

## INDEPENDENT AUDITOR'S REPORT

To the Members of Whizdm Innovations Private Limited

### Report on the Audit of the Consolidated Financial Statements

#### Opinion

We have audited the accompanying consolidated financial statements of Whizdm Innovations Private Limited (hereinafter referred to as "the Holding Company"), its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), comprising of the consolidated Balance Sheet as at March 31, 2023, the consolidated Statement of Profit and Loss including other comprehensive income, the consolidated Cash Flow Statement, the consolidated Statement of Changes in Equity for the year then ended, notes to the consolidated financial statements and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate financial statements and on the other financial information of the subsidiary, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013, as amended ("the act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the consolidated state of affairs of the Group as at March 31, 2023, their consolidated profit including other comprehensive income, their consolidated cash flows and consolidated statement of changes in equity for the year ended on that date.

#### Basis for Opinion

We conducted our audit of the Consolidated Financial Statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of Consolidated Financial Statements' section of our report. We are independent of the Group in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Consolidated Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Financial Statements.

#### Other Information

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's report but does not include the Consolidated Financial Statements and our auditor's report thereon.

Our opinion on the Consolidated Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the Consolidated Financial Statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Responsibility of Management and Those Charged with Governance for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the preparation and presentation of these consolidated financial statements in terms of the requirement of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated statement of changes in equity of the Group in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act, read with the Companies (Indian Accounting Standard) Rules, 2015, as amended. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of their respective companies and for preventing and detecting frauds and other irregularities; the selection and application



of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Financial Statements, the respective Board of Directors of the companies included in the group are responsible for assessing the ability of their respective company(ies) to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of their respective company(ies).

#### **Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ▶ Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ▶ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls with reference to Consolidated Financial Statements in place and the operating effectiveness of such controls.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ▶ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- ▶ Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- ▶ For the financial information of the entities or business activities within the Group included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

#### Other Matter

We did not audit the financial statements and other financial information, in respect of 1 subsidiary, whose Ind AS financial statements include total assets of Rs 42,279.54 Lakhs and net assets of Rs 15,525.27 Lakhs as at March 31, 2023, and total revenues of Rs 7,109.14 Lakhs and net cash outflows/(inflows) of Rs 3,149.61 Lakhs for the year ended on that date. These financial statement and other financial information have been audited by other auditors, which financial statements, other financial information and auditor's reports have been furnished to us by the management. Our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiary, and our report in terms of sub-sections (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary, is based solely on the report(s) of such other auditors.

Our opinion above on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements and other financial information certified by the Management.

#### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of the subsidiary companies, incorporated in India, as noted in the 'Other Matter' paragraph we give in the "Annexure 1" a statement on the matters specified in paragraph 3(xxi) of the Order.
2. As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of subsidiary as noted in the 'Other Matter' paragraph we report, to the extent applicable, that:
  - a. We/the other auditors whose report we have relied upon have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements;
  - b. In our opinion, proper books of account as required by law have been kept by the company so far as it appears from our examination of those books;
  - c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Consolidated Cash Flow Statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements;
  - d. In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
  - e. On the basis of the written representations received from the directors of the Holding Company as on March 31, 2023 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors who are appointed under Section 139 of the Act, of its subsidiary companies, none of the directors of the Group's companies is disqualified as on March 31, 2023 from being appointed as a director in terms of Section 164 (2) of the Act;
  - f. With respect to the adequacy of the internal financial controls with reference to these Consolidated Financial Statements of the Holding Company and its subsidiary companies and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report;
  - g. The provisions of section 197 read with Schedule V of the Act are not applicable to the Company for the year ended March 31, 2023;
  - h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other



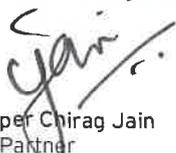
auditors on separate financial statements as also the other financial information of the subsidiary as noted in the 'Other matter' paragraph

- i. The Group does not have any pending litigations which would impact its financial position;
- ii. The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company and its subsidiary, incorporated in India during the year ended March 31, 2023
- iv. a) The respective managements of the Holding Company and its subsidiary which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiary respectively that, to the best of its knowledge and belief, as disclosed in the note 50 to the consolidated financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company or any of such subsidiary to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the respective Holding Company or any of such subsidiary ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;  
  
b) The respective managements of the Holding Company and its subsidiary which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiary respectively that, to the best of its knowledge and belief, as disclosed in the note 50 to the consolidated financial statements, no funds have been received by the respective Holding Company or any of such subsidiary from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Holding Company or any of such subsidiary shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and  
  
c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us and that performed by the auditors of the subsidiary which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our or other auditor's notice that has caused us or the other auditors to believe that the representations under sub-clause (a) and (b) contain any material mis-statement.
- v. No dividend has been declared or paid during the year by the Holding Company and its subsidiary.
- vi. As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable for the Holding Company only w.e.f. April 1, 2023, reporting under this clause is not applicable.

For S.R. Batliboi & Associates LLP

Chartered Accountants

ICAI Firm Registration Number: 101049W/E300004



per Chirag Jain  
Partner

Membership Number: 115385  
UDIN: 23115385BGZECG1426  
Place of Signature: Bangalore  
Date: September 06, 2023



Annexure 1

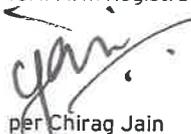
Annexure referred to in paragraph 1 of "Report on Other Legal and Regulatory Requirements" of our report of even date

Re: Whizdm Innovations Private Limited ('the Group')

In terms of the information and explanations sought by us and given by the Holding Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, and based on the consideration of reports of auditors in respect of subsidiaries, we state that the qualifications or adverse remarks by the respective auditors in their reports on Companies (Auditor's Report) Order, 2020 of the companies included in the Consolidated Financial Statements are:

S.No.	Name	CIN	Holding company / Subsidiary	Clause number of the CARO report which is qualified
1	Whizdm Innovations Private Limited	U72200KA2014PTC075775	Holding company	Clause (vii)(a)

For S.R. Batliboi & Associates LLP  
Chartered Accountants  
ICAI Firm Registration Number: 101049W/E300004

  
per Chirag Jain  
Partner  
Membership Number: 115385  
UDIN: 23115385BGZECG1426  
Place of Signature: Bengaluru  
Date: September 06, 2023



Annexure 2 referred to in paragraph 2(f) under the heading "Report on Other Legal and Regulatory Requirements" of our report of even date

Re : Whizdm Innovations Private Limited ('The Company')

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

In conjunction with our audit of the consolidated financial statements of Whizdm Innovations Private Limited (hereinafter referred to as the "Holding Company") as of and for the year ended March 31, 2023, we have audited the internal financial controls with reference to consolidated financial statements of the Holding Company and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group"), which are companies incorporated in India, as of that date.

#### **Management's Responsibility for Internal Financial Controls**

The respective Board of Directors of the companies included in the Group, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on, "the internal financial control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the Holding Company's internal financial controls with reference to consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both, issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statements included obtaining an understanding of internal financial controls with reference to consolidated financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the 'Other Matters' paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to consolidated financial statements.

#### **Meaning of Internal Financial Controls with Reference to Consolidated Financial Statements**

A company's internal financial control with reference to consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to consolidated financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements



**Inherent Limitations of Internal Financial Controls With Reference to Consolidated Financial Statements**

Because of the inherent limitations of internal financial controls with reference to consolidated financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to consolidated financial statements to future periods are subject to the risk that the internal financial control with reference to consolidated financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

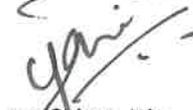
**Opinion**

In our opinion, the Group to the extent applicable, maintained in all material respects, adequate internal financial controls with reference to consolidated financial statements and such internal financial controls with reference to consolidated financial statements were operating effectively as at March 31, 2023, based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

**Other Matters**

Our report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to consolidated financial statements in so far as it relates to the subsidiary is based on the corresponding reports of the auditors of such subsidiary incorporated in India.

For **S.R. Batliboi & Associates LLP**  
Chartered Accountants  
ICAI Firm Registration Number: 101049W/E300004



per Chirag Jain  
Partner  
Membership Number: 115385

UDIN: 23115385BGZECG1426  
Place of Signature: Bangalore  
Date: September 06, 2023



Whizdm Innovations Private Limited  
 Consolidated Balance Sheet as at March 31, 2023  
 (All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

Particulars	Note	March 31, 2023	March 31, 2022	April 01, 2021
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	4	309.89	223.67	160.93
Right of use assets	5	96.82	234.75	372.68
Other intangible assets	6	84.42	23.37	4.13
<b>Financial assets</b>				
(i) Loans	7	4,041.70	1,569.14	1,731.75
(ii) Other financial assets	8	5,847.21	6,081.77	98.12
Income tax assets (net)		2,541.49	294.24	22.20
Deferred tax assets (net)	16	1,299.73	189.91	197.90
<b>Total non-current assets</b>		<b>14,221.26</b>	<b>8,616.85</b>	<b>2,587.72</b>
<b>Current assets</b>				
<b>Financial assets</b>				
(i) Investments	9	24,402.88	24,883.83	1,590.47
(ii) Trade receivables	10	22,027.52	6,169.32	1,472.18
(iii) Cash and cash equivalents	11	12,991.62	7,933.41	2,583.40
(iv) Other bank balances	12	37,195.11	14,753.96	849.89
(v) Loans	13	30,091.97	5,666.79	6,880.64
(vi) Other financial assets	14	31,048.55	3,121.08	2,894.07
Other current assets	15	426.88	103.58	655.94
<b>Total current assets</b>		<b>1,58,184.53</b>	<b>62,631.97</b>	<b>16,926.60</b>
<b>TOTAL ASSETS</b>		<b>1,72,405.79</b>	<b>71,248.82</b>	<b>19,514.31</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity share capital	17 (a)	5.99	6.21	6.05
Instruments entirely equity in nature	17 (b)	210.80	181.72	0.41
Other equity	18	1,31,210.57	52,469.69	(65,918.93)
<b>Total equity</b>		<b>1,31,427.36</b>	<b>52,657.62</b>	<b>(65,912.47)</b>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
<b>Financial liabilities</b>				
(i) Borrowings	19	5,970.36	2,558.31	77,570.65
(ii) Lease liabilities	20	30.51	137.82	271.90
(iii) Other financial liabilities	21	-	-	673.70
Provisions	22	616.48	3,813.52	1,194.18
<b>Total non-current liabilities</b>		<b>6,617.34</b>	<b>6,509.65</b>	<b>79,710.43</b>
<b>Current liabilities</b>				
<b>Financial liabilities</b>				
(i) Borrowings	23	20,691.61	5,266.51	4,058.20
(ii) Lease liabilities	24	105.80	137.08	115.24
(iii) Trade payables	25	-	-	-
- Dues to micro and small enterprises		-	-	-
- Dues to others		7,291.82	4,501.20	1,056.31
(iv) Other financial liabilities	26	1,322.67	1,043.50	92.20
Other current liabilities	27	1,678.16	997.02	262.04
Provisions	28	3,271.03	136.23	132.36
<b>Total current liabilities</b>		<b>34,361.09</b>	<b>12,081.54</b>	<b>5,716.35</b>
<b>Total liabilities</b>		<b>40,978.43</b>	<b>18,591.20</b>	<b>85,426.78</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>1,72,405.79</b>	<b>71,248.82</b>	<b>19,514.31</b>
Summary of significant accounting policies	3			

The accompanying notes are integral part of the consolidated financial statements.

As per our report of even date

For S.R. Batliboi & Associates LLP  
 Chartered Accountants  
 ICAI Firm registration number: 101049W/E300004

  
 Charag Jain  
 Partner  
 Membership no.: 115385

Place: Bengaluru  
 Date: September 06, 2023

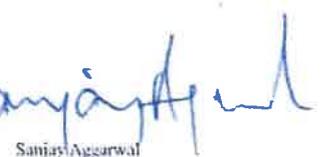


For and on behalf of Board of Directors of  
 Whizdm Innovations Private Limited

  
 Puneet Agarwal  
 Director  
 DIN : 06921984

Place: Bengaluru  
 Date: September 06, 2023



  
 Sanjay Aggarwal  
 Director  
 DIN : 00931994

Place: Bengaluru  
 Date: September 06, 2023

Whizdm Innovations Private Limited  
 Consolidated Statement of Profit and Loss for the year ended March 31, 2023  
 (All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

Particulars	Note	Year ended March 31, 2023	Year ended March 31, 2022
<b>Income</b>			
Revenue from operations	29	57,674.64	22,242.31
Interest Income	30	8,325.51	2,147.16
Other income	31	-	6.31
Net gain on fair value changes	32	1,501.99	252.04
<b>Total income (I)</b>		<b>67,702.14</b>	<b>24,647.82</b>
<b>Expenses</b>			
Employee benefits expense	33	12,488.84	5,835.75
Finance costs	34	2,400.04	1,379.86
Depreciation and amortisation expense	35	424.86	269.53
Impairment of financial assets	36	3,992.99	955.21
Other expenses	37	32,227.01	15,570.35
<b>Total expenses (II)</b>		<b>51,533.74</b>	<b>24,010.70</b>
<b>Profit before tax III = (I-II)</b>		<b>16,168.40</b>	<b>637.12</b>
<b>Tax expense</b>			
Current tax expense	38	1,009.53	0.28
Deferred tax (credit)		(1,097.62)	7.04
<b>Total tax expense (IV)</b>		<b>(88.10)</b>	<b>7.32</b>
<b>Profit for the year V = (III-IV)</b>		<b>16,256.50</b>	<b>629.80</b>
<b>Other comprehensive income</b>			
<b>Items that will not be reclassified to profit or loss</b>			
Re-measurement (gain)/loss on defined benefit plans		48.47	(13.60)
Income tax relating to these items		(12.20)	0.96
<b>Other comprehensive income for the year, net of taxes (VI)</b>		<b>36.27</b>	<b>(12.65)</b>
<b>Total comprehensive income for the year VII = (V-VI)</b>		<b>16,220.23</b>	<b>647.45</b>
<b>Earnings per equity share</b>			
Basic (in Rs.)	39	597.87	(44.57)
Diluted (in Rs.)		577.05	(44.57)

Summary of significant accounting policies

The accompanying notes are integral part of the consolidated financial statements

As per our report of even date

For S.R. Batliboi & Associates LLP  
 Chartered Accountants  
 ICAI Firm Registration number: 101049W/E300004

Chintan Jain  
 Partner  
 Membership no.: 115385

Place: Bengaluru  
 Date: September 06, 2023



For and on behalf of Board of Directors of  
 Whizdm Innovations Private Limited

Puneet Agarwal  
 Director  
 DIN : 06921984

Sunjay Agarwal  
 Director  
 DIN : 00921994

Place: Bengaluru  
 Date: September 06, 2023

Place: Bengaluru  
 Date: September 06, 2023

Whizdm Innovations Private Limited  
 Consolidated Statement of Changes in Equity for the year ended March 31, 2023  
 (All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated.)

