

## Tejas Networks Limited

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

Standalone Unaudited Balance Sheet as at	Notes	June 30, 2020	March 31, 2020
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4(a)	28.71	30.55
Right-of-use assets	4(a)	19.97	21.29
Intangible assets	4(b)	31.10	26.81
Intangible assets under development	4(b)	31.64	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	80.93	80.28
(iii) Loans	8	5.29	5.58
(iv) Other financial assets	9	1.41	1.11
Income Tax Asset (net)	10(a)	49.22	47.80
Deferred Tax Assets	10(b)	41.70	41.70
Other non-current assets	11	6.76	6.97
<b>Total non - current assets</b>		<b>307.60</b>	<b>299.95</b>
<b>Current assets</b>			
Inventories	12	238.21	251.99
Financial assets			
(i) Investments	5(c)	88.32	50.97
(ii) Trade receivables	6	346.36	364.24
(iii) Cash and cash equivalents	7(i)	52.07	66.05
(iv) Bank balances other than (iii) above	7(ii)	31.47	76.71
(v) Loans	8	0.70	1.07
(vi) Other financial assets	9	99.34	91.40
Other current assets	11	40.10	37.46
<b>Total current assets</b>		<b>896.57</b>	<b>939.89</b>
<b>Total assets</b>		<b>1,204.17</b>	<b>1,239.84</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	13	95.61	95.48
Other equity	14	976.10	984.28
<b>Total equity</b>		<b>1,071.71</b>	<b>1,079.76</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Financial liabilities			
(i) Lease Liabilities	15	20.81	21.91
Provisions	16	0.55	0.59
<b>Total non - current liabilities</b>		<b>21.36</b>	<b>22.50</b>
<b>Current liabilities</b>			
Financial liabilities			
(i) Trade payables	17		
(a) Total outstanding dues of micro enterprises and small enterprises		10.62	10.96
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		50.53	66.96
(ii) Lease Liabilities	15	5.66	5.97
(iii) Other financial liabilities	18	31.18	39.59
Provisions	16	7.59	7.08
Other current liabilities	19	5.52	7.02
<b>Total current liabilities</b>		<b>111.10</b>	<b>137.58</b>
<b>Total liabilities</b>		<b>132.46</b>	<b>160.08</b>
<b>Total equity and liabilities</b>		<b>1,204.17</b>	<b>1,239.84</b>

