

## **Nisarg J Shah & Co.**

**Chartered Accountants**

**Office Address: 3SF Ratnam, C.G. Road,  
Ahmedabad: 380006**

**Phone: 07926462476  
Email: info@njshah.com**

### **Certificate on translated version of material subsidiary audited financial statements**

**Date: May 16, 2025**

**To,  
The Board of Directors,  
Fractal Analytics Limited (the "Ultimate Holding Company")  
Level 7, Commerz II, International Business Park,  
Oberoi Garden City, Off. W. E. Highway,  
Goregaon (E) Mumbai Mumbai City MH 400063 IN**

**Re: The translated financial statement for consolidation in Fractal Analytics Limited ("Ultimate Holding Company") financial Statement.**

**Dear Sirs,**

We have verified the translated version of the audited standalone financial statements of **Fractal Analytics Canada Inc.** (the "Company") for the year ended March 31, 2025 and March 31, 2024. These financial statements have been translated by the Company in Indian Rupee in accordance with Ind As 21, 'The Effect of Changes in Foreign Currency Rates'. The work carried out by us in accordance with the Standard on Related Services (SRS) 4400, "Engagements to Perform Agreed-upon Procedures regarding Financial Information" issued by the Institute of Chartered Accountants of India.

We have verified the translated financial information contained in the Annexure attached to this certificate which have been prepared for the purpose of preparation of consolidated financial statement of Ultimate Holding Company.

These translated financials should not in any way be construed as a reissuance or re-dating of any of the previous audit reports, nor should these be construed as a new opinion on any of the audited standalone financial statements referred to herein.

Based on our examination, we confirm that the information in this certificate is true, fair, correct, accurate and there is no untrue statement or omission which would render the contents of this certificate misleading in its form or context.

#### **Restriction on use**

This certificate has been provided by Nisarg J Shah & Co, Chartered Accountants, at the request of Fractal Analytics Limited and solely for the consolidation purpose in Ultimate Holding Company. This certificate is not intended for general circulation or publication and is not to be reproduced or used for any other purpose without our prior consent in writing, other than for the purpose stated above.

**Yours Sincerely,**

**For Nisarg J Shah & Co.**

**Chartered Accountants**

**ICAI Firm Registration Number: 128310W**

**N. J. Shah.**

**Nisarg Shah**

**Partner**

**Membership Number: 126381**

**UDIN: 25126381BMOHGX5670**

**Place of Signature: Ahmedabad**

**Date: May 16, 2025**



# Fractal Analytics (Canada) Inc.

## Translated version of Balance Sheet

(All amount in 000's unless stated otherwise)

		In CAD\$		In INR	
Particulars	Note	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
<b>ASSETS</b>					
<b>(A) Current assets</b>					
(a) Financial assets					
(i) Trade receivables	(3)	1,985	2,220	1,18,179	1,36,630
(ii) Cash and cash equivalents	(4)	490	142	29,167	8,741
(iii) Other financial assets	(5)	57	55	3,379	3,404
(b) Other current assets	(6)	82	32	4,892	1,932
(c) Income tax assets (net)		6	-	335	-
<b>Total current assets</b>		<b>2,620</b>	<b>2,449</b>	<b>1,55,952</b>	<b>1,50,707</b>
<b>Total assets</b>		<b>2,620</b>	<b>2,449</b>	<b>1,55,952</b>	<b>1,50,707</b>
<b>EQUITY AND LIABILITIES</b>					
<b>(A) Equity</b>					
(a) Share capital	(7)	10	10	529	529
(b) Other equity	(8)	1,712	1,287	1,01,944	79,306
<b>Total equity</b>		<b>1,722</b>	<b>1,297</b>	<b>1,02,473</b>	<b>79,835</b>
<b>(B) Liabilities</b>					
<b>(I) Current liabilities</b>					
(a) Financial liabilities					
(i) Trade payables	(9)	136	133	8,114	8,188
(ii) Other financial liabilities	(10)	535	688	31,855	42,334
(b) Other current liabilities	(11)	28	-	1,676	-
(c) Provisions	(12)	199	326	11,834	20,039
(d) Current tax liabilities (net)		-	5	-	311
<b>Total liabilities</b>		<b>898</b>	<b>1,152</b>	<b>53,479</b>	<b>70,872</b>
<b>Total equity and liabilities</b>		<b>2,620</b>	<b>2,449</b>	<b>1,55,952</b>	<b>1,50,707</b>

### Material accounting policies

2

The accompanying notes from 3 to 27 form an integral part of the translated version of financial statements.

As per our report of even date attached.

**For Nisarg J. Shah & Co**

Chartered Accountants

Firm's Registration Number: 128310W

For and on behalf of the Board of Directors of

**Fractal Analytics Canada Inc.**

**Nisarg Shah**

Partner

Membership Number: 126381

Ahmedabad

Date:



**Ashwath Bhat**

Director

New York, USA

Date:

**Fractal Analytics (Canada) Inc.**  
Translated version of Statement of Profit and Loss  
(All amount in 000's unless stated otherwise)

Particulars	Note	In CAD\$		In INR	
		For the year ended March 31, 2025	For the year ended March 31, 2024	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>(1) Income</b>					
(a) Revenue from operations	(13)	5,819	8,992	3,53,551	5,52,038
(b) Other income	(14)	51	6	3,129	375
<b>Total income</b>		<b>5,870</b>	<b>8,998</b>	<b>3,56,680</b>	<b>5,52,413</b>
<b>(2) Expenses</b>					
(a) Employee benefits expense	(15)	4,574	7,061	2,77,883	4,33,458
(b) Other expenses	(16)	759	1,131	46,170	69,496
<b>Total expenses</b>		<b>5,333</b>	<b>8,192</b>	<b>3,24,054</b>	<b>5,02,954</b>
<b>(3) Profit before tax (1-2)</b>		<b>537</b>	<b>806</b>	<b>32,626</b>	<b>49,459</b>
<b>(4) Tax expense</b>					
(a) Current Tax	(23)				
- For the year		148	221	8,996	13,539
- Tax adjustment for earlier year		(11)	-	(647)	-
<b>Total tax expense charge</b>		<b>137</b>	<b>221</b>	<b>8,348</b>	<b>13,539</b>
<b>(5) Profit for the year (3-4)</b>		<b>400</b>	<b>585</b>	<b>24,278</b>	<b>35,920</b>
<b>(6) Other comprehensive income</b>					
(1) Items that will be reclassified subsequently to profit or loss					
(a) Exchange differences on translation of foreign operations		-	-	(3,130)	678
<b>(6) Total other comprehensive (loss)/income (net of tax)</b>		<b>-</b>	<b>-</b>	<b>(3,130)</b>	<b>678</b>
<b>(7) Total comprehensive income for the year (5+6)</b>		<b>400</b>	<b>585</b>	<b>21,148</b>	<b>36,598</b>
<b>Earnings per share</b>	(22)				
Face value of CAD 1 each					
(1) Basic EPS		39.97	58.52	2,427.81	3,591.99
(2) Diluted EPS		39.97	58.52	2,427.81	3,591.99

**Material accounting policies**

2

The accompanying notes from 3 to 27 form an integral part of the translated version of financial statements.

As per our report of even date attached.