(A) Particulars	March 31, 2023		March 31, 2022		Total				
	March 31, 2023	March 31, 2022	March 31, 2023	March 31, 2022					
(A) Equity share capital									
Opening Balance	6.21	6.05			12.26				
Issued during the year	-	0.16			0.16				
Bought back during the year	(0.22)	-			(0.22)				
Closing Balance	5.99	6.21			12.20				
(B) Instruments entirely equity in nature, Compulsorily Convertible Preference Shares									
Opening Balance	181.72	0.41			182.13				
Issued during the year	29.56	25.18			54.74				
Reclassification from financial liabilities (refer note 17(b)(i))	-	156.13			156.13				
Forfeited during the year	(0.48)	-			(0.48)				
Closing Balance	210.80	181.72			392.52				
(C) Other equity									
Particulars	Money received against share warrants	Special reserve	Share forfeiture account	Securities premium	Capital redemption reserve	Share based payment reserve	Other comprehensive income reserve	Retained earnings	Total
Balance as at April 01, 2021	4.71	0.43	-	61.70	-	2,019.87	(68,405.64)	629.80	16,591.89
Profit for the year	-	-	-	-	-	-	17.65	17.65	17.65
Other comprehensive income	-	-	-	42,913.20	-	-	-	-	42,913.20
Premium received from allotment of shares	-	-	-	(1,605.88)	-	-	-	-	(1,605.88)
Expenses on issue of shares	-	-	-	-	-	-	-	-	(4.71)
Shares allotted against share warrants	(4.71)	-	-	-	-	424.89	-	-	424.89
Stock options granted during the year	-	-	-	32,219.80	-	-	-	43,793.87	75,013.67
Reclassification from financial liabilities (refer note 17(b)(i))	-	-	-	73,588.82	-	2,444.76	17.65	(33,581.97)	52,469.69
Balance as at March 31, 2022	-	0.43	-	73,588.82	-	2,444.76	17.65	16,256.50	92,888.16
Profit for the year	-	-	-	-	-	-	(36.27)	-	(36.27)
Other comprehensive income	-	-	-	65,607.65	-	-	-	-	65,607.65
Premium received from allotment of shares	-	-	-	(3,974.72)	-	-	-	-	(3,974.72)
Premium utilised for buy back of shares	-	-	-	-	-	-	-	-	-
Transfer to/ from retained earnings	-	37.10	0.48	-	-	-	-	(37.10)	0.48
Share capital forfeited during the year	-	-	-	-	-	-	-	-	-
Shares bought back during the year	-	-	-	(0.22)	-	-	-	-	(0.22)
Expenses on issue of shares	-	-	-	(1,142.11)	-	-	-	-	(1,142.11)
Stock options granted during the year	-	-	-	-	-	2,029.43	-	-	2,029.43
Balance as at March 31, 2023	-	37.53	0.48	1,34,079.42	0.22	4,474.11	(18.62)	(7,362.57)	1,31,210.57

The accompanying notes are integral part of the consolidated financial statements

As per our report of even date

For S.R. Bhatnagar & Associates LLP  
 Chartered Accountants  
 (SST) Firm registration number: 101049W/E300004



Chartered Accountant  
 Member-ship no.: 115385

Place: Bengaluru  
 Date: September 06, 2023

For and on behalf of Board of Directors of  
 Whizdm Innovations Private Limited

*Praveen Agarwal*  
 Praveen Agarwal  
 Director  
 DIN : 06921984



Sanjay Anand  
 Sanjay Anand  
 Director  
 DIN : 00931994

Place: Bengaluru  
 Date: September 06, 2023

**Whizdm Innovations Private Limited**  
**Consolidated Cash Flow Statement for the year ended March 31, 2023**  
(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

	Year ended March 31 2023	Year ended March 31 2022
<b>A. CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before exceptional items and tax	16,168.40	637.12
Adjustments:		
Depreciation and amortization expense	424.86	269.53
Impairment of financial assets	3,992.99	955.21
Provision for gratuity	189.96	67.74
Provision for leave encashment	84.78	25.29
Provision for stock appreciation rights	(336.86)	2,559.18
Profit on sale of investments	(951.79)	(183.15)
Unwinding of discount on security deposits	(4.14)	(3.91)
Net unrealised (gain) on fair value changes on investment	(550.20)	(68.89)
Employee stock compensation expense	2,200.36	424.89
Interest on borrowings	2,279.69	1,317.70
Interest on lease liabilities	26.06	42.32
Interest income on bank deposits	(2,178.66)	(289.40)
<b>Operating profit before working capital changes</b>	<b>21,345.46</b>	<b>5,753.63</b>
Movements in working capital :		
(Increase) in Trade receivables	(15,858.20)	(4,697.14)
(Increase)/ Decrease in loans	(30,890.73)	421.25
(Increase)/Decrease in other financial assets	(162.27)	(208.60)
(Increase)/Decrease in other assets	(323.30)	552.35
Increase in trade payable	2,790.61	3,444.89
Increase in other liabilities	797.45	1,032.40
<b>Cash generated from operations</b>	<b>(22,300.98)</b>	<b>6,298.79</b>
Direct taxes paid (net of refund)	(3,357.08)	(301.57)
<b>Net cash flows (used in)/ generated from operating activities (A)</b>	<b>(25,658.06)</b>	<b>5,997.22</b>
<b>B. CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment and intangible assets	(434.20)	(213.58)
Investments in bank deposits (having original maturity of more than three months)	(56,271.30)	(26,701.43)
Redemption/maturity of bank deposits (having original maturity of more than three months)	7,278.97	6,810.00
Purchase of investments	(1,30,068.02)	(57,005.00)
Proceeds from sale of current investments	1,32,050.95	33,963.69
Interest received on bank deposits	1,199.21	274.71
<b>Net cash flow (used in) investing activities (B)</b>	<b>(46,244.40)</b>	<b>(42,871.62)</b>
<b>C. CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payment on buy back of shares	(3,974.95)	-
Proceeds from issuance of equity shares	-	0.16
Proceeds from issuance of Compulsorily Convertible Preference shares ('CCPS'), net of expense	64,494.62	40,861.39
Payment of lease liabilities	(164.65)	(154.56)
Proceeds from issuance of Share warrants	-	466.40
Proceeds from borrowings	28,242.16	8,627.30
Repayment of borrowings	(9,640.26)	(6,363.80)
Interest paid on borrowings	(1,996.25)	(1,212.48)
<b>Net cash flow from financing activities (C)</b>	<b>76,960.66</b>	<b>42,224.41</b>

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**Whizdm Innovations Private Limited**

**Consolidated Cash Flow Statement for the year ended March 31, 2023**

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

	Year ended March 31 2023	Year ended March 31 2022
<b>Net increase in cash and cash equivalents (A + B + C)</b>	<b>5,058.21</b>	<b>5,350.01</b>
Cash and cash equivalents at the beginning of the year	7,933.41	2,583.40
<b>Cash and cash equivalents at the end of the year</b>	<b>12,991.62</b>	<b>7,933.41</b>
<b>Components of cash and cash equivalents</b>		
Balance with banks on current account	12,012.62	5,433.41
Deposits with original maturity of less than three months	979.00	2,500.00
<b>Total cash and cash equivalents (refer Note 12)</b>	<b>12,991.62</b>	<b>7,933.41</b>

Summary of significant accounting policies (refer Note 3)

The accompanying notes are an integral part of the standalone financial statements.

As per our report of even date

**For S.R. Batliboi & Associates LLP**

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

Chirag Jain

Partner

Membership no.: 115385

Place: Bengaluru

Date: September 06, 2023



**For and on behalf of Board of Directors of  
Whizdm Innovations Private Limited**

*Puneet Agarwal*  
Puneet Agarwal  
Director  
DIN : 06921984

Place: Bengaluru

Date: September 06, 2023



*Puneet Agarwal*  
Puneet Agarwal  
Director  
DIN : 00931994

Place: Bengaluru

Date: September 06, 2023

## Whizdm Innovations Private Limited

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

### 1. Corporate Information

Whizdm Innovations Private Limited (“the parent company” or “the Company”) was incorporated on August 11, 2014 under the Companies Act, 2013 (“the Act”), together with its subsidiary (collectively the “Group”). The Company has developed and operates mobile based applications “Money View” and “Money View Loans”. Money View, application provides personal financial management tools to the individuals to manage personal finances such as tracking income, expenses, savings, bill, etc., and Money View Loans is a personal finance and credit facilitation mobile based application through which the users of the platform will be introduced to personal loans offered by lending companies and similar lenders for various purposes. The Company is also engaged in the business of providing services to lending companies using the technology developed i.e., Money View Loans. The registered office of the Company is The Address Building, 3rd Floor, Survey No. 17, 1A, Outer Ring Rd, Kadubeesanahalli, Bengaluru, Karnataka 560103.

The parent company has a wholly owned subsidiary, i.e., Whizdm Finance Private Limited (the “Subsidiary”) incorporated on March 29, 2017 (together referred to as “Group”). The subsidiary company is operating as a non-banking financial company (“NBFC”) business and obtained its license from Reserve Bank of India (“RBI”) to operate as a Non deposit accepting Non Banking Financial Company (“NBFC-ND”) on June 28, 2019 vide registration No. RBI N-02-00317.

### 2. Statement of Compliance

The financial statements of the Group have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and presentation requirements of Division II of Schedule III to the Companies Act, 2013, (Ind AS compliant Schedule III), and applicable provisions of the Companies Act, 2013 and other applicable regulatory norms / guidelines.

The financial statements for the year ended March 31, 2023 are the first financial statements which has been prepared in accordance with Ind AS. The financial statements upto and for the year ended March 31, 2021 were prepared in accordance with the accounting standard notified under Section 133 of the Act, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (‘Previous GAAP’) which have been adjusted for the differences in the accounting principles adopted by the Group on transition to Ind AS. As these are the Group’s first financial statements prepared in accordance with Ind AS, the Group has applied, First Time Adoption Standard (Ind AS 101) of Indian Accounting Standards. An explanation of how the transition to Ind AS has effected the previously reported financial position, financial performance and cash flows of the Group is provided in Note 45.

The financial statements for the year ended March 31, 2023 were authorized and approved for issue by the Board of Directors on September 06, 2023.

Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in accounting policy hitherto in use.

### 3. Significant accounting policies

#### 3.1. Basis of consolidation

##### (i) Subsidiaries

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases.

The financial statements of the Group are consolidated on line-by-line basis. Intragroup transactions, balances and any unrealised gains arising from intra-group transactions, are eliminated. Unrealised losses are eliminated, but only to the extent that there is no evidence of impairment. All temporary differences that arise from the elimination of profits and losses resulting from intragroup transactions are recognised as per Ind AS 12, Income Taxes.

For the purpose of preparing these consolidated financial statements, the accounting policies of subsidiary have been changed where necessary to align them with the policies adopted by the Group.



## Whizdm Innovations Private Limited

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

### Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income and expenses (except for foreign currency transaction gains or losses) arising from intra-group transactions, are eliminated. Unrealised gains arising from transactions with equity accounted investees are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealized gains, but only to the extent that there is no evidence of impairment.

All assets and liabilities have been classified as current or non-current as per the criteria set out in the Companies Act, 2013. The Group has ascertained its operating cycle as 12 months for the purpose of current/non-current classification of assets and liabilities.

### (ii) Functional and presentation currency

These financial statements are presented in Indian Rupees, which is also the Group's functional currency. All amounts have been rounded off to lakhs with two decimal places as permitted by Division II of Schedule III of the Act, except when otherwise indicated.

### (iii) Use of estimates and judgements

The preparation of the financial statements requires management to make certain estimates and assumptions that affect the amounts reported in the financial statements and notes thereto. The management believes that these estimates and assumptions are reasonable and prudent. However, actual results could differ from these estimates. Any revision to accounting estimates is recognized prospectively in the current and future year. An overview of the areas that involve a higher degree of judgement or complexity, and of items, which are more likely to be materially adjusted due to, estimates and assumptions turning out to be different than those originally assessed have been disclosed below. Detailed information about each of these estimates and judgments is included in the relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

Estimate and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that may have a financial impact on the entity and that are believed to be reasonable under circumstances.

### (iv) Recent accounting pronouncements

On 24 March 2021, the Ministry of Corporate Affairs ("MCA") through a notification, amended Schedule III of the Act. The amendments revised Division I, II and III of Schedule III and are applicable from 1 April 2021. The revised Division II which relate to companies whose financial statements are required to comply with Companies (Indian Accounting Standards) Rules 2015, as amended, prescribes amendments for various additional disclosures. The Group has incorporated these requirements of these amendments and considered as part of the financial statements.

## 3.2 Revenue recognition

Indian Accounting Standard 115 Revenue from Contracts with Customers ("Ind AS 115"), establishes a framework for determining whether, how much and when revenue is recognised and requires disclosures about the nature, amount, timing and uncertainty of revenues and cash flows arising from customer contracts. Under Ind AS 115, revenue is recognised through a 5-step approach:

- (i) Identify the contract(s) with customer;
- (ii) Identify separate performance obligations in the contract;
- (iii) Determine the transaction price;
- (iv) Allocate the transaction price to the performance obligations; and
- (v) Recognise revenue when a performance obligation is satisfied.

### *Rendering of Services*

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. Revenue is recognised either at a point in time or over time, when (or as) the Group satisfies the performance obligations by transferring the promised services to its customers. Group

### *Interest income on Loans*

Interest income on loans is recognised by applying the Effective Interest Rate (EIR) to the gross carrying amount of financial assets other than credit-impaired assets and financial assets classified as measured at FVTPL.



## Whizdm Innovations Private Limited

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

The EIR in case of a financial asset is computed

- As the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset.
- By considering all the contractual terms of the financial instrument in estimating the cash flows
- Including all fees received between parties to the contract that are an integral part of the effective interest rate, transaction costs, and all other premiums or discounts.

### *Interest income other than on Loans*

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the Group and the revenue can be measured reliably and there exists reasonable certainty of its recovery. Interest income is accrued on a time basis, by reference to the principle outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

### *Other income*

All other income is recognized on accrual basis when no significant uncertainty exists on their receipt.

### **3.3 Property, Plant and Equipment and Depreciation**

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any. Cost includes all expenses, direct and indirect, specifically attributable to its acquisition and bringing it to its working condition for its intended use and net of any trade discounts and rebates. Incidental expenditure pending allocation and attributable to the acquisition of fixed assets is allocated/ capitalised with the related assets. Subsequent expenditure is capitalised to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the Group and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred.

### *Subsequent measurement (depreciation method, useful lives and residual value)*

Depreciation on assets is provided on Written Down Value Method ('WDV') in accordance with the rates arrived at based on the useful lives prescribed under Schedule II of the Companies Act, 2013. Management estimates useful life of assets as following:

Asset class	Useful Life as Prescribed by Schedule II of the Companies Act, 2013	Useful life adopted by the Group
Furniture and fixtures	10 years	10 years
Computers and peripherals	3 years	3 years
Leasehold improvements	Lease period	Lease period
Office equipment	5 years	5 years

Depreciation is calculated on pro rata basis from the date on which the asset is ready for use or till the date the asset is sold or disposed. Assets individually costing less than Rs. 5,000 are fully depreciated in the year of purchase. The residual values, useful lives and method of depreciation are reviewed at the end of each financial year.

### *De-recognition*

An item of property, plant and equipment and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognized in the Statement of Profit and Loss, when the asset is derecognized.

### **3.4 Intangible assets and Amortisation**

#### *Recognition and initial measurement*

Intangible assets are carried at cost less accumulated amortisation and impairment losses, if any. The cost of an intangible asset comprises its purchase price, including any import duties and other taxes (other than those subsequently recoverable from the tax authorities), and any directly attributable expenditure on making the asset ready for its intended use and net of any trade discounts and rebates. Costs incurred on internally generated intangible assets, excluding capitalized



## Whizdm Innovations Private Limited

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

development costs, are not capitalized and expenditure is reflected in the Statement of Profit and Loss in the year in which the expenditure is incurred. Research costs are expensed as incurred.

Any gain or loss on disposal of an item of intangible assets is recognised in statement of profit or loss.

*Subsequent measurement (amortization method, useful lives and residual value)*

Intangible assets are amortized on a straight line basis over the estimated useful economic life. Management estimates useful life of intangible assets as following:

Asset class	Useful Life as Prescribed by Schedule II of the Companies Act, 2013	Useful life adopted by the Group
Software and licenses	3 years	3 years
Mobile applications	5 years	5 years

Ammortisation is calculated on pro rata basis from the date on which the asset is ready for use or till the date the asset is sold or disposed. Assets individually costing less than Rs. 5,000 are fully ammortised in the year of purchase. The residual values, useful lives and method of ammortisation are reviewed at the end of each financial year.

### *De-recognition of Intangible Assets*

An intangible asset is derecognized on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from derecognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset are recognized in the Statement of Profit and Loss when the asset is derecognized.

### 3.5 Finance Costs

Finance costs represents Interest expense recognised by applying the EIR to the gross carrying amount of financial liabilities other than financial liabilities classified as FVTPL. Interest expense includes issue costs that are initially recognized as part of the carrying value of the financial liability and amortized over the expected life using the effective interest method. These include fees and commissions payable to advisers and other expenses such as external legal costs, provided these are incremental costs that are directly related to the issue of a financial liability.

### 3.6 Borrowing Costs

Borrowing costs consist of interest and other costs that the Group incurred in connection with the borrowing of funds. Borrowing costs that are directly attributable to the acquisition and/ or construction of a qualifying asset, till the time such a qualifying asset becomes ready for its intended use sale, are capitalized. A qualifying asset is one that necessarily takes a substantial period to get ready for its intended use.

All other borrowing costs are charged to the Statement of Profit and Loss on an accrual basis as per the effective interest rate method.

### 3.7 Fair value measurement

The Group measures financial instruments at fair value which is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market for the asset or liability, or
- in the absence of a principal market, in the most advantageous market for the asset or liability.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities;

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.



## Whizdm Innovations Private Limited

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

For the purpose of fair value disclosures, the Group has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

### 3.8 Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

#### Financial assets:

##### *Initial recognition and measurement*

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss. Purchases or sales of financial assets that require delivery of assets within a time frame established by regulation or convention in the marketplace (regular way trades) are recognised on the trade date, i.e., the date that the Group commits to purchase or sell the asset.

##### *Subsequent measurement*

**Financial assets carried at amortized cost** – a financial asset is measured at the amortized cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in interest income in the Statement of Profit and Loss.

##### *De-recognition of financial assets*

Financial assets (or where applicable, a part of financial asset or part of a Group of similar financial assets) are derecognised (i.e. removed from the Group's balance sheet) when the contractual rights to receive the cash flows from the financial asset have expired, or when the financial asset and substantially all the risks and rewards are transferred. Further, if the Group has not retained control, it shall also derecognise the financial asset and recognise separately as assets or liabilities any rights and obligations created or retained in the transfer.

