

Tejas Networks Limited

(All amounts in Rupees Crore except for share data or as otherwise stated)

Standalone Unaudited Balance Sheet as at	Notes	December 31, 2020	March 31, 2020
ASSETS			
Non-current assets			
Property, plant and equipment	4(a)	30.78	30.55
Right-of-use assets	4(a)	17.30	21.29
Intangible assets	4(b)	49.67	26.81
Intangible assets under development	4(b)	32.86	26.99
Investments in subsidiaries	5(a)	10.87	10.87
Financial assets			
(i) Investments	5(b)	0.00	0.00
(ii) Trade receivables	6	75.84	80.28
(iii) Loans	8	5.33	5.58
(iv) Other financial assets	9	1.60	1.11
Current Tax Asset (net)	10(a)	61.34	47.80
Deferred Tax Assets	10(b)	41.70	41.70
Other non-current assets	11	6.84	6.97
Total non - current assets		334.13	299.95
Current assets			
Inventories	12	229.20	251.99
Financial assets			
(i) Investments	5(c)	57.84	50.97
(ii) Trade receivables	6	315.57	364.24
(iii) Cash and cash equivalents	7(i)	43.87	66.05
(iv) Bank balances other than (iii) above	7(ii)	122.32	76.71
(v) Loans	8	0.69	1.07
(vi) Other financial assets	9	110.48	91.40
Other current assets	11	41.59	37.46
Total current assets		921.56	939.89
Total assets		1,255.69	1,239.84
EQUITY AND LIABILITIES			
Equity			
Equity share capital	13	96.07	95.48
Other equity	14	996.83	984.28
Total equity		1,092.90	1,079.76
Liabilities			
Non-current liabilities			
Financial liabilities			
(i) Lease Liabilities	15	18.36	21.91
Provisions	16	1.11	0.59
Total non - current liabilities		19.47	22.50
Current liabilities			
Financial liabilities			
(i) Trade payables	17		
(a) Total outstanding dues of micro enterprises and small enterprises		14.69	10.96
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		75.56	66.96
(ii) Lease Liabilities	15	5.35	5.97
(iii) Other financial liabilities	18	35.24	39.59
Provisions	16	6.24	7.08
Other current liabilities	19	6.24	7.02
Total current liabilities		143.32	137.58
Total liabilities		162.79	160.08
Total equity and liabilities		1,255.69	1,239.84

Standalone Unaudited Statement of Profit and Loss	Notes	Quarter Ended			Nine months ended		Year Ended
		December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
I Revenue from operations	20	134.71	109.89	85.32	323.33	331.64	386.20
II Other Income	21	8.55	8.09	6.18	20.96	20.12	33.71
III Total income (I + II)		143.26	117.98	91.50	344.29	351.76	419.91
IV Expenses							
Cost of materials consumed	22	74.40	58.97	42.98	168.55	172.02	203.58
Employee benefit expense	23	26.11	24.61	23.79	75.65	70.07	103.22
Finance costs	24A	0.85	0.99	0.66	2.75	6.54	7.57
Depreciation and amortization expense	4(c)	12.06	11.84	20.33	37.68	56.16	77.05
Impairment of non-current assets	4(b)	-	-	-	-	-	69.87
Allowance for expected credit loss	24B	1.80	(0.82)	(1.12)	5.00	1.47	18.81
Other expenses	25	18.80	17.88	19.47	50.79	56.37	77.42
Total expenses (IV)		134.02	113.47	106.11	340.42	362.63	557.52
V Profit/(Loss) before tax (III - IV)		9.24	4.51	(14.61)	3.87	(10.87)	(137.61)
VI Income tax expense	26						
Current tax		-	-	(0.66)	-	-	-
Deferred tax expense/(benefit)		-	-	97.94	-	98.55	98.55
Total tax expense (VI)		-	-	97.28	-	98.55	98.55
VII Profit/(Loss) after tax (V - VI)		9.24	4.51	(111.89)	3.87	(109.42)	(236.16)
VIII Other comprehensive income/(loss)							
Items that will not be reclassified to profit or loss							
Remeasurements of the defined benefit obligation		0.20	0.75	0.03	0.90	0.22	(1.07)
Income tax relating to above		-	-	-	-	-	-
Other comprehensive income/(loss) for the year, net of tax (VIII)		0.20	0.75	0.03	0.90	0.22	(1.07)
IX Total comprehensive income/(loss) for the period (VII + VIII)		9.44	5.26	(111.86)	4.77	(109.20)	(237.23)
X Earnings/(Loss) per equity share							
Equity shares of par value Rs. 10 each							
Basic		1.00	0.49	(12.15)	0.42	(11.89)	(25.66)
Diluted		0.97	0.49	(12.15)	0.41	(11.89)	(25.66)
Weighted average equity shares used in computing earnings per equity share							
Basic		9,26,71,398	9,23,60,935	9,21,28,349	9,24,31,355	9,19,93,023	9,20,38,454
Diluted		9,48,85,067	9,26,64,459	9,21,28,349	9,31,46,138	9,19,93,023	9,20,38,454

