



Independent Auditors' Report

To

The Members of NexPLICIT Infotech India Private Limited (Under Liquidation)

We have audited the accompanying Ind AS financial statements of NexPLICIT Infotech India Private Limited ("the Company under liquidation"), which comprise the Balance Sheet as at April 8, 2024, and the Statement of Profit and Loss, Cash Flow Statement and the Statement of Changes in Equity for the period then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Ind AS Financial Statements

Management is responsible for the preparation of these Ind AS financial statements that give a true and fair view of the financial position, financial performance, cash flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind AS) referred to sub-section (1) of section 129 and section 133 of the Companies Act, 2013 ("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, and other accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control 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.

Auditors' Responsibility

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

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

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

Emphasis of Matter:

We draw your attention to Note 1 to the Ind AS financial statements, regarding the liquidation of the company. The Company is not carrying any business activities for last few years, hence it is resolved to voluntary wind up the affairs of the Company in accordance with Section 484



of the Companies Act, 1956 ("the Act"). Accordingly, a Practicing Company Secretary has been appointed as the Liquidator of the Company pursuant to the provisions of Section 490 of the Act. The Liquidator will administer the assets of the Company, sale of the assets and realization of all debts of the Company, for the purpose of distributing the same among the various creditors and other shareholders of the Company and to finally dissolve it after the affairs are completely concluded. The accounts of the Company are not prepared based on Going Concern assumption. All assets and liabilities have been classified as current and reported at realizable value. Our opinion is not qualified in this regard.

Opinion

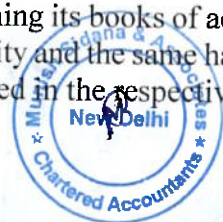
In our opinion and to the best of our information and according to the explanations given to us, the Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) in the case of the Balance Sheet, of the state of affairs of the Company as at April 8, 2024;
- b) in the case of the Profit and Loss Account, of the loss for the period ended on that date; and
- c) in the case of the Cash Flow Statement, of the cash flows for the period ended on that date.
- d) in the case of the Changes in Equity Statement, of the changes in equity for the period ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we enclose in the annexure a statement on the matters specified in paragraphs 3 and 4 of the said order, to the extent applicable.
2. A) As required by section 143 (3) of the Act, we report that:
 - a) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
 - c) the Balance Sheet, Statement of Profit and Loss, Cash Flow Statement and changes in equity dealt with by this Report are in agreement with the books of account.
 - d) in our opinion, the Balance Sheet, Statement of Profit and Loss, Cash Flow Statement and changes in equity comply with the Accounting Standards referred to subsection (1) of section 129 and section 133 of the Companies Act, 2013;
- B) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - a. The reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 is applicable from 1 April 2023.

Based on our examination which included test checks, the Company has used accounting software's for maintaining its books of account, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the respective software:



Further, audit trail (edit log) facility was enabled and operated throughout the year for the respective accounting software, we did not come across any instance of the audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from April 1, 2023, reporting under Rule 11 (g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the year ended March 31, 2024.

Date: 14.05.2024
Place: New Delhi

For Munish Sidana and Associates
Chartered Accountants

Munish Sidana

Munish Sidana
Prop.
M.No. 099005
FRN: 020294N
UDIN: 24099005BKAUNI4469



The Annexure referred to in paragraph 1 of our Report of even date to the members of NexPLICIT Infotech India Private Limited (Under Liquidation) on the accounts of the company for the period ended April 8, 2024.

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

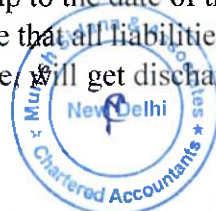
- (i)(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment and Capital work-in-progress.
- (i)(a) (B) The Company has maintained proper records showing full particulars of intangible assets.
- (i)(b) The Company has a program of verification of property, plant and equipment and right-of-use assets to cover all the items once every 3 years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, no such assets were due for physical verification during the period. Since no physical verification of property, plant and equipment was due during the period, the question of reporting on material discrepancies noted on verification does not arise.
- (i)(c) The Company does not have any immovable properties and hence reporting under clause (i)(c) of the Order is not applicable.
- (i)(d) The Company has not revalued any of its property, plant and equipment and intangible assets during the period.
- (i)(e) No proceedings have been initiated during the period or are pending against the Company as at April 8, 2024 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii)(a) The Company does not have any inventory and hence reporting under clause (ii)(a) of the Order is not applicable.
- (ii)(b) According to the information and explanations given to us, at any point of time of the period, the Company has not been sanctioned any working capital facility from banks or financial institutions and hence reporting under clause (ii)(b) of the Order is not applicable.
- (iii) The Company has not made any investments in, provided any guarantee or security, and granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the period, and hence reporting under clause (iii) (a), (b), (c), (d), (e) and (f) of the Order are not applicable.
- (iv) The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013.
- (v) The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause (v) of the Order is not applicable.



- (vi) The maintenance of cost records has not been specified by the Central Government under subsection (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.
- (vii)(a) In respect of statutory dues:
Undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues applicable to the Company have generally been regularly deposited by it with the appropriate authorities during the period.
There were no undisputed amounts payable in respect of Goods and Services tax, Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues in arrears as at April 8, 2024 for a period of more than six months from the date they became payable.
- (vii)(b) There were no undisputed amounts payable by the Company, referred to in sub-clause (a) above which have not been deposited as on April 8, 2024 on account of disputes.
- (viii) According to the information and explanations provided to us, there were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the period.
- (ix)(a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under clause (ix)(a) of the Order is not applicable to the Company.
- (ix)(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (ix)(c) The Company has not taken any term loan during the period and there are no unutilised term loans at the beginning of the period and hence, reporting under clause (ix)(c) of the Order is not applicable.
- (ix)(d) The Company has not raised funds on short-term basis and hence, reporting under clause (ix)(d) of the Order is not applicable to the Company.
- (ix)(e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (ix)(f) The Company has not raised any loans during the period and hence reporting on clause (ix)(f) of the Order is not applicable.
- (x)(a) The Company has not raised moneys by way of initial public offer/ further public offer (including debt instruments) during the period and hence, reporting under clause (x)(a) of the Order is not applicable.
- (x)(b) During the period, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause (x)(b) of the Order is not applicable to the Company.



