s Responsibility for the Financial Statements

The Holding Company’s Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as “the Act”) that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2016. The respective Board of Directors of the companies included in the Group 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; the 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 the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated 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.

Auditor’s Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. While conducting the audit, we have considered the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor

considers internal financial control relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the Holding Company has an adequate internal financial controls system over financial reporting in place and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Opinion

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31 March 2020, and their consolidated profits and their consolidated cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by section 143 (3) of the Act, we report that:

- (i) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
- (ii) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors.
- (iii) 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 relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
- (iv) 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, 2016.
- (v) On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2020 taken on record by the Board of Directors of the Holding Company, none of the directors of the Group companies incorporated in India is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.

- (vi) With respect to the adequacy of the internal financial controls over financial reporting of the Group and the operating effectiveness of such controls, refer to our separate Report in 'Annexure A'.

- (vii) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2016, in our opinion and to the best of our information and according to the explanations given to us:
 - a) The Group has disclosed impact of pending litigation in Notes on Consolidated financial statements under 'Commitments and contingent liabilities not provided for in respect of disputed matters'.
 - b) The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - c) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Group.

For M M Reddy & Co
Chartered Accountants
Firm Regn. No: 010371S

M Madhusudhana Reddy
Partner
Membership No: 213077
UDIN:

Place: Hyderabad
Date: 07/12/2020

Annexure A to Independent Auditors' Report for the year ended March 31, 2019

(Referred to in Paragraph 2(f) under the Heading of "Report on Other Legal and Regulatory Requirements" of our Report of even date)

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

We have audited the Internal Financial Controls over financial reporting of ACS Technologies Limited ('the Holding Company') as of 31 March 2020 in conjunction with our audit of the consolidated financial statements of the Company for the year ended on that date. We have obtained and relied on a report on the Internal Financial Controls over Financial Reporting issued by the Statutory Auditors of the Company's subsidiaries (the Holding Company and the Subsidiary companies hereafter together referred to as 'the group')

Management's Responsibility for Internal Financial Controls

The Group's Management is responsible for establishing and maintaining Internal Financial Controls based on "the internal control over financial reporting criteria established by the Group considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Group's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Group's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Group's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Group'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 consolidated financial statements for external purposes in accordance with generally accepted accounting principles. A Group's internal financial control over financial reporting includes those policies and procedures that

- i. Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the group;
- ii. Provide reasonable assurance that transactions are recorded as necessary to permit preparation of consolidated financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the group are being made only in accordance with authorisations of management and directors of the group; and
- iii. Provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the group'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

In our opinion, the Group 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 31 March 2020, based on the internal control over financial reporting criteria established by the Group considering the essential components of Internal Financial Control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For M M Reddy & Co
Chartered Accountants
Firm Regn. No: 010371S

M Madhusudhana Reddy
Partner
Membership No: 213077
UDIN:

Place: Hyderabad
Date: 07/12/2020

ACS TECHNOLOGIES LIMITED

CIN: U72200TG1980PLC002703

3rd FLOOR, SAI KRISHNA, PLOT NO 797A, ROAD NO 36, JUBILEE HILLS, HYDERABAD-500033

Consolidated Balance Sheet as on 31st Mar'2020

Particulars	Note No.	As at 31-Mar-2020	As at 31-Mar-2019
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share capital	2.1	147,480,390	81,933,550
(b) Reserves and surplus	2.2	43,620,902	74,715,490
(c) Minority Interest	2.2	89,940	49,000
(2) Non-Current Liabilities			
(a) Unsecured Loans	2.3	13,030,414	10,176,474
(b) Long Term Borrowings	2.4	67,137,479	39,683,822
(c) Deferred tax Liability	2.5	5,567,637	2,945,545
(3) Current Liabilities			
(a) Short Term Borrowings	2.6	106,022,100	106,031,795
(b) Trade Payables	2.7	130,545,085	99,381,363
(c) Other current liabilities	2.8	16,793,885	15,371,787
(d) Short Term Provisions	2.9	8,168,557	5,427,139
TOTAL		538,456,389	435,715,965
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	2.10	19,548,240	22,775,457
(ii) Intangible assets	2.10	76,015,431	63,670,545
(b) Investments	2.11	-	-
(2) Current assets			
(a) Inventories	2.12	158,451,792	82,377,279
(b) Trade Receivables	2.13	196,389,534	171,466,164
(c) Cash and Cash Equivalents	2.14	11,518,425	12,113,730
(d) Short-term loans and advances	2.15	76,526,667	83,304,390
(3) Miscellaneous Expenses to extent not writtern off			
(a) Preliminary Expenses	2.16	6,300	8,400
TOTAL		538,456,389	435,715,965

As per our report of even date

For M M REDDY & CO.,
Chartered Accountants
F.R.N:010371S

M.Madhusudhana Reddy
Partner
M. No. 213077
UDIN:

Place: Hyderabad
Date: 07/12/2020

FOR AND ON BEHALF OF BOARD
ACS TECHNOLOGIES LIMITED

ASHOK KUMAR BUDDHARAJU
Director
DIN: 03389822

ALOKAM PRABHAKARA RAO
Director
DIN: 02263908

ACS TECHNOLOGIES LIMITED

CIN: U72200TG1980PLC002703

3rd FLOOR, SAI KRISHNA, PLOT NO 797A, ROAD NO 36, JUBILEE HILLS, HYDERABAD-500033

Consolidated Profit and loss Account for the year ended 31st Mar'2020

Particulars	Note No.	Year Ended 31-Mar-2020	Year Ended 31-Mar-2019
I.Revenue from Operations	2.17	616,982,162	509,156,083
II.Other Income	2.18	887,476	596,199
III.Total Revenue		617,869,638	509,752,282
IV.Operating Expenses	2.19	529,519,390	403,564,182
V.Change in Inventories	2.20	-76,074,513	-33,194,605
VI.Employees Expenses	2.21	58,634,880	54,857,900
VIII.Administration Expenses	2.22	20,309,840	19,311,022
IX.Finance Cost	2.23	21,579,264	18,233,271
X.Depreciation and Amortisation Expenses	2.10	15,924,279	6,208,590
XI.Total Expenses		569,893,140	468,980,361
XII.Profit/Loss before Exceptional,Extraordinary and Tax items		47,976,498	40,771,921
XII.Exceptional items		-	-
XIII.Profit/Loss before Extraordinary items and Tax		47,976,498	40,771,921
XIV.Extraordinary items		-	-
XV.Profit before Tax		47,976,498	40,771,921
XVI.Tax Expenses			
1)Current Tax		8,168,557	5,427,139
2)Deferred Tax Liability/ (Asset)		2,622,092	2,581,665
3)MAT Credit Entitlement		-	-
XIV.Profit/(Loss) for the Period from Continuing Operations		37,185,849	32,763,117
XV.Profit/(Loss)from Discontinuing Operations		-	-
XVI.Tax Expense of Discontinuing Operations		-	-
XVII.Profit/(Loss) for the Period from Discontinuing Operations (After Tax)		-	-
XVIII.Profit/(Loss) for the Period		37,185,849	32,763,117
XIX. Dividend		-	-
XX. Corporate Dividend Tax		-	-
XXI. Transfer to General Reserve		-	-
XXII. Profit after Appropriation		37,185,849	32,763,117
XXIII.Balance brought from previous year		56,480,190	23,717,073
XXIV.Balance carried to balance sheet		93,666,039	56,480,190
XXV.Earning Per Share		2.52	4.00

