

## Tejas Networks Limited

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

Consolidated Unaudited Balance Sheet as at	Notes	September 30, 2021	March 31, 2021
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4(a)	30.23	29.48
Right-of-use assets	4(a)	17.61	16.10
Intangible assets	4(b)	65.97	65.43
Intangible assets under development	4(b)	42.06	24.49
Financial assets			
(i) Investments	5(a)	0.00	0.00
(ii) Trade receivables	6	73.39	72.97
(iii) Other financial assets	9	6.95	6.91
Current Tax Asset (net)	10(a)	40.89	62.61
Deferred Tax Assets	10(b)	58.21	56.72
Other non-current assets	11	9.78	6.98
<b>Total non - current assets</b>		<b>345.09</b>	<b>341.69</b>
<b>Current assets</b>			
Inventories	12	226.36	213.65
Financial assets			
(i) Investments	5(b)	588.91	37.37
(ii) Trade receivables	6	340.78	341.03
(iii) Cash and cash equivalents	7(i)	142.31	53.43
(iv) Bank balances other than (iii) above	7(ii)	224.27	164.09
(v) Loans	8	0.38	0.35
(vi) Other financial assets	9	241.42	110.30
Other current assets	11	84.06	49.97
<b>Total current assets</b>		<b>1,848.49</b>	<b>970.19</b>
<b>Total assets</b>		<b>2,193.58</b>	<b>1,311.88</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	13	117.19	96.51
Other equity	14	1,875.91	1,037.69
<b>Total equity</b>		<b>1,993.10</b>	<b>1,134.20</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Financial liabilities			
(i) Lease Liabilities	15	15.99	17.07
Provisions	16	0.64	0.69
<b>Total non - current liabilities</b>		<b>16.63</b>	<b>17.76</b>
<b>Current liabilities</b>			
Financial liabilities			
(i) Lease Liabilities	15	7.18	4.83
(ii) Trade payables	17		
(a) Total outstanding dues of micro enterprises and small enterprises		8.09	11.84
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		113.91	80.38
(iii) Other financial liabilities	18	37.52	47.26
Provisions	16	8.85	5.22
Other current liabilities	19	8.30	10.39
<b>Total current liabilities</b>		<b>183.85</b>	<b>159.92</b>
<b>Total liabilities</b>		<b>200.48</b>	<b>177.68</b>
<b>Total equity and liabilities</b>		<b>2,193.58</b>	<b>1,311.88</b>

Consolidated Unaudited Statement of Profit and Loss	Notes	Quarter ended		Six Months Ended			Year Ended
		September 30, 2021	June 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	March 31, 2021
I Revenue from operations	20	172.78	144.25	110.06	317.03	190.17	526.60
II Other Income	21	4.17	8.38	8.11	12.55	12.45	24.85
<b>III Total income (I + II)</b>		<b>176.95</b>	<b>152.63</b>	<b>118.17</b>	<b>329.58</b>	<b>202.62</b>	<b>551.45</b>
<b>IV Expenses</b>							
Cost of materials consumed	22	92.60	73.81	58.97	166.41	94.15	268.74
Employee benefit expense	23	32.12	29.60	26.28	61.72	53.15	116.33
Finance costs	24A	0.90	1.26	1.02	2.16	1.96	3.70
Depreciation and amortization expense	4(c)	18.28	16.39	11.84	34.67	25.62	52.12
Allowance for expected credit loss	24B	5.14	1.16	(0.82)	6.30	3.20	14.80
Other expenses	25	24.58	22.07	16.35	46.65	29.77	73.24
<b>Total expenses (IV)</b>		<b>173.62</b>	<b>144.29</b>	<b>113.64</b>	<b>317.91</b>	<b>207.85</b>	<b>528.93</b>
<b>V Profit/(Loss) before tax (III - IV)</b>		<b>3.33</b>	<b>8.34</b>	<b>4.53</b>	<b>11.67</b>	<b>(5.23)</b>	<b>22.52</b>
<b>VI Income tax expense</b>	26						
Current tax		0.19	1.44	-	1.63	-	-
Deferred tax expense/(benefit)		(0.52)	(0.65)	-	(1.17)	-	(15.02)
<b>Total tax expense (VI)</b>		<b>(0.33)</b>	<b>0.79</b>	<b>-</b>	<b>0.46</b>	<b>-</b>	<b>(15.02)</b>
<b>VII Profit/(Loss) after tax (V - VI)</b>		<b>3.66</b>	<b>7.55</b>	<b>4.53</b>	<b>11.21</b>	<b>(5.23)</b>	<b>37.54</b>
<b>VIII Other comprehensive income/(loss)</b>							
Items that will not be reclassified to profit or loss							
Remeasurements of the defined benefit obligation		(1.90)	0.05	0.75	(1.85)	0.70	2.21
Income tax relating to above		0.33	(0.01)	-	0.32	-	-
Items that will be reclassified to profit or loss							
Exchange differences on translation of foreign operations		0.45	0.01	(0.07)	0.46	(0.07)	(0.19)
<b>Other comprehensive income/(loss) for the period, net of tax (VIII)</b>		<b>(1.12)</b>	<b>0.05</b>	<b>0.68</b>	<b>(1.07)</b>	<b>0.63</b>	<b>2.02</b>
<b>IX Total comprehensive income/(loss) for the period (VII + VIII)</b>		<b>2.54</b>	<b>7.60</b>	<b>5.21</b>	<b>10.14</b>	<b>(4.60)</b>	<b>39.56</b>
<b>X Earnings/(Loss) per equity share</b>							
<b>Equity shares of par value Rs. 10 each</b>							
Basic		0.37	0.81	0.49	1.17	(0.57)	4.05
Diluted		0.30	0.78	0.49	0.93	(0.57)	3.99
Weighted average equity shares used in computing earnings per equity share							
Basic		9,83,79,317	9,33,45,059	9,23,60,935	9,58,75,943	9,23,10,677	9,25,53,796
Diluted		12,37,33,801	9,67,87,743	9,26,64,459	12,08,71,766	9,23,10,677	9,41,28,273