## Tejas Networks Limited

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

Standalone Unaudited Statement of Profit and Loss	Notes	Quarter Ended		Year Ended	
		June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
I Revenue from operations	20	78.73	54.56	160.56	386.20
II Other Income	21	4.32	13.59	7.05	33.71
<b>III Total income (I + II)</b>		<b>83.05</b>	<b>68.15</b>	<b>167.61</b>	<b>419.91</b>
<b>IV Expenses</b>					
Cost of materials consumed	22	35.18	31.56	93.82	203.58
Employee benefit expense	23	24.93	33.15	24.90	103.22
Finance costs	24A	0.91	1.03	3.41	7.57
Depreciation and amortization expense	4(c)	13.78	20.89	17.59	77.05
Impairment of non-current assets	4(b)	-	69.87	-	69.87
Allowance for expected credit loss	24B	4.02	17.34	0.86	18.81
Other expenses	25	14.11	21.05	16.90	77.42
<b>Total expenses (IV)</b>		<b>92.93</b>	<b>194.89</b>	<b>157.48</b>	<b>557.52</b>
<b>V Profit/(Loss) before tax (III - IV)</b>		<b>(9.88)</b>	<b>(126.74)</b>	<b>10.13</b>	<b>(137.61)</b>
<b>VI Income tax expense</b>	26				
Current tax		-	-	2.20	-
Deferred tax expense		-	-	2.16	98.55
<b>Total tax expense (VI)</b>		<b>-</b>	<b>-</b>	<b>4.36</b>	<b>98.55</b>
<b>VII Profit/(Loss) after tax (V- VI)</b>		<b>(9.88)</b>	<b>(126.74)</b>	<b>5.77</b>	<b>(236.16)</b>
<b>VIII Other comprehensive income/(loss)</b>					
Items that will not be reclassified to profit or loss					
Remeasurements of the defined benefit obligation		(0.05)	(1.29)	(0.05)	(1.07)
Income tax relating to above		-	-	0.01	-
<b>Other comprehensive income/(loss) for the year, net of tax (VIII)</b>		<b>(0.05)</b>	<b>(1.29)</b>	<b>(0.04)</b>	<b>(1.07)</b>
<b>IX Total comprehensive income/(loss) for the period (VII + VIII)</b>		<b>(9.93)</b>	<b>(128.03)</b>	<b>5.73</b>	<b>(237.23)</b>
<b>X Earnings/(Loss) per equity share</b>					
<b>Equity shares of par value Rs. 10 each</b>					
Basic		(1.07)	(13.75)	0.63	(25.66)
Diluted		(1.07)	(13.75)	0.60	(25.66)
Weighted average equity shares used in computing earnings per equity share					
Basic		9,22,59,867	9,21,75,744	9,18,42,866	9,20,38,454
Diluted		9,22,59,867	9,21,75,744	9,53,29,314	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	
		June 30, 2020	Year ended March 31, 2020
<b>Cash flows from operating activities</b>			
Profit/(Loss) before tax		(9.88)	(137.61)
Adjustments to reconcile net profit/(loss) to net cash generated by operating activities:			
Depreciation and amortization expense	4(c)	13.78	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	4.02	18.79
Bad Debts written off	25	-	0.07
Interest Income	21	(2.21)	(11.94)
(Gain)/Loss on current investment carried at fair value through statement of profit and loss	21	(0.15)	0.10
Gain on sale of current investment carried at fair value through statement of profit and loss	21	(0.81)	(4.08)
Finance costs	24A	0.91	7.57
Unrealized Exchange Difference on cash held in foreign currencies		(0.02)	-
Unrealised Exchange Differences (Net)		0.38	(7.26)
Loss/ (profit) on sale of property, plant and equipment	25	-	(0.02)
Expense recognized in respect of equity-settled share-based payments	23	1.74	11.20
		<u>7.76</u>	<u>23.74</u>
Movements in working capital:			
(Increase)/decrease in inventories		13.78	(70.60)
(Increase)/decrease in trade receivables		11.63	194.15
(Increase)/decrease in loans		0.68	(1.39)
(Increase)/decrease in other financial assets		2.26	4.86
(Increase)/decrease in other assets		(2.48)	(16.79)
Increase/(decrease) in trade and other payables		(15.52)	(86.02)
Increase/(decrease) in provisions		0.35	(3.73)
Increase/(decrease) in other financial liabilities		(9.43)	(30.43)
Increase/(decrease) in other liabilities		(1.50)	(2.40)
<b>Cash generated/(used in) operations</b>		<b>7.53</b>	<b>11.39</b>
Income taxes paid		(1.42)	(10.87)
<b>a) Net cash generated by/(used in) operating activities</b>		<b>6.11</b>	<b>0.52</b>
<b>Cash flows from investing activities</b>			
Expenditure on property, plant and equipment		(0.58)	(20.63)
Expenditure on intangible assets (including under development)		(17.96)	(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		(47.75)	(255.17)
Withdrawals of Deposits with banks and financial institutions not considered as cash and cash equivalent		83.69	358.63
Investments in liquid mutual funds and fixed maturity plan securities		(148.90)	(727.05)
Redemption of liquid mutual funds and fixed maturity plan securities		112.51	766.61
Interest received		0.99	21.00
<b>b) Net cash generated by/(used in) investing activities</b>		<b>(18.00)</b>	<b>71.28</b>
<b>Cash flows from financing activities</b>			
Proceeds from issue of equity instruments of the Company		0.14	2.82
Dividend paid (including Tax on dividend)		-	(11.08)
Repayment of borrowings		-	(1.19)
Principal payment on lease liabilities		(1.41)	(5.58)
Interest payment on lease liabilities		(0.62)	(2.78)
Interest paid		(0.22)	(4.35)
<b>c) Net cash (used in) financing activities</b>		<b>(2.11)</b>	<b>(22.16)</b>
<b>d) Net increase/(decrease) in cash and cash equivalents</b>		<b>(14.00)</b>	<b>49.64</b>
Cash and cash equivalents at the beginning of the year		66.05	16.41
Effects of exchange rate changes on the balance of cash held in foreign currencies		0.02	-
<b>Cash &amp; cash equivalents at the end of the year [Refer Note No. 7(i)]</b>		<b>52.07</b>	<b>66.05</b>

Tejas Networks Limited  
Standalone Unaudited Statement of Changes in Equity

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

**A. Equity Share Capital**

Particulars	Note	Amount
<b>As at April 1, 2019*</b>		<b>94.99</b>
Increase in equity share capital on account of exercise of ESOP and RSU	13	0.49
<b>As at March 31, 2020*</b>		<b>95.48</b>
Increase in equity share capital on account of exercise of ESOP and RSU	13	0.13
<b>As at June 30, 2020*</b>		<b>95.61</b>

\*Includes forfeited shares of Rs. 3.27

**B. Other Equity**

Particulars	Notes	Reserves and Surplus			Total equity attributable to shareholders of the Company
		Securities premium	Retained earnings	Employee stock compensation outstanding account	
<b>Balance as at April 01, 2019</b>		<b>931.17</b>	<b>265.56</b>	<b>27.02</b>	<b>1,223.75</b>
(Loss)/Profit for the period	14	-	(236.16)	-	(236.16)
Other comprehensive income	14	-	(1.07)	-	(1.07)
<b>Total comprehensive income for the year</b>		<b>-</b>	<b>(237.23)</b>	<b>-</b>	<b>(237.23)</b>
<b>Transaction with owners in their capacity as owners:</b>					
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)
<b>Balance as at March 31, 2020</b>		<b>937.80</b>	<b>12.56</b>	<b>33.92</b>	<b>984.28</b>
<b>Balance as at April 01, 2020</b>		<b>937.80</b>	<b>12.56</b>	<b>33.92</b>	<b>984.28</b>
(Loss)/Profit for the period	14	-	(9.88)	-	(9.88)
Other comprehensive income	14	-	(0.05)	-	(0.05)
<b>Total comprehensive income for the year</b>		<b>-</b>	<b>(9.93)</b>	<b>-</b>	<b>(9.93)</b>
<b>Transaction with owners in their capacity as owners:</b>					
Premium on exercise of ESOP	14	0.01	-	-	0.01
Employee Share based payment expenses	23	-	-	1.74	1.74
Premium on issue of equity shares, on exercise of ESOP/RSU	14	2.78	-	(2.78)	-
<b>Balance as at June 30, 2020</b>		<b>940.59</b>	<b>2.63</b>	<b>32.88</b>	<b>976.10</b>