**For Nisarg J. Shah & Co**  
Chartered Accountants  
Firm's Registration Number: 128310W

For and on behalf of the Board of Directors of  
**Fractal Analytics Canada Inc.**

*N. J. Shah*

**Nisarg Shah**  
Partner  
Membership Number: 126381

Ahmedabad  
Date:



*Ashwath*

**Ashwath Bhat**  
Director

New York, USA  
Date:

**Fractal Analytics (Canada) Inc.**  
Translated version of Statement of Cash flows  
(All amount in 000's unless stated otherwise)

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Particulars	In CAD\$		In INR	
	For the year ended March 31, 2025	For the year ended March 31, 2024	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>(A) Cash flows from operating activities</b>				
Profit before tax	537	806	32,626	49,459
<b>Adjustment for:</b>				
Employee stock option expense	25	-	1,490	-
Unrealised Foreign exchange gain	-	(15)	-	(909)
<b>Operating cash flow before working capital changes</b>	<b>562</b>	<b>791</b>	<b>34,116</b>	<b>48,550</b>
<b>Adjustment for changes in working capital:</b>				
Decrease / (Increase) in trade receivables	235	(909)	18,450	(57,018)
(Increase) in other current financial assets	(2)	-	25	-
(Increase) / Decrease in other current assets	(50)	3	(2,960)	193
Increase in trade payables	3	53	(73)	3,337
(Decrease) / Increase in other current financial liabilities	(153)	272	(10,479)	17,088
Increase / (Decrease) in other current liabilities	28	(8)	1,676	(511)
(Decrease) / Increase in other provisions	(127)	139	(8,206)	8,674
<b>Cash generated from operations</b>	<b>496</b>	<b>341</b>	<b>32,550</b>	<b>20,313</b>
Tax paid (net of refunds)	(148)	(396)	(8,994)	(24,155)
<b>Net cash flow generated from/(used) in operating activities</b>	<b>348</b>	<b>(55)</b>	<b>23,556</b>	<b>(3,843)</b>
<b>(B) Cash flows from investing activities</b>				
<b>Net cash flow generated from investing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>(C) Cash flow from financing activities</b>				
<b>Net cash flow generated from financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>348</b>	<b>(55)</b>	<b>23,556</b>	<b>(3,843)</b>
<b>Effect of exchange rate changes</b>	<b>-</b>	<b>-</b>	<b>(3,130)</b>	<b>633</b>
Cash and cash equivalents at the beginning of the year	142	197	8,741	11,951
<b>Cash and cash equivalents at the end of the year</b>	<b>490</b>	<b>142</b>	<b>29,166</b>	<b>8,741</b>
<b>Cash and cash equivalents comprise of:</b>				
Balance with banks:				
In current accounts	490	142	29,167	8,741
<b>Total cash and cash equivalents</b>	<b>490</b>	<b>142</b>	<b>29,167</b>	<b>8,741</b>

Note: The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows'.

As per our report of even date attached.

**Material accounting policies**

2

The accompanying notes from 3 to 27 form an integral part of the translated version of financial statements.

**For Nisarg J. Shah & Co**

Chartered Accountants

Firm's Registration Number: 128310W

For and on behalf of the Board of Directors of

**Fractal Analytics Canada Inc.**

*N. J. Shah*

**Nisarg Shah**

Partner

Membership Number: 126381

Ahmedabad

Date:



*Ashwath Bhat*

**Ashwath Bhat**

Director

New York, USA

Date:

**Fractal Analytics (Canada) Inc.**  
Translated version of Statement of Changes in Equity  
(All amount in 000's unless stated otherwise)

**(A) Equity share capital**

Particulars	Amount (CAD\$)	Amount (INR)
Balance as at April 01, 2023	10	529
Changes in equity share capital during the year	-	-
Balance as at March 31, 2024	10	529
Balance as at April 01, 2024	10	529
Changes in equity share capital during the year	-	-
Balance as at March 31, 2025	10	529

**(B) Other equity**

Particulars	Reserve and Surplus		Items of other comprehensive income	Total equity
	Retained earnings	Employee stock option reserve	Exchange differences on translating the financial statements of a foreign operation	
Balance as at April 01, 2023	702	-	-	702
Profit for the year	585	-	-	585
Balance as at March 31, 2024	1,287	-	-	1,287
Balance as at April 01, 2024	1,287	-	-	1,287
Employee stock option expense	-	25	-	25
Profit for the year	400	-	-	400
Balance as at March 31, 2025	1,687	25	-	1,712

Particulars	Reserve and Surplus		Items of other comprehensive income	Total equity
	Retained earnings	Employee stock option reserve	Exchange differences on translating the financial statements of a foreign operation	
Balance as at April 01, 2023	41,537	-	1,171	42,708
Profit for the year	35,920	-	-	35,920
Other Comprehensive Income during the year (net of tax)	-	-	678	678
Balance as at March 31, 2024	77,457	-	1,849	79,306
Balance as at April 01, 2024	77,457	-	1,849	79,306
Profit for the year	24,278	-	-	24,278
Employee stock option reserve	-	1,490	-	1,490
Other Comprehensive loss during the year (net of tax)	-	-	(3,130)	(3,130)
Balance as at March 31, 2025	1,01,735	1,490	(1,281)	1,01,944

**Nature and purpose of reserves**

(a) **Retained earnings:** Retained earnings are the profits that the Company has earned till date net of appropriations.

(b) **Employee stock option reserve:** This relates to stock options granted by the company to its employees under an employee stock option plan.

(c) **Exchange differences on translating the financial statements of a foreign operation :** Exchange differences relating to the translation of the results and net assets of the Group's foreign operations from their functional currencies to the Group's presentation currency i.e. Rs. are recognised directly in the other comprehensive income and accumulated in foreign currency translation reserve. Exchange difference previously accumulated in the foreign currency translation reserve are reclassified to profit or loss on the disposal of the foreign operation.

**Material accounting policies**

The accompanying notes from 3 to 27 form an integral part of the translated version of financial statements.

As per our report of even date attached.

**For Nisarg J. Shah & Co**  
Chartered Accountants  
Firm's Registration Number: 128310W

**Nisarg Shah**  
Partner  
Membership Number: 126381

Ahmedabad  
Date:



For and on behalf of the Board of Directors of  
**Fractal Analytics Canada Inc.**

**Ashwath Bhat**  
Director

New York, USA  
Date:



**Fractal Analytics (Canada) Inc.**  
**Notes forming part of translated version of financial statements as at and for the**  
**year ended March 31, 2025 & March 31, 2024**

**1. Corporate Information**

Fractal Analytics (Canada) Inc. ('the Company') is a company, incorporated and domiciled in Canada and is an AI-based Business Intelligence platform that delivers relevant insights to users across any organization to make frictionless decisions immediately by enabling intuitive access to all of their available data. This provides quick, intelligent, actionable insight into their core business KPIs.

**2. Material accounting policies**

**2.1 Basis of Preparation**

The translated version of financial statements are prepared in accordance with Indian Accounting Standards ("Ind AS"), and as per the format prescribed under Division II of Schedule III of the Companies Act, 2013 ("the Companies Act") to the extent applicable. The Ind AS are prescribed under Section 133 of the Act read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Rules, 2016.