Consolidated Unaudited Statement of Cash Flows	Notes	Year Ended	
		Six Months Ended September 30, 2021	March 31, 2021
<b>Cash flows from operating activities</b>			
Profit/(Loss) before tax for the period		11.67	22.52
Adjustments to reconcile net profit/(loss) to net cash generated from operating activities:			
Depreciation and amortization expense	4(c)	34.67	52.12
Allowance for expected credit loss	24B	6.30	14.80
Interest Income	21	(9.44)	(20.27)
(Gain)/Loss on current investment carried at fair value through statement of profit and loss	21	(0.08)	0.18
Gain on sale of current investment carried at fair value through statement of profit and loss	21	(0.54)	(2.81)
Finance costs	24A	2.16	3.70
Unrealized Exchange Difference on cash held in foreign currencies		(0.15)	-
Unrealised Exchange Differences (Net)		(0.45)	5.08
Expense recognized in respect of equity-settled share-based payments	23	3.88	8.00
		<b>48.02</b>	<b>83.31</b>
Movements in working capital:			
(Increase)/decrease in inventories		(12.71)	38.34
(Increase)/decrease in trade receivables		(5.58)	21.69
(Increase)/decrease in loans		(0.03)	0.81
(Increase)/decrease in other financial assets		(0.45)	4.93
(Increase)/decrease in other assets		(33.00)	(12.76)
Increase/(decrease) in trade and other payables		28.82	17.70
Increase/(decrease) in provisions		1.67	(0.20)
Increase/(decrease) in other financial liabilities		(10.85)	5.16
Increase/(decrease) in other liabilities		(2.01)	3.44
<b>Cash generated from operations</b>		<b>13.88</b>	<b>162.42</b>
Income taxes refund/(paid)		21.81	(4.77)
<b>a) Net cash generated from operating activities</b>		<b>35.69</b>	<b>157.65</b>
<b>Cash flows from investing activities</b>			
Expenditure on property, plant and equipment		(9.89)	(14.16)
Expenditure on intangible assets (including under development)		(42.48)	(68.36)
Investments in Deposits with banks		(89.69)	(238.43)
Withdrawals of Deposits from banks		29.51	150.62
Investments in Deposits with financial institutions		(165.48)	(144.44)
Withdrawals of Deposits from financial institutions		35.51	121.46
Investments in liquid mutual funds		(945.29)	(555.05)
Redemption of liquid mutual funds		394.37	571.26
Interest received		6.79	9.83
<b>b) Net cash (used in) investing activities</b>		<b>(786.65)</b>	<b>(167.26)</b>
<b>Cash flows from financing activities</b>			
Proceeds from exercise of restricted stock units/ESOPs		7.58	5.70
Proceeds from Issue of Fresh Equity shares through Private Placement (Net of Issue Expenses)		499.81	-
Proceeds from Issue of Share Warrants		337.50	-
Principal repayment on lease liabilities		(3.11)	(5.73)
Interest payment on lease liabilities		(1.12)	(2.29)
Interest paid		(0.97)	(1.12)
<b>c) Net cash generated from/(used in) financing activities</b>		<b>839.69</b>	<b>(3.44)</b>
<b>d) Net increase/(decrease) in cash and cash equivalents</b>		<b>88.73</b>	<b>(13.05)</b>
Cash and cash equivalents at the beginning of the year [Refer Note No. 7(i)]		53.43	66.48
Effects of exchange rate changes on the balance of cash held in foreign currencies		0.15	-
<b>Cash and cash equivalents at the end of the period [Refer Note No. 7(i)]</b>		<b>142.31</b>	<b>53.43</b>

**A. Equity share capital**

Particulars	Note	Amount
As at April 1, 2020*		95.48
Increase in equity share capital on account of exercise of ESOP and RSU	13	1.03
As at March 31, 2021*		96.51
Increase in equity share capital on account of exercise of ESOP and RSU	13	1.30
Issue of equity shares under Private Placement		19.38
As at September 30, 2021*		117.19