##### *Impairment of financial assets*

In accordance with Ind AS 109, the Group applies Expected Credit Loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- a) Financial assets that are debt instruments, and are measured at amortised cost e.g., loans, deposits, trade receivables and bank balances.
- b) Financial guarantee contracts which are not measured at Fair value through profit & loss account (FVTPL).

The Group follows 'simplified approach' for recognition of impairment loss allowance on Trade receivables that do not contain a significant financing component.

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

#### Overview of the Expected Credit Loss (ECL) Model

The Group records allowance for expected credit losses for all loans and other debt instruments not held at FVTPL in this section all referred to as 'financial instruments'. Equity instruments are not subject to impairment under



**Whizdm Innovations Private Limited**

**Notes to the consolidated financial statements for the year ended March 31, 2023**

**(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)**

Ind AS 109.

The ECL allowance is based on the credit losses expected to arise over the life of the asset (the lifetime expected credit loss), unless there has been no significant increase in credit risk since origination, in which case, the allowance is based on the 12 months' expected credit loss).

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is the portion of Lifetime ECL that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date.

Both Lifetime ECLs and 12-month ECLs are calculated on either an individual basis or a collective basis, depending on the nature of the underlying portfolio of financial instruments. The Group has established a policy to perform an assessment, at the end of each reporting period, of whether a financial instrument's credit risk has increased significantly since initial recognition, by considering the change in the risk of default occurring over the remaining life of the financial instrument. The Group does the assessment of significant increase in credit risk at a borrower level. If a borrower has various facilities having different past due status, then the highest days past due (DPD) is considered to be applicable for all the facilities of that borrower.

Based on the above, the Group categorises its loans into Stage 1, Stage 2 and Stage 3 as described below:

**Stage 1**

All exposures where there has not been a significant increase in credit risk since initial recognition or that has low credit risk at the reporting date and that are not credit impaired upon origination are classified under this stage. The Group classifies all standard advances/ investments and advances/investments upto 30 days default under this category. Stage 1 financial instruments also include facilities where the credit risk has improved and the loan has been reclassified from Stage 2.

**Stage 2**

All exposures where there has been a significant increase in credit risk since initial recognition but are not credit impaired are classified under this stage. 30 Days Past Due is considered as significant increase in credit risk.

**Stage 3**

Financial instruments are classified as stage 3 when there is objective evidence of impairment as a result of one or more loss events that have occurred after initial recognition with a negative impact on the estimated future cash flows of a financial instrument. The Group recognizes life time ECL for impairment of financial assets. A financial instrument after being classified as Stage 3 is reclassified to previous stages only after all overdues are paid.

**Estimation of Expected Credit loss**

The mechanics of the ECL calculations are outlined below and the key elements are, as follows:

**Probability of Default (PD)** - The Probability of Default is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period, if the facility has not been previously de-recognised and is still in the portfolio.

The Group uses historical information where available to determine PD. Considering the different products, the Group has bifurcated its financial instruments into various pools. For certain pools where historical information is available, the PD is calculated considering fresh slippage of past years. For those pools where sufficient historical information is not available, the PD/default rates as being witnessed in the industry is also used as an input to determine the PD for the Group. For investments, the PD/default rates are considered as reported by external credit rating agencies.

**Exposure at Default (EAD)** - The Exposure at Default is an estimate of the exposure at a future default date.

**Loss Given Default (LGD)** - The Loss Given Default is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the Group would expect to receive, including from the realisation of any collateral.



## Whizdm Innovations Private Limited

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

### Forward looking information

While estimating the expected credit losses, the Group reviews macro-economic developments occurring in the economy and the market it operates in. On a periodic basis, the Group analyses if there is any relationship between key economic trends like GDP, unemployment rates, benchmark rates set by the Reserve Bank of India, inflation etc. with the estimate of PD, LGD determined by the Group based on its internal data. While the internal estimates of PD, LGD rates by the Group may not be always reflective of such relationships, temporary overlays, if any, are embedded in the methodology to reflect such macro-economic trends reasonably.

### Financial liabilities:

#### *Initial recognition and measurement*

All financial liabilities are recognised initially at fair value and, in the case of borrowings and payables, net of directly attributable transaction costs. The Group's financial liabilities include trade and other payables, borrowings etc.

#### *Subsequent measurement*

Subsequent to initial recognition, financial liabilities are measured at amortised cost using the effective interest method.

#### *De-recognition*

Financial liability is de-recognised when the obligation under the liability is discharged, cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit or Loss.

#### *Offsetting of financial instruments*

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

### 3.9 Employee benefits

The Group provides employment benefits through various defined contribution and defined benefit plans. Employee benefits include Provident Fund, Gratuity and Bonus.

#### *Defined contribution plans*

A defined contribution plan is a plan under which the Group pays fixed contributions into an independent fund administered by the government. The Group has no legal or constructive obligations to pay further contributions after its payment of the fixed contribution, which are recognised as an expense in the year in which the related employee services are received.

#### *Defined benefit plans*

The defined benefit plans sponsored by the Group define the amount of the benefit that an employee will receive on completion of services by reference to length of service and last drawn salary. The legal obligation for any benefits remains with the Group.

Gratuity is post-employment benefit and is in the nature of a defined benefit plan. The liability recognised in the financial statements in respect of gratuity is the present value of the defined benefit obligation at the reporting date, together with adjustments for unrecognised actuarial gains or losses and past service costs. The defined benefit obligation is calculated at or near the reporting date by an independent actuary using the projected unit credit method.

Actuarial gains and losses arising from past experience and changes in actuarial assumptions are credited or charged to the statement of OCI in the year in which such gains or losses are determined.

#### *Short-term employee benefits*

Expense in respect of other short-term benefits is recognised on the basis of the amount paid or payable for the year during which services are rendered by the employee.



## Whizdm Innovations Private Limited

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

### 3.10 Leases

At inception of a contract, Group assesses whether the contract is, or contains, a lease. A lease is defined as 'a contract, or part of a contract, that conveys the right to use an asset (the underlying asset) for a period of time in exchange for consideration'.

To apply this definition, the Group assesses whether the contract meets all the three key evaluations which are whether:

- the contract contains an identified asset, which is either explicitly identified in the contract or implicitly specified by being identified at the time the asset is made available to the Group.
- the Group has the right to obtain substantially all the economic benefits from use of the identified asset throughout the period of use, considering its rights within the defined scope of the contract
- the Group has the right to direct the use of the identified asset throughout the period of use. The Group assesses whether it has the right to direct 'how and for what purpose' the asset is used throughout the period of use.

#### *Group as a Lessee*

The Group applies a single recognition and measurement approach for all leases, except for short term leases and leases of low-value assets. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets. The Group recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

Right-of-use assets are depreciated on a straight-line basis over the shorter of the lease term and the estimated useful lives of the assets. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's incremental borrowing rate. Generally, the Group uses its incremental borrowing rate as the discount rate.

After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

### 3.11 Taxation

Tax expense recognized in profit or loss comprises the sum of deferred tax and current tax. It is recognized in Statement of Profit and Loss, except when it relates to an item that is recognised in Other comprehensive income (OCI) or directly in equity, in which case, the tax is also recognised in Other comprehensive income or directly in equity.

Current tax is determined as the tax payable in respect of taxable income for the year, using tax rates enacted or substantively enacted and as applicable at the reporting date, and any adjustments to tax payable in respect of previous years.

Deferred tax is recognized on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable income. Deferred tax on temporary differences associated with investments in subsidiaries is not provided if reversal of these temporary differences can be controlled by the Group and it is probable that reversal will not occur in the foreseeable future.

Deferred tax assets and liabilities are calculated, without discounting, at tax rates that are expected to apply to their respective year of realization, provided those rates are enacted or substantively enacted by the end of the reporting year.

Deferred tax liability is recognized for all taxable temporary differences. A deferred tax asset is recognized for all deductible temporary differences to the extent that it is probable that future taxable profits will be available against which the deductible temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realized.



## Whizdm Innovations Private Limited

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

Changes in deferred tax assets or liabilities are recognized as a component of tax income or expense in profit or loss, except where they relate to items that are recognized in other comprehensive income or directly in equity, in which case the related deferred tax is also recognized in other comprehensive income or equity, respectively.

### 3.12 Provisions, contingent liabilities and contingent assets

Provisions are recognized when the Group has a present legal or constructive obligation as a result of a past event; it is probable that an outflow of economic resources will be required from the Group and amounts can be estimated reliably. Timing or amount of the outflow may still be uncertain. Provisions are measured at the estimated expenditure required to settle the present obligation, based on the most reliable evidence available at the reporting date, including the risks and uncertainties associated with the present obligation. Provisions are discounted to their present values, where the time value of money is material.

A contingent liability is disclosed for:

- Possible obligations which will be confirmed only by future events not wholly within the control of the Group or
- Present obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

In those cases, where the outflow of economic resources as a result of present obligations is considered improbable or remote, no liability is recognized or disclosure is made.

Contingent assets are not recognised in the financial statements since this may result in the recognition of income that may never be realised. However, when the realisation of income is virtually certain, then the related asset is not a contingent asset and is recognised.

### 3.13 Earnings per share

Basic earnings per share is calculated by dividing the profit or loss after tax for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

To calculate diluted earnings per share, the profit or loss after tax for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares.

### 3.14 Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The Chief Operating decision-maker is responsible for allocating resources and assessing performance of the operating segments and makes strategic decisions.

### 3.15 Impairment of assets

At the end of each reporting year, the Group reviews the carrying amounts of its tangible and intangible assets or cash generating units to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest Group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

### 3.16 Share based payments

The fair value of options granted under Employee Stock Option Plan is recognized as an employee benefits expense with a corresponding increase in equity. The total amount to be recognized is determined by reference to the fair value of the options and is recognized over the vesting period, which is the period over which all of the specified vesting conditions are to be satisfied. At the end of each period, the entity revises its estimates of the number of options that are expected to vest based on the non-market vesting and service conditions. Upon exercise of share options, the proceeds received are allocated to share capital up to the par value of the shares issued with any excess being recorded as share premium.



**Whizdm Innovations Private Limited**

**Notes to the consolidated financial statements for the year ended March 31, 2023**

**(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)**

The fair value of options granted to the employees of the subsidiary company under Employee Stock Option Plan is recovered from the subsidiary company.

**3.17 Cash and cash equivalents**

Cash comprises cash on hand and cash at bank, including fixed deposits with original maturity period of three months or less and short-term highly liquid investments with an original maturity of three months or less, which are subject to insignificant risk of changes in value. Cash equivalents are short-term balances, highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

**3.18 Foreign Currency Transactions**

Transactions in foreign currencies are recorded at the rate of exchange prevailing on the date of transaction. Exchange difference on restatement of all other monetary items is recognised in the Statement of Profit and Loss.

**3.19 Statement of Cash Flows**

Statement of Cash Flows is reported using the indirect method, whereby the net profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The Statement of Cash Flows from operating, investing and financing activities of the Group are segregated.

**3.20 Significant management judgments in applying accounting policies and estimation of uncertainty**

The preparation of the Group's financial statements requires management to make judgments, estimates, and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the related disclosures. Actual results may differ from these estimates.

**3.21 Significant management judgments**

**Recognition of deferred tax assets/ liabilities** – The extent to which deferred tax assets can be recognized is based on an assessment of the probability of the future taxable income against which the deferred tax assets can be utilized.

**Evaluation of indicators for impairment of assets** – The evaluation of the applicability of indicators of impairment of assets requires assessment of several external and internal factors which could result in deterioration of recoverable amount of the assets.

**3.22 Significant estimates**

**Useful lives of depreciable/amortizable assets** – The management reviews its estimate of the useful lives of depreciable/amortizable assets at each reporting date, based on the expected utility of the assets. Uncertainties in these estimates relate to technical and economic obsolescence that may change the utility of assets.

**Fair value measurements** – The management applies valuation techniques to determine the fair value of financial instruments (where active market quotes are not available). This involves developing estimates and assumptions consistent with how market participants would price the instrument. In estimating the fair value of an asset or a liability, the Group uses market-observable data to the extent it is available. In case of non-availability of market-observable data, Level 2 & Level 3 hierarchy is used for fair valuation.

**Expected Credit Loss ('ECL')** – The measurement of an expected credit loss allowance for financial assets measured at amortized cost requires the use of credit models and significant assumptions about future economic conditions and credit behavior (e.g., likelihood of customers defaulting and resulting losses). The Group makes significant judgments about the following while assessing expected credit loss to estimate ECL:

- Determining criteria for a significant increase in credit risk;
- Establishing the number and relative weightings of forward-looking scenarios for each type of product/market and the associated ECL; and
- Establishing Group's of similar financial assets to measure ECL.

**Provisions and other contingent liabilities** - Provisions and liabilities are recognized in the year when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application



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**Notes to the consolidated financial statements for the year ended March 31, 2023**

**(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)**

of judgement to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

**Effective Interest Rate (EIR) method** - The Group's EIR methodology, recognises interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioral life of loans given / taken and recognises the effect of potentially different interest rates at various stages and other characteristics of the product life cycle (including prepayments and penalty interest and charges). This estimation, by nature, requires an element of judgement regarding the expected behavior and life-cycle of the instruments, as well expected changes to India's base rate and other fee income/expense that are integral parts of the instrument.

**New Standards and Amendments to the Existing Ind AS** - The Ministry of Corporate Affairs notifies new standard or amendments to the existing standards. On 31st March 2023, MCA amended the following Indian Accounting Standards vide Companies (Indian Accounting Standards) Amendment Rules, 2023, as below:

- **Ind AS 1 - Presentation of Financial Statements**

This amendment requires the entities to disclose their material accounting policies rather than their significant accounting policies. The effective date for adoption of this amendment is annual periods beginning on or after 1st April 2023.

- **Ind AS 8 - Accounting Policies, Changes in Accounting Estimates and Errors**

This amendment has introduced a definition of 'accounting estimates' and included amendments to Ind AS 8 to help entities distinguish changes in accounting policies from changes in accounting estimates. The effective date for adoption of this amendment is annual periods beginning on or after 1st April 2023.

- **Ind AS 12 - Income Taxes**

This amendment has narrowed the scope of the initial recognition exemption so that it does not apply to transactions that give rise to equal and offsetting temporary differences. The effective date for adoption of this amendment is annual periods beginning on or after 1st April 2023.

The Group has evaluated the above amendments and the impact of these amendments is insignificant in the Group's financial statements.



4 Property, plant and equipment

Description	Office equipment	Computers and peripherals	Leasehold improvements	Furniture and fixtures	Total
<b>Gross carrying value</b>					
As at April 01, 2021*	46.27	425.57	106.74	40.61	619.19
Additions	4.16	186.43	-	-	190.59
Disposals	-	-	-	-	-
As at March 31, 2022	50.43	612.00	106.74	40.61	809.78
Additions	9.61	336.42	-	-	346.03
Disposals	-	-	-	-	-
As at March 31, 2023	60.04	948.42	106.74	40.61	1,155.81
<b>Accumulated Depreciation</b>					
As at April 01, 2021*	34.93	332.10	66.14	25.09	458.26
Depreciation for the year	6.06	104.65	12.62	4.52	127.85
Disposals	-	-	-	-	-
As at March 31, 2022	40.99	436.75	78.76	29.61	586.11
Depreciation for the year	6.92	241.64	8.40	2.85	259.81
Disposals	-	-	-	-	-
As at March 31, 2023	47.92	678.39	87.16	32.46	845.92
<b>Net carrying amount</b>					
As at April 01, 2021*	11.34	93.47	40.60	15.52	160.93
As at March 31, 2022	9.44	175.25	27.98	11.00	223.67
As at March 31, 2023	12.12	270.03	19.58	8.15	309.89

5 Right of use assets

Description	Office Building	Total
<b>Gross carrying value</b>		
As at April 01, 2021	372.68	372.68
Additions	-	-
As at March 31, 2022	372.68	372.68
Additions	-	-
As at March 31, 2023	372.68	372.68
<b>Accumulated depreciation</b>		
As at April 01, 2021	-	-
Charge for the year	137.93	137.93
As at March 31, 2022	137.93	137.93
Charge for the year	137.93	137.93
As at March 31, 2023	275.86	275.86
<b>Net carrying amount</b>		
As at April 01, 2021	372.68	372.68
As at March 31, 2022	234.75	234.75
As at March 31, 2023	96.82	96.82

6 Other intangible assets

Description	Software & Licenses	Mobile applications	Total
<b>Gross carrying value</b>			
As at April 01, 2021*	15.71	389.26	404.97
Additions	22.99	-	22.99
Disposals	-	-	-
As at March 31, 2022	38.70	389.26	427.96
Additions	88.17	-	88.17
Disposals	-	-	-
As at March 31, 2023	126.87	389.26	516.13
<b>Accumulated amortisation</b>			
As at April 01, 2021*	11.58	389.26	400.84
Charge for the year	3.75	-	3.75
Disposals	-	-	-
As at March 31, 2022	15.33	389.26	404.59
Charge for the year	27.12	-	27.12
Disposals	-	-	-
As at March 31, 2023	42.45	389.26	431.71
<b>Net carrying amount</b>			
As at April 01, 2021	4.13	-	4.13
As at March 31, 2022	23.37	-	23.37
As at March 31, 2023	84.42	-	84.42

\*Net block represents carrying values of all such assets under previous GAAP (deemed cost) on the date of transition to Ind AS. Gross block and accumulated depreciation from the previous GAAP have been disclosed for the purpose of better understanding of the original cost of assets.