Tejas Networks Limited

(All amounts in Rupees Crore except for share data or as otherwise stated)

Standalone Unaudited Statement of Cash Flows	Notes	Period ended	
		December 31, 2020	Year ended March 31, 2020
Cash flows from operating activities			
Profit/(Loss) before tax		3.87	(137.61)
Adjustments to reconcile net profit/(loss) to net cash generated by operating activities:			
Depreciation and amortization expense	4(c)	37.68	77.05
Impairment of product development	4(b)	-	32.77
Impairment of Intangible assets under development	4(b)	-	37.10
Allowance for expected credit loss	24B	5.00	18.79
Bad Debts written off	25	-	0.07
Interest Income	21	(17.08)	(11.94)
(Gain)/Loss on current investment carried at fair value through statement of profit and loss	21	0.11	0.10
Gain on sale of current investment carried at fair value through statement of profit and loss	21	(2.40)	(4.08)
Finance costs	24A	2.75	7.57
Unrealised Exchange Differences (Net)		4.59	(7.26)
Loss/ (profit) on sale of property, plant and equipment	21	-	(0.02)
Expense recognized in respect of equity-settled share-based payments	23	5.38	11.20
		39.90	23.74
Movements in working capital:			
(Increase)/decrease in inventories		22.79	(70.60)
(Increase)/decrease in trade receivables		42.40	194.15
(Increase)/decrease in loans		0.67	(1.39)
(Increase)/decrease in other financial assets		3.95	4.86
(Increase)/decrease in other assets		(4.66)	(16.79)
Increase/(decrease) in trade and other payables		14.12	(86.02)
Increase/(decrease) in provisions		0.37	(3.73)
Increase/(decrease) in other financial liabilities		(4.92)	(30.43)
Increase/(decrease) in other liabilities		(0.78)	(2.40)
Cash generated from operations		113.84	11.39
Income taxes paid		(3.66)	(10.87)
a) Net cash generated from operating activities		110.18	0.52
Cash flows from investing activities			
Expenditure on property, plant and equipment		(10.03)	(20.63)
Expenditure on intangible assets (including under development)		(52.05)	(72.14)
Sale proceeds of property, plant and equipment		-	0.03
Investments in Deposits with banks and financial institutions not considered as cash and cash equivalent		(244.07)	(255.17)
Withdrawals of Deposits with banks and financial institutions not considered as cash and cash equivalent		174.97	358.63
Investments in liquid mutual funds		(399.14)	(727.05)
Redemption of liquid mutual funds		394.56	766.61
Interest received		7.12	21.00
b) Net cash generated by/(used in) investing activities		(128.64)	71.28
Cash flows from financing activities			
Proceeds from exercise of restricted stock units/ESOPs		2.99	2.82
Dividend paid (including Tax on dividend)		-	(11.08)
Repayment of borrowings		-	(1.19)
Principal payment on lease liabilities		(4.17)	(5.58)
Interest payment on lease liabilities		(1.77)	(2.78)
Interest paid		(0.77)	(4.35)
c) Net cash (used in) financing activities		(3.72)	(22.16)
d) Net increase/(decrease) in cash and cash equivalents		(22.18)	49.64
Cash and cash equivalents at the beginning of the year		66.05	16.41
Cash & cash equivalents at the end of the year [Refer Note No. 7(i)]		43.87	66.05

A. Equity Share Capital

Particulars	Note	Amount
As at April 1, 2019*		94.99
Increase in equity share capital on account of exercise of ESOP and RSU	13	0.49
As at March 31, 2020*		95.48
Increase in equity share capital on account of exercise of ESOP and RSU	13	0.59
As at December 31, 2020*		96.07

*Includes forfeited shares of Rs. 3.27

B. Other Equity

Particulars	Notes	Reserves and Surplus			Other Reserves	Total equity attributable to shareholders of the Company
		Securities premium	Retained earnings	Employee stock compensation outstanding account	Share application money pending allotment	
Balance as at April 01, 2019		931.17	265.56	27.02	-	1,223.75
(Loss)/Profit for the period	14	-	(236.16)	-	-	(236.16)
Other comprehensive income	14	-	(1.07)	-	-	(1.07)
Total comprehensive income for the year		-	(237.23)	-	-	(237.23)
Transaction with owners in their capacity as owners:						
Premium on exercise of ESOP	14	2.33	-	-	-	2.33
Employee Share based payment expenses	23	-	-	11.20	-	11.20
Premium on issue of equity shares, on exercise of ESOP/RSU	14	4.30	-	(4.30)	-	-
Impact on account of adoption of Ind AS 116		-	(4.69)	-	-	(4.69)
Dividend paid	14	-	(9.19)	-	-	(9.19)
Dividend distribution tax	14	-	(1.89)	-	-	(1.89)
Balance as at March 31, 2020		937.80	12.56	33.92	-	984.28
Balance as at April 01, 2020		937.80	12.56	33.92	-	984.28
(Loss)/Profit for the period	14	-	3.87	-	-	3.87
Other comprehensive income	14	-	0.90	-	-	0.90
Total comprehensive income for the year		-	4.77	-	-	4.77
Transaction with owners in their capacity as owners:						
Premium on exercise of ESOP	14	2.32	-	-	-	2.32
Employee Share based payment expenses	23	-	-	5.38	-	5.38
Premium on issue of equity shares, on exercise of ESOP/RSU	14	6.46	-	(6.46)	-	-
Share application money pending allotment	14	-	-	-	0.08	0.08
Balance as at December 31, 2020		946.58	17.33	32.84	0.08	996.83

