

To

The Members,

MACHINT SOLUTIONS PRIVATE LIMITED

Your directors have pleasure in presenting the 05th Annual Report of your company along with the Audited Financial Statements for the Financial Year ended on 31st March 2023 ("financial under review"/or "period under review"). Further, in compliance with the Companies Act, 2013, the company has made all requisite disclosures in the Board Report with the objective of accountability and transparency in its operations and to make you aware about its performance and future perspective.

1. FINANCIAL HIGHLIGHTS

(Amount in Rs.)

Particulars	FY 2023	FY 2022
Gross Income	48,48,27,328	19,55,55,387
Expenditure	36,26,82,716	17,07,09,490
Profit before Tax	3,66,57,914.12	2,48,45,897
Tax Expense	1,09,55,178	65,85,882
Profit transferred to Reserves	2,57,02,736	1,82,60,015

2. ANNUAL RETURN

The Annual Return as provided under sub-section (3) of Section 92 of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 has been placed on the website of the Company www.machint.com.

3. STATE OF COMPANY'S AFFAIRS AND FUTURE OUTLOOK

During the year under review your company has posted a turnover of Rs. 48,48,27,328 with Rs. 3,66,57,914 of Profit Before Tax and a Net Profit of Rs. 2,57,02,736. Your Board is optimistic that the Company will post improved performance in the coming years. The Company continue to make significant progress in building new business & revenue-lines on the back of existing platform capabilities. Your directors are hopeful for better results as regards to future prospects and profitability of the Company

Machint Solutions Pvt. Ltd, D.No. 2-93/8 & 2-93/9, Survey No.9, 3 Cube Towers, 1st Floor, Whitefields,
Kondapur, Hyderabad -500 084, Telangana, India

Email: accounts@machint.com / 040 - 29557878 / CIN: U74999TG2018PTC127147

4. DIVIDEND

Considering the financial position of the Company, the Board of Directors did not recommend any dividend for the financial year 2022-23.

5. INFORMATION ABOUT SUBSIDIARY/ JV/ ASSOCIATE COMPANY

The Company does not have any Subsidiary or Joint Venture or Associate Company at the close of financial year under report and even as on date.

However, during the year M/s. Lancesoft India Private Limited is ceased as associate company.

6. SHARE CAPITAL:

The Authorised share capital of the company as on 31st March, 2023 was Rs. 3,25,00,000/- (Rupees Three Crores Twenty Five Lakhs only) divided into 32,50,000 (Thirty Two Lakhs Fifty Thousand) Equity shares of Rs.10/- (Rupees Ten Only) each.

7. MEETINGS OF THE BOARD OF DIRECTORS

During the Financial Year ended March 31, 2023, 6 (Six) Board Meetings were held and the dates on which the Board meetings were held as follows

Sl. No	Date of Meeting	Total No of Directors on the date of Meeting	No of directors attended	% of attendance
1.	19/04/2022	4	4	100%
2.	16/05/2022	4	4	100%
3.	13/06/2022	4	4	100%
4	08/09/2022	4	4	100%
5.	27/12/2023	4	4	100%
6.	25/01/2023	4	4	100%
7.	03/03/2023	4	4	100%

The intervening gap between the Meetings was in compliance with the requirements stipulated under the provisions of the Companies Act, 2013 and the Secretarial Standards.

The attendance of each Director in Board Meeting held during the Financial Year 2022-23 as follows

Name of the Director	Category	Number of Board meetings held	Number of Board meetings attended	Meetings held during tenure as	Whether attended last AGM
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				Director	
Kalyan Chakravarthy Sanakkayala	Managing Director	7	7	7	Yes
Pratap Kumar Sanakkayala	Whole-time director	7	7	7	Yes
Padmavathi Chillara	Director	7	7	7	Yes
Srinivasa Rao Goli	Director	7	7	7	Yes

8. GENERAL MEETINGS

During the Financial Year ended March 31, 2023, 1 (One) General Meeting were held and the dates on which the Annual General Meetings were held on 02.02.2023

The details and attendance of General Meeting held during the Financial Year 2022-23 is mentioned below,

Type of Meeting	Date of Meeting	Total No. of Members entitled to attend the Meeting	No. of Members Attended
Annual General Meeting	02.02.2023	21	21

9. DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 134(5) of the Companies Act, 2013 the Board of Directors of the Company confirms that-

- (a) In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) The directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

- (d) The directors had prepared the annual accounts on a going concern basis; and
- (e) Company being unlisted sub clause (e) of section 134(5) is not applicable.
- (f) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

10. AUDITORS AND REPORT THEREON

STATUTORY AUDIT

M/s. N S V R & ASSOCIATES LLP (FRN: 008801S/S200060) Chartered Accountants, were appointed as Statutory Auditors for a period of 5 years in the Annual General Meeting held on 30-09-2019.