**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*
<b>Gross carrying value as of April 1, 2019</b>	<b>20.77</b>	<b>0.65</b>	<b>6.32</b>	<b>8.09</b>	<b>0.90</b>	<b>6.27</b>	<b>0.14</b>	<b>22.02</b>	<b>2.80</b>	<b>67.96</b>	-
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	-
<b>Gross carrying value as of March 31, 2020</b>	<b>22.83</b>	<b>0.86</b>	<b>7.31</b>	<b>9.52</b>	<b>1.72</b>	<b>7.25</b>	<b>0.14</b>	<b>28.03</b>	<b>3.69</b>	<b>81.35</b>	<b>26.52</b>
<b>Accumulated depreciation as of April 1, 2019</b>	<b>(8.81)</b>	<b>(0.46)</b>	<b>(4.92)</b>	<b>(4.70)</b>	<b>(0.52)</b>	<b>(3.56)</b>	-	<b>(13.60)</b>	<b>(0.71)</b>	<b>(37.28)</b>	-
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)	-
<b>Accumulated depreciation as of March 31, 2020</b>	<b>(13.31)</b>	<b>(0.59)</b>	<b>(5.52)</b>	<b>(5.99)</b>	<b>(0.85)</b>	<b>(5.32)</b>	<b>(0.04)</b>	<b>(17.81)</b>	<b>(1.37)</b>	<b>(50.80)</b>	<b>(5.23)</b>
<b>Carrying value as of March 31, 2020</b>	<b>9.52</b>	<b>0.27</b>	<b>1.79</b>	<b>3.53</b>	<b>0.87</b>	<b>1.93</b>	<b>0.10</b>	<b>10.22</b>	<b>2.32</b>	<b>30.55</b>	<b>21.29</b>
<b>Gross carrying value as of April 1, 2020</b>	<b>22.83</b>	<b>0.86</b>	<b>7.31</b>	<b>9.52</b>	<b>1.72</b>	<b>7.25</b>	<b>0.14</b>	<b>28.03</b>	<b>3.69</b>	<b>81.35</b>	<b>26.52</b>
Additions	0.05	-	0.01	0.10	0.05	0.06	-	1.28	0.05	1.60	-
Deletions	-	-	-	-	-	-	-	-	-	-	-
<b>Gross carrying value as of June 30, 2020</b>	<b>22.88</b>	<b>0.86</b>	<b>7.32</b>	<b>9.62</b>	<b>1.77</b>	<b>7.31</b>	<b>0.14</b>	<b>29.31</b>	<b>3.74</b>	<b>82.95</b>	<b>26.52</b>
<b>Accumulated depreciation as of April 1, 2020</b>	<b>(13.31)</b>	<b>(0.59)</b>	<b>(5.52)</b>	<b>(5.99)</b>	<b>(0.85)</b>	<b>(5.32)</b>	<b>(0.04)</b>	<b>(17.81)</b>	<b>(1.37)</b>	<b>(50.80)</b>	<b>(5.23)</b>
Depreciation for the year	(0.91)	(0.01)	(0.18)	(0.25)	(0.07)	(0.40)	(0.01)	(1.43)	(0.18)	(3.44)	(1.32)
Accumulated depreciation on deletions	-	-	-	-	-	-	-	-	-	-	-
<b>Accumulated depreciation as of June 30, 2020</b>	<b>(14.22)</b>	<b>(0.60)</b>	<b>(5.70)</b>	<b>(6.24)</b>	<b>(0.92)</b>	<b>(5.72)</b>	<b>(0.05)</b>	<b>(19.24)</b>	<b>(1.55)</b>	<b>(54.24)</b>	<b>(6.55)</b>
<b>Carrying value as of June 30, 2020</b>	<b>8.66</b>	<b>0.26</b>	<b>1.62</b>	<b>3.38</b>	<b>0.85</b>	<b>1.59</b>	<b>0.09</b>	<b>10.07</b>	<b>2.19</b>	<b>28.71</b>	<b>19.97</b>

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

Tejas Networks Limited

Notes to the unaudited standalone financial statements for the period ended June 30, 2020