Note No. 4(a): Property, Plant and Equipment

Particulars	Laboratory Equipment	Networking Equipment	Electrical Installation	Furniture and Fixtures	Office Equipment	Computing Equipment	Vehicles	Cards/Proto types	Servers	Total	Right-of-use asset*
Gross carrying value as of April 1, 2019	20.77	0.66	6.32	8.09	0.90	6.26	0.14	22.02	2.80	67.96	-
Recognition on adoption of Ind AS 116											22.65
Additions	2.06	0.21	1.00	1.44	0.82	0.98	-	6.01	0.89	13.41	3.87
Deletions	-	-	0.01	0.01	-	-	-	-	-	0.02	-
Gross carrying value as of March 31, 2020	22.83	0.87	7.31	9.52	1.72	7.24	0.14	28.03	3.69	81.35	26.52
Accumulated depreciation as of April 1, 2019	(8.81)	(0.47)	(4.91)	(4.70)	(0.51)	(3.56)	(0.01)	(13.60)	(0.71)	(37.28)	-
Depreciation for the year	(4.50)	(0.13)	(0.60)	(1.30)	(0.33)	(1.76)	(0.04)	(4.21)	(0.66)	(13.53)	(5.23)
Accumulated depreciation on deletions	-	-	-	(0.01)	-	-	-	-	-	(0.01)	-
Accumulated depreciation as of March 31, 2020	(13.31)	(0.60)	(5.51)	(5.99)	(0.84)	(5.32)	(0.05)	(17.81)	(1.37)	(50.80)	(5.23)
Carrying value as of March 31, 2020	9.52	0.27	1.80	3.53	0.88	1.92	0.09	10.22	2.32	30.55	21.29
Gross carrying value as of April 1, 2020	22.83	0.87	7.31	9.52	1.72	7.24	0.14	28.03	3.69	81.35	26.52
Additions	1.38	-	0.02	0.11	0.14	1.89	-	6.93	0.13	10.60	-
Deletions	-	-	-	-	0.06	0.02	-	-	-	0.08	-
Gross carrying value as of December 31, 2020	24.21	0.87	7.33	9.63	1.80	9.11	0.14	34.96	3.82	91.87	26.52
Accumulated depreciation as of April 1, 2020	(13.31)	(0.60)	(5.51)	(5.99)	(0.84)	(5.32)	(0.05)	(17.81)	(1.37)	(50.80)	(5.23)
Depreciation for the year	(2.81)	(0.07)	(0.53)	(0.74)	(0.23)	(1.17)	(0.03)	(4.25)	(0.54)	(10.37)	(3.99)
Accumulated depreciation on deletions	-	-	-	-	(0.06)	(0.02)	-	-	-	(0.08)	-
Accumulated depreciation as of December 31, 2020	(16.12)	(0.67)	(6.04)	(6.73)	(1.01)	(6.47)	(0.08)	(22.06)	(1.91)	(61.09)	(9.22)
Carrying value as of December 31, 2020	8.09	0.20	1.29	2.90	0.79	2.64	0.06	12.90	1.91	30.78	17.30

* Right-of-use asset pertains to buildings on account of adoption of Ind AS 116 effective April 01, 2019.

Note No. 4(b): Intangible Assets

Particulars	Computer	Product	Total	Intangible Assets under
	Software	Development		development ¹
Gross carrying value as of April 1, 2019	14.39	199.53	213.92	41.38
Additions	4.83	44.60	49.43	67.31
Deletions/Transfers	-	-	-	44.60
Gross carrying value as of March 31, 2020	19.22	244.13	263.35	64.09
Accumulated amortization as of April 1, 2019	(11.25)	(134.23)	(145.48)	-
Amortization expenses for the year	(6.69)	(51.60)	(58.29)	-
Impairment loss	-	(32.77)	(32.77)	(37.10)
Accumulated amortization as of March 31, 2020	(17.94)	(218.60)	(236.54)	(37.10)
Carrying value as of March 31, 2020	1.28	25.53	26.81	26.99
Gross carrying value as of April 1, 2020	19.22	244.13	263.35	64.09
Additions	2.22	43.96	46.18	49.83
Deletions/Transfers	-	-	-	43.96
Gross carrying value as of December 31, 2020	21.44	288.09	309.53	69.96
Accumulated amortization and impairment as of April 1, 2020	(17.94)	(218.60)	(236.54)	(37.10)
Amortization expenses for the year	(2.40)	(20.92)	(23.32)	-
Accumulated amortization and impairment as of December 31, 2020	(20.34)	(239.52)	(259.86)	(37.10)
Carrying value as of December 31, 2020	1.10	48.57	49.67	32.86