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(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

	March 31, 2023	March 31, 2022	April 01, 2021
<b>7 Loans (non-current financial assets)</b>			
<i>Carried at amortised cost, unsecured, considered good</i>			
Loans	3,685.93	1,552.71	1,731.75
<i>Carried at amortised cost, unsecured, considered sub-standard</i>			
Loans	1,250.00	288.04	220.27
<b>Total - gross loans</b>	<b>4,935.93</b>	<b>1,840.75</b>	<b>1,952.02</b>
Less: Impairment loss allowance on term loans (at amortised cost)	(894.23)	(271.61)	(220.27)
<b>Net loans</b>	<b>4,041.70</b>	<b>1,569.14</b>	<b>1,731.75</b>

The Group's exposure to credit and currency risk, and loss allowances are disclosed in Note 44

**8 Other financial assets (non current)**

Deposits with banks having remaining maturity of more than twelve months	3,555.13	4,581.16	26.42
Deposits with financial institutions having remaining maturity of more than twelve months	2,001.71	1,250.00	-
Cash margin for non convertible debentures	175.00	175.00	-
Security deposits	79.75	75.61	71.70
Prepaid expenses	35.62	-	-
	<b>5,847.21</b>	<b>6,081.77</b>	<b>98.12</b>

Note:

Fixed deposit of Rs.1,555.13 (March 31, 2022: Rs. 1,381.16 ; April 01, 2021: Nil) is placed under lien as per service agreement.

**9 Investments (current)**

Quoted mutual funds- Carried at fair value through profit and Loss	24,402.88	24,883.83	1,590.47
<b>Total current investments</b>	<b>24,402.88</b>	<b>24,883.83</b>	<b>1,590.47</b>

Note:

As at March 31, 2023, Nil units (March 31, 2022: 8,11,900.05 units valuing Rs.3,552.60 ; April 01, 2021: 1,23,000 units valuing Rs. 505.87) are placed under lien as per service agreement.

**10 Trade receivables**

**Current**

a) Trade receivables considered good - Unsecured	22,027.52	6,169.32	1,472.18
b) Trade receivables - credit impaired	-	-	-
	<b>22,027.52</b>	<b>6,169.32</b>	<b>1,472.18</b>
Allowance for expected credit loss	-	-	-
<b>Net trade receivables</b>	<b>22,027.52</b>	<b>6,169.32</b>	<b>1,472.18</b>

The Group's exposure to credit and currency risk, and loss allowances are disclosed in Note 44

**Trade receivables ageing schedule**

Particulars	Unbilled	Not due	Outstanding for following periods from the due date of payment				Total
			Less than 6 months	6 months - 1 year	1-3 years	More than 3 years	
(i) Undisputed Trade receivables - considered good	14,232.27	4,896.62	2,892.75	5.88	-	-	22,027.52
(ii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
<b>As at March 31, 2023</b>	<b>14,232.27</b>	<b>4,896.62</b>	<b>2,892.75</b>	<b>5.88</b>	<b>-</b>	<b>-</b>	<b>22,027.52</b>
(i) Undisputed Trade receivables - considered good	1,134.94	3,440.82	1,592.93	-	0.63	-	6,169.32
(ii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
<b>As at March 31, 2022</b>	<b>1,134.94</b>	<b>3,440.82</b>	<b>1,592.93</b>	<b>-</b>	<b>0.63</b>	<b>-</b>	<b>6,169.32</b>
(i) Undisputed Trade receivables - considered good	1,267.73	155.14	46.31	-	3.00	-	1,472.18
(ii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-	-
<b>As at April 01, 2021</b>	<b>1,267.73</b>	<b>155.14</b>	<b>46.31</b>	<b>-</b>	<b>3.00</b>	<b>-</b>	<b>1,472.18</b>



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**Notes to the consolidated financial statements for the year ended March 31, 2023**

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

	March 31, 2023	March 31, 2022	April 01, 2021
<b>11 Cash and cash equivalents</b>			
Balances with banks:			
- with scheduled banks in current accounts	12,012.62	5,433.41	2,583.40
- deposits with original maturity upto 3 months	979.00	2,500.00	-
	<b>12,991.62</b>	<b>7,933.41</b>	<b>2,583.40</b>
<b>12 Other bank balances</b>			
Bank deposits with remaining maturity of less than 12 months	36,546.99	14,689.56	842.84
Interest accrued but not due on term deposits	648.12	64.40	7.05
	<b>37,195.11</b>	<b>14,753.96</b>	<b>849.89</b>

Notes:

- (a) Fixed deposit of Rs. 18,216.72 (March 31, 2022: Rs. 6,049.30; April 01, 2021: Rs. 629.20;) is placed under lien as per service agreement with partners  
(b) Other than as disclosed, there are no repatriation restrictions with respect to other bank balances as at the end of the reporting year.

<b>13 Loans (current)</b>			
<i>Carried at amortised cost, unsecured, considered good</i>			
Loans	31,577.01	6,130.21	7,422.31
Interest accrued on loans	573.13	136.51	156.64
<b>Total - gross loans</b>	<b>32,150.14</b>	<b>6,266.72</b>	<b>7,578.95</b>
Less: Impairment loss allowance on term loans (at amortised cost)	(2,058.17)	(599.93)	(698.31)
<b>Net loans</b>	<b>30,091.97</b>	<b>5,666.79</b>	<b>6,880.64</b>

The Group's exposure to credit and currency risk, and loss allowances are disclosed in Note 44

<b>14 Other financial assets (current)</b>			
Deposits with Financial Institutions having remaining maturity of less than 12 months	30,459.31	3,050.00	2,810.00
Interest accrued but not due on term deposits with Financial institutions	435.21	39.56	82.24
Others	154.03	31.52	1.83
	<b>31,048.55</b>	<b>3,121.08</b>	<b>2,894.07</b>

Notes:

- (a) Fixed deposit of Rs. 75.56 (March 31, 2022: Rs. Nil ; April 01, 2021: Rs. Nil) is placed under lien as per service agreement with partners.

<b>15 Other current assets</b>			
Advances to employees	31.34	9.33	1.56
Prepaid expenses	174.71	36.11	18.53
Balances with statutory and government authorities	-	58.14	635.85
Advances to vendors	220.83	-	-
	<b>426.88</b>	<b>103.58</b>	<b>655.94</b>

<b>16 Deferred tax assets</b>			
<b>Deferred tax assets</b>			
Employee benefit obligations	167.78	3.13	6.80
Unamortised share issue expense	472.46	-	-
Expected credit loss allowances	726.65	195.66	191.10
Property, plant and equipment, intangible assets and right of use assets	63.39	-	-
<b>Gross deferred tax assets</b>	<b>1,430.28</b>	<b>198.79</b>	<b>197.90</b>
<b>Deferred tax liabilities</b>			
Fair valuation of financial assets	94.47	-	-
Others	36.08	8.88	-
<b>Gross deferred tax liabilities</b>	<b>130.55</b>	<b>8.88</b>	<b>-</b>
<b>Net deferred tax assets</b>	<b>1,299.73</b>	<b>189.91</b>	<b>197.90</b>



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**Whizdm Innovations Private Limited**

**Notes to the consolidated financial statements for the year ended March 31, 2023**

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

	March 31, 2023	March 31, 2022	April 01, 2021
<b>17 (a) Equity share capital</b>			
<b>Authorised share capital</b>			
12,00,000 (March 31, 2022: 12,00,000; April 01, 2021: 12,00,000) equity shares of Rs. 1 each	12.00	12.00	12.00
	<b>12.00</b>	<b>12.00</b>	<b>12.00</b>
<b>Issued, subscribed and fully paid-up share capital</b>			
5,99,632 (March 31, 2022: 6,21,486; April 01, 2021: 6,05,216) equity shares of Rs. 1 each	5.99	6.21	6.05
	<b>5.99</b>	<b>6.21</b>	<b>6.05</b>

**i) Terms/ rights attached to equity shares:**

The Company has only class of equity shares having par value of Rs. 1 per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. The Company has not declared any dividend during the year.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

**ii) Reconciliation of shares outstanding at the beginning and at the end of the reporting year**

	March 31, 2023		March 31, 2022		April 01, 2021	
	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount
<b>At the beginning of the year</b>	6,21,486	6.21	6,05,216	6.05	6,05,216	6.05
Equity share capital issued during the year	-	-	16,270	0.16	-	-
Buyback of shares during the year	(21,854)	(0.22)	-	-	-	-
<b>Outstanding at the end of the year</b>	<b>5,99,632</b>	<b>5.99</b>	<b>6,21,486</b>	<b>6.21</b>	<b>6,05,216</b>	<b>6.05</b>

**iii) Details of shareholders holding more than 5% shares in the Company**

	March 31, 2023		March 31, 2022		April 01, 2021	
	Number of shares	% holding	Number of shares	% holding	Number of shares	% holding
Equity shares of Rs.1 each fully paid up:						
Puneet Agarwal	2,89,073	48.21%	3,00,000	49.76%	3,00,000	49.76%
Sanjay Aggarwal	2,89,073	48.21%	3,00,000	49.76%	3,00,000	49.76%

**iv) Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date**

Particulars	March 31, 2023	March 31, 2022	March 31, 2021	March 31, 2020	March 31, 2019
(a) Bonus shares issued	-	-	-	-	-
(b) Buyback of shares	21,854	-	-	-	-

**v) Equity shares reserved for issue under stock options:**

For details of shares reserved for issue under the employee stock option (ESOP) plan of the Company, please refer Note 41.

**17 (b) Instruments entirely equity in nature**

	March 31, 2023	March 31, 2022	April 01, 2021
<b>Authorised share capital</b>			
2,40,000 (March 31, 2022: 2,40,000; April 01, 2021: 2,40,000) Series A Compulsory Convertible Cumulative Preference Shares of Rs. 10 each ("Series A CCCPS")	24.00	24.00	24.00
3,90,000 (March 31, 2022: 3,90,000; April 01, 2021: 3,90,000) Series A1 Compulsory Convertible Cumulative Preference Shares of Rs. 10 each ("Series A1 CCCPS")	39.00	39.00	39.00
3,30,000 (March 31, 2022: 3,30,000; April 01, 2021: 3,30,000) Series B Compulsory Convertible Cumulative Preference Shares of Rs. 10 each ("Series B CCCPS")	33.00	33.00	33.00
5,00,000 (March 31, 2022: 5,00,000; April 01, 2021: 5,00,000) Series C Compulsory Convertible Cumulative Preference Shares of Rs. 10 each ("Series C CCCPS")	50.00	50.00	50.00
50,000 (March 31, 2022: 50,000; April 01, 2021: 50,000) Series C1 Compulsory Convertible Cumulative Preference Shares of Rs. 10 each ("Series C1 CCCPS")	5.00	5.00	5.00
2,50,000 (March 31, 2022: 2,50,000; April 01, 2021: 2,50,000) Series C2 Compulsory Convertible Cumulative Preference Shares of Rs. 10 each ("Series C2 CCCPS")	25.00	25.00	25.00
8,000 (March 31, 2022: 8,000; April 01, 2021: Nil) Series C3 Compulsory Convertible Cumulative Preference Shares of Rs. 10 each ("Series C3 CCCPS")	0.80	0.80	-
80,000 (March 31, 2022: 80,000; April 01, 2021: Nil) Series D1 Compulsory Convertible Cumulative Preference Shares of Rs. 10 each ("Series D1 CCCPS")	8.00	8.00	-
4,77,000 (March 31, 2022: 4,77,000; April 01, 2021: Nil) Series D2 Compulsory Convertible Cumulative Preference Shares of Rs. 10 each ("Series D2 CCCPS")	47.70	47.70	-
45,000 (March 31, 2022: 45,000; April 01, 2021: Nil) Series D3 Compulsory Convertible Cumulative Preference Shares of Rs. 10 each ("Series D3 CCCPS")	4.50	4.50	-
4,00,000 (March 31, 2022: Nil; April 01, 2021: Nil) Series E1 Compulsory Convertible Cumulative Preference Shares of Rs. 10 each ("Series E1 CCCPS")	40.00	-	-
	<b>277.00</b>	<b>237.00</b>	<b>176.00</b>



**Whizdm Innovations Private Limited**

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

Issued, subscribed and fully paid-up and subscribed but not fully paid-up share capital	March 31, 2023	March 31, 2022	April 01, 2021
2,29,602 (March 31, 2022: 2,29,602; April 01, 2021: 2,29,602) Series A CCCPS of Rs. 10 each	22.96	22.96	22.96
3,64,380 (March 31, 2022: 3,64,380; April 01, 2021: 3,64,380) Series A1 CCCPS of Rs. 10 each	36.44	36.44	36.44
3,22,038 (March 31, 2022: 3,22,038; April 01, 2021: 3,22,038) Series B CCCPS of Rs. 10 each	32.20	32.20	32.20
4,73,314 (March 31, 2022: 4,73,314; April 01, 2021: 4,73,314) Series C CCCPS of Rs. 10 each	47.33	47.33	47.33
40,938 (March 31, 2022: 40,938; April 01, 2021: 40,938) Series C1 CCCPS of Rs. 10 each (partly paid at Rs. 1 per share)	0.41	0.41	0.41
1,71,932 (March 31, 2022: 1,71,932; April 01, 2021: 1,71,932) Series C2 CCCPS of Rs. 10 each	17.19	17.19	17.19
7,110 (March 31, 2022: 7,110; April 01, 2021: Nil) Series C3 CCCPS of Rs. 10 each (partly paid at Rs. 0.1 per share)	0.01	0.01	-
Nil (March 31, 2022: 48,078; April 01, 2021: Nil) Series D1 CCCPS of Rs. 10 each (partly paid at Rs. 1 per share)	-	0.48	-
3,15,444 (March 31, 2022: 2,46,943; April 01, 2021: Nil) Series D2 CCCPS of Rs. 10 each	31.54	24.69	-
42,052 (March 31, 2022: Nil; April 01, 2021: Nil) Series D3 CCCPS of Rs. 10 each (partly paid at Rs. 1 per share)	0.42	-	-
2,22,931 (March 31, 2022: Nil; April 01, 2021: Nil) Series E1 CCCPS of Rs. 10 each	22.29	-	-
	<b>210.80</b>	<b>181.72</b>	<b>156.54</b>

**i) Rights, preferences and restrictions attached to CCCPS:**

CCCPS were issued at premium (face value Rs. 10 each) and each such CCCPS is convertible into Equity Shares at the conversion ratio then in effect for such series of Investor Preference Shares upon the earlier of (i) the date that is immediately prior to the date of filing of a red herring prospectus, or (ii) the date, or the occurrence of an event, specified by vote or written consent or agreement of each Investor or (iii) 20 (twenty) years after the date on which such series of Investor Preference Shares were first issued by the Company. The holders of these shares are entitled to a dividend of 0.01% p.a proportionately for the period for which the shares are being held and it shall be paid in preference to any dividend or distribution payable upon shares of any other class. Each holder of CCCPS shares is entitled to vote at each meeting of the holders of the equity shares to the extent of such proportion of the total voting rights, as they would have been entitled assuming full conversion of the CCCPS shares.

The holders of the preference share shall be entitled to receive notice of and vote on all matters that are submitted to the vote of the shareholders of the Company (including the holders of equity shares). Each preference share shall entitle the holder to the number of votes equal to the number of whole equity shares into which such preference share could then be converted.

In the event of liquidation of the Company, each series of preference shares shall be entitled to receive out of the proceeds or assets of the Company available for distribution, on a pari passu basis with the other Preference Holders and prior and in preference to any distribution of proceeds of such liquidation event to the holders of equity shares.

The Holders of the aforesaid CCCPS are entitled to a broad-based weighted average anti-dilution protection in accordance with Schedule 3 of the Shareholders agreement dated December 24, 2022.

In respect of the shareholders' agreement dated September 19, 2018, the preference shareholders of the Company had exit rights including requiring the Company to buy back shares held by them. During the year ended March 31, 2022, the shareholders approved amendment to the terms of agreement to rescind their rights to require buy back by the Company effective inception of the Shareholder's Agreement. Considering the buy-back obligation of the Company, the preference shares, at inception, were recorded as liability at fair value through profit and loss. As at April 1, 2021 the fair value of liability amounted to Rs. 76,169.80. Consequent to the above amendment, the Company, on March 31, 2022 has reclassified the liability to equity.