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

**Note No. 4(b): Intangible Assets**

Particulars	Computer Software	Product Development	Total	Intangible Assets under development <sup>1</sup>
<b>Gross carrying value as of April 1, 2019</b>	<b>14.39</b>	<b>199.53</b>	<b>213.92</b>	<b>41.38</b>
Additions	4.83	44.60	49.43	67.31
Deletions/Transfers	-	-	-	44.60
<b>Gross carrying value as of March 31, 2020</b>	<b>19.22</b>	<b>244.13</b>	<b>263.35</b>	<b>64.09</b>
<b>Accumulated amortization as of April 1, 2019</b>	<b>(11.25)</b>	<b>(134.23)</b>	<b>(145.48)</b>	-
Amortization expenses for the year	(6.69)	(51.60)	(58.29)	-
Impairment loss	-	(32.77)	(32.77)	(37.10)
<b>Accumulated amortization as of March 31, 2020</b>	<b>(17.94)</b>	<b>(218.60)</b>	<b>(236.54)</b>	<b>(37.10)</b>
<b>Carrying value as of March 31, 2020</b>	<b>1.28</b>	<b>25.53</b>	<b>26.81</b>	<b>26.99</b>
<b>Gross carrying value as of April 1, 2020</b>	<b>19.22</b>	<b>244.13</b>	<b>263.35</b>	<b>64.09</b>
Additions	1.45	11.86	13.31	16.51
Deletions/Transfers	-	-	-	11.86
<b>Gross carrying value as of June 30, 2020</b>	<b>20.67</b>	<b>255.99</b>	<b>276.66</b>	<b>68.74</b>
<b>Accumulated amortization and impairment as of April 1, 2020</b>	<b>(17.94)</b>	<b>(218.60)</b>	<b>(236.54)</b>	<b>(37.10)</b>
Amortization expenses for the year	(0.92)	(8.10)	(9.02)	-
<b>Accumulated amortization and impairment as of June 30, 2020</b>	<b>(18.86)</b>	<b>(226.70)</b>	<b>(245.56)</b>	<b>(37.10)</b>
<b>Carrying value as of June 30, 2020</b>	<b>1.81</b>	<b>29.29</b>	<b>31.10</b>	<b>31.64</b>

<sup>1</sup> Additions to Intangible Assets under development pertains to capitalization of employee benefit expense and other expenses (Refer Note No. 23 and Note No. 25).

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

Particulars	Period Ended	Year Ended
	June 30, 2020	March 31, 2020
Depreciation on property, plant and equipment [Refer Note No. 4(a)]	3.44	13.53
Depreciation on Right of use assets [Refer Note No. 4(a)]	1.32	5.23
Amortization of intangible assets [Refer Note No. 4(b)]	9.02	58.29
<b>Total depreciation and amortization expenses</b>	<b>13.78</b>	<b>77.05</b>

Tejas Networks Limited

Notes to the unaudited standalone financial statements for the period ended June 30, 2020

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

**Note No. 5: Investments**

Particulars	As at			
	June 30, 2020	March 31, 2020		
<b>Non-current investments (Unquoted)</b>				
<b>5(a) Investment in subsidiaries</b>				
<i>Equity instruments of subsidiaries (at cost)</i>				
<i>14,64,340 (As at March 31, 2019: 14,64,340) equity shares fully paid up in Tejas Communication Pte Ltd, Singapore</i>	6.69	6.69		
<b>Total equity instruments of subsidiaries</b>	<b>6.69</b>	<b>6.69</b>		
 <i>Preference shares of subsidiaries (at cost) <sup>1</sup></i>				
<i>13,68,400 (As at March 31, 2019: 13,68,400) Redeemable Preference Shares fully paid up in Tejas Communication Pte Limited, Singapore</i>	4.18	4.18		
<b>Total preference shares of subsidiaries</b>	<b>4.18</b>	<b>4.18</b>		
 <b>Total investments in subsidiaries</b>	 <b>10.87</b>	 <b>10.87</b>		
 <b>5(b) Other Investments (Unquoted) (FVTPL)</b>				
<b>Equity instruments of others</b>				
<i>Investment in ELCIA ESDM Cluster ( No. of shares 1100)</i>	0.00	0.00		
<b>Total other investments</b>	<b>0.00</b>	<b>0.00</b>		
 <b>5(c) Current investments (Quoted) (FVTPL)</b>				
<b>Investment in Mutual funds</b>	<b>Number of units</b>	<b>Amount</b>	<b>Number of units</b>	<b>Amount</b>
Aditya Birla Sun Life Liquid Fund - Growth Direct Plan	9,51,965	30.81	2,39,547	7.65
Axis liquid fund Direct Growth - CFDG	1,38,063	30.79	84,410	18.61
Nippon India Liquid Fund - Direct Plan Growth Plan - Growth Option (Formerly known as Reliance Liquid Fund Direct Plan Growth Plan-Growth Option-LFAG)	-	-	37,768	18.32
Tata Liquid Fund Direct Plan Growth	84,294	26.72	20,397	6.39
<b>Total current investments</b>		<b>88.32</b>		<b>50.97</b>