These translated version of Ind AS financial statements have been translated from the functional currency of the subsidiary to INR, solely for the purpose of consolidating financial statements of Fractal Analytics Limited ("the ultimate holding company") and in connection with the proposed initial public offering of equity shares of the ultimate holding company. For this purpose, assets and liabilities have been translated using exchange rates prevailing on the balance sheet date. Statement of profit and loss has been translated using average exchange rates. Translation adjustments have been reported as foreign currency translation reserve in the statement of changes in equity.

The company has prepared its translated version of financial statements using the same accounting policies (including the format of the translated version of financial statements) as followed by the ultimate holding company considering that the purpose of these translated version of financial statements is solely to assist the ultimate holding company in preparing its consolidated financial statements.

Accounting policies have been applied consistently to all periods presented in this translated version of financial statements except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

The translated version of financial statements have been prepared on an accrual basis under the historical cost basis, except certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments).

**2.2 Statement of Compliance**

The translated version of financial statements comply in all material aspects with Ind AS as specified in Section 133 of the Act, pronouncements of regulatory bodies applicable to the Company and other provisions of the Act.

**2.3 Foreign Currency translation**  
**Functional and Presentation currency**

The translated version of financial statements are converted from USD (functional currency) to INR which is ultimate holding Company's functional and presentation currency.



**Fractal Analytics (Canada) Inc.**  
**Notes forming part of translated version of financial statements as at and for the**  
**year ended March 31, 2025 & March 31, 2024**

**Transaction and balances**

Transactions in foreign currencies are initially recognized using exchange rates prevailing on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated to the functional currency at the exchange rates prevailing at the reporting date and foreign exchange gain or loss are recognized in profit or loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions.

**2.4 Revenue recognition**

Revenue is recognized when the Company satisfies performance obligations under the terms of its contracts, and control of the services is transferred to its customers in an amount that reflects the consideration the Company expects to receive from its customers in exchange for those services. This process involves identifying the customer contract, determining the performance obligations in the contract, determining the transaction price, allocating the transaction price to the distinct performance obligations in the contract, and recognizing revenue when the performance obligations have been satisfied. A performance obligation is considered distinct from other obligations in a contract when it (a) provides a benefit to the customer either on its own or together with other resources that are readily available to the customer and;

(b) is separately identified in the contract. The Company considers a performance obligation satisfied once it has transferred control of a services to the customer, meaning the customer has the ability to use and obtain the benefit from the services rendered.

Revenue from inter-company arrangement is recognised based on transaction price which is at cost plus mark-up at an arm's length price.

**2.5 Employee benefits**

**Short-term employee benefits**

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentive and bonus which are expected to occur within twelve months after the end of the period in which the employee renders the related service.

**2.6 Taxation**

Income tax expense represents the sum of the tax currently payable and deferred tax.

**Current tax**

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible.



**Fractal Analytics (Canada) Inc.****Notes forming part of translated version of financial statements as at and for the year ended March 31, 2025 & March 31, 2024****Deferred tax**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the translated version of financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such setoff.

**2.7 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.

**A. Financial assets****(i) Classification, recognition and measurement:**

Financial assets are recognized when the Company becomes a party to the contractual provisions of the instrument.

The Company classifies its financial assets in the following measurement categories:

- a) those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- b) those to be measured at amortised cost.

The classification depends on the Company's business model for managing the financial assets and whether the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

For assets measured at fair value, gains and losses will either be recorded in profit or loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in





**Fractal Analytics (Canada) Inc.****Notes forming part of translated version of financial statements as at and for the year ended March 31, 2025 & March 31, 2024**

which the investment is held. For investments in equity instruments, this will depend on whether the Company has made an irrevocable election at the time of initial recognition to account for the equity investment at fair value through other comprehensive income.

Type of instruments	Classification	Rationale for classification	Initial measurement	Subsequent measurement
Debt instruments	Amortized cost	Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest on principal amount outstanding are measured at amortised cost.	At fair value plus transaction costs that are directly attributable to the acquisition of the financial asset	Amortized cost is calculated using Effective Interest Rate (EIR) method, taking into account interest income, transaction cost and discount or premium on acquisition. EIR amortization is included in finance Income. Any gain or loss on derecognition of the financial instrument measured at amortized cost recognised is in profit and loss account.
	Fair value through other comprehensive income (FVOCI)	Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest on principal amount outstanding, are measured at FVOCI.	At fair value plus transaction costs that are directly attributable to the acquisition of the financial asset	<p>Changes in carrying value of such instruments are recorded in OCI except for impairment losses, interest income (including transaction cost and discounts or premium on amortization) and foreign exchange gain/loss which is recognized in income statement.</p> <p>Interest income, transaction cost and discount or premium on acquisition are recognized in the income statement (finance income) using effective interest rate method.</p> <p>On derecognition of the financial assets measured at FVOCI, the cumulative gain or loss previously recognized in OCI is classified from Equity to</p>



**Fractal Analytics (Canada) Inc.****Notes forming part of translated version of financial statements as at and for the year ended March 31, 2025 & March 31, 2024**

				Profit and Loss account in other gain and loss head.
	Fair value through profit or loss (FVTPL)	Assets that do not meet the criteria for amortised cost or FVOCI are measured at fair value through profit or loss. A gain and loss on a debt instrument that is subsequently measured at fair value through profit or loss and is not part of a hedging relationship is recognized in profit or loss in the period in which arise.	At fair value.  Transaction costs of financial assets expensed to income statement	Change in fair value of such assets are recorded in income statement as other gains/ (losses) in the period in which it arises.  Interest income from these financial assets is included in the finance income.
Equity instruments	FVOCI	The Company's management has made an irrevocable election at the time of initial recognition to account for the equity investment (On an instrument by instrument basis) at fair value through other comprehensive income. This election is not permitted if the equity investment is held for trading. The classification is made on initial recognition and is irrevocable.	At fair value plus transaction costs that are directly attributable to the acquisition of the financial asset	Change in fair value of such instrument are recorded in OCI.  On disposal of such instruments, no amount is reclassified to income statement.  Impairment losses (and reversal of impairment losses) on equity investments measured at FVOCI are not reported separately from other changes in fair value.  Dividend income from such instruments are however recorded in income statement.



**Fractal Analytics (Canada) Inc.****Notes forming part of translated version of financial statements as at and for the year ended March 31, 2025 & March 31, 2024**

	FVTPL	When no such election is made, the equity instruments are measured at FVTPL	At fair value. Transaction costs of financial assets expensed to income statement	Change in fair value of such assets are recorded in income statement.
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**(ii) Impairment:**

In accordance with Ind AS 109, the Company 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, and bank balance.
- b) Trade receivables.

The Company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables which do not contain a significant financing component.

The application of simplified approach does not require the Company 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.

**(iii) Derecognition of financial assets:**

A financial asset is derecognised only when

- (a) the Company has transferred the rights to receive cash flows from the financial asset or
- (b) retains the contractual rights to receive the cash flows of the financial asset but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the Company has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the company has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the Company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

**B. Financial liabilities and equity instruments:**

**Fractal Analytics (Canada) Inc.****Notes forming part of translated version of financial statements as at and for the year ended March 31, 2025 & March 31, 2024**

Debt and equity instruments issued by an entity are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

**Classification, recognition and measurement:****(a) Equity Instruments:**

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

**(b) Financial liabilities:****Initial recognition and measurement:**

Financial liabilities are initially recognised at fair value plus any transaction that are attributable to the acquisition of the financial liabilities except financial liabilities at FVTPL which are initially measured at fair value.