Note No. 4(c): Depreciation and amortization expenses

Particulars	Period Ended		Year Ended
	December 31, 2020	March 31, 2020	March 31, 2020
Depreciation on property, plant and equipment [Refer Note No. 4(a)]	10.37		13.53
Depreciation on Right of use assets [Refer Note No. 4(a)]	3.99		5.23
Amortization of intangible assets [Refer Note No. 4(b)]	23.32		58.29
Total depreciation and amortization expenses	37.68		77.05

Tejas Networks Limited

Notes to the unaudited standalone financial statements for the period ended December 31, 2020

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 5: Investments

Particulars	As at			
	December 31, 2020	March 31, 2020		
Non-current investments (Unquoted)				
5(a) Investment in subsidiaries				
<i>Equity instruments of subsidiaries (at cost)</i>				
14,64,340 (As at March 31, 2020: 14,64,340) equity shares fully paid up in Tejas Communication Pte Ltd, Singapore	6.69	6.69		
Total equity instruments of subsidiaries	6.69	6.69		
<i>Preference shares of subsidiaries (at cost)</i> ¹				
13,68,400 (As at March 31, 2020: 13,68,400) Redeemable Preference Shares fully paid up in Tejas Communication Pte Limited, Singapore	4.18	4.18		
Total preference shares of subsidiaries	4.18	4.18		
Total investments in subsidiaries	10.87	10.87		
5(b) Other Investments (Unquoted) {FVTPL}				
Equity instruments of others				
Investment in ELCIA ESDM Cluster (No. of shares 1100)	0.00	0.00		
Total other investments	0.00	0.00		
5(c) Current investments (Quoted) {FVTPL}				
Investment in Mutual funds	Number of units	Amount	Number of units	Amount
Aditya Birla Sun Life Liquid Fund - Growth Direct Plan	3,98,476	13.11	2,39,547	7.65
Axis liquid fund Direct Growth - CFDG	47,988	10.88	84,410	18.61
ICICI Prudential Liquid Fund Direct Plan Growth	2,93,309	8.87	-	-
Nippon India Liquid Fund - Direct Plan Growth Plan - Growth Option (Formerly known as Reliance Liquid Fund Direct Plan Growth Plan-Growth Option-LFAG)	31,210	15.58	37,768	18.32
Tata Liquid Fund Direct Plan Growth	28,242	9.10	20,397	6.39
DSP Liquidity Fund - Direct Plan - Growth	1,031	0.30	-	-
Total current investments		57.84		50.97

¹ Preference shares are redeemable only at the option of Tejas Communication Pte. Ltd and carry a cumulative right of dividend at a fixed rate 0.01% (\$0.0001 per share). This investment has been treated as investment in an equity instrument.

Tejas Networks Limited**Notes to the unaudited standalone financial statements for the period ended December 31, 2020**

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 6: Trade Receivables

Particulars	As at	
	December 31, 2020	March 31, 2020
Non-current		
Trade receivables considered good - secured	-	-
Trade receivables considered good - unsecured	83.83	81.89
Less: Allowance for expected credit loss	(7.99)	(1.61)
Trade receivables which have significant increase in credit risk	-	-
Trade receivables - credit impaired	-	-
Total non-current	75.84	80.28
Current		
Trade receivables considered good - secured	-	-
Trade receivables considered good - unsecured	339.44	387.89
Receivables from related parties considered good - unsecured	0.11	1.72
Less: Allowance for expected credit loss	(23.98)	(25.37)
Trade receivables which have significant increase in credit risk	-	-
Trade receivables - credit impaired	-	-
Total current	315.57	364.24

Note No. 7: Cash and Bank Balances

Particulars	As at	
	December 31, 2020	March 31, 2020
(i) Cash and cash equivalents		
<i>(a) Balances with banks</i>		
(i) In current accounts ¹	10.23	19.12
(ii) In EEFC accounts	31.90	40.93
<i>(b) Deposits with original maturity of less than three months</i>	1.74	6.00
Total cash and cash equivalents	43.87	66.05
(ii) Other bank balances		
Deposits with original maturity of more than three months but less than twelve months	78.30	64.15
Balances held as margin money or security against fund and non-fund based banking arrangements	44.02	12.56
Total other bank balances	122.32	76.71

¹ includes Rs. 0.03 (March 31, 2020 - Rs. 0.03) in Axis bank held for payment of dividend.