<sup>1</sup> 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 June 30, 2020

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

**Note No. 6: Trade Receivables**

Particulars	As at	
	June 30, 2020	March 31, 2020
<b>Non-current</b>		
Trade receivables considered good - secured	-	-
Trade receivables considered good - unsecured	84.42	81.89
Less: Allowance for expected credit loss	(3.49)	(1.61)
Trade receivables which have significant increase in credit risk	-	-
Trade receivables - credit impaired	-	-
<b>Total non-current</b>	<b>80.93</b>	<b>80.28</b>
<b>Current</b>		
Trade receivables considered good - secured	-	-
Trade receivables considered good - unsecured	370.16	387.89
Receivables from related parties considered good - unsecured	3.71	1.72
Less: Allowance for expected credit loss	(27.51)	(25.37)
Trade receivables which have significant increase in credit risk	-	-
Trade receivables - credit impaired	-	-
<b>Total current</b>	<b>346.36</b>	<b>364.24</b>

**Note No. 7: Cash and Bank Balances**

Particulars	As at	
	June 30, 2020	March 31, 2020
<b>(i) Cash and cash equivalents</b>		
<i>(a) Balances with banks</i>		
(i) In current accounts <sup>1</sup>	14.28	19.12
(ii) In EEFC accounts	37.79	40.93
<i>(b) Deposits with original maturity of less than three months</i>	-	6.00
<b>Total cash and cash equivalents</b>	<b>52.07</b>	<b>66.05</b>
<b>(ii) Other bank balances</b>		
Deposits with original maturity of more than three months but less than twelve months	9.45	64.15
Balances held as margin money or security against fund and non-fund based banking arrangements	22.02	12.56
<b>Total other bank balances</b>	<b>31.47</b>	<b>76.71</b>

<sup>1</sup> 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 June 30, 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	
	June 30, 2020	March 31, 2020
<b>a) Current Accounts</b>		
Axis Bank*	0.21	0.05
Citibank	0.44	0.01
Citibank, Dubai	0.44	0.03
Citibank, USA	1.89	0.67
Fleet Bank, USA	1.61	2.00
HDFC Bank	1.00	0.41
ICICI Bank	0.06	0.00
Kotak Mahindra Bank	0.07	0.01
RBL Bank	0.01	0.11
Standard Chartered Bank	7.97	15.50
Standard Chartered Bank, Nairobi	0.45	0.10
State Bank of India	0.13	0.23
	<b>14.28</b>	<b>19.12</b>
* includes Rs. 0.03 (March 31, 2020 - Rs. 0.03) held for payment of dividend.		
<b>b) EEFC Accounts</b>		
Citibank	18.36	14.71
Standard Chartered Bank	19.43	26.22
	<b>37.79</b>	<b>40.93</b>
<b>c) Deposits with original maturity of less than three months</b>		
RBL Bank	-	6.00
	-	<b>6.00</b>
<b>d) Deposits with original maturity of more than three months but less than twelve months</b>		
HDFC Bank	-	8.70
IndusInd Bank	-	10.00
Kotak Mahindra Bank	6.45	6.45
RBL Bank	-	36.00
Standard Chartered Bank, India	3.00	3.00
	<b>9.45</b>	<b>64.15</b>
<b>e) Balances held as margin money or security against fund and non-fund based banking arrangements for less than twelve months</b>		
Axis Bank	5.47	-
Citibank, India	0.45	0.06
Kotak Mahindra Bank	3.60	-
Standard Chartered Bank, India	12.50	12.50
	<b>22.02</b>	<b>12.56</b>
<b>f) Balances held as margin money or security against fund and non-fund based banking arrangements for more than twelve months (Refer Note 9)</b>		
Citibank	1.41	1.11
	<b>1.41</b>	<b>1.11</b>
<b>g) Deposits with financial institutions (Refer Note No. 9)</b>		
Bajaj Finance Limited	60.00	60.00
HDFC Limited	34.00	25.00
	<b>94.00</b>	<b>85.00</b>
<b>h) Total cash and cash equivalent (a+b+c)</b>	<b>52.07</b>	<b>66.05</b>
<b>i) Total other bank balances with maturity more than three months but less than twelve months (d+e)</b>	<b>31.47</b>	<b>76.71</b>

**Tejas Networks Limited****Notes to the unaudited standalone financial statements for the period ended June 30, 2020**

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

**Note No. 8: Loans**

Particulars	As at	
	June 30, 2020	March 31, 2020
<b>Non-current</b>		
<i>At amortised cost</i>		
Loans considered good - secured	-	-
Loans considered good - unsecured		
Security deposits	5.38	5.67
Loans which have significant increase in credit risk	-	-
Loans - credit impaired	-	-
	<u>5.38</u>	<u>5.67</u>
Less: Provision	(0.09)	(0.09)
<b>Total non-current loans</b>	<b><u>5.29</u></b>	<b><u>5.58</u></b>

**Current**

<i>At amortised cost</i>		
Loans considered good - secured	-	-
Loans considered good - unsecured		
Security deposits	0.03	0.10
Loans to employees	0.67	0.97
Loans which have significant increase in credit risk	-	-
Loans - credit impaired	-	-
<b>Total current loans</b>	<b><u>0.70</u></b>	<b><u>1.07</u></b>