**Subsequent measurement:**

The financial liabilities are classified for subsequent measurement into following categories:

- at amortised cost
- at fair value through profit or loss (FVTPL)

**(i) Financial liabilities at amortised cost:**

The Company is classifying the following under amortised cost;

- Borrowings from banks
- Borrowings from others
- Trade payables

Amortised cost for financial liabilities represents amount at which financial liability is measured at initial recognition minus the principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount.

**(ii) Financial liabilities at fair value through profit or loss:**

Financial liabilities held for trading are measured at FVTPL.

Financial liabilities at FVTPL are stated at fair value with any gains or losses arising on remeasurement, recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any interest paid on the financial liability.

**Derecognition:**

A financial liability is removed from the balance sheet when the obligation is discharged, or is 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 derecognition of the original liability and the recognition of



**Fractal Analytics (Canada) Inc.**

**Notes forming part of translated version of financial statements as at and for the year ended March 31, 2025 & March 31, 2024**

a new liability. The difference in the respective carrying amounts is recognised in the Statement of Profit and Loss.

**2.8 Fair value measurement:**

The Company measures financial instruments, such as, certain investments at fair value at each balance sheet date.

Fair value 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:





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- 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.

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

All assets and liabilities for which fair value is measured or disclosed in the translated version of 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 — Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 — Inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 — Inputs are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

**2.9 Provisions and Contingencies**

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

Contingent assets are not recognised. However, when the realisation of income is virtually certain, then the related asset is no longer a contingent asset, and is recognised as an asset. Information on contingent liabilities is disclosed in the notes to the translated version of financial statements, unless the possibility of an outflow of resources embodying economic benefits is remote. The same applies to contingent assets where an inflow of economic benefits is probable.

**2.10 Share-based payments:**

The cost of equity-settled transactions with employees is measured at fair value at the date at which shares are granted. The fair value of share awards is determined with the assistance of an external valuer and the fair value at the grant date is expensed on a proportionate basis over the vesting period based on the Company's estimate of share that will eventually vest. The estimate of the number of awards likely to vest is reviewed at each balance sheet date up to the vesting date at which point the estimate is adjusted to reflect the current expectations.

**2.11 Cash and cash equivalents:**

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Cash and cash equivalents in the balance sheet comprises cash at bank and on hand and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

**2.12 Segment Reporting**

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, whose operating results are regularly reviewed by the company's chief operating decision maker to make decisions for which discrete translated version of financial information is available. Based on the management approach as defined in Ind AS 108, the chief operating decision maker evaluates the Company's performance and allocates resources based on an analysis of various performance indicators.

**2.13 Earnings per share:**

The basic Earnings Per Share ("EPS") is computed by dividing the net profit / (loss) after tax for the year attributable to the equity shareholders by the weighted average number of common stock outstanding during the year.

For the purpose of calculating diluted earnings per share, net profit / (loss) after tax for the year attributable to the equity shareholders and the weighted average number of common stock outstanding during the year are adjusted for the effects of all dilutive potential common stock.

**2.14 Current/ Non-current classification:**

An asset is classified as current if:

- (a) it is expected to be realised or sold or consumed in the Company's normal operating cycle;
- (b) it is held primarily for the purpose of trading;
- (c) it is expected to be realised within twelve months after the reporting period; or
- (d) it is cash or a cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current if:

- (a) it is expected to be settled in normal operating cycle;
- (b) it is held primarily for the purpose of trading;
- (c) it is expected to be settled within twelve months after the reporting period;
- (d) it has no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

The operating cycle is the time between acquisition of assets for processing and their realisation in cash and cash equivalents. The Company's normal operating cycle is twelve months.

**2.15 Material accounting estimates, judgements and assumptions:**

The preparation of the Company's translated version of financial statements in conformity with Ind AS requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in



**Fractal Analytics (Canada) Inc.**

**Notes forming part of translated version of financial statements as at and for the year ended March 31, 2025 & March 31, 2024**

future periods. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances existing when the translated version of financial statements were prepared. The estimates and underlying assumptions are reviewed on an ongoing basis. Revision to accounting estimates is recognised in the year in which the estimates are revised and in any future year affected.

In the process of applying the Company's accounting policies, management has made the following judgements which have significant effect on the amounts recognised in the translated version of financial statements:

- a. Useful lives of property, plant and equipment and intangible assets:** The Company reviews the useful life lives of property, plant and equipment and intangibles at the end of each reporting period. This reassessment may result in change in depreciation/ amortisation expense in future periods.
- b. Allowances for uncollected accounts receivable and advances:** Trade receivables do not carry interest and are stated at their normal value as reduced by appropriate allowances for estimated irrecoverable amounts. Individual trade receivables are written off when management deems them not collectable. Impairment is made on the expected credit loss model, which are the present value of the cash shortfall over the expected life of the financial assets. The impairment provisions for financial assets are based on assumption about the risk of default and expected loss rates. Judgement in making these assumptions and selecting the inputs to the impairment calculation are based on past history, existing market condition as well as forward looking estimates at the end of each reporting period.
- c. Contingencies:** Management judgement is required for estimating the possible outflow of resources, if any, in respect of contingencies/ claim/ litigation against company as it is not possible to predict the outcome of pending matters with accuracy.
- d. Share-based payments:** The Company measures the cost of equity-settled transactions with employees using Black-Scholes model to determine the fair value of the liability incurred on the grant date. Estimating fair value for share-based payment transactions requires determination of the most appropriate valuation model, which is dependent on the terms and conditions of the grant. This estimate also requires determination of the most appropriate inputs to the valuation model including the expected life of the share option, volatility and dividend yield and making assumptions about them. The assumptions and models used for estimating fair value for share-based payment transactions are disclosed in Note 22.
- e. Provision for income tax and deferred tax assets:** The Company uses estimates and judgements based on the relevant rulings in the areas of allocation of revenue, costs, allowances and disallowances which is exercised while determining the provision for income tax. A deferred tax asset is recognised to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilised. Accordingly, the Company exercises its judgement to reassess the carrying amount of deferred tax assets at the end of each reporting period.



**Fractal Analytics (Canada) Inc.**

**Notes forming part of translated version of financial statements as at and for the year ended March 31, 2025 & March 31, 2024**

**f. Revenue recognition:** The Company exercises judgement in determining whether the performance obligation is satisfied at a point in time or over a period of time. The Company considers indicators such as how customer consumes benefits as services are rendered or who controls the asset as it is being created or existence of enforceable right to payment for performance to date and alternate use of such product or service, transfer of significant risks and rewards to the customer, acceptance of delivery by the customer, etc.

**2.16 Recent accounting pronouncements**

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2025, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.