\* Includes forfeited shares of Rs. 3.27

**B. Other equity**

Particulars	Note	Share application money pending allotment	Reserves and surplus			Money received against share warrants	Exchange differences on translating the financial statements of a foreign operation	Total
			Securities premium	Employee stock compensation outstanding account	Retained earnings			
Balance as at April 1, 2020		-	937.80	33.92	12.53	-	1.21	985.46
Profit for the year	14	-	-	-	37.54	-	-	37.54
Other comprehensive income	14	-	-	-	2.21	-	(0.19)	2.02
<b>Total comprehensive income for the year</b>		-	-	-	39.75	-	(0.19)	39.56
<b>Transaction with owners in their capacity as owners:</b>								
Premium received on exercise of ESOP	14	-	4.67	-	-	-	-	4.67
Employee share based payment expenses	23	-	-	8.00	-	-	-	8.00
Reclassification upon exercise of ESOP/RSU	14	-	8.80	(8.80)	-	-	-	-
Impact on account of adoption of Ind AS 116		-	-	-	-	-	-	-
Dividend paid		-	-	-	-	-	-	-
Dividend distribution tax		-	-	-	-	-	-	-
<b>Balance as at March 31, 2021</b>		-	951.27	33.12	52.28	-	1.02	1,037.69
<b>Balance as at April 1, 2021</b>		-	951.27	33.12	52.28	-	1.02	1,037.69
Profit for the period	14	-	-	-	11.21	-	-	11.21
Other comprehensive income	14	-	-	-	(1.53)	-	0.46	(1.07)
<b>Total comprehensive income for the period</b>		-	-	-	9.68	-	0.46	10.14
<b>Transaction with owners in their capacity as owners:</b>								
Premium received on exercise of ESOP	14	-	6.24	-	-	-	-	6.24
Premium received on Issue of shares through Private placement	14	-	480.62	-	-	-	-	480.62
Private Placement Shares issue expense	14	-	(0.19)	-	-	-	-	(0.19)
Employee share based payment expenses	23	-	-	3.87	-	-	-	3.87
Reclassification upon exercise of ESOP/RSU	14	-	10.28	(10.28)	-	-	-	-
Employee share application money pending allotment	14	0.04	-	-	-	-	-	0.04
Money received against share warrants		-	-	-	-	337.50	-	337.50
<b>Balance as at September 30, 2021</b>		0.04	1,448.22	26.71	61.96	337.50	1.48	1,875.91

**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	P&M - Moulds,Dies etc #	Servers	Total	Right-of-use asset*
<b>Gross carrying value as of April 1, 2020</b>	<b>22.83</b>	<b>0.87</b>	<b>7.31</b>	<b>9.52</b>	<b>1.72</b>	<b>7.24</b>	<b>0.14</b>	<b>28.03</b>	-	<b>3.69</b>	<b>81.35</b>	<b>26.52</b>
Additions	1.68	0.28	0.03	0.11	0.22	1.96	-	8.78	-	0.56	13.62	-
Deletions	-	-	-	-	0.06	0.02	-	-	-	-	0.08	-
<b>Gross carrying value as of March 31, 2021</b>	<b>24.51</b>	<b>1.15</b>	<b>7.34</b>	<b>9.63</b>	<b>1.88</b>	<b>9.18</b>	<b>0.14</b>	<b>36.81</b>	-	<b>4.25</b>	<b>94.89</b>	<b>26.52</b>
<b>Accumulated depreciation as of April 1, 2020</b>	<b>(13.31)</b>	<b>(0.60)</b>	<b>(5.51)</b>	<b>(5.99)</b>	<b>(0.84)</b>	<b>(5.32)</b>	<b>(0.05)</b>	<b>(17.81)</b>	-	<b>(1.37)</b>	<b>(50.80)</b>	<b>(5.23)</b>
Depreciation for the year	(3.93)	(0.12)	(0.69)	(0.98)	(0.35)	(1.56)	(0.04)	(6.28)	-	(0.74)	(14.69)	(5.19)
Accumulated depreciation on deletions	-	-	-	-	(0.06)	(0.02)	-	-	-	-	(0.08)	-
<b>Accumulated depreciation as of March 31, 2021</b>	<b>(17.24)</b>	<b>(0.72)</b>	<b>(6.20)</b>	<b>(6.97)</b>	<b>(1.13)</b>	<b>(6.86)</b>	<b>(0.09)</b>	<b>(24.09)</b>	-	<b>(2.11)</b>	<b>(65.41)</b>	<b>(10.42)</b>
<b>Carrying value as of March 31, 2021</b>	<b>7.27</b>	<b>0.43</b>	<b>1.14</b>	<b>2.66</b>	<b>0.75</b>	<b>2.32</b>	<b>0.05</b>	<b>12.72</b>	-	<b>2.14</b>	<b>29.48</b>	<b>16.10</b>
<b>Gross carrying value as of April 1, 2021</b>	<b>24.51</b>	<b>1.15</b>	<b>7.34</b>	<b>9.63</b>	<b>1.88</b>	<b>9.18</b>	<b>0.14</b>	<b>36.81</b>	-	<b>4.25</b>	<b>94.89</b>	<b>26.52</b>
Additions	0.76	0.15	0.02	-	0.10	1.01	-	3.38	2.03	0.53	7.98	4.58
Deletions	-	-	-	-	-	-	-	-	-	-	-	2.32
<b>Gross carrying value as of September 30, 2021</b>	<b>25.27</b>	<b>1.30</b>	<b>7.36</b>	<b>9.63</b>	<b>1.98</b>	<b>10.19</b>	<b>0.14</b>	<b>40.19</b>	<b>2.03</b>	<b>4.78</b>	<b>102.87</b>	<b>28.78</b>
<b>Accumulated depreciation as of April 1, 2021</b>	<b>(17.24)</b>	<b>(0.72)</b>	<b>(6.20)</b>	<b>(6.97)</b>	<b>(1.13)</b>	<b>(6.86)</b>	<b>(0.09)</b>	<b>(24.09)</b>	-	<b>(2.11)</b>	<b>(65.41)</b>	<b>(10.42)</b>
Depreciation for the year	(1.78)	(0.07)	(0.28)	(0.48)	(0.15)	(0.75)	(0.02)	(2.92)	(0.36)	(0.42)	(7.23)	(3.07)
Accumulated depreciation on deletions	-	-	-	-	-	-	-	-	-	-	-	(2.32)
<b>Accumulated depreciation as of September 30, 2021</b>	<b>(19.02)</b>	<b>(0.79)</b>	<b>(6.48)</b>	<b>(7.45)</b>	<b>(1.28)</b>	<b>(7.61)</b>	<b>(0.11)</b>	<b>(27.01)</b>	<b>(0.36)</b>	<b>(2.53)</b>	<b>(72.64)</b>	<b>(11.17)</b>
<b>Carrying value as of September 30, 2021</b>	<b>6.25</b>	<b>0.51</b>	<b>0.88</b>	<b>2.18</b>	<b>0.70</b>	<b>2.58</b>	<b>0.03</b>	<b>13.18</b>	<b>1.67</b>	<b>2.25</b>	<b>30.23</b>	<b>17.61</b>

# includes P&M-Moulds & Dies, Jigs & Fixtures, Mech Chassis Tools, Spares, MFG Prototypes, R&D-Prototypes and other Tools

\* Right-of-use asset pertains to buildings.