The Audit Report given by M/s. N S V R & ASSOCIATES LLP, Chartered Accountants hereunder is forming part of the Annual Report. Explanation by the Board on qualifications made by Statutory Auditor:

COST AUDIT AND COST RECORDS

Provisions of Section 148(1) of the Act read with the Companies (Cost Records and Audit) Rules, 2014 with reference to the maintenance of cost records is not applicable to the Company.

11. LOANS, GUARANTEES AND INVESTMENTS

Details of Loans: Nil

Details of Investments: Nil

Details of Guarantee / Security Provided: Nil

12. RELATED PARTY TRANSACTIONS

All Related Party Transactions entered during the year were in Ordinary Course of the Business and on Arm's Length basis. The Material Related Party Transactions, i.e. transactions exceeding ten percent of the annual consolidated turnover as per the last audited financial statements, were entered during the year by your Company. Hence Form AOC 2 is not applicable.

Details of Related Parties :

Description of relationship	Relationship
Key Management Personnel (KMP)	<ol style="list-style-type: none"> 1. S Kalyan Chakravarthy 2. S Rajesh 3. Goli Srinivasa Rao 4. Sri Rama Subba Rao Kopparthi 5. Pratap Kumar Sanakkayala
Relatives of KMP	<ol style="list-style-type: none"> 1. Lakshmi Durga Goli 2. Girija Kumari Sanakkayala 3. Padmavathi Chillara 4. Jaya Venkata Satya Sri Lakshmi Sanakkayala
Entities in which KMP /Relatives of KMP can exercise significant influence	<ol style="list-style-type: none"> 1. Machint Solutions LLC 2. Tecknotiq Solutions Private Limited

Nature of Transaction	Entities in which KMP /Relatives of KMP can exercise significant influence
Sales of Service	3,95,79,837 (3,04,47,483)
Trade Receivables	NIL (3,79,71,815)

Note : Brackets represents Previous year's Figures

13. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION

(A) Conservation of energy

(i) the steps taken or impact on conservation of energy;	Your company's operations are not energy intensive. However, adequate measures are always taken to ensure optimum utilisation and conservation of energy.
(ii) the steps taken by the company for utilising alternate sources of energy;	
(iii) the capital investment on energy conservation equipments;	Nil

(B) Technology absorption-

(i) the efforts made towards technology absorption;	The Company strives to implement the latest available technologies in its operations.
(ii) the benefits derived like product improvement, cost reduction, product development or import substitution;	
(iii) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-	Nil
(a) the details of technology imported;	
(b) the year of import;	
(c) whether the technology been fully absorbed;	
(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and	
(iv) the expenditure incurred on Research and Development.	Nil

14. FOREIGN EXCHANGE EARNINGS AND OUTGO

Foreign Exchange earnings : 36,32,54,426

Foreign Exchange outgoings : 47,47,845

15. RISK MANAGEMENT

The Company has implemented various risk management practices as part of its business process. The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

16. DIRECTORS AND KEY MANAGERIAL PERSONNEL

Details of directors and Key managerial personnel as on the closure of financial 2022-23 is given below

Name	DIN / PAN	Designation
Mr. Kalyan Chakravarthy Sanakkayala	08104981	Managing Director
Mrs.Padmavathi Chillara	08160329	Director
Mr. Srinivasa Rao Goli	08744295	Director
Mr. Pratap Kumar Sanakkayala	09537252	Whole Time Director
Mr. Sri Rama Subba Rao Kopparthi	08821342	Whole Time Director

During the year under review following changes has been occurred :

- Cessation of Mr. Sri Rama Subba Rao Kopparthi as a Whole Time Director in the Board Director of the company in the Board Meeting held on 16/05/2022

17. DEPOSITS

During the financial year under review your company has not accepted any deposits falling within the meaning of Section 73 of Companies Act, 2013 read with the Companies (Acceptance of Deposits) Rules, 2014.

Further, there are no amounts outstanding at the beginning of financial year 2022-2023, which can be classified as 'Deposits' in terms of Section 73 of the Companies Act, 2013 read with Companies (Acceptance of Deposit) Rules, 2014.

However, the details of loans from directors during the financial year, as mentioned below:

Name of Director/Company	Loan taken during the year	Loan remaining at the end of the year
Mr. Kalyan Chakravarthy Sanakkayala	94,93,283	24,78,738
Mrs.Padmavathi Chillara	NIL	NIL
Mr. Srinivasa Rao Goli		
Mr. Pratap Kumar Sanakkayala		

18. EMPLOYEE STOCK OPTION SCHEME

The Company has issued employee stock options to its employees under the MSPL Employee Stock Option Plan, 2021. The detailed disclosure as required under Rule 12 of the Companies (Share Capital and Debentures) Rules, 2014 is annexed herewith as “**Annexure-A**” and forms part of this report.