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ii) Reconciliation of shares outstanding at the beginning and at the end of the year

	March 31, 2023		March 31, 2022		April 01, 2021	
	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount
<b>Series A CCCPS</b>						
Balance at the beginning of the year	2,29,602	22.96	2,29,602	22.96	2,29,602	22.96
Add: Issued during the year	-	-	-	-	-	-
<b>Balance at the end of the year</b>	<b>2,29,602</b>	<b>22.96</b>	<b>2,29,602</b>	<b>22.96</b>	<b>2,29,602</b>	<b>22.96</b>
<b>Series A1 CCCPS</b>						
Balance at the beginning of the year	3,64,380	36.44	3,64,380	36.44	3,64,380	36.44
Add: Issued during the year	-	-	-	-	-	-
<b>Balance at the end of the year</b>	<b>3,64,380</b>	<b>36.44</b>	<b>3,64,380</b>	<b>36.44</b>	<b>3,64,380</b>	<b>36.44</b>
<b>Series B CCCPS</b>						
Balance at the beginning of the year	3,22,038	32.20	3,22,038	32.20	3,22,038	32.20
Add: Issued during the year	-	-	-	-	-	-
<b>Balance at the end of the year</b>	<b>3,22,038</b>	<b>32.20</b>	<b>3,22,038</b>	<b>32.20</b>	<b>3,22,038</b>	<b>32.20</b>
<b>Series C CCCPS</b>						
Balance at the beginning of the year	4,73,314	47.33	4,73,314	47.33	4,73,314	47.33
Add: Issued during the year	-	-	-	-	-	-
<b>Balance at the end of the year</b>	<b>4,73,314</b>	<b>47.33</b>	<b>4,73,314</b>	<b>47.33</b>	<b>4,73,314</b>	<b>47.33</b>
<b>Series C1 CCCPS</b>						
Balance at the beginning of the year	40,938	0.41	40,938	0.41	40,938	0.41
Add: Issued during the year	-	-	-	-	-	-
<b>Balance at the end of the year</b>	<b>40,938</b>	<b>0.41</b>	<b>40,938</b>	<b>0.41</b>	<b>40,938</b>	<b>0.41</b>
<b>Series C2 CCCPS</b>						
Balance at the beginning of the year	1,71,932	17.19	1,71,932	17.19	1,71,932	17.19
Add: Issued during the year	-	-	-	-	-	-
<b>Balance at the end of the year</b>	<b>1,71,932</b>	<b>17.19</b>	<b>1,71,932</b>	<b>17.19</b>	<b>1,71,932</b>	<b>17.19</b>
<b>Series C3 CCCPS</b>						
Balance at the beginning of the year	7,110	0.01	-	-	-	-
Add: Issued during the year	-	-	7,110	0.01	-	-
<b>Balance at the end of the year</b>	<b>7,110</b>	<b>0.01</b>	<b>7,110</b>	<b>0.01</b>	-	-
<b>Series D1 CCCPS</b>						
Balance at the beginning of the year	48,078	0.48	-	-	-	-
Add: Issued during the year	-	-	48,078	0.48	-	-
Forfeiture of shares during the year	(48,078)	(0.48)	-	-	-	-
<b>Balance at the end of the year</b>	<b>-</b>	<b>-</b>	<b>48,078</b>	<b>0.48</b>	-	-
<b>Series D2 CCCPS</b>						
Balance at the beginning of the year	2,46,943	24.69	-	-	-	-
Add: Issued during the year	68,501	6.85	2,46,943	24.69	-	-
<b>Balance at the end of the year</b>	<b>3,15,444</b>	<b>31.54</b>	<b>2,46,943</b>	<b>24.69</b>	-	-
<b>Series D3 CCCPS</b>						
Balance at the beginning of the year	-	-	-	-	-	-
Add: Issued during the year	42,052	0.42	-	-	-	-
<b>Balance at the end of the year</b>	<b>42,052</b>	<b>0.42</b>	-	-	-	-
<b>Series E1 CCCPS</b>						
Balance at the beginning of the year	-	-	-	-	-	-
Add: Issued during the year	2,22,931	22.29	-	-	-	-
<b>Balance at the end of the year</b>	<b>2,22,931</b>	<b>22.29</b>	-	-	-	-



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## iii) Details of shareholders holding more than 5% shares in the Company

	March 31, 2023		March 31, 2022		April 01, 2021	
	Number of shares	% holding	Number of shares	% holding	Number of shares	% holding
<b>Series A CCCPS of Rs. 10 each fully paid</b>						
Accel India Ventures IV (Mauritius) Ltd	1,37,880	60.05%	1,37,880	60.05%	1,37,880	60.05%
Ribbit Capital	91,722	39.95%	91,722	39.95%	91,722	39.95%
<b>Series A1 CCCPS of Rs. 10 each fully paid</b>						
Internet Fund III Pte Limited	1,92,624	52.87%	1,92,624	52.87%	1,92,624	52.87%
Ribbit Capital	1,00,908	27.69%	1,00,908	27.69%	1,00,908	27.69%
Accel India Ventures IV (Mauritius) Ltd	70,848	19.44%	70,848	19.44%	70,848	19.44%
<b>Series B CCCPS of Rs. 10 each fully paid</b>						
Accel India Ventures IV (Mauritius) Ltd	1,13,148	35.13%	1,13,148	35.13%	1,13,148	35.13%
Ribbit Capital	1,04,448	32.43%	1,04,448	32.43%	1,04,448	32.43%
Internet Fund III Pte Limited	1,04,442	32.43%	1,04,442	32.43%	1,04,442	32.43%
<b>Series C CCCPS of Rs. 10 each fully paid</b>						
Accel Growth IV Holdings (Mauritius) Limited	1,63,651	34.58%	1,63,651	34.58%	1,63,651	34.58%
TI JPNIN India Holdco, LTD	95,521	20.18%	95,521	20.18%	95,521	20.18%
Accel India Ventures IV (Mauritius) Ltd	81,876	17.30%	81,876	17.30%	81,876	17.30%
NLI Strategic Investment Limited	81,776	17.28%	81,776	17.28%	81,776	17.28%
DI Investment LLC as General Partner of DI India Digital Investment Partnership	40,938	8.65%	40,938	8.65%	40,938	8.65%
<b>Series C 1 CCCPS of Rs. 10 each partly paid</b>						
Puneet Agarwal	20,469	50.00%	20,469	50.00%	20,469	50.00%
Sanjay Aggarwal	20,469	50.00%	20,469	50.00%	20,469	50.00%
<b>Series C 2 CCCPS of Rs. 10 each fully paid</b>						
Accel Growth IV Holdings (Mauritius) Limited	46,370	26.97%	43,638	25.38%	43,638	25.38%
Internet Fund III Pte Limited	43,638	25.38%	43,638	25.38%	43,638	25.38%
NLI Strategic Investment Limited	35,814	20.83%	35,814	20.83%	35,814	20.83%
Accel India Ventures IV (Mauritius) Ltd	23,465	13.65%	17,455	10.15%	17,455	10.15%
TI JPNIN India Holdco, LTD	7,809	4.54%	16,551	9.63%	16,551	9.63%
DI Investment LLC as General Partner of DI India Digital Investment Partnership	8,727	5.08%	8,727	5.08%	8,727	5.08%
<b>Series C 3 CCCPS of Rs. 10 each partly paid</b>						
Stride Venture Debt Fund	7,110	100.00%	7,110	100.00%	-	-
<b>Series D 1 CCCPS of Rs. 10 each partly paid</b>						
Puneet Agarwal	-	-	24,039	50.00%	-	-
Sanjay Aggarwal	-	-	24,039	50.00%	-	-
<b>Series D 2 CCCPS of Rs. 10 each fully paid</b>						
Internet Fund III Pte Ltd	78,674	24.94%	78,674	31.86%	-	-
Crimson Winter Limited	65,556	20.78%	65,556	26.55%	-	-
Evolve India Fund IV Ltd	65,561	20.78%	-	-	-	-
TI Platform SMRS SMA, LP (TI)	43,708	13.86%	43,708	17.70%	-	-
Accel India IV (Mauritius) Ltd	24,039	7.62%	24,039	9.73%	-	-
South Park Commons Opportunities Fund II, L.P	21,854	6.93%	21,854	8.85%	-	-
<b>Series D 3 CCCPS of Rs. 10 each partly paid</b>						
Puneet Agarwal	21,026	50.00%	-	-	-	-
Sanjay Aggarwal	21,026	50.00%	-	-	-	-
<b>Series E 1 CCCPS of Rs. 10 each partly paid</b>						
Apis Growth II (Mimosa) Pte. Ltd	1,88,539	84.57%	-	-	-	-
Crimson Winter Limited	25,710	11.53%	-	-	-	-

iv) Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date- Nil

## v) Shares reserved for issue under options

For details of shares reserved for issue on conversion of Series A CCCPS, Series A1 CCCPS, Series B CCCPS, C CCCPS, C1 CCCPS, C2 CCCPS, C3 CCCPS, D1 CCCPS, D2 CCCPS, D3 CCCPS and E1 CCCPS refer Note 17 (b) (i).

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**Whizdm Innovations Private Limited**  
**Notes to the consolidated financial statements for the year ended March 31, 2023**  
 (All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

	March 31, 2023	March 31, 2022	April 01, 2021
<b>18 Other equity</b>			
Money received against share warrants (Refer note below)	-	-	4.71
Share forfeiture account	0.48	-	-
Securities premium	1,34,079.42	73,588.82	61.70
Special reserve	37.53	0.43	0.43
Capital redemption reserve	0.22	-	-
Share based payment reserve	4,474.11	2,444.76	2,019.87
Retained earnings	(7,362.57)	(23,581.97)	(68,005.64)
Other comprehensive income	(18.62)	17.65	-
<b>Total other equity</b>	<b>1,31,210.57</b>	<b>52,469.69</b>	<b>(65,918.93)</b>

**Note:**

In July 10, 2018, the Company has entered into an agreement for issue of 16,265 warrants at warrant purchase price of Rs. 28.97 per warrant and each warrant shall entitle the subscriber to purchase one equity share upon exercise of warrant at an exercise price of Rs. 2,897.47. On September 06, 2019, the Company has allotted 16,265 warrants which are exercisable within 24 months from the date of allotment. On August 23, 2021, the Company received a formal notice from the warrant holder stating their intention to exercise all the warrants issued to them. Pursuant to the notice, the Company allotted 16,265 equity shares to the warrant holder at the agreed exercise price of Rs. 2,897.47 on September 23, 2021

**Nature and purpose of reserve**

**(i) Securities premium**

Securities premium is used to record the premium on issue of shares. The reserve is utilised in accordance with the provisions of the Act.

**(ii) Capital Redemption Reserve**

As per Companies Act, 2013, capital redemption reserve is created when company purchases its own shares out of free reserves or securities premium. A sum equal to the nominal value of the shares so purchased is transferred to capital redemption reserve. The reserve is utilised in accordance with the provisions of section 69 of the Companies Act, 2013.

**(iii) Share based payment reserve**

The Company has established equity settled share based payment plans for employees of the Company and its subsidiary.

**(iv) Retained earnings**

The amount that can be distributed by the Company as dividends to its equity shareholders.

**(v) Other comprehensive income**

Other comprehensive income represents re-measurements of the defined benefits plan.

**(vi) Special reserve**

Special Reserve represents reserve created pursuant to the Reserve Bank of India Act, 1934 ("the RBI Act"). In terms of Section 45-1C of the RBI Act, a Non-Banking Finance Company is required to transfer an amount not less than 20 per cent of its net profit to a Reserve Fund, before declaring any dividend. Appropriation from this Reserve Fund is permitted only for the purposes specified by RBI.

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**Whizdm Innovatons Private Limited**

**Notes to the consolidated financial statements for the year ended March 31, 2023**

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

	March 31, 2023	March 31, 2022	April 01, 2021
<b>19 Borrowings (non-current)</b>			
Non-convertible debentures (secured) at amortised cost [refer note (a) below]	3,294.21	4,616.37	-
Term loans (secured) at amortised cost [refer note (b) below]	23,269.26	3,183.73	5,408.60
Convertible preference shares (unsecured) at fair value through profit and loss [refer Note 17 (b) (i)]	-	-	76,169.80
	<b>26,563.47</b>	<b>7,800.10</b>	<b>81,578.40</b>
Less: Amount disclosed under the head "Current borrowings" [refer note 23]	(20,593.11)	(5,241.79)	(4,007.75)
	<b>5,970.36</b>	<b>2,558.31</b>	<b>77,570.65</b>

**(a) Terms of Non-convertible debentures (secured)**

The Company issued 2,500 (face value: Rs. 100,000) secured unlisted unrated redeemable non-convertible debentures with monthly principal repayment at an interest rate of 14.5% maturing on December 01, 2023.

Whizdm Finance Private Limited issued 3,500 (face value: Rs. 100,000) secured unlisted unrated redeemable non-convertible debentures with quarterly principal repayment at an interest rate of 14.25% maturing on May 06, 2024.

Whizdm Finance Private Limited issued 2,100 (face value: Rs. 100,000) secured unlisted unrated redeemable non-convertible debentures with quarterly principal repayment at an interest rate of 13.55% maturing on December 29, 2023.

**Non-convertible debentures (secured) at amortised cost**

	663.06	1,645.63	-
	1,591.92	2,970.74	-
	1,039.23	-	-
	<b>3,294.21</b>	<b>4,616.37</b>	<b>-</b>

**(b) Terms of term loans (secured)**

Term loan from bank ( monthly repayment; interest rate 12- 13% and original maturity 1-3 years

Term loans from Financial institutions and NBFCs ( monthly/ quarterly repayment; interest rate 12- 15% and original maturity 1-3 years

	387.53	-	-
	22,881.73	3,183.73	5,408.60
	<b>23,269.26</b>	<b>3,183.73</b>	<b>5,408.60</b>

**20 Lease liabilities (non current)**

Lease liabilities (refer Note 40)

	30.51	137.82	271.90
	<b>30.51</b>	<b>137.82</b>	<b>271.90</b>

**Reconciliation of financial liabilities arising from financing activities:**

Particulars	Borrowings	Lease liabilities	Total
<b>Balance as at April 01, 2021</b>	<b>81,628.85</b>	<b>387.14</b>	<b>82,016.00</b>
<b>Cash flows:</b>			
Proceeds	8,627.30	-	8,627.30
Repayments	(6,363.80)	(115.24)	(6,479.05)
Interest expense	1,186.75	42.32	1,229.07
Payment of interest	(1,212.48)	(39.32)	(1,251.79)
<b>Non cash:</b>			
Adjustments during the year [refer note 17(b)(i)]	(76,041.81)	-	(76,041.81)
<b>Balance as at March 31, 2022</b>	<b>7,824.81</b>	<b>274.90</b>	<b>8,099.71</b>
<b>Cash flows:</b>			
Proceeds	28,242.16	-	28,242.16
Repayments	(9,640.26)	(137.08)	(9,777.34)
Interest expense	2,070.03	26.06	2,096.09
Payment of interest	(1,996.25)	(27.57)	(2,023.82)
<b>Non cash:</b>			
Adjustments during the year	161.48	-	161.48
<b>Balance as at March 31, 2023</b>	<b>26,661.97</b>	<b>136.31</b>	<b>26,798.28</b>



Whizdm Innovations Private Limited

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

	March 31, 2023	March 31, 2022	April 01, 2021
<b>21 Other financial liabilities (non current)</b>			
Dues to employees	-	-	673.70
	-	-	<b>673.70</b>
<b>22 Provisions (non current)</b>			
Provision for gratuity (refer note 42)	421.86	237.04	174.32
Provision for leave encashment	194.62	3.38	5.93
Provision for stock appreciation rights (refer note 41)	-	3,573.10	1,013.93
	<b>616.48</b>	<b>3,813.52</b>	<b>1,194.18</b>
<b>23 Borrowings (Current)</b>			
Current maturities of non current borrowings	20,593.11	5,241.79	4,007.75
Interest accrued but not due on borrowings	98.50	24.72	50.45
	<b>20,691.61</b>	<b>5,266.51</b>	<b>4,058.20</b>
<b>24 Lease liabilities (current)</b>			
Lease liabilities (refer note 40)	105.80	137.08	115.24
	<b>105.80</b>	<b>137.08</b>	<b>115.24</b>
<b>25 Trade payables</b>			
Dues to micro and small enterprises (MSME)	-	-	-
Dues to others	7,291.82	4,501.20	1,056.31
	<b>7,291.82</b>	<b>4,501.20</b>	<b>1,056.31</b>