Tejas Networks Limited

Notes to the unaudited standalone financial statements for the period ended December 31, 2020

(All amounts in Rupees Crore except for share data or as otherwise stated)

The details of balances with banks (all in India, unless stated otherwise) as on Balance Sheet dates are as follows:

Particulars	As at	
	December 31, 2020	March 31, 2020
a) Current Accounts		
Axis Bank*	0.08	0.05
Citibank	0.06	0.01
Citibank, Dubai	0.59	0.03
Citibank, USA	1.04	0.67
Fleet Bank, USA	1.56	2.00
HDFC Bank	-	0.41
ICICI Bank	0.13	0.00
Kotak Mahindra Bank	0.62	0.01
RBL Bank	-	0.11
Standard Chartered Bank	5.34	15.50
Standard Chartered Bank, Nairobi	0.56	0.10
State Bank of India	0.25	0.23
	10.23	19.12
* includes Rs. 0.03 (March 31, 2020 - Rs. 0.03) held for payment of dividend.		
b) EEFC Accounts		
Citibank	28.31	14.71
Standard Chartered Bank	3.59	26.22
	31.90	40.93
c) Deposits with original maturity of less than three months		
Axis Bank	1.74	-
RBL Bank	-	6.00
	1.74	6.00
d) Deposits with original maturity of more than three months but less than twelve months		
Axis Bank	37.58	-
HDFC Bank	-	8.70
IndusInd Bank	-	10.00
Kotak Mahindra Bank	4.90	6.45
RBL Bank	-	36.00
Standard Chartered Bank, India	-	3.00
ICICI Bank	35.82	-
	78.30	64.15
e) Balances held as margin money or security against fund and non-fund based banking arrangements for less than twelve months		
Axis Bank	5.52	-
Citibank, India	0.45	0.06
Kotak Mahindra Bank	12.00	-
Standard Chartered Bank, India	26.05	12.50
	44.02	12.56
f) Balances held as margin money or security against fund and non-fund based banking arrangements for more than twelve months (Refer Note 9)		
Citibank	1.41	1.11
Axis Bank	0.19	-
	1.60	1.11
g) Deposits with financial institutions (Refer Note No. 9)		
Bajaj Finance Limited	60.00	60.00
HDFC Limited	48.00	25.00
	108.00	85.00
h) Total cash and cash equivalent (a+b+c)	43.87	66.05
i) Total other bank balances with maturity more than three months but less than twelve months (d+e)	122.32	76.71

Tejas Networks Limited

Notes to the unaudited standalone financial statements for the period ended December 31, 2020

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 8: Loans

Particulars	As at	
	December 31, 2020	March 31, 2020
Non-current		
<i>At amortised cost</i>		
Loans considered good - secured	-	-
Loans considered good - unsecured		
Security deposits	5.42	5.67
Loans which have significant increase in credit risk	-	-
Loans - credit impaired	-	-
	<u>5.42</u>	<u>5.67</u>
Less: Provision	(0.09)	(0.09)
Total non-current loans	<u>5.33</u>	<u>5.58</u>
Current		
<i>At amortised cost</i>		
Loans considered good - secured	-	-
Loans considered good - unsecured		
Security deposits	0.19	0.10
Loans to employees	0.50	0.97
Loans which have significant increase in credit risk	-	-
Loans - credit impaired	-	-
Total current loans	<u>0.69</u>	<u>1.07</u>

Note No. 9: Other Financial Assets

Particulars	As at	
	December 31, 2020	March 31, 2020
Non-current financial assets		
Deposits with original maturity of more than twelve months		
Balances held as margin money or security against fund and non-fund based banking arrangements	1.60	1.11
Total non-current financial assets	<u>1.60</u>	<u>1.11</u>
Current financial assets		
Deposits with financial institutions	108.00	85.00
Unbilled Revenue	1.06	5.72
Interest accrued but not due	0.71	0.68
Foreign Exchange Forward Contracts	0.71	-
Total current financial assets	<u>110.48</u>	<u>91.40</u>

Tejas Networks Limited**Notes to the unaudited standalone financial statements for the period ended December 31, 2020**

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 10: Tax assets

Particulars	As at	
	December 31, 2020	March 31, 2020
10(a) Income Tax Asset		
Advance Income Tax (net)	61.34	47.80
	61.34	47.80
10(b) Deferred Tax Assets		
The balance comprises temporary differences attributable to:		
Expenses allowable on payment basis	14.00	14.00
Difference between carrying amount of property, plant and equipment in books and the income tax return	7.98	7.98
Lease liabilities	9.74	9.74
Unabsorbed depreciation	17.42	17.42
Total deferred tax assets	49.14	49.14
Right-of-use assets	7.44	7.44
Net deferred tax assets	41.70	41.70