Tejas Networks Limited

Notes to the unaudited consolidated financial statements for the Six Months ended September 30, 2021

(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, 2020</b>	<b>19.22</b>	<b>244.13</b>	<b>263.35</b>	<b>64.09</b>
Additions	2.72	68.14	70.86	65.64
Transfers	-	-	-	68.14
Deletions	-	32.77	32.77	37.10
<b>Gross carrying value as of March 31, 2021</b>	<b>21.94</b>	<b>279.50</b>	<b>301.44</b>	<b>24.49</b>
<b>Accumulated amortization 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	(3.02)	(29.22)	(32.24)	-
Deletions	-	32.77	32.77	37.10
<b>Accumulated amortization and impairment as of March 31, 2021</b>	<b>(20.96)</b>	<b>(215.05)</b>	<b>(236.01)</b>	<b>-</b>
<b>Carrying value as of March 31, 2021</b>	<b>0.98</b>	<b>64.45</b>	<b>65.43</b>	<b>24.49</b>
<b>Gross carrying value as of April 1, 2021</b>	<b>21.94</b>	<b>279.50</b>	<b>301.44</b>	<b>24.49</b>
Additions	3.39	21.52	24.91	39.09
Transfers	-	-	-	21.52
<b>Gross carrying value as of September 30, 2021</b>	<b>25.33</b>	<b>301.02</b>	<b>326.35</b>	<b>42.06</b>
<b>Accumulated amortization and impairment as of April 1, 2021</b>	<b>(20.96)</b>	<b>(215.05)</b>	<b>(236.01)</b>	<b>-</b>
Amortization expenses for the period	(1.72)	(22.65)	(24.37)	-
<b>Accumulated amortization and impairment as of September 30, 2021</b>	<b>(22.68)</b>	<b>(237.70)</b>	<b>(260.38)</b>	<b>-</b>
<b>Carrying value as of September 30, 2021</b>	<b>2.65</b>	<b>63.32</b>	<b>65.97</b>	<b>42.06</b>

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

Particulars	Period Ended	Year Ended
	September 30, 2021	March 31, 2021
Depreciation on property, plant and equipment [Refer Note No. 4(a)]	7.23	14.69
Depreciation on right of use assets [Refer Note No. 4(a)]	3.07	5.19
Amortization of intangible assets [Refer Note No. 4(b)]	24.37	32.24
<b>Total depreciation and amortization expenses</b>	<b>34.67</b>	<b>52.12</b>

Tejas Networks Limited

Notes to the unaudited consolidated financial statements for the Six Months ended September 30, 2021

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

**Note No. 5: Investments**

Particulars	As at			
	September 30, 2021	March 31, 2021		
<b>5(a) Non-Current investments (Quoted) {FVTPL}</b>				
<b>Equity instruments</b>				
Investment in ELCIA ESDM Cluster ( No. of shares 1100)	0.00	0.00		
<b>Total Non-Current investments</b>	<b>0.00</b>	<b>0.00</b>		
<b>5(b) 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	1,79,686	6.06	80,801	2.68
Axis liquid fund Direct Growth - CFDG	44,203	10.27	23,841	5.45
DSP Liquidity Fund - Direct Plan - Growth	-	-	1,031	0.30
ICICI Prudential Liquid Fund Direct Plan Growth	3,80,366	11.78	85,949	2.62
	2,43,732	80.01		-
Nippon India Money Market Fund - Direct Growth Plan Growth Option				
Nippon India Liquid Fund - Direct Plan Growth Plan - Growth Option	84,745	43.35	24,774	12.47
Tata Money Market Fund Direct Plan - Growth	9,56,609	358.36		-
Tata Liquid Fund Direct Plan Growth	2,39,559	79.08	42,672	13.85
<b>Total current investments</b>	<b>588.91</b>		<b>37.37</b>	

**Tejas Networks Limited**

**Notes to the unaudited consolidated financial statements for the Six Months ended September 30, 2021**

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

**Note No. 6: Trade Receivables**

Particulars	As at	
	September 30, 2021	March 31, 2021
<b>Non-Current</b>		
Trade receivables considered good - secured	-	-
Trade receivables considered good - unsecured	85.91	84.84
Less: Allowance for expected credit loss	(12.52)	(11.87)
Trade receivables which have significant increase in credit risk	-	-
Trade receivables - credit impaired	-	-
<b>Total non current</b>	<b>73.39</b>	<b>72.97</b>
<b>Current</b>		
Trade receivables considered good - secured	-	-
Trade receivables considered good - unsecured	384.67	379.22
Receivables from related parties considered good - unsecured	-	-
Less: Allowance for expected credit loss	(43.89)	(38.19)
Trade receivables which have significant increase in credit risk	-	-
Trade receivables - credit impaired	-	-
<b>Total current</b>	<b>340.78</b>	<b>341.03</b>