19. CORPORATE SOCIAL RESPONSIBILITY

Since the company does not fall with any of the parameters specified under the provisions of Section 135 of the Companies Act, 2013 read with rules made there under, reporting pursuant to Section 134 (3) is not applicable

20. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

Your Company has set up an Internal Complaints Committee to redress complaints received regarding sexual harassment. Your Company has not received any sexual harassment complaints during the financial year.

21. DETAILS OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS

The Board has established procedures for ensuring the orderly and efficient conduct of its business including safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of accounting records.

22. VIGIL MECHANISM

The provisions relating to Vigil Mechanism are not applicable to the Company.

23. OTHER DISCLOSURE:

Your Directors confirm that:

- There was no change in the nature of business of the company
- There was no proceeding pending under the Insolvency and Bankruptcy Code, 2016.

- There was no instance of onetime settlement with any Bank or Financial Institution
- The Company has adjusted an amount of Rs. 2,57,02,736/- to General Reserve Account during the financial year 2022-23.
- There was no transfer to Investor Education And Protection Fund, since there was no unpaid/unclaimed Dividend
- The Company has duly complied with the applicable Secretarial Standards.
- There are no significant and material orders passed by the regulators or Courts or Tribunals impacting the going concern status and the company's operations in future.
- The information required pursuant to Section 197 read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company are not applicable to this company.
- No frauds were reported under section 143(12) of the Companies Act 2013.
- There are no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year to which the financial statements relate and the date of this report
- The Company has not issued any Sweat Equity Shares or bonus shares during the year under review.

24. ACKNOWLEDGEMENT

Your Directors wish to express their appreciation to the continued co-operation received from the Banks, Government Authorities, Customers, Vendors and Shareholders during the year under review. Your Directors also wish to place on record their appreciation for the service of the Executives, staff and workers of the Company.

For and on behalf of the Board of Directors

MACHINT SOLUTIONS PRIVATE LIMITED

SANAKKAYALA
CHINNA KALYANA
CHAKRAVARTHY

Digitally signed by
SANAKKAYALA CHINNA
KALYANA CHAKRAVARTHY
Date: 2024.02.22 10:46:57
+05'30'

KalyanChakravarthy S
Managing Director
DIN: 08104981

PRATAP KUMAR
SANAKKAYALA

Digitally signed by PRATAP
KUMAR SANAKKAYALA
Date: 2024.02.22 10:49:47
+05'30'

Pratap Kumar Sanakkayala
Whole-time director
DIN : 09537252

Date: 18-09-2023

Place: Hyderabad

Machint Solutions Pvt. Ltd, D.No. 2-93/8 & 2-93/9, Survey No.9, 3 Cube Towers, 1st Floor, Whitefields,
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Annexure-A

DETAILS OF EMPLOYEE STOCK OPTION SCHEME

Disclosure pursuant to Regulation 14 of Securities and Exchange Board of India
(Share Based Employee Benefits) Regulations, 2014 as on March 31, 2023

Sr. No.	Particulars	Details									
1.	Options granted	NIL									
2.	Options vested	NIL									
3.	Options exercised	NIL									
4.	The total number of shares arising as a result of exercise of option	N.A.									
5.	Options lapsed	NIL									
6.	Exercise Price	NIL									
7.	Variation of terms of options	Nil									
8.	Money realized by exercise of options	Nil									
9.	Total number of options in force	NIL									
10.	Employee wise details of options granted to										
	a) Key Managerial Personnel;	<table> <tr> <th>Sr. No.</th><th>Name</th><th>No. of Options granted</th></tr> <tr> <td>1.</td><td></td><td></td></tr> <tr> <td>2.</td><td></td><td></td></tr> </table>	Sr. No.	Name	No. of Options granted	1.			2.		
Sr. No.	Name	No. of Options granted									
1.											
2.											
	b) Any other employee who receives a grant of options in any one year of option amounting to five percent or more of options granted during that year; and	<table> <tr> <th>Sr. No.</th><th>Name</th><th>No. of Options granted</th></tr> <tr> <td>1.</td><td></td><td></td></tr> <tr> <td>2.</td><td></td><td></td></tr> </table>	Sr. No.	Name	No. of Options granted	1.			2.		
Sr. No.	Name	No. of Options granted									
1.											
2.											
	c) Identified employees who were granted option, during any one year, equal to or exceeding one percent of the issued capital (excluding outstanding warrants and conversions) of the company at the time of grant.	Nil									