Note No. 11: Other assets

Particulars	As at	
	December 31, 2020	March 31, 2020
Other non-current assets		
Prepaid Expenses	0.20	0.14
Capital Advances	0.02	0.02
Balances with government authorities (other than income taxes)	6.62	6.81
Total other non-current assets	6.84	6.97
Other current assets		
Advances to suppliers	25.59	18.16
Advances others	0.03	0.02
Balances with government authorities (other than income taxes)	14.89	18.35
Prepaid expenses	1.08	0.93
Total other current assets	41.59	37.46

Note No. 12: Inventories

Particulars	As at	
	December 31, 2020	March 31, 2020
Raw material - components including assemblies and sub-assemblies (including goods in transit Rs. 0.31 (March 31, 2020: Rs. 0.73)	229.20	251.99
Total inventories	229.20	251.99

Tejas Networks Limited**Notes to the unaudited standalone financial statements for the period ended December 31, 2020**

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 13: Equity Share Capital

Particulars	Number of Shares	Equity Share Capital
a) Authorised Capital		
Equity Share Capital of Rs. 10/- each		
As at April 01, 2019	17,64,52,000	176.45
Changes in equity share capital during the year		
Increase during the year	-	-
As at March 31, 2020	17,64,52,000	176.45
Changes in equity share capital during the year		
Increase during the year	-	-
As at December 31, 2020	17,64,52,000	176.45
b) Issued, Subscribed and Paid up Capital		
Equity Share Capital of Rs. 10/- each		
Fully paid shares		
As at April 1, 2019	9,17,19,579	91.72
Changes in equity share capital during the year		
Issue of equity shares under employee share option plan and restricted stock unit plan	4,91,256	0.49
As at March 31, 2020	9,22,10,835	92.21
Changes in equity share capital during the year		
Issue of equity shares under employee share option plan and restricted stock unit plan	5,91,109	0.59
As at December 31, 2020	9,28,01,944	92.80
c) Forfeited shares (to the extent of amount paid up)*		
As at April 1, 2019	3,27,27,930	3.27
Transaction during the year	-	-
As at March 31, 2020	3,27,27,930	3.27
Transaction during the year	-	-
As at December 31, 2020	3,27,27,930	3.27
	As at	
	December 31, 2020	March 31, 2020
Total Equity Share Capital (b+c)	96.07	95.48

* 3,27,27,930 partly paid equity shares issued by the Company to the Tejas Employees Welfare Trust (TEWT) on July 11, 2010, were forfeited on July 25, 2016.

Tejas Networks Limited

Notes to the unaudited standalone financial statements for the period ended December 31, 2020

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 14: Other Equity

Particulars	As at	
	December 31, 2020	March 31, 2020
Securities premium	946.58	937.80
Retained earnings	17.33	12.56
Employee stock compensation outstanding account	32.84	33.92
Share application money pending allotment	0.08	-
Total Other Equity	996.83	984.28

(i) Securities premium

Particulars	As at	
	December 31, 2020	March 31, 2020
Opening Balance	937.80	931.17
Premium received upon exercise of ESOP	2.32	2.33
Premium recognised on exercise of ESOP/RSU	6.46	4.30
Closing Balance	946.58	937.80

(ii) Retained earnings

Particulars	As at	
	December 31, 2020	March 31, 2020
Opening Balance	12.56	265.56
(Loss)/Profit for the year	3.87	(236.16)
<i>Items of other comprehensive income recognized directly in retained earnings</i>		
Remeasurements of the post employment benefit obligation	0.90	(1.07)
Impact on account of adoption of Ind AS 116	-	(4.69)
Dividend (including Tax on dividend)	-	(11.08)
Closing Balance	17.33	12.56

(iii) Employee stock compensation outstanding account

Particulars	As at	
	December 31, 2020	March 31, 2020
Opening Balance	33.92	27.02
Share based payment expenses	5.38	11.20
Transferred to securities premium on exercise of ESOP/RSU	(6.46)	(4.30)
Closing Balance	32.84	33.92

(iv) Share application money pending allotment

Particulars	As at	
	December 31, 2020	March 31, 2020
Opening Balance	-	-
Transaction during the period	0.08	-
Closing Balance	0.08	-

Tejas Networks Limited**Notes to the unaudited standalone financial statements for the period ended December 31, 2020**

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 15: Lease Liabilities

Particulars	As at	
	December 31, 2020	March 31, 2020
Non-Current		
Lease Liabilities	18.36	21.91
Total non-current	18.36	21.91
Current		
Lease Liabilities	5.35	5.97
Total current	5.35	5.97

Note No. 16: Provisions

Particulars	As at	
	December 31, 2020	March 31, 2020
Non-current provisions		
Other provisions		
Warranty	1.11	0.59
Total non-current provisions	1.11	0.59
Current provisions		
Provision for employee benefits		
Compensated absences*	4.57	4.19
Gratuity	0.63	-
Other provisions		
Warranty	1.04	2.89
Total current provisions	6.24	7.08

* The amount of provision of Rs. 4.57 (March 31, 2020 Rs. 4.19) is presented as current, since the Company does not have an unconditional right to defer settlement for any of these obligations.