- (xi)(a) To the best of our knowledge, no fraud by the Company and no material fraud on the Company has been noticed or reported during the period.
- (xi)(b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the period and upto the date of this report.
- (xi)(c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the period.
- (xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.
- (xiii) In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- (xiv)(a),
(b) In our opinion the Company is not required to implement internal audit system commensurate with the size and the nature of its business and hence reporting under clause (xiv)(a),(b) of the Order is not applicable to the Company.
- (xv) In our opinion, during the period, the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- (xvi) (a),
(b), (c) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause (xvi)(a), (b) and (c) of the Order is not applicable.
- (xvi) (d) The Group does not have any CIC as part of the group and accordingly reporting under clause (xvi)(d) of the Order is not applicable.
- (xvii) The Company has not incurred cash losses during the period covered by our audit and the immediately preceding period.
- (xviii) There has been no resignation of the statutory auditors of the Company during the period.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.



(xx) The Company is not required to spent amount towards Corporate Social Responsibility. Accordingly, reporting under clause (xx) of the Order is not applicable for the period.

Date: 14.05.2024
Place: New Delhi

For Munish Sidana and Associates
Chartered Accountants

Munish Sidana

Munish Sidana
Prop.
M.No. 099005
FRN: 020294N
UDIN: 24099005BKAUNI4469



NEXPLICIT INFOTECH INDIA PVT LTD
Balance Sheet as at April 08, 2024

	Notes	As At April 08, 2024 INR	As At April 08, 2023 INR
ASSETS			
Current assets			
Financial assets			
Cash and cash equivalents	4	37,47,753	61,50,553
Other financial assets	5	-	11,91,955
		<u>37,47,753</u>	<u>73,42,508</u>
Total assets		<u>37,47,753</u>	<u>73,42,508</u>
EQUITY AND LIABILITIES			
Equity			
Equity share capital	6	1,00,000	1,00,000
Other equity	7	36,47,753	70,77,508
Total equity		<u>37,47,753</u>	<u>71,77,508</u>
Liabilities			
Current liabilities			
Financial liabilities			
- Dues of micro enterprises and small enterprises	8	-	16,500
- Dues of creditors other than micro enterprises and small enterprises	8	-	39,067
Current tax liabilities (net)	9	-	1,09,433
Total current liabilities		<u>-</u>	<u>1,65,000</u>
Total equity and liabilities		<u>37,47,753</u>	<u>73,42,508</u>

See accompanying notes to the financial statements

In terms of our report attached

Munish Sidana & Associates
Chartered Accountants
Firm Registration No. 020294N

Munish Sidana

Munish Sidana
Proprietor
Membership No 099005



Place Delhi
Date: 14/05/24

For NexPLICIT Infotech India Pvt. Ltd. (In Liquidation)

[Handwritten Signature]

Liquidator

Place:
Date:

NEXPLICIT INFOTECH INDIA PVT LTD
Statement of Profit and Loss for the period ended April 08, 2024

		For the period	
		April 09, 2023 to April 08, 2024	April 09, 2022 to April 08, 2023
		INR	INR
Other Income	10	11,221	620
Total Income		11,221	620
Expenses			
Other expenses	11	35,50,977	5,12,381
Total expenses		35,50,977	5,12,381
Profit/ (loss) before tax		(35,39,756)	(5,11,761)
Tax expense		(1,10,000)	9,52,300
Profit/ (loss) for the period		(34,29,756)	(14,64,061)
Earnings/ (Loss) per Equity Share [Nominal value per share Rs. 10 (2023- Rs 10)] Basic and diluted- In Rs		(342.98)	(146.41)

See accompanying notes to the financial statements

In terms of our report attached

Munish Sidana & Associates
Chartered Accountants
 Firm Registration No. 020294N

Munish Sidana

Munish Sidana
 Proprietor
 Membership No. 099005



Place Delhi
 Date 14/05/24

For NexPLICIT Infotech India Pvt. Ltd. (In Liquidation)

[Handwritten Signature]

Liquidator

Place
 Date

NEXPLICIT INFOTECH INDIA PVT LTD
Statement of Changes in Equity for the period ended April 08, 2024

a EQUITY SHARE CAPITAL	INR
Balance at April 08, 2022	1,00,000
Changes in equity share capital during the period	-
Balance at April 08, 2023	1,00,000
Changes in equity share capital during the period	-
Balance at April 08, 2024	1,00,000

b OTHER EQUITY

Particulars	Reserves & Surplus		Total other equity (INR)
	General Reserve (INR)	Retained earnings (INR)	
Balance as of April 08, 2022	9,31,920	76,09,649	85,41,569
Profit/(Loss) for the period	-	(14,64,061)	(14,64,061)
Balance as of April 08, 2023	9,31,920	61,45,588	70,77,508
Profit/(Loss) for the period	-	(34,29,756)	(34,29,756)
Balance as of April 08, 2024	9,31,920	27,15,833	36,47,753

See accompanying notes to the financial statements

In terms of our report attached

Munish Sidana & Associates
 Chartered Accountants
 Firm Registration No. 020294N

For NexPLICIT Infotech India Pvt. Ltd. (In Liquidation)

Munish Sidana
 Proprietor
 Membership No. 099005



Place: Delhi
 Date: 14/05/24

Liquidator

Place
 Date

NEXPLICIT INFOTECH INDIA PVT LTD
Statement of Cash Flows for the period ended April 08, 2024
 (All amounts in INR, unless otherwise stated)