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

Particulars	As at	
	September 30, 2021	March 31, 2021
<b>(i) Cash and Cash Equivalents</b>		
<i>(a) Balances with banks</i>		
(i) In current accounts	116.72	33.59
(ii) In EEFC accounts	25.59	19.84
<b>Total cash and cash equivalents</b>	<b>142.31</b>	<b>53.43</b>
<b>(ii) Other Bank Balances</b>		
Balances with banks in unpaid dividend account	0.03	0.03
Deposits with original maturity of more than three months but less than twelve months	215.17	148.23
Balances held as margin money or security against fund and non-fund based banking arrangements	9.07	15.83
<b>Total other bank balances</b>	<b>224.27</b>	<b>164.09</b>



**Tejas Networks Limited**

**Notes to the unaudited consolidated financial statements for the Six Months ended September 30, 2021**

(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) and deposits with financial institutions as on Balance Sheet dates are as follows:

Particulars	As at	
	September 30, 2021	March 31, 2021
<b>a) Current Accounts</b>		
Axis Bank	0.02	0.01
Citibank	0.06	0.04
Citibank, Dubai	0.30	0.10
Citibank, Mexico	0.01	-
Citibank, USA	1.20	1.64
HDFC Bank	-	6.61
ICICI Bank	22.83	0.11
Kotak Mahindra Bank	0.14	3.40
Standard Chartered Bank	90.75	20.38
Standard Chartered Bank, Nairobi	0.22	0.08
Standard Chartered Bank, Singapore	0.79	0.66
Standard Chartered Bank, Kuala Lumpur	0.14	0.10
Standard Chartered Bank, South Africa	0.22	0.24
State Bank of India	0.04	0.22
	<b>116.72</b>	<b>33.59</b>
<b>b) EEFC Accounts</b>		
Citibank	21.13	4.60
Standard Chartered Bank	4.46	15.24
	<b>25.59</b>	<b>19.84</b>
<b>c) Balances with banks in unpaid dividend account</b>		
Axis Bank	0.03	0.03
	<b>0.03</b>	<b>0.03</b>
<b>d) Deposits with original maturity of more than three months but less than twelve months</b>		
Axis Bank	52.92	41.49
IndusInd Bank	52.96	45.00
Karnataka Bank	50.00	-
Kotak Mahindra Bank	5.45	7.96
Standard Chartered Bank	4.14	4.08
ICICI Bank	39.80	39.80
Yes Bank	9.90	9.90
	<b>215.17</b>	<b>148.23</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	-	3.37
Citibank	0.57	0.63
Kotak Mahindra Bank	8.50	8.94
Standard Chartered Bank	-	2.89
	<b>9.07</b>	<b>15.83</b>
<b>f) Deposits with original maturity of more than twelve months (Refer Note 9)</b>		
Axis Bank	0.19	0.19
	<b>0.19</b>	<b>0.19</b>
<b>g) 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	1.35	1.35
	<b>1.35</b>	<b>1.35</b>
<b>h) Deposits with financial institutions (Refer Note No. 9)</b>		
Bajaj Finance Limited	210.00	60.00
HDFC Limited	25.00	48.00
Mahindra Finance	2.97	-
	<b>237.97</b>	<b>108.00</b>
<b>i) Total cash and cash equivalent (a+b)</b>	<b>142.31</b>	<b>53.43</b>
<b>j) Total other bank balances with maturity more than three months but less than twelve months (c+d+e)</b>	<b>224.27</b>	<b>164.09</b>

Tejas Networks Limited

Notes to the unaudited consolidated financial statements for the Six Months ended September 30, 2021

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

**Note No. 8: Loans**

Particulars	As at	
	September 30, 2021	March 31, 2021
<b>Current</b>		
<i>At amortised cost</i>		
Loans considered good - secured	-	-
Loans considered good - unsecured		
Loans to employees	0.38	0.35
Loans which have significant increase in credit risk	-	-
Loans - credit impaired	-	-
<b>Total current loans</b>	<b>0.38</b>	<b>0.35</b>

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

Particulars	As at	
	September 30, 2021	March 31, 2021
<b>Non-current financial assets</b>		
Security deposits	5.50	5.46
Less: Provision	(0.09)	(0.09)
	5.41	5.37
Deposits with original maturity of more than twelve months		
(i) In deposit accounts	0.19	0.19
(ii) Balances held as margin money or security against fund and non-fund based banking arrangements	1.35	1.35
<b>Total non-current financial assets</b>	<b>6.95</b>	<b>6.91</b>
<b>Current financial assets</b>		
Security deposits	0.68	0.29
Deposits with financial institutions	237.97	108.00
Interest accrued but not due	1.86	1.01
Foreign exchange forward contracts MTM	0.91	0.70
Foreign exchange forward contracts receivable	-	0.30
<b>Total current financial assets</b>	<b>241.42</b>	<b>110.30</b>

**Tejas Networks Limited**

**Notes to the unaudited consolidated financial statements for the Six Months ended September 30, 2021**

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

**Note No. 10: Tax assets**

Particulars	As at	
	September 30, 2021	March 31, 2021
<b>10(a) Current Tax Asset (net)</b>		
Advance Income Tax (net)	40.89	62.61
	<b>40.89</b>	<b>62.61</b>
<b>10(b) Deferred Tax Assets</b>		
The balance comprises temporary differences attributable to:		
Difference between tax base and carrying amounts of asset and liabilities (including expenses deductible upon payment)	3.50	3.50
Lease liabilities	7.65	7.65
Unabsorbed depreciation	7.10	7.05
MAT credit	45.58	44.14
<b>Total deferred tax assets</b>	<b>63.83</b>	<b>62.34</b>
Right-of-use assets	5.62	5.62
<b>Net deferred tax assets</b>	<b>58.21</b>	<b>56.72</b>