(a) Trade payable ageing schedule

Particulars	Outstanding for following periods from due date of payment						Total
	Unbilled	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of MSME	-	-	-	-	-	-	-
Total outstanding dues of creditors other than MSME	2,632.28	4,214.08	443.52	0.11	1.83	-	7,291.82
<b>As at March 31, 2023</b>	<b>2,632.28</b>	<b>4,214.08</b>	<b>443.52</b>	<b>0.11</b>	<b>1.83</b>	<b>-</b>	<b>7,291.82</b>
Total outstanding dues of MSME	-	-	-	-	-	-	-
Total outstanding dues of creditors other than MSME	1,864.22	2,273.37	361.78	1.83	-	-	4,501.20
<b>As at March 31, 2022</b>	<b>1,864.22</b>	<b>2,273.37</b>	<b>361.78</b>	<b>1.83</b>	<b>-</b>	<b>-</b>	<b>4,501.20</b>
Total outstanding dues of MSME	-	-	-	-	-	-	-
Total outstanding dues of creditors other than MSME	403.68	552.74	99.89	-	-	-	1,056.31
<b>As at April 01, 2021</b>	<b>403.68</b>	<b>552.74</b>	<b>99.89</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,056.31</b>

	March 31, 2023	March 31, 2022	April 01, 2021
<b>26 Other financial liabilities (current)</b>			
Dues to employees	1,322.67	1,043.50	92.20
	<b>1,322.67</b>	<b>1,043.50</b>	<b>92.20</b>
<b>27 Other current liabilities</b>			
Statutory dues	1,678.16	997.02	262.04
	<b>1,678.16</b>	<b>997.02</b>	<b>262.04</b>
<b>28 Provisions (current)</b>			
Provision for gratuity (refer note 42)	17.45	12.30	7.29
Provision for leave encashment	17.33	123.79	95.95
Provision for stock appreciation rights (refer note 41)	3,236.25	-	-
Provision for income tax	-	0.14	29.12
	<b>3,271.03</b>	<b>136.23</b>	<b>132.36</b>



Whizdm Innovations Private Limited  
Notes to the consolidated financial statements for the year ended March 31, 2023  
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	Year ended March 31, 2023	Year ended March 31, 2022
<b>29 Revenue from operations</b>		
Fees and commission income	57,674.64	22,242.31
	<b>57,674.64</b>	<b>22,242.31</b>

**Revenue from contracts with customers under Ind AS 115**

- (a) Indian Accounting Standard 115 Revenue from Contracts with Customers ("Ind AS 115"), establishes a framework for determining whether, how much and when revenue is recognised and requires disclosures about the nature, amount, timing and uncertainty of revenues and cash flows arising from customer contracts. Under Ind AS 115, revenue is recognised through a 5-step approach:
- Identify the contract(s) with customer;
  - Identify separate performance obligations in the contract;
  - Determine the transaction price;
  - Allocate the transaction price to the performance obligations; and
  - Recognise revenue when a performance obligation is satisfied.
- (b) In accordance with Ind AS 115, set out below is the disaggregation of the Group's revenue from contracts with customers:

Type of services	Year ended March 31, 2023	Year ended March 31, 2022
Fees and commission income	57,674.64	22,242.31
<b>Total revenue from contracts with customers</b>	<b>57,674.64</b>	<b>22,242.31</b>
<b>Revenue by geography</b>		
India	57,674.64	22,242.31
Outside India	-	-
<b>Total revenue from contracts with customers</b>	<b>57,674.64</b>	<b>22,242.31</b>
<b>Revenue by time</b>		
Revenue recognised at point in time	57,674.64	22,242.31
Revenue recognised over time	-	-
<b>Total revenue from contracts with customers</b>	<b>57,674.64</b>	<b>22,242.31</b>

- (c) Reconciliation of revenue recognised with contract price

Particulars	Year ended March 31, 2023	Year ended March 31, 2022	
Contract price	57,674.64	22,242.31	
Adjustments	-	-	
<b>Contract balances related to contracts with customers</b>			
Trade receivables	22,027.52	6,169.32	1,472.18

**Notes:**

- (a) Trade receivable are recognised when the right to consideration becomes unconditional. Trade receivables are non-interest bearing and are generally on terms of 15 to 30 days. The provision made for expected credit loss as on 31 March 2023 is Nil (March 31, 2022: Nil; April 01, 2021: Nil).

	Year ended March 31, 2023	Year ended March 31, 2022
<b>30 Interest income</b>		
Lending business		
On financial assets measured at amortised cost		
Interest on portfolio loans	6,330.02	1,853.86
Others		
Interest income on bank deposits	2,178.66	289.40
Interest income on income taxes	12.69	-
Unwinding of discount on security deposits	4.14	3.91
	<b>8,525.51</b>	<b>2,147.16</b>
<b>31 Other income</b>		
Other non-operating income	-	6.31
	-	<b>6.31</b>
<b>32 Net gain on fair value changes</b>		
Net gain on financial instruments measured at fair value through profit or loss:		
- Realised gain	951.79	183.15
- Unrealised gain	550.20	68.89
	<b>1,501.99</b>	<b>252.04</b>



	Year ended March 31, 2023	Year ended March 31, 2022
<b>33 Employee benefits expense</b>		
Salaries, wages and bonus	9,864.91	5,209.29
Contribution to provident and other funds	69.62	47.97
Gratuity expenses (refer note 42)	147.73	89.28
Share based payments to employees (refer note 41)	2,200.36	424.89
Staff welfare expenses	206.22	64.32
	<b>12,488.84</b>	<b>5,835.75</b>
<b>34 Finance costs</b>		
Interest on borrowings	2,279.69	1,317.70
Interest on lease liabilities (refer note 40)	26.06	42.32
Others	94.29	19.84
	<b>2,400.04</b>	<b>1,379.86</b>
<b>35 Depreciation and amortisation expense</b>		
Depreciation on property, plant and equipment	259.81	127.85
Depreciation on right of use asset (refer note 40)	137.93	137.93
Amortisation on intangible assets	27.12	3.75
	<b>424.86</b>	<b>269.53</b>
<b>36 Impairment of financial assets</b>		
Impairment allowance on portfolio loans and write offs	3,992.99	955.21
	<b>3,992.99</b>	<b>955.21</b>
<b>37 Other expenses</b>		
Transaction processing charges	13,636.17	6,432.26
Advertisement and business promotion	13,552.77	4,056.69
Subcontractor charges	1,562.63	1,097.43
Information technology maintenance cost	2,345.62	890.52
Legal and professional expenses	756.29	2,916.78
Rental charges	10.14	21.03
Repairs and maintenance	60.00	52.66
Communication expenses	82.03	37.11
Power, water and utility expenses	14.82	9.85
Rates and taxes	66.50	30.82
Travelling expenses	121.27	18.06
Printing and stationery	2.54	6.24
Loss on foreign exchange (net)	10.00	0.90
Miscellaneous expenses	6.23	-
	<b>32,227.01</b>	<b>15,570.35</b>
<b>38 Tax expense</b>		
Current tax expense	1,009.53	0.28
Deferred tax (credit)/expense	(1,109.82)	8.00
	<b>(100.29)</b>	<b>8.28</b>
The major components of income tax expense and the reconciliation of expense based on the domestic effective tax rate is as below:		
<b>Accounting profit before income tax</b>	<b>16,168.40</b>	<b>637.12</b>
At country's statutory income tax rate of 25.17% (March 31, 2022: 25.17%)	4,069.59	160.36
<b>Adjustments in respect of taxes</b>		
Expense disallowed under the provisions of Income tax Act, 1961	-	415.38
Utilisation of carry forward losses	(3,268.49)	(749.62)
Gains from mutual funds taxed at rate other than 25.17%	(96.80)	(18.63)
Share issue expense ammortised	(610.79)	-
Others	(193.80)	200.79
	<b>(100.29)</b>	<b>8.28</b>
<b>39 Earnings per equity share</b>		
Net profit for the year	16,256.50	629.80
Less:- Share issue expense	(1,142.11)	(1,605.88)
<b>Adjusted Net profit/ (loss) for the year</b>	<b>15,114.39</b>	<b>(976.08)</b>
Face value per share	1	1
Weighted average number of equity shares and CCCPS for EPS	25,28,042	21,90,113
Effect of dilution:		
- Weighted average Equity Shares arising on stock option plan	91,208	86,095
- Weighted average Equity Shares arising on share warrants	-	3,223
Weighted average number of Equity shares adjusted for the effect of dilution	<b>26,19,250</b>	<b>22,79,431</b>
<b>Earnings per share</b>		
Basic (in Rs.)	597.87	(44.57)
Diluted (in Rs.)	577.05	(44.57)



**Whizdm Innovations Private Limited**

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

**40 Leases**

**Group as a lessee**

The Group has adopted Ind AS 116, Leases effective April 01, 2019, as notified by the Ministry of Corporate Affairs (MCA) in the Companies (Indian Accounting Standard) Amendment Rules 2019, using modified retrospective approach from April 01, 2021 and charged depreciation on a straight line method basis on the right of use asset created on the transition date.

The Group has leases for office premises used in its business operations. With the exception of short-term leases and leases of low-value underlying assets, each lease is reflected on the balance sheet as a right-of-use asset and a lease liability.

Each lease generally imposes a restriction that, unless there is a contractual right for the Group to sublease the asset to another party, the right-of-use asset can only be used by the Group. The Group is prohibited from selling or pledging the underlying leased assets as security. For leases over office buildings the Group must keep those properties in a good state of repair and return the properties in their original condition at the end of the lease.

**(a) Right of Use assets**

Set out below are the carrying amounts of right-of-use assets recognised and the movements during the period:

Particulars	Office Buildings	Total
<b>As at April 01, 2021</b>	<b>372.68</b>	<b>372.68</b>
Additions	-	-
Adjustments	-	-
Depreciation expense	(137.93)	(137.93)
<b>As at March 31, 2022</b>	<b>234.75</b>	<b>234.75</b>
Additions	-	-
Adjustments	-	-
Depreciation expense	(137.93)	(137.93)
<b>As at March 31, 2023</b>	<b>96.82</b>	<b>96.82</b>

**(b) Lease liabilities**

Set out below are the carrying amounts of lease liabilities and the movements during the period.

Particulars	Lease liabilities
<b>As at April 01, 2021</b>	<b>387.14</b>
Additions	-
Interest accrued	42.32
Payments	(154.56)
Adjustments	-
<b>As at March 31, 2022</b>	<b>274.90</b>
Additions	-
Interest accrued	26.06
Payments	(164.65)
Adjustments	-
<b>As at March 31, 2023</b>	<b>136.31</b>

**(c) Maturity analysis of lease liabilities**

Lease liabilities	March 31, 2023	March 31, 2022	April 01, 2021
Within one year	105.80	137.08	115.24
After one year but not more than five years	30.51	137.82	271.90
More than five years	-	-	-

**(d) Information about right of use assets**

Particulars	March 31, 2023	March 31, 2022	April 01, 2021
Nature of right of use asset	Office premises	Office premises	Office premises
No. of right of use assets leased	3	3	3
Range of remaining term	4-19 months	16-31 months	29-44 months
Average remaining lease term	11 months	23 months	35 months
<b>Future cash flows to which lessee is potentially exposed to</b>			
Variable lease payments	-	-	-
Extension and termination options	-	-	-
Residual value guarantees	-	-	-
Leases not yet commenced to which the lessee is committed	-	-	-
<b>Total</b>			
Restrictions or covenants imposed by leases	None	None	None
Sale and leaseback transactions	None	None	None

**(e) Considerations on application of Ind AS 116: Leases**

- The Group had elected not to include initial direct costs in the measurement of the right-of-use asset for operating leases in existence at the date of initial application of Ind AS 116.
- The Group has benefited from the use of hindsight for determining the lease term when considering options to extend and terminate leases.
- On application of Ind AS 116 the weighted average incremental borrowing rate applied to lease liabilities recognised was 13.00 % p.a.



**Whizdm Innovations Private Limited**

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

**41 Share-based payments**

**(a) Employee Stock Option Plan**

On June 05, 2015, the Board of Directors approved the Equity Settled "Whizdm Employees Stock Option Plan - 2015" for issue of stock options to various employees of the Company and its subsidiary. The plan was subsequently revised by the Board on March 01, 2019. The options are to be granted to the eligible employees as per the eligibility criteria as determined by the Board/Compensation Committee at its sole discretion. Under the plan, participants have been granted options which will vest as follows:

Scheme	Vesting Conditions	Exercise Period	Exercise Price	Other conditions
Whizdm Employees Stock Option Plan - 2015	Continuing employment of a minimum of 1 year of the liquidity event and graded vesting on quarterly basis over 12 quarters after the initial vesting at the end of year 1	Date of the occurrence of a minimum of 1 year of the liquidity event or Board approval	₹ 1	Nil

The stock compensation cost is computed under the fair value method and has been recognised as employee cost on a straight line basis over the vesting period upto March 31, 2023. For the year ended March 31, 2023, the Group has recorded an additional employee cost of Rs. 2,200.36 (March 31, 2022: Rs. 424.89) in the Statement of Profit or Loss.

	No. of options March 31, 2023	No. of options March 31, 2022
Options outstanding at the beginning	1,04,349	93,265
Granted during the year ended	29,906	18,458
Lapsed during the year ended	(11,258)	(7,374)
Exercised during the year ended	-	-
<b>Options outstanding at the end</b>	<b>1,22,997</b>	<b>1,04,349</b>

The fair value of share options granted is estimated at the date of grant using a Black Scholes Merton model, taking into account the terms and conditions upon which the share options were granted.

The expected life used in the model has been adjusted, based on management's best estimate for the effects of non-transferability, exercise restrictions and behavioural considerations. The contractual term of the share options is ten years and there are no cash settlement alternatives for the employees.

The assumptions used while computing fair value of options is as following:

Particulars	March 31, 2023	March 31, 2022	April 01, 2021
Weighted average fair values at the measurement date	7,098.08	3,472.21	2,571.46
Weighted average remaining contractual life of share options (years)	3.17	3.06	3.55
Expected volatility (%)	50.0%	50.0%	50.0%
Dividend yield (%)	0.0%	0.0%	0.0%
Risk-free interest rate (%)	7.35%-7.52%	6.28%-6.81%	5.81%-8.46%
Weighted average exercise price (INR)	1	1	1
Model used	Black Scholes	Black Scholes	Black Scholes

**(b) Stock appreciation rights (SARs)**

On June 5, 2015, the management approved Stock Appreciation Plan 2015 to be granted to eligible consultants/advisors as and when deemed fit. The SARs price is linked to the fair value of shares as computed by the valuer and are cash settled and vest in the manner as provided in the scheme/grant letters to the consultants/advisors.

	No. of SARs March 31, 2023	No. of SARs March 31, 2022
Rights outstanding at the beginning	20,779	20,779
Granted during the year ended	-	-
Lapsed during the year ended	(4,614)	-
Exercised during the year ended	-	-
<b>Rights outstanding at the end</b>	<b>16,165</b>	<b>20,779</b>

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## 42 Employee benefit obligations

**Defined contribution plans**

The Group makes contributions to the Provident Fund for all eligible employees. Under the plan, the Group is required to contribute a specified percentage of payroll costs. Accordingly, the Group has recognised as expense in the Statement of Profit and Loss the following:

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Employer's contribution to provident fund	69.62	47.97

(a) **Defined benefit plans- Gratuity (unfunded)**

The Group has a defined benefit gratuity plan. Every employee is entitled to gratuity as per the provisions of the Payment of Gratuity Act, 1972. The liability of Gratuity is recognized on the basis of actuarial valuation.