Movement in Warranty

Provision for warranty has been estimated based on historical quantum of replacements absorbed in cost of sales.

Particulars	As at	
	December 31, 2020	March 31, 2020
Opening balance	3.48	4.98
Unwinding of interest on provisions	0.21	0.44
Additions	(0.60)	(0.01)
Discounting of provision	(0.22)	(0.23)
Utilisation	(0.72)	(1.70)
Closing balance	2.15	3.48
Disclosed as:		
Non-current	1.11	0.59
Current	1.04	2.89
	2.15	3.48

Tejas Networks Limited**Notes to the unaudited standalone financial statements for the period ended December 31, 2020**

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 17: Trade Payables

Particulars	As At	
	December 31, 2020	March 31, 2020
Total outstanding dues of micro enterprises and small enterprises	14.69	10.96
Total outstanding dues of creditors other than micro enterprises and small enterprises	75.56	66.96
Total trade payables	90.25	77.92

Note No. 18: Other Financial Liabilities

Particulars	As At	
	December 31, 2020	March 31, 2020
Current		
Due to employees	8.59	14.47
Capital Creditors	1.99	1.42
Accrual for expenses	24.62	23.58
Unpaid dividend	0.03	0.03
Other liabilities	0.01	0.09
Total current	35.24	39.59

Note No. 19: Other Current Liabilities

Particulars	As At	
	December 31, 2020	March 31, 2020
Advances received from customers	0.67	0.29
Deferred revenue	1.97	2.60
Statutory dues	3.60	4.13
Total other current liabilities	6.24	7.02

Tejas Networks Limited
Notes to the unaudited standalone financial statements for the period ended December 31, 2020

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 20: Revenue from Operations

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
Revenue from contract with customers						
Sale of goods						
Manufactured goods - Optical and Data Networking products including multiplexers	115.43	96.64	72.15	279.34	284.51	329.14
Component sales	5.77	3.27	1.25	11.78	8.86	10.75
	121.20	99.91	73.40	291.12	293.37	339.89
Rendering of services						
Installation and commissioning revenue	2.86	1.56	2.43	4.73	12.54	14.44
Annual maintenance revenue *	8.57	8.17	7.91	24.65	21.88	26.99
Other service revenue	2.08	0.25	1.58	2.83	3.85	4.88
	13.51	9.98	11.92	32.21	38.27	46.31
Total revenue from operations	134.71	109.89	85.32	323.33	331.64	386.20

* Recognised over period of time.

Note No. 21: Other Income

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
Interest income from banks on deposits	2.75	2.21	2.96	7.15	9.26	11.82
Gain/(Loss) on current investment carried at fair value through statement of profit and loss	(0.25)	(0.01)	0.11	(0.11)	(0.07)	(0.10)
Gain on sale of current investment carried at fair value through statement of profit and loss	0.90	0.69	0.62	2.40	2.83	4.08
Unwinding of discount on fair valuation of financials assets	0.01	0.02	0.01	0.05	0.10	0.12
Net gain on foreign currency transactions and translation	-	-	1.22	-	2.07	9.05
Export Incentive	0.38	0.03	1.24	1.27	3.73	5.64
Other non-operating income						
Bad debts recovered	-	-	-	0.02	0.20	0.20
Profit on sale of property, plant and equipment	-	-	-	-	0.02	0.02
Refund of CST	-	-	-	-	-	1.78
Interest on IT refunds	4.74	5.14	-	9.88	-	-
Miscellaneous income	0.02	0.01	0.02	0.30	1.98	1.10
Total other income	8.55	8.09	6.18	20.96	20.12	33.71

Note No. 22: Cost of Materials Consumed

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
Opening stock	233.10	238.21	258.22	251.99	181.39	181.39
Add: Purchases	70.50	53.86	29.77	145.76	235.64	274.18
	303.60	292.07	287.99	397.75	417.03	455.57
Less: Closing stock	229.20	233.10	245.01	229.20	245.01	251.99
Cost of materials consumed	74.40	58.97	42.98	168.55	172.02	203.58

Note No. 23: Employee Benefit Expenses

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
Salaries and wages, including performance incentives	37.95	36.95	36.12	111.11	104.81	144.47
Contribution to provident and pension funds	1.70	1.69	1.70	5.06	5.05	6.72
Gratuity expenses	0.43	0.34	0.16	1.59	1.09	2.20
Employee share based payment expenses	2.14	1.50	3.39	5.38	10.22	11.20
Staff welfare expenses	0.51	0.83	1.18	2.34	3.36	4.55
	42.73	41.31	42.55	125.48	124.53	169.14
Less: Capitalized during the year [Refer Note No. 4(b)]	16.62	16.70	18.76	49.83	54.46	65.92
Total employee benefit expenses	26.11	24.61	23.79	75.65	70.07	103.22