As per our report of even date

For M M REDDY & CO.,
Chartered Accountants
F.R.N:010371S

M.Madhusudhana Reddy
Partner
M. No. 213077
UDIN:

Place: Hyderabad
Date: 07/12/2020

FOR AND ON BEHALF OF BOARD
ACS TECHNOLOGIES LIMITED

ASHOK KUMAR BUDDHARAJU
Director
DIN: 03389822

ALOKAM PRABHAKARA RAO
Director
DIN: 02263908

ACS TECHNOLOGIES LIMITED

Consolidated Cash flow statement for the year ended March 31, 2020

PARTICULARS	Year ended March 31, 2020	Year ended March 31, 2019
A. Cash flows from operating activities		
Profit / (Loss) before tax	47,976,498	40,771,921
Adjustments for :		
Depreciation	15,924,279	6,208,590
Gain/loss on sale of Fixed asset		-
Interest expenses	21,579,264	18,233,271
Increase / (Decrease) in Securities Premium	-	18,235,300
Differed Tax	2,622,092	2,581,665
Interest income	-887,476	-502,779
Operating profit /(loss) before working capital changes	87,214,657	85,527,969
Movement in working capital:		
Decrease/(increase) in trade receivables	-24,923,370	-39,651,396
Decrease/(increase) in inventories	-76,074,513	-33,194,605
Decrease/(increase) in loans and advances	6,072,455	-18,203,155
Decrease/(increase) in other current assets	161,518	
(Decrease)/increase in Sundry Creditors	31,163,722	6,508,175
(Decrease)/increase in Short term borrowings	-9,696	56,639,713
(Decrease)/increase in current liabilities and Provisions	1,197,025	-5,388,295
Cash generated from operations	24,801,798	52,238,406
Direct taxes paid	10,790,652	5,427,139
Net Cash used in Operating Activities (A)	14,011,146	46,811,267
B. Cash flows from investing activities		
(Increase) / Decrease in Fixed assets and Capital Work In progress	-25,041,947	-64,117,932
Bank Balances not considered as Cash and Cash equivalents	-	-
Interest received	887,476	502,779
Net cash from /(used in) investing activities (B)	-24,154,471	-63,615,153
C. Cash flows from financing activities		
Increase / (Decrease) in Share Capital	-	62,076,870
Increase / (Decrease) in Borrowings	31,127,284	-23,414,231
Interest Paid	-21,578,275	-18,233,271
Net cash from /(used in) financing activities (C)	9,549,009	20,429,368
Net increase in cash and cash equivalents (A+B+C)	-595,305	3,625,482
Cash and cash equivalents at beginning of the year	12,113,730	8,488,248
Cash and cash equivalents at end of the year	11,518,425	12,113,730

As per our report of even date

For M M REDDY & CO.,
Chartered Accountants
F.R.N:010371S

M.Madhusudhana Reddy
Partner
M. No. 213077
UDIN:

Place: Hyderabad
Date: 07/12/2020

FOR AND ON BEHALF OF BOARD
ACS TECHNOLOGIES LIMITED

ASHOK KUMAR BUDDHARAJU
Director
DIN: 03389822

ALOKAM PRABHAKARA RAO
Director
DIN: 02263908

Notes to Consolidated Balance Sheet as on 31-03-2020

2.1 Share Capital

(Amount in Rs.)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
a) Authorised Share Capital		
(1,50,00,000 (20,00,000) Equity Shares of Rs.10 each)	150,000,000	150,000,000
	150,000,000	150,000,000
b) Issued, Subscribed and Paid up Capital		
1,47,48,039 Equity shares of Rs. 10/- each. (Out of which Bonus share issued during the year 65,54,684 shares)	147,480,390	81,933,550
	147,480,390	81,933,550

d) Reconciliation of Shares Outstanding at the Year End

	As at 31-Mar-2020		As at 31-Mar-2019	
	Number	Value	Number	Value
Equity Shares				
Shares at the Beginning of the Year	8,193,355	81,933,550	1,990,568	19,905,680
Add: Shares Issued During the Year	6,554,684	65,546,840	6,202,787	62,027,870
Less: Shares bought back during the Year	-	-	-	-
Shares at the end of the Year	14,748,039	147,480,390	8,193,355	81,933,550

d) Share holders having more than 10 Percent of Shares

Name of the Share holder	As at 31-Mar-2020		As at 31-Mar-2019	
	% of Shares	No. of Shares	% of Shares	No. of Shares
Prabhakara Rao Alokam	23.94	3,530,268	23.94	1,961,260
Ashok Kumar Buddharaju	20.10	2,964,195	20.10	1,646,775
Rama Devi Buddharaju	15.69	2,313,288	15.69	1,285,160
Anitha Alokam	10.88	1,604,250	10.88	891,250
	70.61	10,412,001	70.61	5,784,445

2.2 Reserves and Surplus

Particulars	As at 31-03-2020	As at 31-03-2019
Profit & Loss Account Opening Balance	26,480,190	23,717,073
Add: Transitional effect of change in useful life of assets	-	-
Add: Current Year Profit/(Loss)	37,185,849	32,763,117
Add: Securities Premium	48,235,300	48,235,300
Less: Bonus Issue	65,546,840	30,000,000
Less: Provision for Tax - Previous year	2,692,657	-
Add: Securities Premium	-	-
Total	43,661,842	74,715,490
Less: Minority Interest	40,940	-
Grand Total	43,620,902	74,715,490

2.3 Unsecured Loans

Particulars	As at 31-03-2020	As at 31-03-2019
From Directors	12,970,202	10,176,474
From Corporates	60,212	-
	13,030,414	10,176,474

2.4 Long Term Borrowings

Particulars	As at 31-03-2020	As at 31-03-2019
Secured Loan		
- Term Loan	21,999,975	27,456,086
- Vehicle Loan	7,897,035	4,154,165
Unsecured Loan		
- Business Loan	37,240,469	8,073,571
	67,137,479	39,683,822

2.5 Deferred Tax Asset/ (Liabilities)

Particulars	As at 31-03-2020	As at 31-03-2019
Opening Balance	2,945,545	363,880
Less: Current Year Provision	2,622,092	2,581,665
Closing Balance	5,567,637	2,945,545

2.6 Short Term Borrowings

Particulars	As at 31-03-2020	As at 31-03-2019
Working Capital Limits	106,022,100	106,031,795
	106,022,100	106,031,795

2.7 Trade Payables

Particulars	As at 31-03-2020	As at 31-03-2019
Due to Small Scale Enterprises	1,782	-
Due to Others	130,543,303	99,381,363
Less: Shares Issued	-	-
	130,545,085	99,381,363

2.8 Other Current Liabilities & Provisions

Particulars	As at 31-03-2020	As at 31-03-2019
Employess Dues	8,100,438	8,136,107
Other Outstandings	474,005	802,100
Other Dues	8,219,442	6,433,580
	16,793,885	15,371,787

2.9 Short Term Provisions

Particulars	As at 31-03-2020	As at 31-03-2019
Provision for Taxation	8,168,557	5,427,139
	8,168,557	5,427,139

2.11 Investments

Particulars	As at 31-03-2020	As at 31-03-2019
Equity Shares in IOTIQ (5,100 shares at Rs.10/- each)	-	-
	-	-