**Fractal Analytics (Canada) Inc.**  
**Notes to translated version of financial statements**  
*(All amount in 000's unless stated otherwise)*

Particulars	In CAD\$		In INR	
	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
<b>(3) Trade receivables</b>				
<i>Trade receivables</i>				
Unsecured, considered good				
- Others*	50	-	2,998	-
- Related parties (Refer note 18)	1,935	2,220	1,15,181	1,36,630
<b>Total trade receivables</b>	<b>1,985</b>	<b>2,220</b>	<b>1,18,179</b>	<b>1,36,630</b>

**Ageing of Trade receivables**

**As at March 31, 2025**

Particulars	Current but not due	Outstanding for following periods from due date of payment (CAD\$)					Total
		Less than 6 Months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
<b>Trade receivables</b>							
(i) Undisputed Trade receivables	232	1,753	-	-	-	-	1,985
- considered good							
<b>Total</b>	<b>232</b>	<b>1,753</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,985</b>
Unbilled							-
<b>Total</b>							<b>1,985</b>

**As at March 31, 2024**

Particulars	Current but not due	Outstanding for following periods from due date of payment (CAD\$)					Total
		Less than 6 Months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
<b>Trade receivables</b>							
(i) Undisputed Trade receivables	703	1,517	-	-	-	-	2,220
- considered good							
<b>Total</b>	<b>703</b>	<b>1,517</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,220</b>
Unbilled							-
<b>Total</b>							<b>2,220</b>

**As at March 31, 2025**

Particulars	Current but not due	Outstanding for following periods from due date of payment (INR)					Total
		Less than 6 Months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
<b>Trade receivables</b>							
(i) Undisputed Trade receivables	13,830	1,04,349	-	-	-	-	1,18,179
- considered good							
<b>Total</b>	<b>13,830</b>	<b>1,04,349</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,18,179</b>
Unbilled							-
<b>Total</b>							<b>1,18,179</b>

**As at March 31, 2024**

Particulars	Current but not due	Outstanding for following periods from due date of payment (In INR)					Total
		Less than 6 Months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	
<b>Trade receivables</b>							
(i) Undisputed Trade receivables	43,285	93,345	-	-	-	-	1,36,630
- considered good							
<b>Total</b>	<b>43,285</b>	<b>93,345</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,36,630</b>
Unbilled							-
<b>Total</b>							<b>1,36,630</b>

**(4) Cash and cash equivalents**

**Balance with banks**

In current accounts	490	142	29,167	8,741
<b>Total cash and cash equivalents</b>	<b>490</b>	<b>142</b>	<b>29,167</b>	<b>8,741</b>

**(5) Other financial assets**

**Current financial assets**

Security deposits	57	55	3,379	3,404
<b>Total current financial assets</b>	<b>57</b>	<b>55</b>	<b>3,379</b>	<b>3,404</b>

**(6) Other assets**

**Current assets**

Prepaid expenses*	0	-	18	
Advances to vendors and others	32	-	1,916	





**Fractal Analytics (Canada) Inc.**  
**Notes to translated version of financial statements**  
*(All amount in 000's unless stated otherwise)*

Balance with government authorities

**Total current assets**

\*denotes amount below '1000

50	32	2,958	1,932
<b>82</b>	<b>32</b>	<b>4,892</b>	<b>1,932</b>



**Fractal Analytics (Canada) Inc.**  
**Notes to translated version of financial statements**  
*(All amount in 000's unless stated otherwise)*

**(7) Equity share capital**

Particulars	In CAD\$		In INR	
	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
<b>Authorised*</b>				
*The corporation is authorised to issue an unlimited number of common shares.				
<b>Issued share capital</b>				
10,000 Common Stock of face value CAD 1 each	10	10	529	529
(March 31, 2024: 10,000) Common stock of face value of CAD 1 each	10	10	529	529
<b>Subscribed and fully paid-up</b>				
10,000 Common Stock of face value CAD 1 each	10	10	529	529
(March 31, 2024: 10,000) Common stock of face value of CAD 1 each	10	10	529	529

**(a) Reconciliation of shares outstanding at the beginning and at the end of the year**

Particulars	As at March 31, 2025		As at March 31, 2024	
	In CAD			
	Number of shares	Amount	Number of shares	Amount
<b>Equity shares</b>				
At the commencement of the period	10,000	10	10,000	10
At the end of the period	10,000	10	10,000	529

**(aa) Reconciliation of shares outstanding at the beginning and at the end of the year**

Particulars	As at March 31, 2025		As at March 31, 2024	
	In INR			
	Number of shares	Amount	Number of shares	Amount
<b>Equity shares</b>				
At the commencement of the period	10,000	529	10,000	529
At the end of the period	10,000	529	10,000	529

**(b) Particulars of shareholders holding more than 5% shares of a class of shares**

Particulars	As at March 31, 2025		As at March 31, 2024	
	% of total shares in the class	Number of shares	% of total shares in the class	Number of shares
<b>(a) Equity shares of CAD 1 each fully paid-up held by</b> Fractal Private Limited, Singapore	100.00%	10,000	100.00%	10,000

**(c) Shares held by Companies having significant influence**

Particulars	As at March 31, 2025		As at March 31, 2024	
	% of total shares in the class	Number of shares	% of total shares in the class	Number of shares
<b>Shares held by Fractal Private Limited</b>				
(a) Equity shares of CAD 1 each fully paid-up	100.00%	10,000	100.00%	10,000

**(d) Rights, preferences and restrictions attached to equity shares**

The Company has one class of equity shares having a par value of CAD 1 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(e) There were no shares allotted pursuant to contract without payment being received in cash or as fully paid up by way of bonus shares or any shares bought back.

(f) No dividend is declared by the Company during the year ended March 31, 2025 and March 31, 2024.

In CAD\$

In INR



**Fractal Analytics (Canada) Inc.****Notes to translated version of financial statements***(All amount in 000's unless stated otherwise)*

Particulars	As at		As at	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
<b>(8) Other equity</b>				
Retained earnings	1,687	1,287	1,01,735	77,457
Employee stock option reserve	25	-	1,490	-
Other comprehensive Income	-	-	(1,281)	1,849
<b>Total other equity</b>	<b>1,712</b>	<b>1,287</b>	<b>1,01,944</b>	<b>79,306</b>

Note: For movement during the year, refer statement of changes in equity.



**Fractal Analytics (Canada) Inc.**  
**Notes to translated version of financial statements**  
*(All amount in 000's unless stated otherwise)*

Particulars	In CAD\$		In INR	
	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
<b>(9) Trade payables</b>				
<b>Current trade payables</b>				
Total outstanding dues of creditors				
- Others	133	128	7,905	7,899
- Related parties (Refer note 18)	3	5	209	289
<b>Total trade payables</b>	<b>136</b>	<b>133</b>	<b>8,114</b>	<b>8,188</b>

**Ageing of Trade payables**

**As at March 31, 2025**

(In CAD\$)

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of creditors	4	51	-	-	-	55
<b>Total</b>	<b>4</b>	<b>51</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>55</b>
<b>Accured expenses</b>						<b>81</b>
<b>Total</b>						<b>136</b>

**As at March 31, 2024**

(In CAD\$)

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of creditors	-	38	-	-	-	38
<b>Total</b>	<b>-</b>	<b>38</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>38</b>
<b>Accured expenses</b>						<b>95</b>
<b>Total</b>						<b>133</b>

**As at March 31, 2025**

(In INR)

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
Total outstanding dues of creditors	210	3,064	-	-	-	3,274
<b>Total</b>	<b>210</b>	<b>3,064</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,274</b>
<b>Accured expenses</b>						<b>4,840</b>
<b>Total</b>						<b>8,114</b>