The following table sets out the status of the defined benefit schemes and the amount recognised in the consolidated financial statements:

(i) **Amount recognised in the balance sheet is as under:**

Particulars	March 31, 2023	March 31, 2022	April 01, 2021
Present value of obligation	439.31	249.35	181.61
Fair value of plan assets	-	-	-
<b>Net (assets)/ liability recognised in balance sheet</b>	<b>439.31</b>	<b>249.35</b>	<b>181.61</b>

(ii) **Net amount recognised in the Statement of Profit and Loss is as under:**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Current service cost	129.64	76.11
Past service cost	-	-
Interest cost on defined benefit obligation	18.09	13.17
Expected return on plan assets	-	-
<b>Net impact on profit (before tax)</b>	<b>147.73</b>	<b>89.28</b>
Actuarial (gain)/ loss recognised during the year	45.36	(10.23)
<b>Total</b>	<b>193.09</b>	<b>79.05</b>

(iii) **Movement in the present value of defined benefit obligation recognised in the balance sheet is as under:**

Particulars	Year ended March 31, 2023	Year ended March 31, 2022
Present value of defined benefit obligation as at the beginning of year	249.35	181.61
Current service cost	129.64	76.11
Past service cost	-	-
Interest cost	18.09	13.17
Benefits paid	(3.13)	(11.31)
Actuarial loss/(gain) on obligation:		
- arising from change in demographic assumption	-	-
- arising from change in financial assumption	(6.89)	(13.89)
- arising from experience adjustments	52.25	3.66
<b>Present value of defined benefit obligation as at the end of the year</b>	<b>439.31</b>	<b>249.35</b>

(iv) **Actuarial assumptions**

Particulars	March 31, 2023	March 31, 2022	April 01, 2021
Discounting rate (%)	7.50%	7.25%	6.50%
Future salary increase (%)	10.00%	10.00%	10.00%
Retirement age (years)	60 years	60 years	60 years
Mortality	IALM 2012-14	IALM 2012-14	IALM 2012-14
Withdrawal rate (%):	10.00%	10.00%	10.00%

(v) **Sensitivity analysis of present value of obligation as at the year end;**

Particulars	March 31, 2023	March 31, 2022	April 01, 2021
<b>Impact of the change in discount rate:</b>			
- Impact due to increase of 1.00 %	401.43	(216.46)	(141.60)
- Impact due to decrease of 1.00 %	480.64	274.59	200.77
<b>Impact of the change in salary</b>			
- Impact due to increase of 1.00 %	477.93	272.34	198.61
- Impact due to decrease of 1.00 %	403.36	(218.22)	(143.36)
<b>Impact of the change in withdrawal rate</b>			
- Impact due to increase of 1.00 %	427.05	(229.39)	(149.24)
- Impact due to decrease of 1.00 %	452.93	257.94	189.61

(vi) **Maturity profile of defined benefit obligation**

Particulars	March 31, 2023	March 31, 2022	April 01, 2021
0 to 1 year	17.44	12.30	7.27
1 to 2 year	4.29	2.34	1.35
2 to 3 year	4.51	2.77	1.67
3 to 4 year	4.67	2.83	1.87
4 to 5 year	4.86	2.86	1.87
6th year onwards	403.52	226.24	167.58
<b>Total</b>	<b>439.31</b>	<b>249.35</b>	<b>181.61</b>



**Whizdm Innovations Private Limited**

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

**43 Related party transactions**

## List of related parties

Particulars	Nature of relationship
Wholly owned subsidiary company	Whizdm Finance Private Limited
Key management personnel	Puneet Agarwal
Key management personnel	Sanjay Aggarwal
Key management personnel	Subrata Mitra
Relative of Key managerial personnel	Sushma Abburi
Relative of Key managerial personnel	Chitra Agarwal
Entity in which Key management personnel has significant influence	Moneyview Solutions Private Limited

**(a) The following table is the summary of transactions with related parties by the Group:**

Particulars	Year ended	Year ended
	March 31, 2023	March 31, 2022
Remuneration paid*		
Puneet Agarwal **	464.24	294.87
Sanjay Aggarwal **	360.64	294.88
Sushma Abburi	243.45	98.79
	<b>1,068.33</b>	<b>688.55</b>

\*The remuneration to the key managerial personnel does not include provisions made for gratuity and compensated absences, as they are determined on actuarial basis for the Group as a whole.

\*\* Includes provision made in the current year of Rs. 67.37 each (March 31, 2022: Rs 134.74 each) for long term KMP Bonus.

**(b) The balances receivable from and payable to related parties as at year end are as follows:**

Particulars	March 31, 2023	March 31, 2022	April 01, 2021
<b>Trade receivables</b>			
Moneyview Solutions Private Limited	-	-	3.00
	-	-	<b>3.00</b>
<b>Other financial liabilities</b>			
Moneyview Solutions Private Limited	-	-	0.91
	-	-	<b>0.91</b>
<b>Stock appreciation rights granted (Nos.)</b>			
Chitra Agarwal	2,323	2,323	2,323
	<b>2,323</b>	<b>2,323</b>	<b>2,323</b>



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## 44 Financial instruments: Fair value and risk managements

## A Accounting classification and fair values

Particulars	Carrying amount			Fair value			Total
	FVTPL	FVTOCI	Amortised cost	Level 1	Level 2	Level 3	
<b>March 31, 2023</b>							
Investments	24,402.88	-	-	24,402.88	-	-	24,402.88
Trade receivables	-	-	22,027.52	-	-	-	-
Cash and cash equivalents	-	-	12,991.62	-	-	-	-
Other bank balances	-	-	37,195.11	-	-	-	-
Loans	-	-	34,133.67	-	-	-	-
Other financial assets	-	-	36,895.76	-	-	-	-
<b>Total financial assets</b>	<b>24,402.88</b>	<b>-</b>	<b>1,43,243.68</b>	<b>24,402.88</b>	<b>-</b>	<b>-</b>	<b>24,402.88</b>
Borrowings	-	-	26,661.97	-	-	-	-
Lease liabilities	-	-	136.31	-	-	-	-
Trade payables	-	-	7,291.82	-	-	-	-
Other financial liabilities	-	-	1,322.67	-	-	-	-
<b>Total financial liabilities</b>	<b>-</b>	<b>-</b>	<b>35,412.76</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Particulars	Carrying amount			Fair value			Total
	FVTPL	FVTOCI	Amortised cost	Level 1	Level 2	Level 3	
<b>March 31, 2022</b>							
Investments	24,883.83	-	-	24,883.83	-	-	24,883.83
Trade receivables	-	-	6,169.32	-	-	-	-
Cash and cash equivalents	-	-	7,933.41	-	-	-	-
Other bank balances	-	-	14,753.96	-	-	-	-
Loans	-	-	7,235.93	-	-	-	-
Other financial assets	-	-	9,202.85	-	-	-	-
<b>Total financial assets</b>	<b>24,883.83</b>	<b>-</b>	<b>45,295.47</b>	<b>24,883.83</b>	<b>-</b>	<b>-</b>	<b>24,883.83</b>
Borrowings	-	-	7,824.82	-	-	-	-
Lease liabilities	-	-	274.90	-	-	-	-
Trade payables	-	-	4,501.20	-	-	-	-
Other financial liabilities	-	-	1,043.50	-	-	-	-
<b>Total financial liabilities</b>	<b>-</b>	<b>-</b>	<b>13,644.42</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Particulars	Carrying amount			Fair value			Total
	FVTPL	FVTOCI	Amortised cost	Level 1	Level 2	Level 3	
<b>April 01, 2021</b>							
Investments	1,590.47	-	-	1,590.47	-	-	1,590.47
Trade receivables	-	-	1,472.18	-	-	-	-
Cash and cash equivalents	-	-	2,583.40	-	-	-	-
Other bank balances	-	-	849.89	-	-	-	-
Loans	-	-	8,612.40	-	-	-	-
Other financial assets	-	-	2,992.19	-	-	-	-
<b>Total financial assets</b>	<b>1,590.47</b>	<b>-</b>	<b>16,510.06</b>	<b>1,590.47</b>	<b>-</b>	<b>-</b>	<b>1,590.47</b>
Borrowings	76,169.80	-	5,459.05	-	-	76,169.80	76,169.80
Lease liabilities	-	-	387.14	-	-	-	-
Trade payables	-	-	1,056.31	-	-	-	-
Other financial liabilities	-	-	765.90	-	-	-	-
<b>Total financial liabilities</b>	<b>76,169.80</b>	<b>-</b>	<b>7,668.40</b>	<b>-</b>	<b>-</b>	<b>76,169.80</b>	<b>76,169.80</b>

The management assessed that fair values of loans, cash and cash equivalents, other bank balances, trade receivables and trade payables approximate their respective carrying amounts, largely due to the short-term maturities of these instruments.

## B Fair values hierarchy

The fair value of financial instruments as referred to in note (A) above has been classified into three categories depending on the inputs used in the valuation technique. The hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities [Level 1 measurements] and lowest priority to unobservable inputs [Level 3 measurements].

The categories used are as follows:

Level 1: Quoted prices (unadjusted) for identical instruments in an active market;

Level 2: Directly (i.e. as prices) or indirectly (i.e. derived from prices) observable market inputs, other than Level 1 inputs; and

Level 3: Inputs which are not based on observable market data (unobservable inputs)



**C Financial risk management**

**i) Risk Management**

The Group's activities expose it to market risk, liquidity risk and credit risk. The Group's board of directors has overall responsibility for the establishment and oversight of the Group's risk management framework. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

Risk and exposure arising from	Management framework
Credit risk :- Bank balances, investments, trade receivables, loans and other financial assets	Bank deposits, diversification of asset base, debtor ageing analysis and credit limits.
Liquidity risk- Financial liabilities	Regular equity infusion by existing and new investors, availability of borrowing limits
Market risk - security price - Investment in mutual funds	Diversification of portfolio with focus on strategic investments

**A) Credit risk**

Credit risk is the risk that a counterparty fails to discharge its obligation to the Group. The Group's exposure to credit risk is influenced mainly by bank balances, trade receivables, loan assets, and other financial assets measured at amortised cost. The Group continuously monitors defaults of customers and other counterparties through ageing analysis and incorporates this information into its credit risk controls.

**a) Credit risk management - financial assets other than portfolio loans**

The Group assesses and manages credit risk based on internal credit rating system. Internal credit rating is performed for each class of financial instruments with different characteristics. The Group assigns the following credit ratings to each class of financial assets based on the assumptions, inputs and factors specific to the class of financial assets.

- (i) Low credit risk on financial reporting date
- (ii) Moderate credit risk
- (iii) High credit risk

The Group provides for expected credit loss based on the following:

Nature and assets covered	Basis of expected credit loss
Low credit risk:- Bank balances, investments, trade receivables, loans and other financial assets	12 months expected credit loss for all financials assets other than trade receivables. 'Simplified approach' for recognition of expected credit loss on trade receivables.
Moderate credit risk- None	Life time expected credit loss or 12 month expected credit loss
High credit risk- None	Life time expected credit loss

Based on business environment in which the Group operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions.

Assets are written off when there is no reasonable expectation of recovery, such as a customer declaring bankruptcy or a litigation decided against the Group. The Group continues to engage with parties whose balances are written off and attempts to enforce repayment. Recoveries made are recognised in Statement of Profit and Loss.

**b) Credit risk management for portfolio loans**

The Group's substantial income is generated from lending to retail customers and therefore credit risk arising from loan assets is a principal risk associated with the business.

The credit risk management policy of the Group seeks to have following controls and key metrics that allows risks to be identified, assessed, monitored and reported in a timely and efficient manner in compliance with regulatory requirements.

- Standardize the process of identifying new risks and designing appropriate controls for these risks
- Minimize losses due to defaults or untimely payments by borrowers
- Maintain an appropriate credit administration and loan review system
- Establish metrics for portfolio monitoring
- Design appropriate credit risk mitigation techniques

**(i) Risk identification**

Credit risk may originate in one or multiple of following ways mentioned below:

- Adverse selection of target market for undertaking lending activity (negative geographical areas, negative communities, etc.)
- Gap in credit assessment of borrower's credit worthiness (failure to collect KYC documents, verify residential address, assess income source)
- Security gaps or temporary technical glitches in the loan origination application of the Group leading to loans being sanctioned to ineligible individuals
- Over-borrowing by customers
- Improper use of loan amount than the designated activity
- Over-concentration in any geography/branch/zone etc.



**(ii) Risk assessment and measurement**

The Group assesses and manages credit risk based on internal credit rating system. The Group assigns the following credit ratings to loan assets based on the assumptions, inputs and factors specific to the loan.

- (i) Low credit risk
- (ii) Moderate credit risk
- (iii) High credit risk

The Group provides for expected credit loss based on the following:

Nature	Basis of expected credit loss
Low credit risk	12 month expected credit loss
Moderate credit risk	12 month expected credit loss
High credit risk	Life time expected credit loss or fully provided for

**(iii) Risk monitoring**

Monitoring and follow up is an essential element in the overall risk management framework and is taken up very seriously at all levels within the organization. Monitoring and controlling risks is primarily performed based on limits established by the Group.

Loans - Borrower risk categorization is an effective tool to flag potential problems in the loan accounts and identify if any corrective action plan are to be taken. The Group regularly monitors borrower repayments and borrowers are accordingly categorized in low risk and high risk.

The performance indicators are continuously generated through monitoring alerts in the loan origination flow and post disbursement flow to highlight areas requiring attention and action. Monitoring includes diagnostic studies of problem areas in collections performance and proactively taking actions.

The risk monitoring metrics have been defined to track performance at each stage of the loan life cycle:

- Credit Origination - KYC pendency, if any; deviation index from the defined policies and procedures
- Credit sanction - Disbursement to high risk rated borrowers; early delinquency due to fraud
- Credit monitoring -
  - Portfolio at risk - The metrics provides an indication of potential losses that may arise from overdue accounts. (loans staging more than 90 Days past due);
  - Static pool analysis - Provides an indication about the portfolio performance vis-a-vis the vintage of the loans and helps compare performance of loans generated in different time periods
  - Collection and recovery - collection efficiency, roll forward rates and roll backward rates.

**(iv) Risk mitigation**

Risk Mitigation or risk reduction is defined as the process of reducing risk exposures and/or minimizing the likelihood of incident occurrence.

The Group has created mechanisms for underwriting credit and risk policy for digital personal loans.

The following risk mitigation measures has been suggested at each stage of loan life cycle:

- Loan origination - profile/income selection, document verification process, KYC checks, creditworthiness checks based on CIBIL, fraud database checks, device data, regular updates to loan origination application based on security gaps and technical glitches identified etc
- Loan underwriting - Risk rating, credit assessment etc.
- Loan pre and post disbursement - disbursement in the bank account only and monitoring of early delinquencies
- Loan collection and recovery - monitor repayments, days past due review, DPD stagewise collection framework
- Appropriate policy-driven loan origination and collection process.

**(v) Impairment assessment**

The Group is also engaged in the business of providing loans and access to credit to the customers. The tenure of which is ranging from 3 month to 60 months.

The Group's impairment assessment and measurement approach is set out in this note. It should be read in conjunction with the Summary of significant accounting policies.

**Definition of default and cure**

The Group considers a financial instrument defaulted and therefore Stage 3 (credit-impaired) for ECL calculations in all cases when the borrower becomes 90 days past due on its contractual payments.

As a part of a qualitative assessment of whether a customer is in default, the Group also considers a variety of instances that may indicate unlikelihood to pay. When such events occur, the Group carefully considers whether the event should result in treating the customer as defaulted and therefore assessed as Stage 3 for ECL calculations or whether Stage 2 is appropriate.

It is the Group's policy to consider a financial instrument as 'cured' and therefore re-classified out of Stage 3 when the due amount have been paid. The decision whether to classify an asset as Stage 2 or Stage 1 once cured depends on the updated credit grade, at the time of the cure, and whether this indicates there has been a significant increase in credit risk compared to initial recognition.

The Group's internal credit rating grades and staging criteria for loans are as follows:

Internal rating grade	Internal rating description	Stages
<b>Performing</b>		
Standard grade - no overdue	No over due	Stage I
Standard grade - past due	DPD 1 to 30	Stage I
	DPD 31 to 60	Stage II
	DPD 61 to 89	Stage II
<b>Non-performing</b>		
Sub-standard grade	DPD => 90	Stage III



**Frequency of recognition**

Riskiness of a financial asset is recognized in the following frequency :-

- At the time of initial recognition all financial assets are recognized as low credit risk.
- Assets are evaluated on a monthly frequency till the time it is fully repaid and closed; they are evaluated basis their days past due (DPD) status at every month-end, and risk classification is made accordingly.
- An asset may be re-recognized if there is adverse field information regarding client default.

**Forward looking Approach**

ECL is based on history of financial asset and also includes forward-looking statement. Ind-AS does not mandate to forecast about the future conditions over the entire expected life of a financial asset, and ensures to extrapolate projection from available, detailed information. These includes :-

- Internal historical credit loss experience
- Industry trend of credit loss of homogeneous assets
- Historical credit loss experience of other similar assets to homogeneous set of customers
- Changes in underwriting capacity, collection efficiency, and management strength
- Macroeconomic factors such as interest rates, industry policies, GDP growth, inflation, etc.
- Regulatory factors such as systemic risk events, policy changes, and statutory guidelines
- Systemic events such as demonetization etc.

**Measurement of ECL**

Expected Credit Loss or ECL is measured in the following manner. The Group calculates ECL based on probability-weighted scenarios to measure the expected cash shortfalls, discounted at an approximation to the EIR. A cash shortfall is the difference between the cash flows that are due to the Group in accordance with the contract and the cash flows that the Group expects to receive.

$$ECL = PD * LGD * EAD$$

Each item is defined as follows:-

ECL - Expected credit loss

Present value of difference between contractual cash flows and actual cash flows expected to be received over a given time horizon

PD - Probability of default

The Probability of default is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period, if the facility has not been previously derecognised and is still in the portfolio.

LGD - Loss given default

The Loss Given Default is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the Group would expect to receive, including from the realisation of any collateral. It is usually expressed as a percentage of the EAD

EAD- Exposure at default

Cash flows that are at risk of default over a given time horizon. The Exposure at Default is an estimate of the exposure at a future default date.

**Financial assets that expose the Group to credit risk\***

Particulars	March 31, 2023	March 31, 2022	April 01, 2021
<b>(i) Low credit risk - Stage 1</b>			
Investments	24,402.88	24,883.83	1,590.47
Trade receivables	22,027.52	6,169.32	1,472.18
Cash and cash equivalents	12,991.62	7,933.41	2,583.40
Other bank balances	37,195.11	14,753.96	849.89
Loans	33,218.29	7,048.40	8,517.16
Other financial assets	36,895.76	9,202.85	2,992.19
	<b>1,66,731.18</b>	<b>69,991.77</b>	<b>18,005.29</b>
<b>(ii) Moderate credit risk - Stage 2</b>	680.15	171.03	95.24
<b>(iii) High credit risk - Stage 3</b>	235.23	16.50	-

\* These represent net carrying values of financial assets, after deduction for expected credit losses.