Note No. 24A: Finance Cost

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2020	September 30, 2020	December 31, 2019	December 31, 2020	December 31, 2019	March 31, 2020
Interest expense						
(i) Borrowings	-	-	-	-	-	-
(ii) Unwinding of discount on fair valuation of financial liabilities	0.62	0.66	0.83	1.98	2.54	3.33
Other finance cost	0.23	0.33	(0.17)	0.77	4.00	4.24
Total finance cost	0.85	0.99	0.66	2.75	6.54	7.57

Tejas Networks Limited
Notes to the unaudited standalone financial statements for the period ended December 31, 2020

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 24B: Allowance for expected credit loss

Particulars	Quarter ended			Nine months ended		Year ended
	December 31,	September 30,	December 31,	December 31,	December 31,	March 31, 2020
	2020	2020	2019	2020	2019	
Allowance for expected credit loss	1.80	(0.82)	(1.12)	5.00	1.47	18.81
Total Allowance for expected credit loss	1.80	(0.82)	(1.12)	5.00	1.47	18.81

Note No. 25: Other Expenses

Particulars	Quarter ended			Nine months ended		Year ended
	December 31,	September 30,	December 31,	December 31,	December 31,	March 31, 2020
	2020	2020	2019	2020	2019	
Installation and commissioning expenses	1.31	0.42	0.61	2.05	5.35	3.70
Other processing charges	0.13	0.04	0.25	0.61	1.40	1.60
Power and fuel	1.10	1.15	1.19	3.34	3.92	5.07
Housekeeping and security	0.60	0.60	0.69	1.83	1.91	2.56
Lease rentals	0.43	0.45	0.41	1.28	1.59	2.02
Repairs and maintenance - machinery	0.07	0.17	0.07	0.28	0.23	0.32
Repairs and maintenance - others	0.47	0.52	0.62	1.33	1.34	1.85
Sub-contractor charges	2.16	2.21	2.92	7.24	9.01	11.92
Insurance	0.18	0.29	0.16	0.96	0.55	0.69
Rates and taxes	0.04	0.12	0.02	0.18	0.01	0.11
Communication	0.24	0.26	0.27	0.83	0.86	1.13
Royalty	0.06	-	-	0.06	0.06	0.07
Travelling and conveyance	0.61	0.29	3.59	0.90	10.59	14.11
Printing and stationery	0.04	0.04	0.08	0.10	0.28	0.32
Freight and forwarding	1.05	(0.04)	0.71	1.75	1.78	2.29
Sales expenses	-	-	0.03	0.02	0.04	2.46
Sales commission	2.22	4.42	1.57	8.61	2.60	3.92
Business promotion	0.10	0.06	1.53	0.29	2.28	2.53
Director sitting fees	0.03	0.03	0.05	0.09	0.11	0.14
Legal and professional	3.12	2.16	1.73	6.76	5.70	8.38
Auditors remuneration and out-of-pocket expenses						
As auditors	0.11	0.12	0.07	0.34	0.45	0.48
For taxation matters	-	-	0.03	-	0.03	0.04
Certification matters	0.14	-	-	0.14	-	0.14
Auditors out-of-pocket expenses	-	-	0.05	0.03	0.05	0.05
Net loss on foreign currency transactions and translation	(0.06)	2.73	-	3.09	-	-
Bad Debts written off	-	-	0.07	-	0.07	0.07
Less: Provision for doubtful debts released	-	-	(0.02)	-	(0.02)	(0.02)
Provision for warranty	0.24	(0.55)	(0.23)	(0.83)	(0.04)	(0.24)
Expenditure on corporate social responsibility	0.30	-	-	0.30	-	1.97
Reimbursement of expenses to subsidiary	3.10	1.93	2.15	7.06	5.69	8.97
Subscription and Membership	0.33	0.40	0.34	1.01	0.87	1.15
Miscellaneous expenses	0.68	0.06	0.76	1.14	1.04	1.01
	18.80	17.88	19.72	50.79	57.75	78.81
Less: Capitalized during the year [Refer Note No. 4(b)]	-	-	0.25	-	1.38	1.39
Total other expenses	18.80	17.88	19.47	50.79	56.37	77.42

Note No. 26: Income Tax Expense

Particulars	Quarter ended			Nine months ended		Year ended
	December 31,	September 30,	December 31,	December 31,	December 31,	March 31, 2020
	2020	2020	2019	2020	2019	
a. Current tax						
Tax on profits for the year	-	-	(0.66)	-	-	-
Total current tax expense	-	-	(0.66)	-	-	-
b. Deferred tax						
Decrease/(increase) in deferred tax assets	-	-	97.94	-	98.55	98.55
Total deferred tax expense/(benefit)	-	-	97.94	-	98.55	98.55
Total Income tax	-	-	97.28	-	98.55	98.55