**As at March 31, 2024**

(In INR)

Particulars	Not due	Outstanding for following periods from due date of payment				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
(ii) Total outstanding dues of creditors	-	2,339	-	-	-	2,339
<b>Total</b>	<b>-</b>	<b>2,339</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,339</b>
<b>Accured expenses</b>						<b>5,849</b>
<b>Total</b>						<b>8,188</b>

**(10) Other financial liabilities**

**Current financial liabilities**

Employee related expenses payable

**Total current financial liabilities**

535	688	31,855	42,334
<b>535</b>	<b>688</b>	<b>31,855</b>	<b>42,334</b>

**(11) Other liabilities**

**Current liabilities**

Unearned revenue

**Total current liabilities**

28	-	1,676	-
<b>28</b>	<b>-</b>	<b>1,676</b>	<b>-</b>

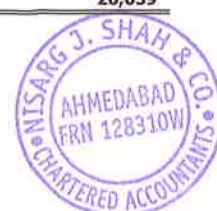
**(12) Provisions**

**Current provisions**

Leave Provision

**Total current provisions**

199	326	11,834	20,039
<b>199</b>	<b>326</b>	<b>11,834</b>	<b>20,039</b>



**Fractal Analytics (Canada) Inc.**  
**Notes to translated version of financial statements**  
*(All amount in 000's unless stated otherwise)*

Particulars	In CAD\$		In INR	
	For the year ended March 31, 2025	For the year ended March 31, 2024	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>(13) Revenue from operations</b>				
Income from rendering of services (Refer note 17)				
- Third party	131	418	7,945	25,641
- Related party (Refer note 18)	5,688	8,574	3,45,606	5,26,397
<b>Total revenue from operations</b>	<b>5,819</b>	<b>8,992</b>	<b>3,53,551</b>	<b>5,52,038</b>
<b>(14) Other income</b>				
Foreign Exchange Gain, Net	51	-	3,120	-
Miscellaneous income	-	6	-	375
Interest on:				
- Income tax refund*	0	-	8	-
<b>Total other income</b>	<b>51</b>	<b>6</b>	<b>3,129</b>	<b>375</b>
<i>*Denotes amount less than 1000</i>				
<b>(15) Employee benefits expense</b>				
Salaries, wages and bonus	4,321	6,677	2,62,537	4,09,900
Employee stock option expense (Refer note 21)	25	-	1,490	-
Staff welfare expense	228	384	13,856	23,558
<b>Total employee benefits expense</b>	<b>4,574</b>	<b>7,061</b>	<b>2,77,883</b>	<b>4,33,458</b>
<b>(16) Other expenses</b>				
Legal and professional fees	63	118	3,829	7,259
Insurance	-	3	-	181
Communication	13	30	809	1,864
Travelling and conveyance	19	36	1,182	2,223
Foreign exchange loss, net	-	68	-	4,175
Contractor expenses	424	597	25,789	36,670
Staff Training and Development Expense	-	1	-	39
Advertising and publicity expense	-	24	-	1,488
Rent, rates and taxes	233	237	14,131	14,537
Membership and subscription charges	-	5	-	317
Miscellaneous expenses	7	12	430	743
<b>Total other expenses</b>	<b>759</b>	<b>1,131</b>	<b>46,170</b>	<b>69,496</b>

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**Fractal Analytics (Canada) Inc.**  
**Notes to translated version of financial statements**  
*All amount in 000's unless stated otherwise*

**(17) Revenue from Contracts with Customers**

The billing schedules agreed with customers include periodic performance-based payments and / or milestone based progress payments. Invoices are payable within contractually agreed credit period.

Revenue disaggregation by nature of services is as follows:

Particulars	In CAD\$		In INR	
	For the year ended March 31, 2025	For the year ended March 31, 2024	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Analytics/Consulting services</b>				
- Third party	131	418	7,945	25,641
- Related party	5,688	8,574	3,45,606	5,26,397
<b>Total</b>	<b>5,819</b>	<b>8,992</b>	<b>3,53,551</b>	<b>5,52,038</b>

The Company disaggregates revenue from contracts with customers by nature of services.

While disclosing the aggregate amount of transaction price yet to be recognised as revenue towards unsatisfied (or partially satisfied) performance obligations, along with the broad time range for the expected time to recognise those revenues, the Company has applied the practical expedient in Ind AS 115. Accordingly, the Company has not disclosed the aggregate transaction price allocated to unsatisfied (or partially satisfied) performance obligations which pertain to contracts where revenue recognized corresponds to the value transferred to customer typically involving time and material, outcome based and event based contracts.

The Company has applied practical expedient as per paragraph 121 of Ind AS 115 and does not disclose information about remaining performance obligations that have original expected duration of one year or less.

Only one client individually accounted for more than 10% of the third party revenue for the year ended March 31, 2025 and March 31, 2024.

Changes in contract assets are as follows:

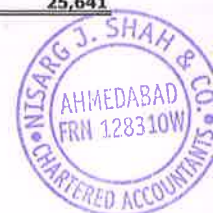
Particulars	In CAD\$		In INR	
	For the year ended March 31, 2025	For the year ended March 31, 2024	For the year ended March 31, 2025	For the year ended March 31, 2024
Balance at the beginning of the year	-	174	-	10,565
Revenue recognized during the year (Third party)	131	418	7,945	25,662
Invoices raised during the year	(131)	(592)	(7,945)	(36,344)
Translation of exchange difference	-	-	-	118
<b>Balance at the end of the year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

Changes in unearned and deferred revenue are as follows:

Particulars	In CAD\$		In INR	
	For the year ended March 31, 2025	For the year ended March 31, 2024	For the year ended March 31, 2025	For the year ended March 31, 2024
Balance at the beginning of the year	-	-	-	-
Amount reclassified to trade receivables	-	-	-	-
Revenue recognized out of the balance at the beginning of the year	-	-	-	-
Increase due to invoicing during the year, excluding amounts recognized as revenue during the year	28	-	1,711	-
Translation of exchange difference	-	-	(34)	-
<b>Balance at the end of the year</b>	<b>28</b>	<b>-</b>	<b>1,676</b>	<b>-</b>

Reconciliation of revenue recognised with the contracted price is as follows:

Particulars	In CAD\$		In INR	
	For the year ended March 31, 2025	For the year ended March 31, 2024	For the year ended March 31, 2025	For the year ended March 31, 2024
Contracted price	5,819	8,992	3,53,551	25,641
Less: Reductions towards variable consideration components	-	-	-	-
<b>Revenue recognised as per statement of profit &amp; loss</b>	<b>5,819</b>	<b>8,992</b>	<b>3,53,551</b>	<b>25,641</b>



**Fractal Analytics (Canada) Inc.**  
**Notes to translated version of financial statements**  
*All amount in 000's unless stated otherwise*

**(18) Related party transactions**

**(a) Related parties**

Sr. No	Name of the party	Nature of relationship
1	Fractal Analytics Limited, India	Ultimate Holding Company
2	Fractal Private Limited, Singapore	Holding Company
3	Fractal Analytics Inc.	Fellow Subsidiary Company

**(b) Key managerial personnel**

Sr. No	Particulars	Nature of relationship
1	Karen E. Hennesse (till 15 June, 2023) *	Director
2	Pranay Agarwal (till 15 June, 2023)*	Director
3	Srikanth Chandru (till 15 June, 2023)*	Director
4	Ashwat Bhat (From 15 June, 2023) *	Director
5	Sangeetha (From 15 June 2023 to 28 September, 2023) *	Director

\* does not draw remuneration from the Company.