The Group does not have any significant or material history of credit losses. Hence, the credit risk for all the financial assets has been considered to be negligible by the management as at the closing date.



**Whizdm Innovations Private Limited**

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

**B) Liquidity risk**

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset.

The Group's approach to managing liquidity is to ensure as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due.

Management monitors rolling forecasts of the Group's liquidity position and cash and cash equivalents on the basis of expected cash flows. The Group takes into account the liquidity of the market in which the entity operates.

**Maturities of financial liabilities**

The tables below analyse the Group financial liabilities into relevant maturity groupings based on their contractual maturities.

The amounts disclosed in the table are the contractual undiscounted cash flows.

March 31, 2023	Less than 1 year	Over 1 year & upto 3 years	Over 3 years & upto 5 years	Over 5 years	Total
<b>Financial liabilities</b>					
Borrowings	20,691.61	5,970.36	-	-	26,661.97
Lease liabilities	105.80	30.51	-	-	136.31
Trade payables	7,291.82	-	-	-	7,291.82
Other financial liabilities	1,322.67	-	-	-	1,322.67
<b>Total financial liabilities</b>	<b>29,411.90</b>	<b>6,000.86</b>	-	-	<b>35,412.76</b>
<b>March 31, 2022</b>	<b>Less than 1 year</b>	<b>Over 1 year &amp; upto 3 years</b>	<b>Over 3 years &amp; upto 5 years</b>	<b>Over 5 years</b>	<b>Total</b>
<b>Financial liabilities</b>					
Borrowings	5,266.51	2,558.31	-	-	7,824.82
Lease liabilities	137.08	137.82	-	-	274.90
Trade payables	4,501.20	-	-	-	4,501.20
Other financial liabilities	1,043.50	-	-	-	1,043.50
<b>Total financial liabilities</b>	<b>10,948.29</b>	<b>2,696.13</b>	-	-	<b>13,644.42</b>
<b>April 01, 2021</b>	<b>Less than 1 year</b>	<b>Over 1 year &amp; upto 3 years</b>	<b>Over 3 years &amp; upto 5 years</b>	<b>Over 5 years</b>	<b>Total</b>
<b>Financial liabilities</b>					
Borrowings [refer note 17(b)(i)]	4,058.20	1,400.85	-	76,169.80	81,628.85
Lease liabilities	115.24	241.39	30.51	-	387.14
Trade payables	1,056.31	-	-	-	1,056.31
Other financial liabilities	92.20	673.70	-	-	765.90
<b>Total financial liabilities</b>	<b>5,321.95</b>	<b>2,315.94</b>	<b>30.51</b>	<b>76,169.80</b>	<b>83,838.20</b>

**C) Market risk - Price risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

**a) Exposure**

The Group's exposure price risk arises from investments held and classified in the balance sheet at fair value through profit or loss. To manage the price risk arising from investments, the Group diversifies its portfolio of assets.

**b) Sensitivity**

The table below summarises the impact of increases/decreases of the index on the Company's equity and profit for the year:

**Impact on profit after tax**

Particulars	March 31, 2023	March 31, 2022
<b>Mutual funds</b>		
Net assets value – increase by 1%	244.03	248.84
Net assets value – decrease by 1%	(244.03)	(248.84)

**ii) Capital management**

The Group's capital management objectives are

- to ensure the Group's ability to continue as a going concern
- to provide an adequate return to shareholders

The Group monitors capital on the basis of the carrying amount of equity less cash and cash equivalents as presented on the face of balance sheet.

Management assesses the Group's capital requirements in order to maintain an efficient overall financing structure while avoiding excessive leverage. The Group manages the capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return on capital to shareholders and issue new shares.



**Whizdm Innovations Private Limited****Notes to the consolidated financial statements for the year ended March 31, 2023**

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

**45 First-time adoption of Ind AS**

These financial statements, for the year ended March 31, 2023, are the first financial statements which have been prepared in accordance with Ind AS. For periods up to and including the year ended March 31, 2022, the Group prepared its consolidated financial statements in accordance with accounting standards notified under section 133 of the Companies Act 2013, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Indian GAAP or previous GAAP).

Accordingly, the Group has prepared consolidated financial statements which comply with Ind AS applicable for year end on March 31, 2023, together with the comparative period data as at and for the year ended March 31, 2022, as described in the summary of significant accounting policies. In preparing these consolidated financial statements, the Group's opening balance sheet was prepared as at April 01, 2021, being the Group's date of transition to Ind AS. This note explains the principal adjustments made by the Group in restating its Indian GAAP financial statements, including the consolidated balance sheet as at April 01, 2021 and the consolidated financial statements as at and for the year ended March 31, 2022.

**Exemptions applied:**

Ind AS 101 allows first-time adopters certain exemptions from the retrospective application of certain requirements under Ind AS. Set out below are the applicable Ind AS 101 optional exemptions and mandatory exceptions applied in the transition from previous GAAP to Ind AS:

**A) Optional exemptions****i) Deemed cost for property, plant and equipment and other intangible assets**

Ind AS 101 permits a first time adopter to elect to continue the carrying value of all its property, plant and equipment as recognised in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost after making necessary adjustments to decommissioning liabilities. This exemption can also be used for intangible assets covered under Ind AS 38.

Accordingly, the Group has elected to measure all its property, plant and equipment and intangible assets at the carrying value under the previous GAAP.

**B) Mandatory exceptions****Estimates**

The estimates as at April 01, 2021 and as at March 31, 2022 are consistent with those made for the same dates in accordance with previous GAAP (after adjustments to reflect any differences in accounting policies) apart from impairment of financial assets based on expected credit loss model and estimates relating to determination of discounted value as these were not required under the previous GAAP.

The estimates used by the Group to present these amounts in accordance with Ind AS reflect conditions as at April 01, 2021, the date of transition to Ind AS and as of March 31, 2022.

**Impairment of financial assets**

The Group has applied the exemption relating to impairment of financial assets given in IndAS 101. It has used reasonable and supportable information that is available without undue cost or effort to determine the credit risk at the date that financial assets were initially recognised and compared that to the credit risk as at April 01, 2021.

**De-recognition of financial assets and liabilities**

Ind AS 101 requires a first time adopter to apply the de-recognition provisions of Ind AS 109 prospectively for transactions occurring on or after the date of transition to Ind AS. However Ind AS 101, allows a first time adopter to apply the de-recognition requirements in Ind AS 109 retrospectively from a date of entity's choosing, provided that the information needed to apply Ind AS 109 to financial assets and financial liabilities derecognised as a result of past transactions was obtained at the time of initially accounting for those transactions.

The Group has elected to apply the derecognition provisions of Ind AS 109 prospectively from the date of transition to Ind AS.

**Classification and measurement of financial assets**

Ind AS 101 requires an entity to assess classification and measurement of financial assets on the basis of facts and circumstances that exist at the date of transition to Ind AS. Financial assets can be measured using effective interest method by assessing its contractual cash flow characteristics only on the basis of facts and circumstances existing at the date of transition and if it is impracticable to assess the use of effective interest method, fair value of financial asset at the date of transition shall be the new carrying amount of that asset. The measurement exemption applies for financial liabilities as well.

**Reconciliation of equity as at April 01, 2021 and March 31, 2022**

Particulars	Note reference	Reconciliation of equity	
		As at March 31, 2022	As at April 01, 2021
Equity under previous GAAP		54,266.44	10,739.33
Adjustments:			
a) Impact of fair valuation of CCPS reclassified to borrowings	1	-	(76,169.80)
b) Impact of application of Ind AS 115	2	(1,228.66)	-
c) Impact of investments carried at fair value through profit and loss	3	91.65	22.76
d) Impact on application of expected credit loss method for loan loss provisioning	7	(564.15)	(664.38)
e) Impact of application of lease accounting under Ind AS 116	5	(20.48)	-
f) Impact of effective interest rate on borrowings	6	(33.96)	(9.91)
g) Others including deferred tax on adjustments		146.78	169.53
<b>Total adjustments</b>		<b>(1,608.82)</b>	<b>(76,651.80)</b>
<b>Equity as per Ind AS</b>		<b>52,657.62</b>	<b>(65,912.47)</b>



Whizdm Innovations Private Limited

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

Reconciliation of profit for the year ended March 31, 2022

Particulars	Note reference	Year ended March 31, 2022
Net profit after tax as per previous GAAP		1,772.35
a) Impact of application of Ind AS 115	2	(1,228.66)
b) Impact of investments carried at fair value through profit and loss	3	68.89
c) Impact on application of expected credit loss method for loan loss provisioning	7	100.23
d) Impact of application of lease accounting under Ind AS 116	5	(20.48)
e) Impact of Effective Interest Rate on borrowings	6	(24.05)
f) Others		(38.48)
<b>Net profit after tax as per Ind AS</b>		<b>629.80</b>
g) Other comprehensive income (net of tax)		17.65
<b>Total comprehensive income as per Ind AS</b>		<b>647.45</b>

Footnotes for reconciliation of equity as at April 01, 2021 and March 31, 2022 and profit for the year ended March 31, 2022

1. Fair valuation of CCPS reclassified to borrowings

In respect of the shareholders' agreement dated September 19, 2018, the preference shareholders of the Company had exit rights including requiring the Company to buy back shares held by them. On March 7, 2022, the shareholders approved amendment to the terms of agreement to rescind their rights to require buy back by the Company effective inception of the Shareholder's Agreement. Considering the buy-back obligation of the Company, the preference shares, at inception, were recorded as liability at fair value through profit and loss.

2. Difference on account of revenue recognition is primarily due to difference in timing of revenue recognition under Ind AS as compared to Previous GAAP.

3. Investments carried at fair value through profit and loss

Investments in mutual funds have been measured at Fair Value Through Profit or Loss (FVTPL) under Ind AS as against lower of cost or fair value, under the Previous GAAP. The difference between the fair value and previous GAAP carrying value on transition date has been recognised as an adjustment to opening retained earnings. Subsequent fair value changes have been recorded through the Statement of Profit and Loss.

4. Fair valuation method for employee stock options

Under Ind AS, the compensation cost of employee stock option plan is recognised based on the fair value of the options determined using an appropriate pricing model at the date of grant as compared to the intrinsic value method followed under IGAAP.

5. Application of lease accounting under Ind AS 116

The Group has adopted Ind AS 116, Leases effective 1 April 2019, as notified by the Ministry of Corporate Affairs (MCA) in the Companies (Indian Accounting Standard) Amendment Rules 2019, using modified retrospective approach.

6. Application of Effective Interest Rate on borrowings

Under previous GAAP, transaction costs incurred on borrowings was charged to statement of profit and loss on straightline basis over the tenor of the borrowing. While under Ind AS, such costs are included in the initial recognition amount of financial liabilities and recognised as interest expense using the effective interest method.

7. Impact on application of expected credit loss method for loan loss provisioning

Under previous GAAP, the Group created impairment allowance on loan assets basis the provisioning norms prescribed by the Reserve Bank of India ('RBI'). Under Ind AS, impairment allowance has been determined based on expected credit loss ('ECL') model.

Effect of Ind AS adoption on the statement of cash flows for the year ended March 31, 2022

Particulars	Previous GAAP	Adjustments	Ind AS
Net cash from/(used in) operating activities	5,654.97	342.26	5,997.22
Net cash from/(used in) investing activities	(42,806.64)	(64.98)	(42,871.62)
Net cash from/(used in) financing activities	42,501.69	(277.28)	42,224.41
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>5,350.01</b>	<b>-</b>	<b>5,350.01</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>2,583.40</b>	<b>-</b>	<b>2,583.40</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>7,933.41</b>	<b>-</b>	<b>7,933.41</b>

Note: The previous GAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purposes of this note.



## 46 Additional information, as required under Schedule III of the Act, of enterprises consolidated as subsidiary

The summary of net asset (liability) and share in consolidated profits as included in consolidated financial statements is as follows:

Name of the entity	Net assets as at March 31, 2023		Share in profit or loss for the year ended March 31, 2023		Share in other comprehensive income for the year ended March 31, 2023		Share in total comprehensive income for the year ended March 31, 2023	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As a % of consolidated other comprehensive income	Amount	As a % of consolidated total comprehensive income	Amount
<b>Holding Company</b>								
Whizdm Innovations Private Limited	89%	1,32,520.52	99%	16,850.46	100%	12.24	99%	16,838.22
<b>Indian Subsidiary Company</b>								
Whizdm Finance Private Limited	11%	16,765.79	1%	185.48	0%	-	1%	185.48
<b>Gross Total</b>	<b>100%</b>	<b>1,49,286.31</b>	<b>100%</b>	<b>17,035.94</b>	<b>100%</b>	<b>12.24</b>	<b>100%</b>	<b>17,023.70</b>
Adjustment arising on consolidation		(17,858.95)		(779.44)		24.03		(803.47)
<b>Total</b>		<b>1,31,427.36</b>		<b>16,256.50</b>		<b>36.27</b>		<b>16,220.23</b>

Name of the entity	Net assets as at March 31, 2022		Share in profit or loss for the year ended March 31, 2022		Share in other comprehensive income for the year ended March 31, 2022		Share in total comprehensive income for the year ended March 31, 2022	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As a % of consolidated other comprehensive income	Amount	As a % of consolidated total comprehensive income	Amount
<b>Holding Company</b>								
Whizdm Innovations Private Limited	90%	53,132.79	106%	600.14	100%	(14.80)	106%	614.94
<b>Indian Subsidiary Company</b>								
Whizdm Finance Private Limited	10%	5,780.30	-6%	(35.05)	0%	-	-6%	(35.05)
<b>Gross Total</b>	<b>100%</b>	<b>58,913.09</b>	<b>100%</b>	<b>565.09</b>	<b>100%</b>	<b>(14.80)</b>	<b>100%</b>	<b>579.89</b>
Adjustment arising on consolidation		(6,255.47)		64.71		(2.85)		67.56
<b>Total</b>		<b>52,657.62</b>		<b>629.80</b>		<b>(17.65)</b>		<b>647.45</b>

## 47 Segment information

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM) of the Group. The CODM is responsible for allocating resources and assessing performance of the operating segments of the Group. The Group is in the business of providing loan facilitation services to various borrowers through financing partners and lending activity of unsecured personal loans to borrowers.

The way the CODM reviews the performance, management of the Group has concluded that it constitutes a single segment as per Ind AS 108 "Operating Segments". Hence, no separate disclosure is required for segments. The Group has revenues from customers domiciled in India. All of the Group's non-current operating assets are domiciled in India.

## 48 Contingent liabilities and commitments

## (A) Contingent liabilities

There are no contingent liabilities of the Group that are not provided for as at March 31, 2023, March 31, 2022 and April 01, 2021.

## (B) Commitments not provided for:

There are no commitments of the Group that are not provided for as at March 31, 2023, March 31, 2022 and April 01, 2021.

## 49 Expenditure in foreign currency

Particulars	Year ended	Year ended
	March 31, 2023	March 31, 2022
Advertisement and business promotion	45.33	51.17
Information technology maintenance	398.69	-



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Whizdm Innovations Private Limited

Notes to the consolidated financial statements for the year ended March 31, 2023

(All amounts are in Indian Rupees Lakhs, except share data and per share data, unless otherwise stated)

**50 Additional regulatory information as required by Schedule III, Companies Act 2013**

- (i) The Group do not have any Benami property, where any proceeding has been initiated or pending against the Group for holding any Benami property
- (ii) The Group do not have any transactions with companies struck off.
- (iii) The Group do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period,
- (iv) The Group have not traded or invested in Crypto currency or Virtual Currency during the financial year
- (v) The Group have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
- (vi) The Group have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party

**51 Prior year comparatives**

The figures of the previous years have been regrouped/reclassified, where necessary, to conform with the current year's classification

As per our report of even date

For S.R. Batliboi & Associates LLP  
Chartered Accountants

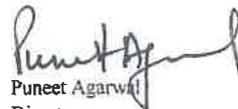
ICAI Firm registration number 101049W/E300004

  
Chirag Jain  
Partner  
Membership no.: 115385



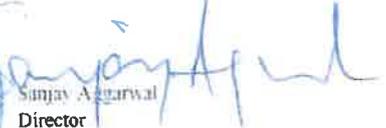
Place: Bengaluru  
Date: September 06, 2023

For and on behalf of Board of Directors of  
Whizdm Innovations Private Limited

  
Puneet Agarwal  
Director  
DIN : 06921984

Place: Bengaluru  
Date: September 06, 2023



  
Sunjay Agarwal  
Director  
DIN : 00931994

Place: Bengaluru  
Date: September 06, 2023