2.12 Inventories

Particulars	As at 31-03-2020	As at 31-03-2019
Stock in Hand	11,581,349	9,923,325
Work in Progress	146,870,443	72,453,954
	158,451,792	82,377,279

2.13 Trade Receivables

Particulars	As at 31-03-2020	As at 31-03-2019
Unsecured : Considered good		
Due for the period more than six months		-
Due for the period less than six months	196,389,534	171,466,164
	196,389,534	171,466,164

2.14 Cash and Cash Equivalents

Particulars	As at 31-03-2020	As at 31-03-2019
Cash in Hand	360,428	184,024
Bank Balances		
- In Current Accounts	5,150,327	820,575
- In Fixed Deposit	6,007,670	11,109,131
	11,518,425	12,113,730

2.15 Short Term Loans and Advances

Particulars	As at 31-03-2020	As at 31-03-2019
TDS Receivable	2,512,193	2,669,961
Interest Receivable on Margin Money with Banks	1,138,996	1,297,796
Margin Money, EMD & other Deposits	5,401,569	5,623,513
Work Advances and others	2,987,093	5,255,553
Staff Advance	442,665	536,595
Inter Corporate Deposit	63,770,314	67,469,219
MAT Credit	273,837	451,753
	76,526,667	83,304,390

2.16 Other Non Current Assets

Particulars	As at 31-03-2020	As at 31-03-2019
<u>Preliminary Expenditure</u>		
Opening Balance	8,400	-
Add: Additional of During the Year	-	10,500
Less: Written off During the Year	2,100	2,100
	6,300	8,400

ACS TECHNOLOGIES LIMITED
Note - 2.10 : Fixed Assets

Consolidated Depreciation Calculation for the Year Ended 31st Mar 2020 as per Companies Act 2013

(Amount in Rs.)

Name of the Asset	Rate of Dep.	Gross Block				Depreciation				Net Block	
		Cost as on 01.04.2019	Additions year	Deletions year	Total 31.03.2020	Upto 31.03.2019	For the Year	Deletions Year	Upto 31.03.2020	As at 31.03.2020	As at 31.03.2019
Computers	16.67	14,967,663	-	-	14,967,663	7,944,188	1,170,579	-	9,114,767	5,852,896	7,023,475
Computer Test Equipment	33.33	568,639	-	-	568,639	561,006	2,544	-	563,550	5,089	7,633
Electrical Intallations	20.00	1,718,303	-	-	1,718,303	702,044	203,252	-	905,296	813,007	1,016,259
Furnitures and Fixtures	10.00	2,669,406	-	-	2,669,406	2,141,571	52,784	-	2,194,355	475,051	527,835
Office Equipment	20.00	2,067,457	-	-	2,067,457	1,760,439	61,404	-	1,821,843	245,615	307,019
Vehicle	12.50	16,454,581	-	-	16,454,581	2,561,345	1,736,655	-	4,298,000	12,156,582	13,893,236
Total		38,446,049	-	-	38,446,049	15,670,593	3,227,218	-	18,897,811	19,548,240	22,775,457
WIP - Software	16.67	67,986,539	24,291,566	-	92,278,105	4,315,994	12,697,061	-	17,013,055	75,265,050	63,670,545
WIP - Software			750,381	-	750,381	-	-	-	-	750,381	
Grand Total		106,432,588	25,041,947	-	131,474,535	19,986,587	15,924,279	-	35,910,866	95,563,671	86,446,002
Previous Year Figure		36,106,066	70,326,522	-	106,432,588	13,777,996	6,208,590	-	19,986,586	86,446,002	22,328,070

Notes to Consolidated Profit and Loss Account for the year ended 31-03-2020

2.17 Revenue from Operations

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
88 jm		
Revenue from Sale of Goods and Services	616,982,162	509,156,083
	616,982,162	509,156,083

2.18 Other Income

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Interest from FD Deposit	853,976	502,779
Other Income	33,500	93,420
	887,476	596,199

2.19 Operating Expenses

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Direct Costs and Development Expenses		
Purchases and Direct Expenses	514,033,573	393,922,788
Servicing & Repairs	14,196,334	8,856,284
Discount Paid	1,289,483	785,110
	529,519,390	403,564,182

2.20 Changes in Inventories

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Stock in Hand		
Opening Stock	9,923,325	8,099,168
Closing Stock	11,581,349	9,923,325
Net Increase/(Decrease)	(1,658,024)	(1,824,157)
Work in Progress		
Opening	72,453,954	41,083,506
Closing	146,870,443	72,453,954
Net Increase/(Decrease)	(74,416,489)	(31,370,448)
Net (Increase)/Decrease	(76,074,513)	(33,194,605)

2.21 Employees Expenses

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Salaries & Wages	51,828,157	48,745,211
Staff Welfare	334,313	380,158
ESIC Employer Contribution	3,241,435	985,735
EPF Employer Contribution	813,552	2,939,562
Sales Incentives	1,431,421	387,112
Local Conveyance	986,002	1,420,122
	58,634,880	54,857,900

2.22 Administrative expenses

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Audit Fee	260,000	260,000
Business Promotion	2,624,262	3,696,967
Consultancy Charges	593,209	422,974
Director Remuneration	4,500,000	3,600,000
Electricity & Water	276,409	373,103
Filing Fee	1,216,388	1,516,385
General Expenses	522,980	699,950
Insurance	547,877	126,005
Office Maintenance	2,151,055	1,504,806
Postage and Courier	343,817	275,625
Printing and Stationary	248,821	241,774
Rates and Taxes	853,996	147,273
Rent	3,947,329	3,823,845
Telephone and Internet	156,480	183,045
Tender Forms and Registration	30,986	178,594
Travelling Expenses	1,999,082	2,180,248
Transport Charges	200	78,328
Preliminary Expenditure (W/O)	2,100	2,100
Interest on late payment	34,849	
	20,309,840	19,311,022

2.23 Financial expenses

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Bank Charges	2,688,940	1,564,780
Finance Cost	18,890,324	16,668,491
	21,579,264	18,233,271

NOTES TO CONSOLIDATED ACCOUNTS 2019-20

1. Corporate Information

ACS Technologies Limited is a Private Company incorporated under the provisions of the Companies Act, 1956 having registered office at 3rd Floor, Sai Krishna, Road No. 19, Jubilee Hills, Hyderabad, Telangana. The company is engaged in IT/ITES.

2. SIGNIFICANT ACCOUNTING POLICIES:

a. Basis of preparation of financial statements

The accompanying consolidated financial statements are prepared in accordance with Indian Generally Accepted Accounting Principles (GAAP) under the historical cost convention, on the basis of a going concern basis, while revenue, expenses, assets and Liabilities accounted/recognized on accrual basis. GAAP comprises mandatory accounting standards issued by the Institute of Chartered Accountants of India (ICAI), the Section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Accounts) Rules, 2014. Accounting policies are consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

Management evaluates all recently issued or revised accounting standards on an ongoing basis. The financial statements are prepared under the historical cost convention. Recognition of income and expenses, accrual basis of accounting is followed.

b. Use of Estimates

The preparation of financial statements in conformity with GAAP requires Management to make estimates and assumptions that affect the reported balances of assets and liabilities and disclosures relating to contingent assets and liabilities as at the date of the financial statements and reported amounts of income and expenses during the period. Examples of such estimates include provisions for doubtful debts, future obligations under retirement benefit plans, income taxes, post-sales customer support and the useful lives of fixed assets and intangible assets.