**Note No. 11: Other assets**

Particulars	As at	
	September 30, 2021	March 31, 2021
<b>Other non-current assets</b>		
Pre-paid gratuity contributions (asset)	-	0.11
Prepaid expenses	0.13	0.20
Capital Advances	3.11	0.09
Balances with government authorities (other than income taxes)	6.54	6.58
<b>Total other non-current assets</b>	<b>9.78</b>	<b>6.98</b>
<b>Other current assets</b>		
Advances to suppliers	60.27	35.38
Advances others	2.48	0.02
Balances with government authorities (other than income taxes)	19.08	11.94
Prepaid expenses	1.38	2.26
Advances to employees	0.85	0.37
<b>Total other current assets</b>	<b>84.06</b>	<b>49.97</b>

**Note No. 12: Inventories**

Particulars	As at	
	September 30, 2021	March 31, 2021
Raw material - components including assemblies and sub-assemblies [including goods in transit Rs. 8.17 (March 31, 2021: Rs. 0.37)]	226.36	213.65
<b>Total Inventories</b>	<b>226.36</b>	<b>213.65</b>

Tejas Networks Limited

Notes to the unaudited consolidated financial statements for the Six Months ended September 30, 2021

(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, 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 March 31, 2021</b>	<b>17,64,52,000</b>	<b>176.45</b>
Changes in equity share capital during the year		
Increase during the year	2,35,48,000	23.55
<b>As at September 30, 2021</b>	<b>20,00,00,000</b>	<b>200.00</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 01, 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	10,29,509	1.03
<b>As at March 31, 2021</b>	<b>9,32,40,344</b>	<b>93.24</b>
Changes in equity share capital during the year		
Issue of equity shares under employee share option plan and restricted stock unit plan	13,00,563	1.30
Issue of equity shares under Private Placement	1,93,79,845	19.38
<b>As at September 30, 2021</b>	<b>11,39,20,752</b>	<b>113.92</b>
<b>c) Forfeited shares (to the extent of amount paid up)*</b>		
<b>As at April 1, 2020</b>	<b>3,27,27,930</b>	<b>3.27</b>
Transaction during the year	-	-
<b>As at March 31, 2021</b>	<b>3,27,27,930</b>	<b>3.27</b>
Transaction during the year	-	-
<b>As at September 30, 2021</b>	<b>3,27,27,930</b>	<b>3.27</b>
	<b>As at</b>	
	<b>September 30, 2021</b>	<b>March 31, 2021</b>
<b>Total Equity Share Capital</b>	<b>117.19</b>	<b>96.51</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 consolidated financial statements for the Six Months ended September 30, 2021**

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

**Note No. 14: Other Equity**

Particulars	As at	
	September 30, 2021	March 31, 2021
Securities premium	1,448.22	951.27
Retained earnings	61.96	52.28
Employee stock compensation outstanding account	26.71	33.12
Money received against share warrants	337.50	-
Foreign Currency Translation Reserve	1.48	1.02
Share application money pending allotment	0.04	-
<b>Total Other Equity</b>	<b>1,875.91</b>	<b>1,037.69</b>

**(i) Securities premium**

Particulars	As at	
	September 30, 2021	March 31, 2021
Opening Balance	951.27	937.80
Premium received upon exercise of ESOP	6.24	4.67
Premium received on Issue of shares through Private placement	480.62	-
Private Placement Shares issue expense	(0.19)	-
Reclassification upon exercise of ESOP/RSU	10.28	8.80
<b>Closing Balance</b>	<b>1,448.22</b>	<b>951.27</b>

**(ii) Retained earnings**

Particulars	As at	
	September 30, 2021	March 31, 2021
Opening Balance	52.28	12.53
Profit for the period	11.21	37.54
<i>Items of other comprehensive income recognised directly in retained earnings</i>		
Remeasurements of the post employment benefit obligation	(1.53)	2.21
<b>Closing Balance</b>	<b>61.96</b>	<b>52.28</b>

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

Particulars	As at	
	September 30, 2021	March 31, 2021
Opening Balance	33.12	33.92
Share based payment expenses	3.87	8.00
Reclassification upon exercise of ESOP/RSU	(10.28)	(8.80)
<b>Closing Balance</b>	<b>26.71</b>	<b>33.12</b>

**Tejas Networks Limited****Notes to the unaudited consolidated financial statements for the Six Months ended September 30, 2021**

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

**(v) Money received against share warrants**

Particulars	As at	
	September 30, 2021	March 31, 2021
Opening Balance	-	-
Transaction during the period	337.50	-
<b>Closing Balance</b>	<b>337.50</b>	-

**(iv) Foreign Currency Translation Reserve**

Particulars	As at	
	September 30, 2021	March 31, 2021
Opening Balance	1.02	1.21
Transaction during the period	0.46	(0.19)
<b>Closing Balance</b>	<b>1.48</b>	<b>1.02</b>

**(vi) Share application money pending allotment**

Particulars	As at	
	September 30, 2021	March 31, 2021
Opening Balance	-	-
Transaction during the period	0.04	-
<b>Closing Balance</b>	<b>0.04</b>	-

Tejas Networks Limited

Notes to the unaudited consolidated financial statements for the Six Months ended September 30, 2021

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

**Note No. 15: Lease Liabilities**

Particulars	As at	
	September 30, 2021	March 31, 2021
<b>Non-Current</b>		
Lease Liabilities	15.99	17.07
<b>Total non-current</b>	<b>15.99</b>	<b>17.07</b>
<b>Current</b>		
Lease Liabilities	7.18	4.83
<b>Total current</b>	<b>7.18</b>	<b>4.83</b>

**Note No. 16: Provisions**

Particulars	As at	
	September 30, 2021	March 31, 2021
<b>Non-current provisions</b>		
Other provisions		
Warranty	0.64	0.69
<b>Total non-current provisions</b>	<b>0.64</b>	<b>0.69</b>
<b>Current provisions</b>		
Provision for employee benefits		
Compensated absences	4.76	4.70
Gratuity	2.93	-
Other provisions		
Warranty	1.16	0.52
<b>Total current provisions</b>	<b>8.85</b>	<b>5.22</b>

**Movement in Warranty**

Provision for warranty has been estimated based on past history of claims settled.