**Note No. 9: Other Financial Assets**

Particulars	As at	
	June 30, 2020	March 31, 2020
<b>Non-current financial assets</b>		
Deposits with original maturity of more than twelve months		
Balances held as margin money or security against fund and non-fund based banking arrangements	1.41	1.11
<b>Total non-current financial assets</b>	<b><u>1.41</u></b>	<b><u>1.11</u></b>
<b>Current financial assets</b>		
Deposits with financial institutions	94.00	85.00
Unbilled Revenue	3.46	5.72
Interest accrued but not due	1.88	0.68
<b>Total current financial assets</b>	<b><u>99.34</u></b>	<b><u>91.40</u></b>

**Tejas Networks Limited****Notes to the unaudited standalone financial statements for the period ended June 30, 2020**

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

**Note No. 10: Tax assets**

Particulars	As at	
	June 30, 2020	March 31, 2020
<b>10(a) Income Tax Asset</b>		
Advance Income Tax (net)	49.22	47.80
	<b>49.22</b>	<b>47.80</b>
<b>10(b) Deferred Tax Assets</b>		
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
<b>Total deferred tax assets</b>	<b>49.14</b>	<b>49.14</b>
Right-of-use assets	7.44	7.44
<b>Net deferred tax assets</b>	<b>41.70</b>	<b>41.70</b>

**Note No. 11: Other assets**

Particulars	As at	
	June 30, 2020	March 31, 2020
<b>Other non-current assets</b>		
Prepaid Expenses	0.11	0.14
Capital Advances	0.02	0.02
Balances with government authorities (other than income taxes)	6.63	6.81
<b>Total other non-current assets</b>	<b>6.76</b>	<b>6.97</b>
<b>Other current assets</b>		
Advances to suppliers	20.71	18.16
Advances others	0.03	0.02
Balances with government authorities (other than income taxes)	17.45	18.35
Prepaid expenses	1.91	0.93
<b>Total other current assets</b>	<b>40.10</b>	<b>37.46</b>

**Note No. 12: Inventories**

Particulars	As at	
	June 30, 2020	March 31, 2020
Raw material - components including assemblies and sub-assemblies (including goods in transit Rs. 0.34 (March 31, 2020: Rs. 0.73))	238.21	251.99
<b>Total inventories</b>	<b>238.21</b>	<b>251.99</b>

**Tejas Networks Limited**

**Notes to the unaudited standalone financial statements for the period ended June 30, 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
<b>a) Authorised Capital</b>		
Equity Share Capital of Rs. 10/- each		
<b>As at April 01, 2019</b>	<b>17,64,52,000</b>	<b>176.45</b>
Changes in equity share capital during the year		
Increase during the year	-	-
<b>As at March 31, 2020</b>	<b>17,64,52,000</b>	<b>176.45</b>
Changes in equity share capital during the year		
Increase during the year	-	-
<b>As at June 30, 2020</b>	<b>17,64,52,000</b>	<b>176.45</b>
<b>b) Issued, Subscribed and Paid up Capital</b>		
Equity Share Capital of Rs. 10/- each		
<b>Fully paid shares</b>		
<b>As at April 1, 2019</b>	<b>9,17,19,579</b>	<b>91.72</b>
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
<b>As at March 31, 2020</b>	<b>9,22,10,835</b>	<b>92.21</b>
Changes in equity share capital during the year		
Issue of equity shares under employee share option plan and restricted stock unit plan	1,24,237	0.13
<b>As at June 30, 2020</b>	<b>9,23,35,072</b>	<b>92.34</b>
<b>c) Forfeited shares (to the extent of amount paid up)*</b>		
<b>As at April 1, 2019</b>	<b>3,27,27,930</b>	<b>3.27</b>
Transaction during the year	-	-
<b>As at March 31, 2020</b>	<b>3,27,27,930</b>	<b>3.27</b>
Transaction during the year	-	-
<b>As at June 30, 2020</b>	<b>3,27,27,930</b>	<b>3.27</b>
	As at	
	June 30, 2020	March 31, 2020
<b>Total Equity Share Capital (b+c)</b>	<b>95.61</b>	<b>95.48</b>

\* 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 June 30, 2020**

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

**Note No. 14: Other Equity**

Particulars	As at	
	June 30, 2020	March 31, 2020
Securities premium	940.59	937.80
Retained earnings	2.63	12.56
Employee stock compensation outstanding account	32.88	33.92
<b>Total Other Equity</b>	<b>976.10</b>	<b>984.28</b>

**(i) Securities premium**

Particulars	As at	
	June 30, 2020	March 31, 2020
Opening Balance	937.80	931.17
Premium received upon exercise of ESOP	0.01	2.33
Premium recognised on exercise of ESOP/RSU	2.78	4.30
<b>Closing Balance</b>	<b>940.59</b>	<b>937.80</b>