Management periodically assessed using external and internal sources whether there is an indication that an asset may be impaired. Contingencies are recorded when it is probable that a liability will be incurred, and the amount can be reasonably estimated. Actual results could differ from those estimates.

c. Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

NOTES TO CONSOLIDATED ACCOUNTS 2019-20

d. Expenditure

Expenses are accounted on accrual basis and provisions are made for all known losses and liabilities.

e. Fixed Assets, intangible assets and capital work-in-progress

Fixed Assets are stated at cost, less accumulated depreciation. All direct costs are capitalized until fixed assets are ready for use including taxes, duties, freight and other incidental expenses relating to acquisition and installation. Capital work-in-progress comprises outstanding advances paid to acquire fixed assets, and the cost of fixed assets that are not yet ready for their intended use at the balance sheet date. Intangible assets are recorded at the consideration paid for acquisition.

f. Depreciation and amortization

Depreciation on Tangible Fixed Assets is provided on Written down value method in accordance with the useful lives specified in Schedule II of the Companies Act, 2013. Intangible assets are amortized over their respective individual estimated useful lives.

g. Income tax

Income taxes are computed using the tax effect accounting method, in accordance with the Accounting Standard (AS 22) "Accounting for Taxes on Income" which includes current taxes and deferred taxes. Deferred income taxes reflect the impact if current year timing differences between taxable income and accounting income for the year and the relevant of timing difference of earlier years. Deferred tax asset and liabilities are measured at the tax rates that are expected to apply to the period when the asset / liability is realized, based on tax rates (and tax laws) that have been enacted or substantively enacted at the balance sheet date. Deferred Tax assets are recognized and carried forward only to the extent that there is a reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized.

h. Contract expenses

The expenses incurred under natural head of accounts for execution of works are charged to Construction expenses.

i. Employee Benefits

Liability for employee benefits, both short term and long term, for present and past services which are due as per the terms of employment are recorded in accordance with Accounting Standard (AS) 15 (revised) "Employee Benefits " issued by the Institute of Chartered Accountants of India.

NOTES TO CONSOLIDATED ACCOUNTS 2019-20

3. Dividend Declared:

The Company recognizes a liability to make cash distributions to equity holders when the distribution is Authorised and the distribution is no longer at the discretion of the Company. As per the corporate laws in India, a distribution is authorized when it is approved by the shareholders. A corresponding amount is recognized directly in equity.

4. Foreign Currency Transactions:

All transactions in foreign currency are recorded on the basis of the exchange rate prevailing as on the date of transaction. The difference, if any, on actual payment/ realisation is recorded to the Statement of Profit and Loss. Monetary assets and liabilities denominated in foreign currency are restated at rates prevailing at the year- end. The net loss or gain arising out of such conversion is dealt with in the Statement of Profit and Loss.

5. Earnings per share

Basic earnings per share are computed by dividing the net profit / (loss) after tax attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the company after adjusting impact of dilution shares by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

6. Contingent liabilities and Assets:

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non- occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an out flow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

7. Subsequent Events:

There are no significant events that occurred after the balance sheet date.

NOTES TO CONSOLIDATED ACCOUNTS 2019-20

NOTES ON ACCOUNTS:

2.24 Amounts in the Standalone financial statements are presented in Rupees. Amounts are rounding off to nearest Rupee.

2.25 The Company has not incurred any expenditure In Foreign Currency during the Year.

2.26 The Company has incurred a Tax liability of Rs. 81,68,557/-during the current year.

2.27 As Per AS-20 EPS was calculated using the formula of net profits attributable to equity shareholders divided by weighted average number of equity shares, and the EPS is Rs.2.52/- per share.

2.28 **Related Parties**

List of Related Parties:

Subsidiary Companies	IOTIQ Innovations Pvt Ltd
Associates Companies controlled by key management personnel / relatives who are substantially interested	Leadmax Technologies Pvt Ltd

Transactions with the Related Parties:

Details	2019-20	2018-19
Equity Investment	51,000	51,000
Unsecured Loan	18,40,500	10,20,813
Sales to Subsidiary	-	1,23,352

Key management Personnel

Name of individual	Nature of relation ship
Ashok Kumar Buddharaju	Director/CEO
Alokam Prabhakara rao	Director/CFO
Alokam Anitha	Director
Chalagalla Venkata Stayanarayana Murthy	Independent Director
Indraganty Venkateswara sarma	Independent Director
Srinivasan Neti	Independent Director

NOTES TO CONSOLIDATED ACCOUNTS 2019-20

a) Transaction With related Parties

Name of individual/party	Current Year	Previous Year
Remuneration Paid		
Ashok Kumar Buddharaju	18,00,000	18,00,000
Prabhakara Rao Alokam	18,00,000	18,00,000
Anitha Alokam	6,00,000	-
Unsecured Loans From Directors		
Ashok Kumar Buddharaju	91,18,943	48,98,943
Alokam Prabhakara Rao	29,81,259	44,07,531
Unsecured Loans to Subsidiaries/Associates		
IOTIQ Innovations Pvt Ltd (Subsidiary)	18,40,500	10,20,813
Leadmax Technologies Pvt Ltd (Associate)	11,99,090	49,72,486

2.29. The Company has not declared any dividend for the current Financial Year 2019-20.

2.30. The Company has no Contingent assets, liabilities at the end of the year.

2.31. Borrowings:

The Company has following loans from financial institutions as on 31st March 2020:

(Amount In Lakhs)

S No	Type of Loan	Amount Sanctioned	Amount O/S	Security
1	Cash Credit	1000.00	1008.09	Land belonging to Mrs. Anitha Alokam which is situated at Thullur Mandal, Amaravati, Guntur, Andhra Pradesh
2	Term Loan	300.00	219.99	Land belonging to Mrs. Anitha Alokam which is situated at Thullur Mandal, Amaravati, Guntur, Andhra Pradesh
3	Bank Guarantee	200.00	146.45	Land belonging to Mrs. Anitha Alokam which is situated at Thullur Mandal, Amaravati, Guntur, Andhra Pradesh
4	WC DL	200.00	52.13	Land belonging to Mrs. Anitha Alokam which is situated at Thullur Mandal, Amaravati, Guntur, Andhra Pradesh

NOTES TO CONSOLIDATED ACCOUNTS 2019-20

2.32. Dues to micro & small-scale industrial undertakings

As at March 31, 2020 as per available information with the company, there are no dues to small scale Industrial Undertakings.

2.33. Auditors Remuneration

Particulars	(Amt. in Rs.)	
	2019-2020	2018-2019
Statutory Audit	2,60,000	2,60,000

2.34. Previous year's figures are regrouped/ reclassified wherever considered necessary to confirm to current year's classifications.

As per our report of even date

As per our report of even date

**For M M REDDY & Co
Chartered Accountants
F.R.N:010371S**

**For and on behalf of the Board of Directors
ACS TECHNOLOGIES LIMITED**

**M Madhusudhana Reddy
Partner
M. No. 213077
UDIN:**

**Ashok Kumar B Prabhakar Rao A
Director Director
DIN: 03389822 DIN: 02263908**

**Place: Hyderabad
Date: 07/12/2020**

**STANDALONE FINANCIAL
STATEMENTS & NOTES**

Independent Auditors' Report

To the Members of

ACS TECHNOLOGIES LIMITED

Report on the Financial Statements

We have audited the accompanying standalone financial statements of ACS TECHNOLOGIES LIMITED ('the Company'), which comprise the balance sheet as at 31st March 2020 and the statement of profit and loss for the year then ended and a summary of significant accounting policies and other explanatory information.

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 and presentation of these standalone financial statements that give a true and fair view of the financial position, financial of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. 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 the 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 financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Board of Directors, 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 on the standalone financial statements

Opinion

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 Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2020 and its Profits for the year ended on that date.

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 Act, we give in the Annexure a statement on the matters specified in the paragraph 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143 (3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The balance sheet and the statement of profit and loss 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, 2016;
 - e) On the basis of the written representations received from the directors as on 31st March 2020 taken on record by the Board of Directors, none of the

directors is disqualified as on 31st March 2020 from being appointed as a director in terms of Section 164 (2) of the Act; and

- f) 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, 2016, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any pending litigations.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For M M REDDY & Co.,
Chartered Accountants
Firm Regn No.010371S

(M Madhusudhana Reddy)
Partner

Membership No.213077

UDIN:

Place: Hyderabad
Date : 07/12/2020.

Annexure-A to the Auditors' Report

The Annexure-A referred to in our Independent Auditors' Report to the members of the Company on the financial statements for the Year ended 31st March 2020, we report that:

1.
 - a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
 - b. The Company has a regular programme of physical verification of its fixed assets by which fixed assets are verified in a phased manner. In accordance with this programme, certain fixed assets were verified during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets.
 - c. The title deeds of the immovable property are held in the name of the company.
2. The physical verification of the inventory excluding stocks with third parties has been conducted at reasonable intervals by the management during the year. In our opinion the frequency of the verification is reasonable.
3. The Company has granted loans to two body corporate covered in the register maintained under section 189 of the Companies Act, 2013 ('the Act').
 - a. In our opinion, the rate interest and other conditions on which the loans have been granted to body corporate listed in register maintained under section 189 of the act were not, prima facie, prejudicial to the interest of the company.
 - b. In the case of the loan granted to body corporate covered in the register maintained under section 189 of the Companies Act, 2013, the borrowers have been regular in the payment of the principle and interest as stipulated.
 - c. There are no overdue amounts in respect of the loan granted to body corporate covered in the register maintained under section 189 of the Companies Act, 2013.
4. In our opinion and according to the information and explanations given to us, the company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013, with respect to the loans and investments made.
5. The Company has not accepted any deposits from the public.

6. The Central Government has not prescribed the maintenance of cost records under section 148(1) of the Act, for any of the services rendered by the Company.
7.
 - a. According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted / accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, duty of excise income tax, sales tax, wealth tax, service tax, duty of customs, value added tax, Goods and Service Tax, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.
 - b. According to the information and explanations given to us, there are no material dues of wealth tax, duty of customs and cess which have not been deposited with the appropriate authorities on account of any dispute.
8. The Company have outstanding dues to financial institutions, banks or debenture holders during the year.
9. The company did not raise any money by way of initial public offer or further public offer (including debt instruments). But have taken terms loans during the year.
10. According to the information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.
11. The company has paid managerial remuneration in accordance with requisite approvals mandated by the provisions of section 197 read with schedule V to the act.
12. The company is not Nidhi Company and the Nidhi Rules, 2014 not applicable to it. Accordingly, the provisions of Clause 3(Xii) of order not applicable to the company.
13. The company has entered transactions with the related parties and complied with Section 188 and 177 of Companies Act, 2013 where applicable and the details have been disclosed in the Financial Statements as required by the accounting standards.
14. According to information and explanations given to us and based on our examinations of the records of the company, the company has not made preferential allotment / private placement of shares or fully or partly convertible debentures during the year but the company has made a bonus issue of 65,54,684 shares during the year.

15. The company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of order not applicable to the company.
16. The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For M M REDDY & CO.,
Chartered Accountants
Firm Regn No.010371S

Place: Hyderabad
Date : 07/12/2020

M Madhusudhana Reddy
Partner
Membership No.213077
UDIN:

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF ACS TECHNOLOGIES LIMITED

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

We have audited the internal financial controls over financial reporting of **ACS TECHNOLOGIES LIMITED** ("the Company") as of March 31st, 2020 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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 on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered

Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

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

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on “the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India”.

For M M REDDY & CO.,
Chartered Accountants
Firm Registration No.010371S

Place: Hyderabad
Date : 07/12/2020.

M Madhusudhana Reddy
Partner
Membership No.213077
UDIN:

ACS TECHNOLOGIES LIMITED**CIN: U72200TG1980PLC002703**

3rd FLOOR, SAI KRISHNA, PLOT NO 797A, ROAD NO 36, JUBILEE HILLS, HYDERABAD-500033

Standalone Balance Sheet as at 31st Mar'2020

(Amount in Rs)

Particulars	Note No.	As at 31-Mar-2020	As at 31-Mar-2019
I. EQUITY AND LIABILITIES			
(1) Shareholders' Funds			
(a) Share capital	2.1	147,480,390	81,933,550
(b) Reserves and surplus	2.2	44,726,430	73,170,972
(2) Non-Current Liabilities			
(a) Unsecured Loans	2.3	12,100,202	9,306,474
(b) Long Term Borrowings	2.4	67,137,479	39,683,822
(c) Deferred tax Assets	2.5	4,419,498	1,797,406
(3) Current Liabilities			
(a) Short Term Borrowings	2.6	106,022,100	106,031,795
(b) Trade Payables	2.7	130,543,303	99,374,363
(c) Other current liabilities	2.8	15,379,181	15,200,263
(d) Short Term Provisions	2.9	8,139,201	8,393,633
TOTAL		535,947,784	434,892,278
II.ASSETS			
(1) Non-current assets			
(a) Fixed assets			
(i) Tangible assets	2.10	19,548,240	22,775,458
(ii) In-tangible assets	2.10	75,265,050	63,670,545
(b) Investments	2.11	51,000	51,000
(2) Current assets			
(a) Inventories	2.12	155,164,786	80,553,122
(b) Trade Receivables	2.13	196,295,069	171,436,576
(c) Cash and Cash Equivalents	2.14	11,298,805	12,008,288
(d) Short-term loans and advances	2.15	78,324,834	84,397,289
TOTAL		535,947,784	434,892,278

As per our report of even date

For M M REDDY & Co
Chartered Accountants
F.R.N:010371S

M.Madhusudhana Reddy
Partner

M. No. 213077**UDIN:**

Place: Hyderabad
Date: 07/12/2020

FOR AND ON BEHALF OF BOARD
ACS TECHNOLOGIES LIMITED

ASHOK KUMAR BUDDHARAJU
Director
DIN: 03389822

ALOKAM PRABHAKARA RAO
Director
DIN: 02263908

ACS TECHNOLOGIES LIMITED**CIN: U72200TG1980PLC002703**

3rd FLOOR, SAI KRISHNA, PLOT NO 797A, ROAD NO 36, JUBILEE HILLS, HYDERABAD-500033

Standalone Profit and loss Account for the year ended 31st March 2020

(Amount in Rs)

Particulars	Note No.	Period Ended 31-Mar-2020	Period Ended 31-Mar-2019
I.Revenue from Operations	2.16	614,898,064	509,190,338
II.Other Income	2.17	887,476	596,199
III.Total Revenue		615,785,540	509,786,537
IV.Operating Expenses	2.18	526,891,445	402,937,840
V.Change in Inventories	2.19	-74,611,664	-31,370,448
VI.Employees Expenses	2.20	58,585,534	54,285,748
VIII.Administration Expenses	2.21	19,554,080	18,721,196
IX.Finance Cost	2.22	21,578,275	18,231,689
X.Depreciation and Amortisation Expenses	2.10	15,924,279	6,208,590
XI.Total Expenses		567,921,949	469,014,616
XII.Profit/Loss before Exceptional,Extraordinary and Tax items		47,863,591	40,771,921
XII.Exceptional items		-	-
XIII.Profit/Loss before Extraordinary items and Tax		47,863,591	40,771,921
XIV.Extraordinary items		-	-
XV.Profit before Tax		47,863,591	40,771,921
XVI.Tax Expenses			
1)Current Tax		8,139,201	8,393,633
2)Deferred Tax Liability/ (Asset)		2,622,092	1,433,526
3)MAT Credit Entitlement		-	273,837
XIV.Profit/(Loss) for the Period from Continuing Operations		37,102,298	31,218,599
XV.Profit/(Loss)from Discontinuing Operations		-	-
XVI.Tax Expense of Discontinuing Operations		-	-
XVII.Profit/(Loss) for the Period from Discontinuing Operations (After Tax)		-	-
XVIII.Profit/(Loss) for the Period		37,102,298	31,218,599
XIX. Dividend		-	-
XX. Corporate Dividend Tax		-	-
XXI. Transfer to General Reserve		-	-
XXII. Profit after Appropriation		37,102,298	31,218,599
XXIII.Balance brought from previous year		54,935,672	23,717,073
XXIV.Balance carried to balance sheet		92,037,970	54,935,672
XXV.Earning Per Share		2.52	3.81

As per our report of even date

For M M REDDY & Co
Chartered Accountants
F.R.N:010371S

M.Madhusudhana Reddy
Partner
M. No. 213077
UDIN:

Place: Hyderabad
Date: 07/12/2020

FOR AND ON BEHALF OF BOARD
ACS TECHNOLOGIES LIMITED

ASHOK KUMAR BUDDHARAJU
Director
DIN: 03389822

ALOKAM PRABHAKARA RAO
Director
DIN: 02263908

ACS TECHNOLOGIES LIMITED
Cash flow statement for the year ended March 31, 2020

PARTICULARS	Year ended March 31, 2020	Year ended March 31, 2019
A. Cash flows from operating activities		
Profit / (Loss) before tax	47,863,591	40,771,921
Adjustments for :		
Depreciation	15,924,279	6,208,590
Gain/loss on sale of Fixed asset		-
Interest expenses	21,578,275	18,231,689
Increase / (Decrease) in Securities Premium	-	18,235,300
Differed Tax	2,622,092	2,581,665
Interest income	-887,476	-502,779
Operating profit /(loss) before working capital changes	87,100,761	85,526,387
Movement in working capital:		
Decrease/(increase) in trade receivables	-24,858,493	-39,621,808
Decrease/(increase) in inventories	-74,611,664	-31,370,448
Decrease/(increase) in loans and advances	6,072,455	-19,073,217
(Decrease)/increase in Sundry Creditors	31,168,940	6,501,175
(Decrease)/increase in Short term borrowings	-9,696	56,639,713
(Decrease)/increase in current liabilities and Provisions	-75,514	-5,559,819
Cash generated from operations	24,786,789	53,041,983
Direct taxes paid	10,761,293	5,427,139
Net Cash used in Operating Activities (A)	14,025,496	47,614,844
B. Cash flows from investing activities		
(Increase) / Decrease in Fixed assets and Capital Work In progress	-24,291,566	-64,117,932
Bank Balances not considered as Cash and Cash equivalents		
Interest received	887,476	502,779
Net cash from /(used in) investing activities (B)	-23,404,090	-63,615,153
C. Cash flows from financing activities		
Increase / (Decrease) in Share Capital	-	62,027,870
Increase / (Decrease) in Borrowings	30,247,385	-24,275,831
Interest Paid	-21,578,275	-18,231,689
Net cash from /(used in) financing activities (C)	8,669,110	19,520,350
Net increase in cash and cash equivalents (A+B+C)	-709,484	3,520,041
Cash and cash equivalents at beginning of the year	12,008,289	8,488,248
Cash and cash equivalents at end of the year	11,298,805	12,008,289

Note

- 1) The Cash Flow Statement is prepared in accordance with the indirect method stated in Accounting Standard 3 on Cash Flow Statements and presents the cash flows by operating, investing, financing activities.
- 2) Accompanying notes form an integral part of Cash Flow Statement.

As per our report of even date

For M M REDDY & Co.,
Chartered Accountants
F.R.N:010371S

M.Madhusudhana Reddy
Partner
M. No. 213077
UDIN:

Place: Hyderabad
Date: 07/12/2020

FOR AND ON BEHALF OF BOARD
ACS TECHNOLOGIES LIMITED

ASHOK KUMAR BUDDHARAJU
Director
DIN: 03389822

ALOKAM PRABHAKARA RAO
Director
DIN: 02263908

Notes to Balance Sheet as at 31-03-2020
2.1 Share Capital
(Amount in Rs.)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
a) Authorised Share Capital (1,50,00,000 Equity Shares of Rs.10 each)	150,000,000	150,000,000
	150,000,000	150,000,000
b) Issued, Subscribed and Paid up Capital 1,47,48,039 Equity shares of Rs. 10/- each. (Bonus share issued during the year 65,54,684) (81,93,355 Equity Shares of Rs.10/- each)	147,480,390	81,933,550
	147,480,390	81,933,550

d) Reconciliation of Shares Outstanding at the Year	As at 31-Mar-2020		As at 31-Mar-2019	
	Number	Value	Number	Value
Equity Shares				
Shares at the Beginning of the Year	8,193,355	81,933,550	1,990,568	19,905,680
Add: Shares Issued During the Year	6,554,684	65,546,840	6,202,787	62,027,870
Less: Shares bought back during the Year	-	-	-	-
Shares at the end of the Year	14,748,039	147,480,390	8,193,355	81,933,550

d) Share holders having more than 10 Percent of Shares	As at 31-Mar-2020		As at 31-Mar-2019	
	% of Shares	No. of Shares	% of Shares	No. of Shares
Name of the Share holder				
Ashok Kumar Buddharaju	20.10	2,964,195	20.10	1,646,775
Ramadevi Buddharaju	15.69	2,313,288	15.69	1,285,160
Prabhakara Rao Alokam	23.94	3,530,268	23.94	1,961,260
Alokam Anitha	10.88	1,604,250	10.88	891,250
	100.00	14,748,039	100.00	8,193,355

2.2 Reserves and Surplus

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
Profit & Loss Account Opening Balance	24,935,672	23,717,073
Add: Securities Premium	48,235,300	48,235,300
Add: Current Year Profit/(Loss)	37,102,298	31,218,599
Less: Bonus Issue	65,546,840	30,000,000
Sub Total	44,726,430	73,170,972
Add: Other Adj	-	-
Sub Total	44,726,430	73,170,972

2.3 Unsecured Loans

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
From Directors	12,100,202	9,306,474
	12,100,202	9,306,474

2.4 Long Term Borrowings **(Amount in Rs.)**

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
Secured Loan		
- Term Loan	21,999,975	27,456,086
- Vehicle Loan	7,897,035	4,154,165
Unsecured Loan		
- Business Loan	37,240,469	8,073,571
	67,137,479	39,683,822

2.5 Deferred Tax Asset/ (Liabilities)

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
Opening Balance	1,797,406	363,880
Add: Current Year Provision	2,622,092	1,433,526
Closing Balance	4,419,498	1,797,406

2.6 Short Term Borrowings

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
Working Capital Limits	106,022,100	106,031,795
	106,022,100	106,031,795

Note: The above facilities are repayable on demand

Primary Security by PERSONAL GUARANTEE, RESIDENTIAL LAND, FIXED DEPOSIT.