**(c) Transactions and balances**

Sr. No	Nature of Transaction	In CAD\$		In INR	
		For the year ended March 31, 2025	For the year ended March 31, 2024	For the year ended March 31, 2025	For the year ended March 31, 2024
1	<b>Sale of Services</b> Fractal Analytics Inc.	5,688	8,574	3,45,606	5,26,397
2	<b>Reimbursement of expenses</b> Fractal Analytics Limited	-	5	-	307
3	<b>Deemed Capital Contribution</b> Fractal Analytics Limited	25	-	1,490	-
4	<b>Expenses incurred for the Company to (Creating payable position)</b> Fractal Analytics Limited Fractal Analytics Inc, USA	1 8	- -	60 510	- -
5	<b>Reimbursement of expenses from (Creating Receivable position)</b> Fractal Analytics Inc, USA	64	-	3,882	-

Sr. No	Balances	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
1	<b>Trade receivables (including unbilled revenue)</b> Fractal Analytics Inc, USA	1,935	2,220	1,15,181	1,36,630
2	<b>Trade payables (including provision for expenses)</b> Fractal Analytics Inc, USA Fractal Analytics Limited*	3 0	5 -	192 18	289 -
3	<b>Capital Contribution (ESOP)</b> Fractal Analytics Limited	25	-	1,490	-

\* denotes amount less than '1000.

The transactions with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and settlement occurs in cash.



## Fractal Analytics (Canada) Inc.

### Notes to translated version of financial statements

All amounts in '000, unless stated otherwise

#### (19) Fair value measurement

The fair value hierarchy is based on inputs to valuation techniques that are used to measure fair value that are either observable or unobservable and consists of the following three levels:

Level 1 — Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 — Inputs are other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 — Inputs are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities if the carrying amount is a reasonable approximation of fair value - those include trade receivables, cash and cash equivalents, other financial assets, trade payables, other financial liabilities and provisions.

Amortised cost	In CAD\$		In INR	
	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
<b>Assets</b>				
Trade receivables	1,985	2,220	1,18,179	1,36,630
Cash and cash equivalents	490	142	29,167	8,741
Other financial assets	57	55	3,379	3,404
<b>Total assets</b>	<b>2,532</b>	<b>2,417</b>	<b>1,50,724</b>	<b>1,48,775</b>
<b>Liabilities</b>				
Trade payables	136	133	8,114	8,188
Other financial liabilities	535	688	31,855	42,334
Provisions	199	326	11,834	20,039
<b>Total liabilities</b>	<b>870</b>	<b>1,146</b>	<b>51,803</b>	<b>70,561</b>

Note: Carrying amounts of trade receivables, cash and cash equivalents, other financial assets, trade payables, other financial liabilities and provisions as at March 31, 2025 and March 31, 2024 approximate the fair value. Difference between carrying amounts and fair values of bank deposits, other financial assets and other financial liabilities subsequently measured at amortised cost is not significant in each of the years presented.

#### Note:

There are no transfers between any of these levels during the current and previous year.



## Fractal Analytics (Canada) Inc.

### Notes to translated version of financial statements

All amount in 000's unless stated otherwise

#### (20) Financial risk management framework

The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. Additionally, the Board is responsible for developing and monitoring the risk management policies. The Board holds regular meetings on its activities.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and each Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Board oversees how management monitors compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

##### a) Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers.

Financial instruments that are subject to concentration of credit risk principally consist of trade receivables, investments, cash and cash equivalents and other balances with banks. None of the financial instruments of the Company result in material concentration of credit risk.

##### Cash and cash equivalents

Credit risk on cash and cash equivalents and other deposits with banks is limited as the Company generally invest in deposits with banks with high credit ratings assigned by external credit rating agencies, accordingly the Company considers that the related credit risk is low.

##### Trade and other receivables

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the factors that may influence the credit risk of its customer base, including the default risk of the industry and country in which customers operate.

A default on a financial asset is when the counterparty fails to make contractual payments when they fall due. This definition of default is determined by considering the business environment in which entity operates and other macro-economic factors.

Credit quality of a customer is assessed based on its credit worthiness. Outstanding customer receivables are regularly monitored.

The management uses a simplified approach for the purpose of computation of expected credit loss for trade receivables and other receivables.

##### b) Liquidity risk

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

##### Maturities of financial liabilities

The below table analyses the Company's financial liabilities into relevant maturity based on their contractual maturities. The amounts disclosed in the table are contractual undiscounted cash flows.

In CAD\$			
Particulars	Carrying amount	Undiscounted amounts	
		<12months	>12months
<b>March 31, 2025</b>			
<b>Non Derivative financial instruments</b>			
Trade payables	136	136	-
Other financial liabilities	535	535	-
<b>March 31, 2024</b>			
<b>Non Derivative financial instruments</b>			
Trade payables	133	133	-
Other financial liabilities	688	688	-

In INR			
Particulars	Carrying amount	Undiscounted amounts	
		<12months	>12months
<b>March 31, 2025</b>			
<b>Non Derivative financial instruments</b>			
Trade payables	8,114	8,114	-
Other financial liabilities	31,855	31,855	-
<b>March 31, 2024</b>			
<b>Non Derivative financial instruments</b>			
Trade payables	7,905	7,905	-



**Fractal Analytics (Canada) Inc.**

**Notes to translated version of financial statements**

*All amount in 000's unless stated otherwise*

Other financial liabilities	42,334	42,334
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## Fractal Analytics (Canada) Inc.

### Notes to translated version of financial statements

All amount in 000's unless stated otherwise

#### (20) Financial risk management framework (Continued)

##### (c) Market risk

Market risk is the risk arising from changes in market prices – such as foreign exchange rates and interest rates – that will affect the Company's income or the value of its holdings of financial instruments. Market risk is attributable to all market risk sensitive financial instruments including foreign currency receivables and payables and long term debt. The Company is exposed to market risk primarily related to foreign exchange rate risk, interest rate risk and the market value of the investments. Thus, the exposure to market risk is a function of investing and borrowing activities and revenue generating and operating activities in foreign currency.

##### (i) Currency risk

The Company is exposed to currency risk on account of foreign currency transactions including recognized assets and liabilities denominated in a currency that is not the company's functional currency. The Company ensures that the net exposure is kept to an acceptable level.

##### Exposure to currency risk

The Company's exposure to foreign currency risk at the end of the reporting period expressed is as follows:

Particulars	In CAD\$		In INR	
	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
	USD	USD	USD	USD
<b>Financial assets</b>				
Trade receivables	1,935	2,220	1,15,181	1,36,630
<b>Net exposure to foreign currency (assets)</b>	<b>1,935</b>	<b>2,220</b>	<b>1,15,181</b>	<b>1,36,630</b>
<b>Financial liabilities</b>				
Trade payables	3	5	192	289
<b>Net exposure to foreign currency (liabilities)</b>	<b>3</b>	<b>5</b>	<b>192</b>	<b>289</b>
<b>Net exposure to foreign currency</b>	<b>1,931</b>	<b>2,215</b>	<b>1,14,989</b>	<b>1,36,342</b>

##### Sensitivity analysis

Any change with respect to strengthening (weakening) of the USD against GBP during the reporting period end would have affected the measurement of financial instruments denominated in respective currencies and affected equity and profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates.