Particulars	As at	
	September 30, 2021	March 31, 2021
Opening balance	1.21	3.48
Unwinding of interest on provisions	0.06	0.29
Additions/(reversals)	1.31	(1.34)
Utilisation	(0.78)	(1.22)
<b>Closing balance</b>	<b>1.80</b>	<b>1.21</b>

**Disclosed as:**

Non-current	0.64	0.69
Current	1.16	0.52
	<b>1.80</b>	<b>1.21</b>

**Tejas Networks Limited****Notes to the unaudited consolidated financial statements for the Six Months ended September 30, 2021**

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

**Note No. 17: Trade Payables**

Particulars	As at	
	September 30, 2021	March 31, 2021
Total outstanding dues of micro and small enterprises	8.09	11.84
Total outstanding dues of creditors other than micro and small enterprises	113.91	80.38
<b>Total trade payables</b>	<b>122.00</b>	<b>92.22</b>

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

Particulars	As at	
	September 30, 2021	March 31, 2021
<b>Current</b>		
Due to employees	10.19	16.98
Capital Creditors	2.06	0.95
Accrual for expenses	25.09	29.15
Unpaid dividend	0.03	0.03
Other liabilities	0.15	0.15
<b>Total other financial liabilities</b>	<b>37.52</b>	<b>47.26</b>

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

Particulars	As at	
	September 30, 2021	March 31, 2021
Advances received from customers	1.62	1.65
Deferred revenue	1.33	2.07
Statutory dues	5.35	6.67
<b>Total other current liabilities</b>	<b>8.30</b>	<b>10.39</b>



## Tejas Networks Limited

## Notes to the unaudited consolidated financial statements for the Six Months ended September 30, 2021

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

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

Particulars	Quarter ended		Six months Ended			Year Ended
	September 30, 2021	June 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	March 31, 2021
<b>Revenue from contract with customers</b>						
Sale of goods						
Manufactured goods - Optical and Data Networking products including multiplexers	151.65	129.85	96.66	281.50	165.02	468.34
Component sales	-	-	3.27	-	6.01	11.78
	151.65	129.85	99.93	281.50	171.03	480.12
Rendering of services						
Installation and commissioning revenue	6.42	2.33	1.56	8.75	1.87	8.32
Annual maintenance revenue *	14.36	10.29	8.31	24.65	16.51	34.37
Other service revenue	0.35	1.78	0.26	2.13	0.76	3.79
	21.13	14.40	10.13	35.53	19.14	46.48
<b>Total revenue from operations</b>	<b>172.78</b>	<b>144.25</b>	<b>110.06</b>	<b>317.03</b>	<b>190.17</b>	<b>526.60</b>

\* Recognised over period of time.

**Note No. 21: Other Income**

Particulars	Quarter ended		Six months Ended			Year Ended
	September 30, 2021	June 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	March 31, 2021
Interest income from banks on deposits	4.39	3.25	2.21	7.64	4.40	10.16
(Loss)/Gain on current investment carried at fair value through statement of profit and loss	0.09	(0.01)	(0.01)	0.08	0.14	(0.18)
Gain on sale of current investment carried at fair value through statement of profit and loss	0.26	0.28	0.69	0.54	1.50	2.81
Unwinding of discount on fair valuation of financial assets	0.04	0.04	0.02	0.08	0.04	0.07
Net gain on foreign currency transactions and translation	(1.67)	3.46	-	1.79	-	-
Export Incentive	-	0.41	0.03	0.41	0.89	1.27
Other non-operating income						
Bad debts recovered	0.07	-	-	0.07	0.02	0.02
Profit on sale of property, plant and equipment	-	-	-	-	-	0.01
Refund of CST	-	-	-	-	-	-
Interest on IT refunds	0.93	0.79	5.14	1.72	5.14	10.04
Miscellaneous income	0.06	0.16	0.03	0.22	0.32	0.65
<b>Total other income</b>	<b>4.17</b>	<b>8.38</b>	<b>8.11</b>	<b>12.55</b>	<b>12.45</b>	<b>24.85</b>

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

Particulars	Quarter ended		Six months Ended			Year Ended
	September 30, 2021	June 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	March 31, 2021
Opening stock	200.65	213.65	238.21	213.65	251.99	251.99
Add: Purchases	118.31	60.81	53.86	179.12	75.26	230.40
	318.96	274.46	292.07	392.77	327.25	482.39
Less: Closing stock	226.36	200.65	233.10	226.36	233.10	213.65
<b>Cost of materials consumed</b>	<b>92.60</b>	<b>73.81</b>	<b>58.97</b>	<b>166.41</b>	<b>94.15</b>	<b>268.74</b>

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

Particulars	Quarter ended		Six months Ended			Year Ended
	September 30, 2021	June 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	March 31, 2021
Salaries and wages, including performance incentives	44.28	43.02	38.53	87.30	76.60	161.52
Contribution to provident and pension funds	2.07	1.99	1.71	4.06	3.39	6.83
Gratuity expenses	0.88	0.51	0.34	1.39	1.16	2.17
Employee share based payment expenses	2.09	1.79	1.49	3.88	3.23	8.00
Staff welfare expenses	3.09	1.09	0.91	4.18	1.98	3.45
	52.41	48.40	42.98	100.81	86.36	181.97
Less: Capitalized during the year [Refer Note No. 4(b)]	20.29	18.80	16.70	39.09	33.21	65.64
<b>Total employee benefit expenses</b>	<b>32.12</b>	<b>29.60</b>	<b>26.28</b>	<b>61.72</b>	<b>53.15</b>	<b>116.33</b>

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

Particulars	Quarter ended		Six months Ended			Year Ended
	September 30, 2021	June 30, 2021	September 30, 2020	September 30, 2021	September 30, 2020	March 31, 2021
Interest expense						
(i) Unwinding of discount on fair valuation of financial liabilities	0.57	0.61	0.66	1.18	1.36	2.57
Other finance cost	0.33	0.65	0.36	0.98	0.60	1.13
<b>Total finance cost</b>	<b>0.90</b>	<b>1.26</b>	<b>1.02</b>	<b>2.16</b>	<b>1.96</b>	<b>3.70</b>

## Tejas Networks Limited

## Notes to the unaudited consolidated financial statements for the Six Months ended September 30, 2021

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

**Note No. 24B: Allowance for expected credit loss**

Particulars	Quarter ended		Six months Ended			Year Ended
	September 30,	June 30, 2021	September 30,	September 30,	September 30,	
	2021		2020	2021	2020	March 31, 2021
Allowance for expected credit loss	5.14	1.16	(0.82)	6.30	3.20	14.80
<b>Total Allowance for expected credit loss</b>	<b>5.14</b>	<b>1.16</b>	<b>(0.82)</b>	<b>6.30</b>	<b>3.20</b>	<b>14.80</b>

**Note No. 25: Other Expenses**

Particulars	Quarter ended		Six months Ended			Year Ended
	September 30,	June 30, 2021	September 30,	September 30,	September 30,	
	2021		2020	2021	2020	March 31, 2021
Installation and commissioning expenses	6.19	0.49	0.42	6.68	0.74	5.11
Other processing charges	0.05	0.15	0.04	0.20	0.48	0.98
Power and fuel	1.06	1.26	1.15	2.32	2.24	4.56
Housekeeping and security	0.71	0.60	0.60	1.31	1.23	2.44
Lease rentals	0.43	0.45	0.48	0.88	0.91	1.95
Repairs and maintenance - machinery	0.11	0.08	0.17	0.19	0.21	0.33
Repairs and maintenance - others	0.92	0.42	0.52	1.34	0.86	1.70
Sub-contractor charges	2.63	2.30	2.21	4.93	5.08	9.46
Insurance	0.34	0.18	0.29	0.52	0.78	1.36
Rates and taxes	0.43	0.08	0.12	0.51	0.14	0.22
Communication	0.29	0.27	0.28	0.56	0.62	1.19
Royalty	0.03	0.06	-	0.09	-	0.11
Travelling and conveyance	1.08	0.50	0.34	1.58	0.32	2.00
Printing and stationery	0.06	0.03	0.05	0.09	0.07	0.15
Freight and forwarding	1.52	6.11	(0.04)	7.63	0.70	11.28
Sales expenses	0.02	(0.19)	-	(0.17)	0.02	0.11
Sales commission	2.30	2.50	4.57	4.80	7.82	11.93
Business promotion	0.19	0.23	0.06	0.42	0.19	0.41
Director sitting fees	0.10	0.03	0.04	0.13	0.07	0.13
Director commission	-	-	-	-	-	0.32
Legal and professional	4.74	4.77	2.19	9.51	3.68	12.04
Auditors remuneration and out-of-pocket expenses	-	-	-	-	-	-
Audit Fee (including fees for limited reviews)	0.13	0.14	0.13	0.27	0.27	0.63
Tax Audit Fee	-	-	-	-	-	0.03
Certification matters	0.04	0.01	-	0.05	-	0.17
Auditors out-of-pocket expenses	-	0.01	-	0.01	0.03	0.03
Net loss on foreign currency transactions and translation	0.02	-	2.73	0.02	3.15	1.44
Provision for warranty	0.42	0.88	(0.55)	1.30	(1.07)	(1.34)
Expenditure on corporate social responsibility	-	0.07	-	0.07	-	0.98
Subscription and Membership	0.31	0.25	0.40	0.56	0.68	1.44
Miscellaneous expenses	0.46	0.39	0.15	0.85	0.55	2.08
<b>Total other expenses</b>	<b>24.58</b>	<b>22.07</b>	<b>16.35</b>	<b>46.65</b>	<b>29.77</b>	<b>73.24</b>

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

Particulars	Quarter ended		Six months Ended			Year Ended
	September 30,	June 30, 2021	September 30,	September 30,	September 30,	
	2021		2020	2021	2020	March 31, 2021
a. Current tax						
Tax on profits for the year	0.55	1.44	-	1.99	-	-
Adjustments for tax of prior periods	(0.36)	-	-	(0.36)	-	-
Total current tax expense	0.19	1.44	-	1.63	-	-
b. Deferred tax						
Decrease/(increase) in deferred tax assets	(0.52)	(0.65)	-	(1.17)	-	(15.02)
Total deferred tax (benefit)/expense	(0.52)	(0.65)	-	(1.17)	-	(15.02)
<b>Total Income tax (benefit)/expense</b>	<b>(0.33)</b>	<b>0.79</b>	<b>-</b>	<b>0.46</b>	<b>-</b>	<b>(15.02)</b>