Collateral Security by MOVABLE FIXED ASSETS, STOCK, DEBTORS, PERSONAL GUARANTEE, FIXED DEPOSIT.

2.7 Trade Payables

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
Due to Small Scale Enterprises	-	
Due to Others	130,543,303	99,374,363
	130,543,303	99,374,363

2.8 Other Current Liabilities & Provisions

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
Employess Dues	7,827,366	8,055,683
Other Outstandings	406,693	732,100
Other Dues	7,145,122	6,412,480
	15,379,181	15,200,263

2.9 Shrot Term Provisions

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
Provision for Taxation	8,139,201	8,393,633
	8,139,201	8,393,633

2.11 Investments **(Amount in Rs.)**

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
Equity Shares in IOTIQ (5,100 shares at Rs.10/- each)	51,000	51,000
	51,000	51,000

2.12 Inventories

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
Stock in Hand	8,294,343	8,099,168
Work in Progress	146,870,443	72,453,954
	155,164,786	80,553,122

2.13 Trade Receivables

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
Unsecured : Considered good		
Due for the period more than six months	-	-
Due for the period less than six months	196,295,069	171,436,576
	196,295,069	171,436,576

2.14 Cash and Cash Equivalents

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
Cash in Hand	316,928	127,523
Bank Balances		
- In Current Accounts	4,974,207	771,634
- In Fixed Deposit	6,007,670	11,109,131
	11,298,805	12,008,288

2.15 Short Term Loans and Advances

Particulars	As at 31-Mar-2020	As at 31-Mar-2019
TDS Receivable	2,512,193	2,669,961
Interest Receivable on Margin Money with Banks	1,138,996	1,297,796
Margin Money, EMD & other Deposits	5,401,569	5,623,513
Work Advances and others	2,968,251	5,053,802
Staff Advance	442,665	536,595
Inter Corporate Deposit	65,587,323	68,490,032
MAT Credit	273,837	725,590
	78,324,834	84,397,289

ACS TECHNOLOGIES LIMITED
Note - 2.10 : Fixed Assets

Depreciation Calculation for the Year Ended 31st Mar 2020 as per Companies Act 2013

(Amount in Rs.)

Name of the Asset	Rate of Dep.	Gross Block				Depreciation				Net Block	
		Cost as on 01.04.2019	Additions year	Deletions year	Total 31.03.2020	Upto 31.03.2019	For the Year	Deletions Year	Upto 31.03.2020	As at 31.03.2020	As at 31.03.2019
Computers	16.67	14,967,663	-	-	14,967,663	7,944,188	1,170,579	-	9,114,767	5,852,896	7,023,475
Computer Test Equipment	33.33	568,639	-	-	568,639	561,006	2,544	-	563,550	5,089	7,633
Electrical Intallations	20.00	1,718,303	-	-	1,718,303	702,044	203,252	-	905,296	813,007	1,016,259
Furnitures and Fixtures	10.00	2,669,406	-	-	2,669,406	2,141,571	52,784	-	2,194,355	475,051	527,835
Office Equipment	20.00	2,067,457	-	-	2,067,457	1,760,437	61,404	-	1,821,841	245,616	307,020
Vehicle	12.50	16,454,581	-	-	16,454,581	2,561,345	1,736,655	-	4,298,000	12,156,582	13,893,236
Total		38,446,049	-	-	38,446,049	15,670,591	3,227,218	-	18,897,809	19,548,240	22,775,458
Software	16.67	67,986,539	24,291,566	-	92,278,105	4,315,994	12,697,061	-	17,013,055	75,265,050	63,670,545
Total		106,432,588	24,291,566	-	130,724,154	19,986,585	15,924,279	-	35,910,863	94,813,290	86,446,003
Previous Year Figure		36,106,066	70,326,522	-	106,432,588	13,777,996	6,208,590	-	19,986,586	86,446,002	22,328,070

Notes to Profit and Loss Account for the year ended 31-03-2020**2.16 Revenue from Operations (Amount in Rs.)**

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Revenue from Sale of Goods and Services	614,898,064	509,190,338
	614,898,064	509,190,338

2.17 Other Income

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Interest from FD Deposit	853,976	502,779
Other Income	33,500	93,420
	887,476	596,199

2.18 Operating Expenses

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Direct Costs and Development Expenses		
Purchases and Direct Expenses	512,970,174	393,296,446
Servicing & Repairs	12,654,188	8,856,284
Discount Paid	1,267,083	785,110
	526,891,445	402,937,840

2.19 Changes in Inventories (Amount Rs.)

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Stock in Hand		
Opening Stock	8,099,168	8,099,168
Closing Stock	8,294,343	8,099,168
Net Increase/(Decrease)	(195,175)	-
Work in Progress		
Opening	72,453,954	41,083,506
Closing	146,870,443	72,453,954
Net Increase/(Decrease)	(74,416,489)	(31,370,448)
Net (Increase)/Decrease	(74,611,664)	(31,370,448)

2.20 Employees Expenses

Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019
Salaries & Wages	51,828,157	48,174,553
Staff Welfare	318,467	378,664
EPF Employer Contribution	3,241,435	2,939,562
ESIC Employer Contribution	813,552	985,735
Sales Incentives	1,431,421	387,112
Local Conveyance	952,502	1,420,122
	58,585,534	54,285,748

2.21 Administrative expenses		(Amount Rs.)	
Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019	
Audit Fee	250,000	250,000	
Business Promotion	2,591,582	3,696,967	
Consultancy Charges	518,209	370,474	
Director Remuneration	4,500,000	3,600,000	
Electricity & Water	269,506	372,253	
Filing Fee	1,206,388	1,516,385	
General Expenses	498,903	699,950	
Insurance	547,877	126,005	
Office Maintenance	2,130,903	1,486,676	
Postage and Courier	343,817	275,625	
Printing and Stationary	232,821	230,964	
Rates and Taxes	853,996	147,273	
Rent	3,947,329	3,787,845	
Telephone and Internet	152,940	175,346	
Tender Forms and Registration	30,986	178,594	
Travelling Expenses	1,478,823	1,806,839	
	19,554,080	18,721,196	
2.22 Financial expenses			
Particulars	Year Ended 31-03-2020	Year Ended 31-03-2019	
Bank Charges	2,687,951	1,563,198	
Finance Cost	18,890,324	16,668,491	
	21,578,275	18,231,689	

SIGNIFICANT ACCOUNTING POLICIES & NOTES TO ACCOUNTS

SIGNIFICANT ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements :

The financial statements have been prepared in accordance with the generally accepted accounting principles in India (Indian GAAP) to comply with all material respects with the accounting standard notified under section 133 of the Companies act 2013 read with rule 7 of the companies (Accounts) Rules, 2016. The accounting policies adopted in preparation of the financial statements are consistent with those followed in previous year unless otherwise stated below.

1.2 Use of estimates

The preparation of financial statements in conformity with generally accepted accounting Principles (GAAP) in India require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosures of contingent liabilities on the date of the financial statements. Actual results could differ from those estimates. Any revision to accounting estimates is recognized prospectively in current and future periods.