**(ii) Retained earnings**

Particulars	As at	
	June 30, 2020	March 31, 2020
Opening Balance	12.56	265.56
(Loss)/Profit for the year	(9.88)	(236.16)
<i>Items of other comprehensive income recognized directly in retained earnings</i>		
Remeasurements of the post employment benefit obligation	(0.05)	(1.07)
Impact on account of adoption of Ind AS 116	-	(4.69)
Dividend (including Tax on dividend)	-	(11.08)
<b>Closing Balance</b>	<b>2.63</b>	<b>12.56</b>

**(iii) Employee stock compensation outstanding account**

Particulars	As at	
	June 30, 2020	March 31, 2020
Opening Balance	33.92	27.02
Share based payment expenses	1.74	11.20
Transferred to securities premium on exercise of ESOP/RSU	(2.78)	(4.30)
<b>Closing Balance</b>	<b>32.88</b>	<b>33.92</b>

**Tejas Networks Limited**

**Notes to the unaudited standalone financial statements for the period ended June 30, 2020**

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

**Note No. 15: Lease Liabilities**

Particulars	As at	
	June 30, 2020	March 31, 2020
<b>Non-Current</b>		
Lease Liabilities	20.81	21.91
<b>Total non-current</b>	<b>20.81</b>	<b>21.91</b>
<b>Current</b>		
Lease Liabilities	5.66	5.97
<b>Total current</b>	<b>5.66</b>	<b>5.97</b>

**Note No. 16: Provisions**

Particulars	As at	
	June 30, 2020	March 31, 2020
<b>Non-current provisions</b>		
Other provisions		
Warranty	0.55	0.59
<b>Total non-current provisions</b>	<b>0.55</b>	<b>0.59</b>
<b>Current provisions</b>		
Provision for employee benefits		
Compensated absences*	4.30	4.19
Gratuity	0.82	-
Other provisions		
Warranty	2.47	2.89
<b>Total current provisions</b>	<b>7.59</b>	<b>7.08</b>

\* The amount of provision of Rs. 4.30 (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	
	June 30, 2020	March 31, 2020
Opening balance	3.48	4.98
Unwinding of interest on provisions	0.07	0.44
Additions	(0.47)	(0.01)
Discounting of provision	(0.05)	(0.23)
Utilisation	(0.01)	(1.70)
<b>Closing balance</b>	<b>3.02</b>	<b>3.48</b>

**Disclosed as:**

Non-current	0.55	0.59
Current	2.47	2.89
	<b>3.02</b>	<b>3.48</b>

**Tejas Networks Limited****Notes to the unaudited standalone financial statements for the period ended June 30, 2020**

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

**Note No. 17: Trade Payables**

Particulars	As At	
	June 30, 2020	March 31, 2020
Total outstanding dues of micro enterprises and small enterprises	10.62	10.96
Total outstanding dues of creditors other than micro enterprises and small enterprises	50.53	66.96
<b>Total trade payables</b>	<b>61.15</b>	<b>77.92</b>

**Note No. 18: Other Financial Liabilities**

Particulars	As At	
	June 30, 2020	March 31, 2020
<b>Current</b>		
Due to employees	5.67	14.47
Capital Creditors	2.44	1.42
Accrual for expenses	22.96	23.58
Unpaid dividend	0.03	0.03
Other liabilities	0.08	0.09
<b>Total current</b>	<b>31.18</b>	<b>39.59</b>

**Note No. 19: Other Current Liabilities**

Particulars	As At	
	June 30, 2020	March 31, 2020
Advances received from customers	0.25	0.29
Deferred revenue	1.81	2.60
Statutory dues	3.46	4.13
<b>Total other current liabilities</b>	<b>5.52</b>	<b>7.02</b>

**Tejas Networks Limited**
**Notes to the unaudited standalone financial statements for the period ended June 30, 2020**

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

**Note No. 20: Revenue from Operations**

Particulars	Quarter ended		Year ended	
	June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
<b>Revenue from contract with customers</b>				
Sale of goods				
Manufactured goods - Optical and Data Networking products including multiplexers	67.27	44.63	145.58	329.14
Component sales	2.74	1.89	5.28	10.75
	70.01	46.52	150.86	339.89
Rendering of services				
Installation and commissioning revenue	0.31	1.90	2.65	14.44
Annual maintenance revenue *	7.91	5.11	6.80	26.99
Other service revenue	0.50	1.03	0.25	4.88
	8.72	8.04	9.70	46.31
<b>Total revenue from operations</b>	<b>78.73</b>	<b>54.56</b>	<b>160.56</b>	<b>386.20</b>

\* Recognised over period of time.

