



SSIL: SEC: BSE: 2020-21

October 19, 2020

The Secretary  
BSE Limited  
P J Towers  
Dalal Street  
Mumbai - 400 001

Scrip Code: 540143

Dear Sir

**Regulation 33 of SEBI (LODR) Regulations, 2015 – Furnishing of Un-audited Financial Results for the second quarter and half year ended September 30, 2020**

Further to our letter dated 10<sup>th</sup> October, 2020, we are pleased to forward herewith our un-audited financial results for the second quarter and half year ended September 30, 2020, which were taken on record and approved by our Board at their meeting held on today, after review by its Audit Committee. We are also forwarding herewith the Limited Review Report furnished by our Statutory Auditors on the above results, which was also taken on record by our Board at its said meeting.

The meeting of the Board of Directors commenced at 4.15 pm and concluded at 4.45 pm.

We would request you to kindly take the above information / documents on record.

Thanking you

Yours faithfully  
for Sagarsoft (India) Limited

  
J. Raja Reddy  
Company Secretary

Encl: 1. Un-audited financial Results  
2. Auditors' Certificate



**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE  
FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
M/S SAGARSOFT (INDIA) LIMITED**

We have reviewed the accompanying statement of unaudited financial results of **M/s SAGARSOFT (INDIA) LIMITED** (the "Company"), for the quarter and half year ended September 30, 2020, being prepared by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

The Preparation of this statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ("IND AS 34"), prescribed under section 133 of the companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India is the Responsibility of the company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.



**Emphasis of Matter**

We draw your attention to Note No. 4 dealing with uncertainties thrown up as a consequence of COVID 19 pandemic, management's assessment of impact on financial reporting and future operations of the company and the remedial measure put in place to mitigate adverse effects. However, the actual impact of COVID-19 on the financial statements may differ from that estimated.

Our conclusion is not modified in respect of this matter.

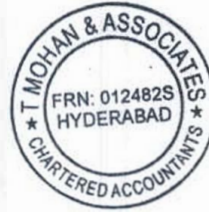
Place: Hyderabad

Date: October 19, 2020

**For T MOHAN & ASSOCIATES**

Chartered Accountants

FR No. 0012482S



**MOHAN REDDY T**

Partner

Membership No. 239635

UDIN: 20239635AAAABY5026



**SAGARSOFT (INDIA) LIMITED**  
**STATEMENT OF UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2020**

(In Indian rupees lakhs)

S. No	Particulars	Quarter ended			Half Year ended		Yearended
		September 30, 2020	June 30, 2020	September 30, 2019	September 30, 2020	September 30, 2019	March 31, 2020
		Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Audited
I	Revenue from operations	1,001.18	918.67	928.72	1,919.85	1,884.73	3,673.22
II	Other income	28.70	23.15	20.28	51.85	30.02	81.01
III	Total income (I + II)	1,029.88	941.82	949.00	1,971.70	1,914.75	3,754.23
IV	Expenses						
	(a) Employee benefits expense	669.99	671.31	667.18	1,341.30	1,393.60	2,752.12
	(b) Depreciation and amortisation expense	38.25	37.39	21.81	75.64	43.42	180.71
	(c) Other expenses	127.97	73.04	132.44	201.01	274.33	515.72
	Total expenses (IV)	836.21	781.74	821.43	1,617.95	1,711.35	3,448.55
V	Profit/(Loss) before exceptional items and tax (III-IV)	193.67	160.08	127.57	353.75	203.40	305.68
VI	Exceptional Items	-	-	-	-	-	-
VII	Profit/(Loss) before tax (V-VI)	193.67	160.08	127.57	353.75	203.40	305.68
VIII	Tax expense						
	(a) Current tax	51.94	44.10	30.81	96.04	52.75	84.64
	(b) Deferred tax	(0.46)	1.09	1.64	0.63	(6.17)	(12.50)
	Total tax	51.48	45.19	32.45	96.67	46.58	72.14
IX	Profit/(Loss) for the period from continuing operations (VII-VIII)	142.19	114.89	95.12	257.08	156.82	233.54
X	Profit/(Loss) from discontinued operations	-	-	-	-	-	-
XI	Tax expense of discontinued operations	-	-	-	-	-	-
XII	Profit/(Loss) from discontinued operations (after tax) (X-XI)	-	-	-	-	-	-
XIII	Profit/(Loss) for the period (IX+XII)	142.19	114.89	95.12	257.08	156.82	233.54
XIV	Other Comprehensive income						
	(a) (i) Items that will not be reclassified to Profit or Loss	-	-	-	-	-	(7.69)
	(ii) Income tax relating to items that will not be reclassified to Profit and Loss	-	-	-	-	-	1.94
	(b) (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to Profit and Loss	-	-	-	-	-	-
XV	Total Comprehensive Income for the period (XIII+XIV)	142.19	114.89	95.12	257.08	156.82	227.79
XVI	Equity	556.00	556.00	556.00	556.00	556.00	556.00
XVII	Other Equity	-	-	-	-	-	1,678.49
XVIII	Earnings per share in Rupees (for continuing operations)						
	(a) Basic	2.56	2.07	1.71	4.62	2.82	4.10
	(b) Diluted	2.56	2.07	1.71	4.62	2.82	4.10





Sagarsoft (India) Limited

Balance sheet as at September 30, 2020

(In Indian Rupees Lakhs)

Particulars	As at September 30, 2020	As at March 31, 2020
<b>ASSETS</b>		
<b>Non Current Assets</b>		
(a) Property, Plant and Equipment	315.98	338.32
(b) Right of use assets	183.12	219.75
(c) Financial Assets		
Loans and Advances	864.27	563.26
(d) Deferred Tax Asset (net)	31.50	32.14
(e) Advance Income Tax	45.00	76.00
<b>Total Non Current Assets</b>	<b>1,439.87</b>	<b>1,229.47</b>
<b>Current Assets</b>		
(a) Financial Assets		
(i) Trade Receivables	722.41	764.91
(ii) Cash and Cash Equivalents	533.92	564.33
(iii) Other Financial Assets	6.29	7.30
(b) Other Current Assets	160.01	125.15
<b>Total Current Assets</b>	<b>1,422.63</b>	<b>1,461.69</b>
<b>Total Assets</b>	<b>2,862.50</b>	<b>2,691.16</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity Share Capital	556.00	556.00
(b) Other Equity	1,852.15	1,678.49
<b>Total Equity</b>	<b>2,408.15</b>	<b>2,234.49</b>
<b>Non Current Liabilities</b>		
(a) Financial Liabilities		
Borrowings	-	-
(b) Other Non Current Liabilities	210.84	242.81
(c) Long Term Provisions	33.77	21.03
<b>Total Non Current Liabilities</b>	<b>244.61</b>	<b>263.85</b>
<b>Current Liabilities</b>		
(a) Financial Liabilities		
Trade Payables	9.98	12.53
(b) Other Current Liabilities	9.19	4.13
(c) Provisions	190.57	176.16
<b>Total Current Liabilities</b>	<b>209.74</b>	<b>192.82</b>
<b>Total Liabilities</b>	<b>454.35</b>	<b>456.67</b>
<b>Total Equity and Liabilities</b>	<b>2,862.50</b>	<b>2,691.16</b>





Sagarsoft (India) Limited			
Cash Flow Statement			
(In Indian Rupees Lakhs)			
Cash flow statement	For the Half year ended September 30, 2020	For the Half year ended September 30, 2019	For the Year ended March 31, 2020
<b>Cash flow from operating activities</b>			
Net profit before tax and extraordinary items	353.75	203.40	305.68
Adjustment for:			
Provision for Tax	(96.67)	(46.58)	(72.14)
Tax Adjustments for Earlier years	-	-	-
Non Operating Expenses/Items			
Depreciation on Property, Plant and Equipment	39.02	43.42	107.46
Depreciation for Leased assets	36.62	-	73.25
Provision for employee benefits	-	-	(5.76)
Financial Charges under lease agreement	-	-	24.06
Operating profit before working capital changes	332.71	200.24	432.55
Adjustment for:			
Sundry debtors	42.49	(51.87)	175.87
Other Financial Assets	(3.22)	155.41	210.49
Trade Payables	(2.56)	(20.08)	(16.85)
Other Financial Liabilities	32.22	(224.20)	(170.38)
Cash generated from operation	401.64	59.49	631.68
Cash flow from investing activities			
Purchase of fixed assets and Adjustments	(16.67)	(3.98)	(27.03)
Deposits made	(300.00)	-	(500.00)
Net cash flow from investing activities	(316.67)	(3.98)	(527.03)
Cash flow from financing activities			
Repayment of Vehicle Loan	-	-	(10.16)
Payment of Dividend	(83.40)	(100.54)	(100.54)
Repayment of Lease liabilities	(31.97)	-	(74.25)
Net cash from in financing activities	(115.37)	(100.54)	(184.95)
Net increase in cash and cash equivalents	(30.41)	(45.03)	(80.30)
Cash and equivalents at the beginning of the period	564.33	644.63	644.63
Cash and equivalents at the end of the period	533.92	599.60	564.33

- 1 The above un-audited financial results were reviewed by the Audit Committee and later approved by the Board of Directors at their respective meetings held on October 19, 2020. The statutory Auditors have carried out a Limited Review of the financial results.
- 2 The financial results of the company have been prepared in accordance with the Indian Accounting Standards notified by the MCA.
- 3 The Company is engaged in the Software Development and Consultancy, which is considered by the management as a single reportable business segment.
- 4 The spread of COVID 19 pandemic across the globe and the consequent remedial measures against the virus taken by the various countries and the Indian Government are having impact on the operations of the various economies, all of which has led to substantial contraction of demand.

In view of the above pandemic, its impact on the company's operations has been considered and a sensitivity analysis based on current estimates in assessing the recoverability of receivables also has been performed. However, the actual impact of COVID-19 on the financial statements may differ from that estimated and the Company will continue to closely monitor any material changes to future economic conditions.

- 5 Previous period/ year figures have been regrouped/ reclassified wherever necessary.

Place: Hyderabad  
Date: October 19, 2020



For Sagarsoft (India) Limited

*M. Jagadeesh*  
M. Jagadeesh  
Managing Director