	For the period ended April 09, 2023 to April 08, 2024	For the period ended April 09, 2022 to April 08, 2023
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit/ (Loss) before tax	(35,39,756)	(5,11,761)
Adjustments for:		
Interest income	-	-
Miscellaneous Income	-	(620)
Operating profit before working capital changes	<u>(35,39,756)</u>	<u>(5,12,381)</u>
Changes in working capital:		
Adjustments for (increase) / decrease in operating assets:		
Other financial assets and other assets	11,91,955	92,06,620
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	(55,566)	(17,84,939)
Other financial liabilities and other liabilities	<u>(1,09,433)</u>	<u>-</u>
Cash generated from operations	(25,12,800)	69,09,300
Taxes paid (net of refunds)	<u>1,10,000</u>	<u>(8,42,866)</u>
Net cash generated from operating activities (A)	<u>(24,02,800)</u>	<u>60,66,434</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Long term deposits with maturity more than 3 months but less than 12 months	-	25,000
Interest received	-	6,156
Net cash generated from investing activities (B)	<u>-</u>	<u>31,156</u>
Net increase in cash and cash equivalents (A + B)	(24,02,800)	60,97,590
Cash and cash equivalents at the beginning of the period	61,50,553	52,963
Cash and cash equivalents at the end of the period	<u>37,47,753</u>	<u>61,50,553</u>
Cash on hand	-	-
Balances with banks	-	-
In current accounts	<u>37,47,753</u>	<u>61,50,553</u>
Cash and cash equivalents	<u>37,47,753</u>	<u>61,50,553</u>

Notes:

(1) Figures in brackets indicate cash outflow.

See accompanying notes to the financial statements

In terms of our report attached

Munish Sidana & Associates
 Chartered Accountants
 Firm Registration No. 020294N

Munish Sidana

Munish Sidana
 Proprietor
 Membership No. 099005



Place: Delhi
 Date: 14/05/24

For NexPLICIT Infotech India Pvt. Ltd. (In Liquidation)

[Handwritten Signature]

Liquidator

Place
 Date

NEXPLICIT INFOTECH INDIA PRIVATE LIMITED

Notes Forming part of the Financial Statement

(All amounts in INR, unless otherwise stated)

1. General Information

Nexplicit Infotech India Pvt Ltd, having CIN: U72200KA2004PTC047543 is a 100% subsidiary of Xchanging Solutions (USA) Inc (dba Nexplicit). As a matter of regulatory compliance, 9,999 shares are in the name of Xchanging Solutions (USA) Inc, and 1 share is being held by Mr. Shrenik Kumar Champaal as a nominee of Xchanging Solutions (USA) Inc.

The Company is engaged in rendering software development and related services and information technology enabled services. However, currently operations of the Company are suspended.

The assets of the Company are depreciated to the expected residual value of assets.

The shareholding pattern as at the period-end is given below:

Name of the shareholder	2024	2023
Xchanging Solutions USA Inc	99.99%	99.99%
Shrenik Kumar Champaal	0.01%	0.01%
(Nominee of Xchanging Solutions USA Inc)		
	100.00%	100.00%

The Company is not carrying any business activities for last few years, hence it is resolved to voluntarily wind up the affairs of the Company in accordance with Section 484 of the Companies Act, 1956 ("the Act"). The company is still under liquidation. The Contributors of the company appointed Mr. Himanshu S. Kamdar, Practicing Company Secretary, Mumbai as Liquidator on 17th Dec 2024.

The accounts of the Company are not prepared based on Going Concern assumption. All assets and liabilities have been classified as current and reported at realizable value.

2. Significant Accounting Policies

2.1 Statement of compliance

The financial statements have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 & relevant amendment rules issued hereafter and guidelines issued by the Securities and Exchange Board of India (SEBI).

2.2 Basis of preparation and presentation

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values at the end of each reporting period as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

The principal accounting policies are set out below.

2.3 Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax.

2.4.1 Current tax

Income tax expense or credit for the period is the tax payable on the current period's taxable income using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. The Company periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognized as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the Company.

2.4.2 Deferred tax

Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.

Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date and are expected to apply to taxable income in the period in which these temporary differences are expected to be recovered or settled.

The effect of changes in tax rates or deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date. A deferred tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilised.

Deferred taxes and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

2.4.3 Current tax and deferred tax for the period

Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity, in which case, the tax is also recognized in other comprehensive income or directly in equity, respectively.



NEXPLICIT INFOTECH INDIA PRIVATE LIMITED

Notes Forming part of the Financial Statement

(All amounts in INR, unless otherwise stated)

2.4 Provisions and contingent liabilities

Provisions: A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent liabilities: Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is termed as a contingent liability.

2.5 Financial Instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value except for trade receivables which are initially measured at transaction price.

Financial Assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value depending on the classification of the financial assets.

Financial assets that meet the following conditions are subsequently measured at amortised cost (except for financial assets that are designated at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The Company follows simplified approach for recognition of impairment loss allowance for financial assets. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

Financial liabilities

Financial liabilities that are not held-for-trading and are not designated as at FVTPL, are measured at amortised cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Interest expense that is not capitalised as part of costs of an asset is included in the 'Finance costs' line item.

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability.

2.6 Use of Estimates

The preparation of the financial statements in conformity with Ind AS requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the period. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.7 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.8 Other Income

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accounted on accrual basis and recognised at effective interest rate wherever applicable.



NEXPLICIT INFOTECH INDIA PRIVATE LIMITED
Notes forming part of the financial statements
(All amounts in INR, unless otherwise stated)

3 **Financial Instruments**

3.1 **Categories of financial instruments**

Particulars	As at April 08, 2024	As at April 08, 2023
Financial assets		
Cash and cash equivalents	37,47,753	61,50,553
Financial liabilities		
There are no financial liabilities as at April 08, 2024 and April 08, 2023		



NEXPLICIT INFOTECH INDIA PVT LTD
Notes forming part of the financial statements

(All amounts in INR unless otherwise stated)

	As At April 08, 2024	As At April 08, 2023
4 Cash and cash equivalents		
Balances with Banks		
- Current accounts	37,47,753	61,50,553
Cash in hand	-	-
	<u>37,47,753</u>	<u>61,50,553</u>
5 Other financial assets		
Current		
<i>(Unsecured considered good unless otherwise stated)</i>		
Security deposits -Office *	-	11,91,955
	<u>-</u>	<u>11,91,955</u>

* After netting off the liability of Rs.67.36 L



NEXPLICIT INFOTECH INDIA PVT LTD
Notes forming part of the financial statements
 (All amounts in INR unless otherwise stated)

As At As At
 April 08, 2024 April 08, 2023

6 Equity Share Capital

Authorised capital:	5,00,000	5,00,000
50,000 (2023- 50,000) Equity Shares of Rs. 10 Each		
Issued, subscribed and paid up capital:	1,00,000	1,00,000
10,000 (2023- 10,000) Equity Shares of Rs. 10 Each	1,00,000	1,00,000

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period are as given below:

Equity Shares	As at April 08, 2024		As at April 08, 2023	
	Number of Shares	Amount	Number of Shares	Amount
Shares outstanding at the beginning of the period	10,000	1,00,000	10,000	1,00,000
Add / (Less): Movement for the period	-	-	-	-
Shares outstanding at the end of the period	10,000	1,00,000	10,000	1,00,000

(ii) Terms/ rights attached to equity shares

The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(iii) Shares held by holding company and subsidiary of holding company

Name of Shareholder	As at April 08, 2024		As at April 08, 2023	
	Number of Shares		Number of Shares	
Xchanging Solutions USA Inc	9,999		9,999	

(iv) Details of shares held by each shareholder holding more than 5% shares:

Name of Shareholder	As at April 08, 2024		As at April 08, 2023	
	Number of Shares held	Percentage	Number of Shares held	Percentage
Xchanging Solutions USA Inc	9,999	99.99%	9,999	99.99%

(v) Details of Shares held by promoters at the end of the period

Promoter name				
Xchanging Solutions USA Inc	9,999	99.99%	9,999	99.99%




NEXPLICIT INFOTECH INDIA PVT LTD

Notes forming part of the financial statements

(All amounts in INR unless otherwise stated)

	As At April 08, 2024	As At April 08, 2023
7 Other equity		
General Reserve	9,31,920	9,31,920
Retained Earnings	27,15,833	61,45,589
	<u>38,47,753</u>	<u>70,77,509</u>
7.1 General Reserve		
Balance at the beginning of the period		
Add/ (Less) movement during the period	9,31,920	9,31,920
Balance at the end of the period	<u>9,31,920</u>	<u>9,31,920</u>
7.2 Retained Earnings		
Balance at the beginning of the period	61,45,589	70,09,850
Add/ (Less) movement during the period	(34,29,756)	(14,64,061)
Balance at the end of the period	<u>27,15,833</u>	<u>61,45,589</u>
8 Trade payables		
Due to:		
Total outstanding dues of micro enterprises and small enterprises (Refer Note (i))	-	16,500
Total outstanding dues of creditors other than micro enterprises and small enterprises		
Due to:		
Intermediate Holding Company	-	-
Others:		
Goods & Services	-	25,900
Employee related payable	-	13,167
	<u>-</u>	<u>55,567</u>

Notes

(i) On the basis of confirmation obtained from suppliers who have registered themselves under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED Act, 2006) and based on the information available with the Company, the following are the details:

(a) Principal amount remaining unpaid	-	16,500
(b) Interest due thereon remaining unpaid	-	-
(c) Interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the period	-	-
(d) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	-	-
(e) Interest accrued and remaining unpaid	-	-
(f) Interest remaining due and payable even in the succeeding years until such date when the interest dues as above are actually paid to the small enterprises	-	-

Trade payables ageing schedule for the period ended as on March 31, 2024

Particulars	Not due	Outstanding for the following period from due date of payments				Total
		Accruals	Less than 1 year	1-2 years	2-3 years	
(i) MSME	-	-	-	-	-	-
(ii) Others	-	-	-	-	-	-
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	-	-	-	-	-	-

Trade payables ageing schedule for the period ended as on March 31, 2023

Particulars	Not due	Outstanding for the following period from due date of payments				Total
		Accruals	Less than 1 year	1-2 years	2-3 years	
(i) MSME	16,500	-	-	-	-	16,500
(ii) Others	-	25,900	-	-	13,167	39,067
(iii) Disputed dues - MSME	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	16,500	25,900	-	-	13,167	55,567

9 CURRENT TAX ASSETS AND LIABILITIES

Current tax assets

Tax refund receivable

-	587
<u>-</u>	<u>587</u>

Current tax liabilities

Income tax payable

-	1,10,000
<u>-</u>	<u>1,10,000</u>
<u>-</u>	<u>1,09,413</u>



NEXPLICIT INFOTECH INDIA PVT LTD
Notes forming part of the financial statements
 (All amounts in INR unless otherwise stated)

For the period
 April 09, 2023 to April 09, 2022 to
 April 08, 2024 April 08, 2023

10 Other Income

Write back of Liability	11,221	-
Miscellaneous Income	-	620
	11,221	620

11 Other Expenses

Legal & Professional expenses	23,41,771	4,68,930
Payments to auditors (Refer Note (i) below)	15,000	-
Deposit Advances write off	11,91,955	-
Balances with government authorities written off	2,222	-
Rates and taxes	-	25,900
Miscellaneous expenses	29	17,551
	35,50,977	5,12,381

Note:

(i) Payments to the auditors comprise (net of taxes, where applicable):

Statutory audit	15,000	15,000
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NEXPLICIT INFOTECH INDIA PVT LTD
Notes forming part of the financial statements
 (All amounts in INR unless otherwise stated)

12 Segment reporting
 There is no business activity for the past few years, hence no business segment is applicable. All the assets and liabilities of the company are located in India Region.

13 Related Party Disclosures

S No.	Name of the related party	Relationship	Nature of transaction	Transactions April 09, 2023 to April 08, 2024	Receivable / (payable) April 08, 2024	Transactions April 09, 2022 to April 08, 2023	Receivable / (payable) April 08, 2023
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The following are analytical ratios
 for the period ended April 08, 2024
 and April 08, 2023

(i) Xchanging Solutions Limited India
 Intermediate Holding
 company

Expenses paid on behalf of the company	18,55,491	-	-
Trade Payable	-	-	-

As At
 April 08, 2024
 Nil

As At
 April 08, 2023
 Nil

14 Capital And Other Commitments



(Handwritten signature)

NEXPLICIT INFOTECH INDIA PVT LTD
Notes forming part of the financial statements

15 Other statutory disclosures

- 15.1 As per section 248 of the Companies Act, 2013, there are no balances outstanding with struck off companies.
- 15.2 Other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested by the Company.
- 15.3 No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("intermediaries") with the understanding that the intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- 15.4 Ratios

The following are analytical ratios for the period ended April 08, 2024 and April 08, 2023

Particulars	April 08, 2024	April 08, 2023	Variance	Basis of determination
Current ratio	-	44.50	-100%	Current Assets / Current Liabilities
Debt-equity ratio	NA	NA	-	Total borrowings including lease liabilities / Shareholders' equity
Debt service coverage ratio	NA	NA	-	EBITDA / (Total Borrowings including lease liabilities + Interest expense)
Return on equity ratio	(0.63)	(0.15)	239%	Profit after tax / Average Shareholders' equity
Inventory turnover ratio	NA	NA	-	Product Revenue / Inventory
Trade receivable turnover ratio	NA	NA	-	Total Revenue / Trade Receivables
Trade payable turnover ratio	-	13.12	100%	Total expenses excluding depreciation and finance cost / Trade payables
Net capital turnover ratio	NA	NA	-	Total Revenue / (Current assets - current liabilities excluding borrowings & lease liability)
Net profit ratio	NA	NA	-	Profit after tax / Total Revenue
Return on capital employed	(0.94)	(0.07)	1225%	Earnings before interest and tax / (Total assets - current liabilities excluding borrowings & lease liability)
Return on investment	(0.94)	(0.07)	1225%	Earnings before interest and tax / (Total Borrowings including lease liabilities + Shareholders' Equity)

Reason for variation beyond 25%

Current ratio	Mainly due to reduction in trade payables and reduction bank balances
Return on equity ratio	Mainly due to Liquidation expenses booked during the period
Trade payable turnover ratio	Mainly due to reduction in trade payables
Return on capital employed	Mainly due to increase in expenses and reduction in Assets
Return on investment	Mainly due to increase in expenses and reduction in shareholders equity



NEXPLICIT INFOTECH INDIA PVT LTD
Notes forming part of the financial statements

16 Previous period figures

The financial statements have been prepared in accordance with the amended Schedule III and accordingly previous period numbers have been regrouped/reclasses (as necessary) and incremental disclosures have been made to compare with current year disclosures.

In terms of our report attached
Munish Sidana & Associates
Chartered Accountants
Firm Registration No. 020294N

Munish Sidana

Munish Sidana
Proprietor
Membership No 099005



Place Delhi
Date 14/05/24

For NexPLICIT Infotech India Pvt. Ltd. (In Liquidation)

[Handwritten signature]

Liquidator

Place
Date:

NEXPLICIT INFOTECH INDIA PVT LTD
Balance Sheet as at April 08, 2024

	Notes	As At April 08, 2024 INR	As At April 08, 2023 INR
ASSETS			
Current assets			
Financial assets			
Cash and cash equivalents	4	37,47,753	61,50,553
Other financial assets	5	-	11,91,955
		<u>37,47,753</u>	<u>73,42,508</u>
Total assets		<u><u>37,47,753</u></u>	<u><u>73,42,508</u></u>
EQUITY AND LIABILITIES			
Equity			
Equity share capital	6	1,00,000	1,00,000
Other equity	7	36,47,753	70,77,508
Total equity		<u>37,47,753</u>	<u>71,77,508</u>
Liabilities			
Current liabilities			
Financial liabilities			
- Dues of micro enterprises and small enterprises	8	-	16,500
- Dues of creditors other than micro enterprises and small enterprises	8	-	39,067
Current tax liabilities (net)	9	-	1,09,433
Total current liabilities		<u>-</u>	<u>1,65,000</u>
Total equity and liabilities		<u><u>37,47,753</u></u>	<u><u>73,42,508</u></u>

See accompanying notes to the financial statements

In terms of our report attached

Munish Sidana & Associates
Chartered Accountants
 Firm Registration No. 020294N

Munish Sidana
Munish Sidana
Proprietor
 Membership No. 099005



Place: Delhi
 Date: 14/05/24

For NexPLICIT Infotech India Pvt. Ltd. (In Liquidation)

Liquidator

Place: Mumbai
 Date: 14/05/24

NEXPLICIT INFOTECH INDIA PVT LTD

Statement of Profit and Loss for the period ended April 08, 2024

		For the period	
		April 09, 2023 to April 08, 2024	April 09, 2022 to April 08, 2023
		INR	INR
Other Income	10	11,221	620
Total Income		11,221	620
Expenses			
Other expenses	11	35,50,977	5,12,381
Total expenses		35,50,977	5,12,381
Profit/ (loss) before tax		(35,39,756)	(5,11,761)
Tax expense		(1,10,000)	9,52,300
Profit/ (loss) for the period		(34,29,756)	(14,64,061)
Earnings/ (Loss) per Equity Share [Nominal value per share Rs.10 (2023: Rs.10)] Basic and diluted- In Rs		(342.98)	(146.41)

See accompanying notes to the financial statements

In terms of our report attached

Munish Sidana & Associates
Chartered Accountants
Firm Registration No. 020294N

Munish Sidana

Munish Sidana
Proprietor
Membership No. 099005



Place: Delhi
Date: 14/05/24

For NexPLICIT Infotech India Pvt. Ltd. (In Liquidation)

[Handwritten Signature]

Liquidator

Place: Mumbai
Date: 14/05/24

NEXPLICIT INFOTECH INDIA PVT LTD
Statement of Changes in Equity for the period ended April 08, 2024

a EQUITY SHARE CAPITAL	INR
Balance at April 08, 2022	1,00,000
Changes in equity share capital during the period	-
Balance at April 08, 2023	1,00,000
Changes in equity share capital during the period	-
Balance at April 08, 2024	1,00,000

b OTHER EQUITY

Particulars	Reserves & Surplus		Total other equity (INR)
	General Reserve (INR)	Retained earnings (INR)	
Balance as of April 08, 2022	9,31,920	76,09,649	85,41,569
Profit/(Loss) for the period	-	(14,64,061)	(14,64,061)
Balance as of April 08, 2023	9,31,920	61,45,588	70,77,508
Profit/(Loss) for the period	-	(34,29,756)	(34,29,756)
Balance as of April 08, 2024	9,31,920	27,15,833	36,47,753

See accompanying notes to the financial statements

In terms of our report attached

Munish Sidana & Associates
 Chartered Accountants
 Firm Registration No. 020294N

For NexPLICIT Infotech India Pvt. Ltd. (In Liquidation)

Munish Sidana

Munish Sidana
 Proprietor
 Membership No. 099005



Place: Delhi
 Date: 14/05/24

[Handwritten Signature]

Liquidator

Place: Mumbai
 Date: 14/05/24

NEXPLICIT INFOTECH INDIA PVT LTD
Statement of Cash Flows for the period ended April 08, 2024
 (All amounts in INR, unless otherwise stated)

	For the period ended April 09, 2023 to April 08, 2024	For the period ended April 09, 2022 to April 08, 2023
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit/ (Loss) before tax	(35,39,756)	(5,11,761)
Adjustments for:		
Interest income	-	
Miscellaneous Income	-	(620)
Operating profit before working capital changes	<u>(35,39,756)</u>	<u>(5,12,381)</u>
Changes in working capital:		
Adjustments for (increase) / decrease in operating assets:		
Other financial assets and other assets	11,91,955	92,06,620
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	(55,566)	(17,84,939)
Other financial liabilities and other liabilities	<u>(1,09,433)</u>	<u></u>
Cash generated from operations	(25,12,800)	69,09,300
Taxes paid (net of refunds)	1,10,000	(8,42,866)
Net cash generated from operating activities (A)	<u>(24,02,800)</u>	<u>60,66,434</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Long term deposits with maturity more than 3 months but less than 12 months	-	25,000
Interest received	-	6,156
Net cash generated from investing activities (B)	<u>-</u>	<u>31,156</u>
Net increase in cash and cash equivalents (A + B)	(24,02,800)	60,97,590
Cash and cash equivalents at the beginning of the period	61,50,553	52,963
Cash and cash equivalents at the end of the period	<u>37,47,753</u>	<u>61,50,553</u>
Cash on hand	-	-
Balances with banks:		
In current accounts	37,47,753	61,50,553
Cash and cash equivalents	<u>37,47,753</u>	<u>61,50,553</u>

Notes:

(1) Figures in brackets indicate cash outflow.

See accompanying notes to the financial statements

In terms of our report attached

Munish Sidana & Associates
 Chartered Accountants
 Firm Registration No. 020294N

Munish Sidana
 Proprietor
 Membership No. 099005



Place: Delhi
 Date: 14/05/24

For NexPLICIT Infotech India Pvt. Ltd. (In Liquidation)

Liquidator

Place: Mumbai
 Date: 14/05/24

NEXPLICIT INFOTECH INDIA PRIVATE LIMITED

Notes Forming part of the Financial Statement

(All amounts in INR, unless otherwise stated)

1. General Information

Nexplicit Infotech India Pvt. Ltd., having CIN: U72200KA2004PTC047543 is a 100% subsidiary of Xchanging Solutions (USA) Inc (dba Nexplicit). As a matter of regulatory compliance 9,999 shares are in the name of Xchanging Solutions (USA) Inc. and 1 share is being held by Mr. Shrenik Kumar Champalal as a nominee of Xchanging Solutions (USA) Inc.

The Company is engaged in rendering software development and related services and information technology enabled services. However currently operations of the Company are suspended.

The assets of the Company are depreciated to the expected residual value of assets.

The shareholding pattern as at the period-end is given below:

Name of the shareholder	2024	2023
Xchanging Solutions USA Inc	99.99%	99.99%
Shrenik Kumar Champalal (Nominee of Xchanging Solutions USA Inc)	0.01%	0.01%
	100.00%	100.00%

The Company is not carrying any business activities for last few years, hence it is resolved to voluntary wind up the affairs of the Company in accordance with Section 484 of the Companies Act, 1956 ("the Act") The company is still under Liquidation. The Contributors of the company appointed Mr. Himanshu S Kamdar, Practicing Company Secretary, Mumbai as Liquidator on 17th Dec 2021.

The accounts of the Company are not prepared based on Going Concern assumption. All assets and liabilities have been classified as current and reported at realizable value.

2. Significant Accounting Policies

2.1 Statement of compliance

The financial statements have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015 & relevant amendment rules issued thereafter and guidelines issued by the Securities and Exchange Board of India (SEBI)

2.2 Basis of preparation and presentation

These financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values at the end of each reporting period as explained in the accounting policies below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

The principal accounting policies are set out below:

2.3 Taxation

Income tax expense represents the sum of the tax currently payable and deferred tax

2.4.1 Current tax

Income tax expense or credit for the period is the tax payable on the current period's taxable income using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date. The Company periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is highly probable that future economic benefit associated with it will flow to the Company.

2.4.2 Deferred tax

Deferred income tax assets and liabilities are recognized for all temporary difference arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

Deferred income tax assets and liabilities are measured using tax rates and tax laws that have been enacted or substantively enacted by the Balance Sheet date and are expected to apply to taxable income in the period in which those temporary differences are expected to be recovered or settled.

The effect of changes in tax rates on deferred income tax assets and liabilities is recognized as income or expense in the period that includes the enactment or the substantive enactment date. A deferred tax asset is recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilised.

Deferred taxes and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

2.4.3 Current tax and deferred tax for the period

Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity, in which case, the tax is also recognized in other comprehensive income or directly in equity, respectively.



NEXPLICIT INFOTECH INDIA PRIVATE LIMITED

Notes Forming part of the Financial Statement

(All amounts in INR, unless otherwise stated)

2.4 Provisions and contingent liabilities

Provisions: A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent liabilities: Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is termed as a contingent liability.

2.5 Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value except for trade receivables which are initially measured at transaction price.

Financial Assets

All recognised financial assets are subsequently measured in their entirety at either amortised cost or fair value depending on the classification of the Financial assets.

Financial assets that meet the following conditions are subsequently measured at amortised cost (except for financial assets that are designated at fair value through profit or loss on initial recognition):

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The Company follows 'simplified approach' for recognition of impairment loss allowance for financial assets. The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

Financial liabilities

Financial liabilities that are not held-for-trading and are not designated as at FVTPL, are measured at amortised cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Interest expense that is not capitalised as part of costs of an asset is included in the 'Finance costs' line item

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability.

2.6 Use of Estimates

The preparation of the financial statements in conformity with Ind AS requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the period. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.7 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.8 Other Income

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accounted on accrual basis and recognised at effective interest rate, wherever applicable.



NEXPLICIT INFOTECH INDIA PRIVATE LIMITED

Notes forming part of the financial statements

(All amounts in INR, unless otherwise stated)

3 Financial instruments

3.1 Categories of financial instruments

Particulars	As at April 08, 2024	As at April 08, 2023
Financial assets		
Cash and cash equivalents	37,47,753	61,50,553
Financial liabilities		
There are no financial liabilities as at April 08, 2024 and April 08, 2023		



NEXPLICIT INFOTECH INDIA PVT LTD

Notes forming part of the financial statements

(All amounts in INR unless otherwise stated)

	As At April 08, 2024	As At April 08, 2023
4 Cash and cash equivalents		
Balances with Banks		
- Current accounts	37,47,753	61,50,553
Cash in hand	-	-
	<u>37,47,753</u>	<u>61,50,553</u>
5 Other financial assets		
Current		
<i>(Unsecured considered good unless otherwise stated)</i>		
Security deposits -Office *	-	11,91,955
	<u>-</u>	<u>11,91,955</u>

* After netting off the liability of Rs.67.36 L



NEXPLICIT INFOTECH INDIA PVT LTD
Notes forming part of the financial statements
 (All amounts in INR unless otherwise stated)

As At As At
 April 08, 2024 April 08, 2023

6 Equity Share Capital

Authorised capital:	5,00,000	5,00,000
50,000 (2023- 50,000) Equity Shares of Rs. 10 Each		
Issued, subscribed and paid up capital:	1,00,000	1,00,000
10,000 (2023- 10,000) Equity Shares of Rs. 10 Each	1,00,000	1,00,000

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period are as given below:

	As at April 08, 2024		As at April 08, 2023	
	Number of Shares	Amount	Number of Shares	Amount
Equity Shares				
Shares outstanding at the beginning of the period	10,000	1,00,000	10,000	1,00,000
Add / (Less): Movement for the period	-	-	-	-
Shares outstanding at the end of the period	10,000	1,00,000	10,000	1,00,000

(ii) **Terms/ rights attached to equity shares**

The Company has one class of equity shares having a par value of Rs.10 per share. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(iii) **Shares held by holding company and subsidiary of holding company**

	As at April 08, 2024		As at April 08, 2023	
	Number of Shares		Number of Shares	
Name of Shareholder				
Xchanging Solutions USA Inc	9,999		9,999	

(iv) **Details of shares held by each shareholder holding more than 5% shares:**

	As at April 08, 2024		As at April 08, 2023	
	Number of Shares held	Percentage	Number of Shares held	Percentage
Name of Shareholder				
Xchanging Solutions USA Inc	9,999	99.99%	9,999	99.99%

(v) **Details of Shares held by promoters at the end of the period**

Promoter name				
	Number of Shares held	Percentage	Number of Shares held	Percentage
Xchanging Solutions USA Inc	9,999	99.99%	9,999	99.99%



NEXPLICIT INFOTECH INDIA PVT LTD
Notes forming part of the financial statements
(All amounts in INR unless otherwise stated)

	As At April 08, 2024	As At April 08, 2023
7 Other equity		
General Reserve	9,31,920	9,31,920
Retained Earnings	27,15,833	61,45,589
	<u>36,47,753</u>	<u>70,77,509</u>
7.1 General Reserve		
Balance at the beginning of the period	9,31,920	9,31,920
Add/ (Less) movement during the period	-	-
Balance at the end of the period	<u>9,31,920</u>	<u>9,31,920</u>
7.2 Retained Earnings		
Balance at the beginning of the period	61,45,589	76,09,650
Add/ (Less) movement during the period	(34,29,756)	(14,64,061)
Balance at the end of the period	<u>27,15,833</u>	<u>61,45,589</u>
8 Trade payables		
Due to:		
Total outstanding dues of micro enterprises and small enterprises (Refer Note (i))	-	16,500
Total outstanding dues of creditors other than micro enterprises and small enterprises		
Due to:		
Intermediate Holding Company	-	-
Others:		
Goods & Services	-	25,900
Employee related payable	-	13,167
	<u>-</u>	<u>55,567</u>

Notes:

(i) On the basis of confirmation obtained from suppliers who have registered themselves under the Micro, Small Medium Enterprise Development Act, 2006 (MSMED Act, 2006) and based on the information available with the Company, the following are the details:

(a) Principal amount remaining unpaid	-	16,500
(b) Interest due thereon remaining unpaid	-	-
(c) Interest paid by the Company in terms of Section 18 of the Micro, Small and Medium Enterprises Development Act, 2006, along-with the amount of the payment made to the supplier beyond the appointed day during the period	-	-
(d) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	-	-
(e) Interest accrued and remaining unpaid	-	-
(f) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises	-	-

Trade payables ageing schedule for the period ended as on March 31, 2024

Particulars	Not due	Outstanding for the following period from due date of payments				Total
		Accruals	less than 1 year	1-2 years	2-3 years	
(i) MSME	-	-	-	-	-	-
(ii) Others	-	-	-	-	-	-
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues – Others	-	-	-	-	-	-
Total	-	-	-	-	-	-

Trade payables ageing schedule for the period ended as on March 31, 2023

Particulars	Not due	Outstanding for the following period from due date of payments				Total
		Accruals	less than 1 year	1-2 years	2-3 years	
(i) MSME	16,500	-	-	-	-	16,500
(ii) Others	-	25,900	-	-	13,167	39,067
(iii) Disputed dues – MSME	-	-	-	-	-	-
(iv) Disputed dues – Others	-	-	-	-	-	-
Total	<u>16,500</u>	<u>25,900</u>	<u>-</u>	<u>-</u>	<u>13,167</u>	<u>55,567</u>

9 CURRENT TAX ASSETS AND LIABILITIES

Current tax assets

Tax refund receivable	-	567
	<u>-</u>	<u>567</u>

Current tax liabilities

Income tax payable	-	1,10,000
	<u>-</u>	<u>1,10,000</u>
	<u>-</u>	<u>1,09,433</u>



NEXPLICIT INFOTECH INDIA PVT LTD**Notes forming part of the financial statements**

(All amounts in INR unless otherwise stated)

For the period
April 09, 2023 to April 09, 2022 to
April 08, 2024 April 08, 2023

10 Other Income

Write back of Liability	11,221	-
Miscellaneous Income	-	620
	<u>11,221</u>	<u>620</u>

11 Other Expenses

Legal & Professional expenses	23,41,771	4,68,930
Payments to auditors (Refer Note (i) below)	15,000	-
Deposit Advances write off	11,91,955	-
Balances with government authorities written off	2,222	-
Rates and taxes	-	25,900
Miscellaneous expenses	29	17,551
	<u>35,50,977</u>	<u>5,12,381</u>

Note:

(i) Payments to the auditors comprise (net of taxes, where applicable):

Statutory audit

15,000

15,000



NEXPLICIT INFOTECH INDIA PVT LTD
Notes forming part of the financial statements
 (All amounts in INR unless otherwise stated)

12 Segment reporting
 There is no business activity for the past few years, hence no business segment is applicable. All the assets and liabilities of the company are located in India Region.

13 Related Party Disclosures

S No.	Name of the related party	Relationship	Nature of transaction	Transactions April 09, 2023 to April 08, 2024	Receivable / (payable) April 08, 2024	Transactions April 09, 2022 to April 08, 2023	Receivable / (payable) April 08, 2023
(i)	Xchanging Solutions Limited, India	Intermediate Holding company	Expenses paid on behalf of the company Trade Payable	18,55,491	-	-	-
					As At April 08, 2024 Nil		As At April 08, 2023 Nil

14 Capital And Other Commitments



(Handwritten signature)

NEXPLICIT INFOTECH INDIA PVT LTD
Notes forming part of the financial statements

15 Other statutory disclosures

15.1 As per-section 248 of the Companies Act, 2013, there are no balances outstanding with struck off companies.

15.2 Other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested by the Company.

15.3 No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

15.4 Ratios

The following are analytical ratios for the period ended April 08, 2024 and April 08, 2023

Particulars	April 08, 2024	April 08, 2023	Variance	Basis of determination
Current ratio	-	44.50	-100%	Current Assets / Current Liabilities
Debt-equity ratio	NA	NA	-	Total borrowings including lease liabilities / Shareholders' equity
Debt service coverage ratio	NA	NA	-	EBITDA / (Total Borrowings including lease liabilities + Interest expense)
Return on equity ratio	(0.63)	(0.19)	239%	Profit after tax / Average Shareholders' equity
Inventory turnover ratio	NA	NA	-	Product Revenue / Inventory
Trade receivable turnover ratio	NA	NA	-	Total Revenue / Trade Receivables
Trade payable turnover ratio	-	13.12	-100%	Total expenses excluding depreciation and finance cost / Trade payables
Net capital turnover ratio	NA	NA	-	Total Revenue / (Current assets - current liabilities excluding borrowings & lease liability)
Net profit ratio	NA	NA	-	Profit after tax / Total Revenue
Return on capital employed	(0.94)	(0.07)	1225%	Earnings before interest and tax / (Total assets - current liabilities excluding borrowings & lease liability)
Return on investment	(0.94)	(0.07)	1225%	Earnings before interest and tax / (Total Borrowings including lease liabilities + Shareholders' Equity)

Reason for variation beyond 25%

Current ratio	Mainly due to reduction in trade payables and reduction bank balances
Return on equity ratio	Mainly due to Liquidation expenses booked during the period
Trade payable turnover ratio	Mainly due to reduction in trade payables
Return on capital employed	Mainly due to increase in expenses and reduction in Assets
Return on investment	Mainly due to increase in expenses and reduction in shareholders equity



NEXPLICIT INFOTECH INDIA PVT LTD
Notes forming part of the financial statements

16 Previous period figures

The financial statements have been prepared in accordance with the amended Schedule III and accordingly previous period numbers have been regrouped/reclasses (as necessary) and incremental disclosures have been made to compare with current year disclosures.

In terms of our report attached
Munish Sidana & Associates
Chartered Accountants
Firm Registration No. 020294N

Munish Sidana
Munish Sidana
Proprietor
Membership No. 099005



For NexPLICIT Infotech India Pvt. Ltd. (In Liquidation)

[Handwritten Signature]
Liquidator

Place: **Mumbai**
Date: **14/05/24**

Place: **Delhi**
Date: **14/05/24**