**Note No. 21: Other Income**

Particulars	Quarter ended		Year ended	
	June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
Interest income from banks on deposits	2.19	2.56	3.50	11.82
Gain/(Loss) on current investment carried at fair value through statement of profit and loss	0.15	(0.03)	(0.17)	(0.10)
Gain on sale of current investment carried at fair value through statement of profit and loss	0.81	1.25	1.82	4.08
Unwinding of discount on fair valuation of financial assets	0.02	0.02	0.07	0.12
Net gain on foreign currency transactions and translation	-	6.98	-	9.05
Export Incentive	0.86	1.91	1.12	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	-	0.00	0.35	1.78
Miscellaneous income	0.27	0.90	0.14	1.10
<b>Total other income</b>	<b>4.32</b>	<b>13.59</b>	<b>7.05</b>	<b>33.71</b>

**Note No. 22: Cost of Materials Consumed**

Particulars	Quarter ended		Year ended	
	June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
Opening stock	251.99	245.01	181.39	181.39
Add: Purchases	21.40	38.54	133.94	274.18
	273.39	283.55	315.33	455.57
Less: Closing stock	238.21	251.99	221.51	251.99
<b>Cost of materials consumed</b>	<b>35.18</b>	<b>31.56</b>	<b>93.82</b>	<b>203.58</b>

**Note No. 23: Employee Benefit Expenses**

Particulars	Quarter ended		Year ended	
	June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
Salaries and wages, including performance incentives	36.21	39.66	36.55	144.47
Contribution to provident and pension funds	1.67	1.67	1.67	6.72
Gratuity expenses	0.82	1.11	0.37	2.20
Employee share based payment expenses	1.74	0.98	3.16	11.20
Staff welfare expenses	1.00	1.19	1.16	4.55
	41.44	44.61	42.91	169.14
Less: Capitalized during the year [Refer Note No. 4(b)]	16.51	11.46	18.01	65.92
<b>Total employee benefit expenses</b>	<b>24.93</b>	<b>33.15</b>	<b>24.90</b>	<b>103.22</b>

**Note No. 24A: Finance Cost**

Particulars	Quarter ended		Year ended	
	June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
Interest expense				
(i) Borrowings	-	-	-	-
(ii) Unwinding of discount on fair valuation of financial liabilities	0.70	0.79	0.80	3.33
Other finance cost	0.21	0.24	2.61	4.24
<b>Total finance cost</b>	<b>0.91</b>	<b>1.03</b>	<b>3.41</b>	<b>7.57</b>



**Tejas Networks Limited**

**Notes to the unaudited standalone financial statements for the period ended June 30, 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		Year ended	
	June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
Allowance for expected credit loss	4.02	17.34	0.86	18.81
<b>Total Allowance for expected credit loss</b>	<b>4.02</b>	<b>17.34</b>	<b>0.86</b>	<b>18.81</b>

**Note No. 25: Other Expenses**

Particulars	Quarter ended		Year ended	
	June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
Installation and commissioning expenses	0.32	(1.65)	1.24	3.70
Other processing charges	0.44	0.20	0.76	1.60
Power and fuel	1.09	1.15	1.33	5.07
Housekeeping and security	0.63	0.65	0.53	2.56
Lease rentals	0.40	0.43	0.55	2.02
Repairs and maintenance - machinery	0.04	0.09	0.07	0.32
Repairs and maintenance - others	0.34	0.51	0.28	1.85
Sub-contractor charges	2.87	2.91	3.12	11.92
Insurance	0.49	0.14	0.20	0.69
Rates and taxes	0.02	0.10	-	0.11
Communication	0.33	0.27	0.28	1.13
Royalty	-	0.01	0.04	0.07
Travelling and conveyance	-	3.52	3.53	14.11
Printing and stationery	0.02	0.04	0.10	0.32
Freight and forwarding	0.74	0.51	0.39	2.29
Sales expenses	0.02	2.42	-	2.46
Sales commission	1.97	1.32	0.22	3.92
Business promotion	0.13	0.25	0.20	2.53
Director sitting fees	0.03	0.03	0.03	0.14
Legal and professional	1.48	2.68	1.32	8.38
Auditors remuneration and out-of-pocket expenses				
As auditors	0.11	0.03	0.22	0.48
For taxation matters	-	0.01	-	0.04
Certification matters	-	0.14	-	0.14
Auditors out-of-pocket expenses	0.03	-	-	0.05
Net loss on foreign currency transactions and translation	0.42	-	0.71	-
Bad Debts written off	-	-	-	0.07
Less: Provision for doubtful debts released	-	-	-	(0.02)
Provision for warranty	(0.52)	(0.20)	(0.10)	(0.24)
Expenditure on corporate social responsibility	-	1.97	-	1.97
Reimbursement of expenses to subsidiary	2.03	3.28	2.42	8.97
Subscription and Membership	0.28	0.29	0.24	1.15
Miscellaneous expenses	0.40	(0.05)	(0.03)	1.01
	14.11	21.05	17.65	78.81
Less: Capitalized during the year [Refer Note No. 4(b)]	-	-	0.75	1.39
<b>Total other expenses</b>	<b>14.11</b>	<b>21.05</b>	<b>16.90</b>	<b>77.42</b>

**Note No. 26: Income Tax Expense**

Particulars	Quarter ended		Year ended	
	June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
a. Current tax				
Tax on profits for the year	-	-	2.20	-
Adjustments for tax of prior periods	-	-	-	-
Total current tax expense	-	-	2.20	-
b. Deferred tax				
Decrease/(increase) in deferred tax assets	-	-	2.16	98.55
Total deferred tax expense/(benefit)	-	-	2.16	98.55
<b>Total Income tax</b>	<b>-</b>	<b>-</b>	<b>4.36</b>	<b>98.55</b>