1.3 Fixed assets

Tangible assets

Tangible fixed assets are stated at cost less accumulated depreciation. Cost includes freight, duties, taxes (other than those recoverable from tax authorities) and other expenses related directly/indirectly to the acquisition and installation of the fixed assets for bringing the asset to its working condition for its intended use.

1.4 Depreciation/ Amortization

Depreciation on Tangible Fixed Assets is provided on Written down value method in accordance with the useful lives specified in Schedule II of the Companies Act, 2013. Intangible assets are amortized over their respective individual estimated useful lives

1.5 Expenditure

All the expenditure incurred during the year has been recognized on Accrual Basis.

1.6 Revenue

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured.

1.7 Inventories

Inventories are valued at cost or market value whichever is less.

1.8 Preliminary Expenses

The Preliminary Expenses of the Company are being written off over a period of 5 years and the applicable accounting standard has been followed.

1.9 Segment Reporting

The Company is in the business of IT / ITES hence total business of the company is treated as one single segment.

A) NOTES ON ACCOUNTS:

2.23 Amounts in the financial statements are presented in Rupees. Amounts are rounding off to nearest Rupee.

2.24 The Company has not incurred any expenditure In Foreign Currency during the Year.

2.25 The Company has incurred a Tax liability of Rs. 81,39,201/-during the current year.

2.26 As Per AS-20 EPS was calculated using the formula of net profits attributable to equity shareholders divided by weighted average number of equity shares, and the EPS is Rs.2.52/- per share.

2.27 Related Parties

a) Key management Personnel

Name of individual	Nature of relation ship
Ashok Kumar Buddharaju	Director/CEO
Alokam Prabhakara rao	Director/CFO
Alokam Anitha	Director
Chalagalla Venkata Stayanarayana Murthy	Independent Director
Indraganty Venkateswara sarma	Independent Director
Srinivasan Neti	Independent Director

b) Transaction With related Parties

Name of individual/party	Current Year	Previous Year
<u>Remuneration Paid</u>		
Ashok Kumar Buddharaju	18,00,000	18,00,000
Prabhakara Rao Alokam	18,00,000	18,00,000
Anitha Alokam	6,00,000	-
<u>Unsecured Loans From Directors</u>		
Ashok Kumar Buddharaju	91,18,943	48,98,943
Alokam Prabhakara Rao	29,81,259	44,07,531
<u>Unsecured Loans to Subsidiaries/Associates</u>		
IOTIQ Innovations Pvt Ltd (Subsidiary)	18,40,500	10,20,813
Leadmax Technologies Pvt Ltd (Associate)	11,99,090	49,72,486

2.28. The Company has not declared any dividend for the current Financial Year 2019-20.

2.29. The Company has no Contingent assets, liabilities at the end of the year.

2.30. **Borrowings:**

The Company has following loans from financial institutions as on 31st March 2020:

(Amount In Lakhs)

S No	Type of Loan	Amount Sanctioned	Amount O/S	Security
1	Cash Credit	1000.00	1008.09	Land belonging to Mrs. Anitha Alokam which is situated at Thullur Mandal, Amaravati, Guntur, Andhra Pradesh
2	Term Loan	300.00	219.99	Land belonging to Mrs. Anitha Alokam which is situated at Thullur Mandal, Amaravati, Guntur, Andhra Pradesh
3	Bank Guarantee	200.00	146.45	Land belonging to Mrs. Anitha Alokam which is situated at Thullur Mandal, Amaravati, Guntur, Andhra Pradesh
4	WCDL	200.00	52.13	Land belonging to Mrs. Anitha Alokam which is situated at Thullur Mandal, Amaravati, Guntur, Andhra Pradesh

2.31. Dues to micro & small-scale industrial undertakings

As at March 31, 2020 as per available information with the company, there are no dues to small scale Industrial Undertakings.

2.32. Auditors Remuneration

(Amt. in Rs.)

Particulars	2019-2020	2018-2019
Statutory Audit	2,50,000	2,50,000

2.33. Previous year's figures are regrouped/ reclassified wherever considered necessary to confirm to current year's classifications.

As per our report of even date

As per our report of even date

For M M REDDY & Co
Chartered Accountants
F.R.N:010371S

For and on behalf of the Board of Directors
ACS TECHNOLOGIES LIMITED

M Madhusudhana Reddy
Partner
M. No. 213077
UDIN:
Place: Hyderabad
Date: 07/12/2020

Ashok Kumar B
Director
DIN: 03389822

Prabhakar Rao A
Director
DIN: 02263908

Form No. MGT-11

Proxy form

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

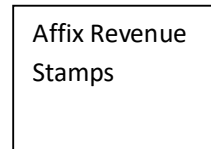
Name of the Member(s):		
Registered Address:		
E-mail Id:	Folio No /Client ID	DP ID
I/We, being the member(s) of _____ shares of the above named company. Hereby appoint		
Name :	E-mail Id:	
Address:		
Signature , or failing him		
Name :	E-mail Id:	
Address:		
Signature , or failing him		
Name :	E-mail Id:	
Address:		
Signature , or failing him		

as my/ our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 38th Annual General Meeting of the company, to be held on the 31st day of December, 2020, at 12:00 p.m. at 3rd Floor, Sai Krishna Building, Plot No.797 A Road No.36, Jubilee Hills Hyderabad, Telangana-500033 and at any adjournment thereof in respect of such resolutions as are indicated below:

Sl. No.	Resolution(s)	Vote	
		For	Against
1.	To receive, consider and adopt the Audited Balance Sheet as at 31st March 2019, the Profit and Loss Account for the year ended on that date and the Reports of the Directors and Auditors thereon		
2.	To appoint a Director in place of Mr. Prabhakara Rao Alokam (DIN 02263908), who retires by rotation and being eligible, offers himself for reappointment.		

* Applicable for investors holding shares in Electronic form.

Signed this 31st Day of December 2020



Signature of Shareholder Signature of Proxy holder
shareholder

Signature of the
across Revenue Stamp

Note:

- 1) This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.
- 2) The proxy need not be a member of the company

ATTENDANCE SLIP

(To be handed over at the entrance of the meeting hall)

38thAnnual General Meeting on 31st December 2020

Full name of the members attending _____

(In block capitals)

Ledger Folio No./Client ID No. _____ No. of shares held: _____

Name of Proxy _____

(To be filled in, if the proxy attends instead of the member)

I hereby record my presence at the 38th Annual General Meeting of the ACS Technologies Limited will be held on 31st Day of December 2020 at 12:00 P.M 3rd Floor, Sai Krishna Building, Plot No.797 A Road No.36, Jubilee Hills Hyderabad, Telangana-500033.

(Member's /Proxy's Signature)

Note:

- 1) Members are requested to bring their copies of the Annual Report to the meeting, since further copies will not be available.
- 2) The Proxy, to be effective should be deposited at the Registered Office of the Company not less than Forty Eight Hours before the commencement of the meeting.
- 3) A Proxy need not be a member of the Company.
- 4) In the case of joint holders, the vote of the senior who tenders a vote, whether in person or by Proxy, shall be accepted to the exclusion of the vote of the other joint holders. Seniority shall be determined by the order in which the names stand in the Register of Members.
- 5) The submission by a member of this form of proxy will not preclude such member from attending in person and voting at the meeting.