Particulars	Impact on profit after tax and equity			
	In CAD\$		In INR	
	As at March 31, 2025	As at March 31, 2024	As at March 31, 2025	As at March 31, 2024
USD				
- Increase by 5%	71	81	4,226	5,011
- Decrease by 5%	(71)	(81)	(4,226)	(5,011)

##### (ii) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company does not have any borrowings, therefore it does not have any exposure towards the changes in market interest rates.

##### (iii) Capital risk management

The Company aims to manage its capital efficiently so as to safeguard its ability to continue as a going concern and to optimise returns to its shareholders. The capital structure is based on management's judgement of the appropriate balance of key elements in order to meet its strategic and day-to-day needs. The policy is to maintain a stable and strong capital structure with a focus on total equity so as to maintain investor, creditors and market confidence and to sustain future development and growth of its business.



**Fractal Analytics (Canada) Inc.****Notes to financial statements as at and for the year ended March 31, 2025***(All amounts are in CAD '000; unless stated otherwise)***(21) Employee Stock Option Scheme (ESOP)**

The Company has granted stock option under it 'Fractal Employees Stock Option Plan' (ESOP) to its employees which was approved by its Board and Shareholders and further amended in line with the provisions of Companies Act, 2013. Pursuant to the Plan, the Company has issued grants to its various employees from time to time during financial year 2021 to 2024. These options are vested over the period of 1-4 years from the grant date and exercisable within 10 years from vesting date for 2007 scheme and are exercisable within 10 years from the grant date for 2019 scheme. In the case of resignation of the employee, the vested grants lapse (if not exercised) after 60 days from the date of resignation from service. Vesting of options is subject to continued employment with the Company. The plan is an equity settled plan. The employee compensation expense for the year has been determined on fair value basis.

**For the year ended March 31, 2025**

Particulars	2024-25
	T-4
No. of Options granted	3,500
Exercise Price	2270
Fair Value on Date of Grant of option (in Rs.)	915

**Movement of Options Granted with Weighted Average Exercise Price (WAEP)**

Particulars	As at March 31, 2025		As at March 31, 2024	
ESOPs	No. of options	WAEP (INR)	No. of options	WAEP
Options outstanding at the beginning of the year	-	-	-	-
Options granted during the year	3,500	-	-	-
Options lapsed during the year	-	-	-	-
Options Cancelled during the year	-	-	-	-
Options exercised during the year	-	-	-	-
Options outstanding at the end of the year	3,500	-	-	-
Exercisable Options outstanding at the end of the year	3,500	-	-	-

The options granted under the above Scheme, shall vest in graded manner over a period of 1-4 years. Each option will entitle the participant to one equity share.

The weighted average stock price of the options granted during the year ended March 31, 2025 is INR 2,770 ( March 31, 2024: NIL).

Weighted average remaining contractual life (years) of the options based on the exercise price :

<b>Exercise Price</b>	<b>2,270.00</b>
No. of options outstanding	3,500
Weighted average remaining contractual life ( in years)	9.18

The fair valuation of option have been done by an independent firm of Chartered Accountants on the date of grant using the Black-Scholes Model.

The key assumptions in the Black-Scholes Model for calculating fair value as on the date of grant:

Particulars	ESOP 2024-25
Risk Free Rate	5.56% - 7.37%
Option Life (Based on Simplified Average Method)	5 years
Expected Volatility	19.19% - 39.76%
Expected Growth in Dividend	0.00%



**Fractal Analytics (Canada) Inc.**  
**Notes to translated version of financial statements**  
*(All amounts are in '000; unless stated otherwise)*

**(22) Earnings per share**

Particulars	In CAD\$		In INR	
	For the year ended March 31, 2025	For the year ended March 31, 2024	For the year ended March 31, 2025	For the year ended March 31, 2024
Profit attributable to the equity holders	400	585	24,278	35,920
Weighted average number of equity shares (no's)	10,000	10,000	10,000	10,000
Earnings per share :				
- Basic	39.97	58.52	2,427.81	3,591.99
- Diluted	39.97	58.52	2,427.81	3,591.99
Face value per equity share	1.00	1.00	1.00	1.0000

**(23) Tax Expenses**

**(a) Total tax expense in Statement of Profit and Loss is as follows:**

**Income tax expense is as follows:**

Particulars	In CAD\$		In INR	
	For the year ended March 31, 2025	For the year ended March 31, 2024	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>(a) Profit and loss</b>				
Current tax for the year	148	221	8,348	13,539
Tax adjustment of earlier period/year	(11)	-	(647)	-
<b>Total current tax expense</b>	<b>137</b>	<b>221</b>	<b>7,701</b>	<b>13,539</b>

**(b) Reconciliation of tax expense and the accounting profit computed by applying income tax rate:**

Particulars	In CAD\$		In INR	
	For the year ended March 31, 2025	For the year ended March 31, 2024	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Profit before tax</b>	<b>537</b>	<b>806</b>	<b>32,626</b>	<b>49,459</b>
Tax rate	26.50%	27.00%	26.50%	27.00%
<b>Computed tax expense</b>	<b>142</b>	<b>218</b>	<b>8,646</b>	<b>13,354</b>
<b>Adjustments:</b>				
Expenses not deductible for tax purpose	6	-	(298)	-
Tax adjustment for earlier year	(11)	-	(647)	-
Others	-	3	-	185
<b>Tax expense</b>	<b>137</b>	<b>221</b>	<b>7,701</b>	<b>13,539</b>

**(24) Commitments and contingent liabilities**

There are no commitments and contingent liabilities as on March 31, 2025 (March 31, 2024: NIL)

**(25) Segment reporting**

Operating segments are components of an enterprise for which discrete financial information is available that is evaluated regularly by Chief Operating Decision Maker (CODM) in deciding how to allocate resources and assessing performance.

The chief operating decision maker reviews the financial results when making decisions about allocating resources and assessing performance of the Company as a whole and hence, the Company has only one reportable segment. The Company operates and manages its business as a single segment. As the Company's longlived assets are allocated in India and almost all of the Company's revenues are derived from one geographical segment, hence no geographical information is presented. Since the Company has a single business segment and a single geographical segment, disclosures pertaining to the operating segments as per Ind AS 108 - 'Operating Segments' have not been presented.

**(26)** The company has evaluated subsequent events from the Balance sheet date to the date at which the financial statements were available to be issued and determined that there are no material items to disclose.

**(27)** Previous year figures have been regrouped to confirm to current year presentation.

As per our report of even date attached.

**For Nisarg J. Shah & Co**

Chartered Accountants

Firm's Registration Number: 128310W

*N. J. Shah*

**Nisarg Shah**

Partner

Membership Number: 126381

Ahmedabad

Date:



For and on behalf of the Board of Directors of

**Fractal Analytics (Canada) Inc.**

*Ashwath*

**Ashwath Bhat**

Director

New York, USA

Date: