

**Nisarg J Shah & Co.**  
Chartered Accountants

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

Phone: 07926462476  
Email: [info@nishah.com](mailto:info@nishah.com)

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

Date: August 08, 2025

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

Re: Proposed initial public offering of equity shares of face value of INR 1 each (the "Equity Shares") by Fractal Analytics Limited ("the Holding Company" or the "Issuer") comprising a fresh issue of the Equity Shares by the Holding Company and an offer for sale of the Equity Shares by certain shareholders of the Holding Company (the "Proposed Offer")

Sub: The translated audited standalone financial statements of Fractal Analytics Inc for the years ended March 31, 2025, March 31, 2024 and March 31, 2023.

Dear Sirs,

We have verified the translated version of the audited standalone financial statements of Fractal Analytics Inc (the "Company") for the years ended March 31, 2025, March 31, 2024 and March 31, 2023. 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.

As required under Schedule VI Part A Item no. (11)(I)(A)(ii)(b) of Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("SEBI ICDR Regulations"), we have verified the translated financial information contained in the Annexure attached to this certificate which is proposed to be uploaded on the website of Fractal Analytics Limited in connection with its proposed offer.

We did not audit or review the financial statements of Fractal Analytics Inc for the years ended March 31, 2025, March 31, 2024 and March 31, 2023. These financial statements have been audited by other audit firms, whose reports have been furnished to us by the 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**

These translated financials are intended solely for the use of management of the Holding Company for uploading on website of Fractal Analytics Limited in connection with the proposed offer.

The certificate should not be used, referred to or distributed for any other purpose except with our prior consent in writing.



**Nisarg J Shah & Co.**  
Chartered Accountants

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**Disclaimer**

The above certificate is based on the information and explanations provided by the management of Fractal Analytics Limited.

Yours Sincerely,

For Nisarg J Shah & CO  
Chartered Accountants  
ICAI Firm Registration Number: 128310W

*N. J. Shah*

Nisarg Shah  
Partner

Membership Number: 126381  
UDIN: 25126381BMOHIK1280



Place: Ahmedabad  
Date: August 08, 2025

**FRACTAL ANALYTICS, INC.**  
**Translated Version of Standalone Balance Sheet**  
Amount in INR Million unless stated otherwise

Particulars	Note	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
<b>ASSETS</b>				
<b>(A) Non-current assets</b>				
(a) Property, plant and equipment	(3)	33	32	65
(b) Right-of-use assets	(4)	162	206	242
(c) Other intangible assets	(5)	1,129	969	745
(d) Intangible assets under development	(6)	6	24	-
(e) Goodwill	(7)	2,366	2,307	2,275
(f) Financial assets				
(i) Investments	(8)	1,033	1,214	669
(ii) Other financial assets				
- Bank deposits	(9)	9	8	16
(g) Deferred tax assets (net)	(12)	383	374	368
(h) Income tax assets (net)				
(i) Other non-current assets	(10)	1	5	7
<b>Total non-current assets (A)</b>		<b>5,123</b>	<b>5,139</b>	<b>4,387</b>
<b>(B) Current assets</b>				
(a) Financial assets				
(i) Investments	(8)	2,178	-	-
(ii) Trade receivables	(13)	4,356	4,085	3,855
(iii) Cash and cash equivalents	(11)	1,585	275	1,598
(iv) Loans	(14)	266	259	255
(v) Other financial assets	(9)	450	401	439
(b) Other current assets	(10)	812	755	691
<b>Total current assets (B)</b>		<b>9,647</b>	<b>5,775</b>	<b>6,838</b>
<b>Total assets (A+B)</b>		<b>14,770</b>	<b>10,914</b>	<b>11,225</b>
<b>EQUITY AND LIABILITIES</b>				
<b>(A) Equity</b>				
(a) Common Stock	(15)	74	69	69
(b) Other equity	(16)	247	(1,132)	(639)
<b>Total equity (C)</b>		<b>321</b>	<b>(1,063)</b>	<b>(570)</b>
<b>(B) Liabilities</b>				
<b>(I) Non-current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	(17)	2,577	2,501	3,221
(ii) Lease liabilities	(18)	147	191	200
(iii) Other financial liabilities	(20)	422	307	138
<b>Total non-current liabilities (D)</b>		<b>3,146</b>	<b>2,999</b>	<b>3,559</b>
<b>(II) Current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	(17)	85	-	35
(ii) Lease liabilities	(18)	48	43	42
(iii) Trade payables	(19)			
(a) Trade payables - related parties		8,620	6,608	6,221
(b) Trade payables - others		149	162	276
(iv) Other financial liabilities	(20)	1,347	1,270	823
(b) Other current liabilities	(21)	1,033	893	839
(c) Current tax liabilities (net)		21	2	0
<b>Total current liabilities (E)</b>		<b>11,303</b>	<b>8,978</b>	<b>8,236</b>
<b>Total liabilities (D+E)</b>		<b>14,449</b>	<b>11,977</b>	<b>11,795</b>
<b>Total equity and liabilities (C+D+E)</b>		<b>14,770</b>	<b>10,914</b>	<b>11,225</b>

**Material accounting policies**

The accompanying notes form an integral part of the translated financial statements.

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: August 08, 2025



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

*Srikanth Velamakanni*

Srikanth Velamakanni  
Director

Mumbai  
Date: August 08, 2025



**FRACTAL ANALYTICS, INC.**
**Translated Version of Standalone Statement of Profit and Loss**

Amount in INR Million unless stated otherwise

Particulars	Note	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
<b>(1) Income</b>				
(a) Revenue from operations	(22)	21,542	17,188	16,204
(b) Other income	(23)	34	102	176
<b>Total Income</b>		<b>21,576</b>	<b>17,290</b>	<b>16,380</b>
<b>(2) Expenses</b>				
(a) Employee benefits expense	(24)	6,943	5,553	5,964
(b) Employee stock option expense	(33)	274	265	273
(c) Cost of delivery		11,580	10,118	9,188
(d) Finance costs	(25)	486	455	448
(e) Depreciation and amortisation expense	(26)	308	221	197
(f) Other expenses	(27)	1,280	1,165	1,435
<b>Total Expenses</b>		<b>20,871</b>	<b>17,777</b>	<b>17,505</b>
<b>(3) Profit / (Loss) before exceptional items and tax expense (1-2)</b>		<b>705</b>	<b>(487)</b>	<b>(1,125)</b>
(4) Exceptional items	(28)	369	243	767
<b>(5) Profit / (Loss) before tax expense (3-4)</b>		<b>336</b>	<b>(730)</b>	<b>(1,892)</b>
<b>(6) Tax expense</b>				
(a) Current tax	(37)	21	(0)	(6)
(b) Deferred tax	(12)	-	-	-
<b>Total tax expense</b>		<b>21</b>	<b>(0)</b>	<b>(6)</b>
<b>(7) Profit / (Loss) for the year (5-6)</b>		<b>315</b>	<b>(730)</b>	<b>(1,886)</b>
<b>(8) Other comprehensive income</b>				
(a) Items that will be reclassified subsequently to profit or loss				
Exchange differences on translation of foreign operations		(64)	(28)	(14)
<b>Total other comprehensive (loss)</b>		<b>(64)</b>	<b>(28)</b>	<b>(14)</b>
<b>(9) Total comprehensive income / (loss) for the year</b>		<b>251</b>	<b>(758)</b>	<b>(1,900)</b>
<b>Earnings per share (EPS)</b>	(36)			
(1) Basic EPS		312.20	(731.50)	(1,889.87)
(2) Diluted EPS		312.20	(731.50)	(1,889.87)

**Material accounting policies**

2

The accompanying notes form an integral part of the translated financial statements.

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: August 08, 2025



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

*[Signature]*  
Srikanth Velamakanni  
Director

Mumbai  
Date: August 08, 2025

**FRACTAL ANALYTICS, INC.**  
**Translated Version of Standalone Statement of Changes in Equity**  
Amount in INR Million unless stated otherwise

**(A) Common Stock**

Particulars	Amount
Balance as at April 1, 2024	69
Changes in Common stock capital during the year	5
Balance as at March 31, 2025	74
Balance as at April 1, 2023	69
Changes in Common stock capital during the year	-
Balance as at March 31, 2024	69
Balance as at April 1, 2022	69
Changes in Common stock capital during the year	-
Balance as at March 31, 2023	69

**(B) Other equity**

Particulars	Other Equity			Other comprehensive income	Total equity
	Securities premium	Deemed capital contribution	Retained earnings	Exchange differences on translating the financial statements of a foreign operation	
Balance as at April 1, 2024	3,358	673	(5,254)	91	(1,132)
On Common stock issued during the year	854	-	-	-	854
Employee stock option expense	-	274	-	-	274
Other comprehensive (loss)	-	-	-	(64)	(64)
Profit for the year	-	-	315	0	315
Balance as at March 31, 2025	4,212	947	(4,939)	27	247
Balance as at April 1, 2023	3,358	409	(4,524)	119	(639)
Employee stock option expense	-	265	-	-	265
Other comprehensive (loss)	-	-	-	(28)	(28)
Loss for the year	-	-	(730)	-	(730)
Balance as at March 31, 2024	3,358	673	(5,254)	91	(1,132)
Balance as at April 1, 2022	3,358	135	(2,638)	133	988
Employee stock option expense	-	273	-	-	273
Other comprehensive (loss)	-	-	-	(14)	(14)
Loss for the year	-	-	(1,886)	-	(1,886)
Balance as at March 31, 2023	3,358	408	(4,524)	119	(639)

**Nature and purpose of reserves**

(a) **Securities Premium:** The amount received in excess of face value of the Common stock is recognised in Securities Premium.

(b) **Deemed capital contribution:** The ultimate parent company Fractal Analytics Limited, ("the grantor") provides share based awards to employees with the group on a non-rechargeable basis. The Company measures the services received from its employees in accordance with the requirements applicable to equity-settled share-based payment transactions, and recognise a corresponding increase in equity as a contribution from the parent.

(c) **Retained Earnings:** Retained earnings are the profits that the Company has earned till date net of appropriations. It is available for distribution to shareholders.

(d) **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 Company's foreign operations from their functional currencies to the Group's presentation currency i.e. INR 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 subsequently reclassified to Statement of Profit and Loss on the disposal of the foreign operation.

**Material accounting policies**

2

The accompanying notes form an integral part of the translated financial statements.

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: August 08, 2025

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

*Srikanth Velamakanni*  
Srikanth Velamakanni  
Director

Mumbai  
Date: August 08, 2025



**FRACTAL ANALYTICS, INC.**  
Translated Version of Standalone Statement of Cash flows  
Amount in INR Million unless stated otherwise

Particulars	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
<b>(A) Cashflows from operating activities</b>	336	(730)	(1,892)
Profit / (Loss) before tax			147
Adjustment for:			50
Depreciation and amortization expense	258	173	266
Depreciation of right-of-use assets	49	48	3
Employee stock option expense	274	265	32
Provision for doubtful receivables	8	(1)	35
Allowance for expected credit loss	20	2	767
Guarantee commission expense	34	29	-
Exceptional items	369	(5)	-
Gain on sale of financial instruments	-	(68)	-
Loss / (Gain) on investments mandatorily measured at fair value through profit and loss (net)	22	(0)	(0)
Unrealised foreign exchange (gain) / loss (net)	2	-	404
Profit on sale of property, plant and equipment	429	401	9
Interest expense and other borrowing cost	23	25	(162)
Interest on lease liabilities	-	-	(8)
Dividend income	(14)	(10)	(3)
Interest income on loan to directors	(12)	(11)	(352)
Interest income on other deposits	1,798	361	-
<b>Operating cash flow before working capital changes</b>			
<b>Adjustment for changes in working capital:</b>			
(Increase) in trade receivables	(194)	(174)	(750)
Decrease in other non current financial assets	-	7	2
(Increase) / Decrease in other current financial assets	(41)	1	(178)
(Increase) in other current assets	(40)	(55)	(155)
Decrease in other non current assets	4	2	-
Increase / (Decrease) in other liabilities	116	397	(311)
Increase in trade payables	1,826	181	2,569
Increase in other current financial liabilities	26	94	354
Increase in other non-current financial liabilities	107	167	138
<b>Cash generated from operations</b>	3,602	981	1,317
Taxes paid (net of refunds)	(12)	2	(5)
<b>Net cash generated from operating activities</b>	3,590	983	1,312
<b>(B) Cashflows from investing activities</b>	(353)	(375)	(34)
Purchase of property, plant and equipment and intangible assets	-	(190)	(160)
Intercompany loan given during the year	-	-	18
Intercompany loan repaid during the year	-	-	162
Dividend received	-	-	(135)
Payment of deferred consideration	-	-	269
Loan repaid by director	12	11	11
Interest received on deposit / loan during the year	-	5	-
Proceeds from sale of investment	(2,143)	(9)	-
Investments in mutual funds	-	(9)	-
Investment in common stock	(208)	(472)	-
Investment in preferred stock	(2,692)	(1,030)	131
<b>Net cashflows (used in) / generated from investing activities</b>			
<b>(C) Cashflows from financing activities</b>	846	-	-
Proceeds from issue of common stock	(40)	(836)	(25)
Proceeds/(Repayments) of borrowing (refer note 2 below)	(378)	(903)	(398)
Interest and finance fees paid during the year	(67)	(44)	(63)
Repayment of lease liabilities (refer Note 18)	411	(1,283)	(486)
<b>Net cashflows from / (used in) financing activities</b>	1,309	(1,330)	957
<b>Net (decrease) / Increase in cash and cash equivalents (A+B+C)</b>	275	1,598	553
Cash and cash equivalents at the beginning of the year	1	7	88
Effect of exchange rate changes	1,585	275	1,598
<b>Cash and cash equivalents at the end of the year</b>			
Cash and cash equivalents comprise of:			
Balance with banks:	1,585	275	1,598
In current accounts	1,585	275	1,598
<b>Total cash and cash equivalents</b>			

**Notes :**

1. Purchase of property, plant and equipment and intangibles are shown inclusive of movements in Intangible asset under development.

**2. Details of movement in borrowings**

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024	For the Year ended March 31, 2023
Balance at the beginning of the year	2,501	3,256	3,009
Repayment of borrowings (net)	(40)	(836)	(25)
Arrangement fees	137	-	-
Effect of exchange rate changes	64	81	272
<b>Balance at the end of the year</b>	2,662	2,501	3,256

3. During the year ended March, 2025 the proceeds has been settled on net basis of INR 2,631 million. The company has paid INR 57 million arrangement fees on refinancing of borrowings.

4. Refer note 18(i) for movement of lease liabilities

**Material accounting policies**

The accompanying notes form an integral part of the translated financial statements.

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: August 08, 2025



For and on behalf of the  
Fractal Analytics, Inc.

**Srikanth Velamakanni**  
Director

Mumbai  
Date: August 08, 2025



## **Fractal Analytics Inc.**

### **Translated version of notes to financial statements**

#### **1. Corporate Information**

Fractal Analytics Inc. ("the Company") is a limited liability company, incorporated and domiciled in United States of America. The Company is the leading provider of advanced analytics that helps companies leverage data driven insights in taking informed decisions. The Company helps enterprises power every human decision by bringing analytics and advanced analytics to the decision-making process. The registered office of the Company is located at One World Trade Center Suite 76J New York, NY 10007.

#### **2. Material accounting policies followed by the Company**

##### **2.1 Basis of Preparation**

These translated version of Standalone financial statements have been 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 United States Dollar (USD) of the subsidiary to Indian rupee (INR), solely for the purpose of consolidating financial statements of Fractal Analytics Limited ("the holding company") and in connection with the proposed initial public offering of equity shares of the 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.

All values are rounded off to nearest million, except when otherwise indicated. Amount denoted as '0' is less than Rs 1 million in the translated version of Standalone financial statements.

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 holding company considering that the purpose of this translated version of financial statements is solely to assist the 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).

##### **Statement of Compliance**

The translated version of the 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.

##### **2.2 Foreign Currency Translation**

###### **Functional and presentation currency**

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





## **Fractal Analytics Inc.**

### **Translated version of notes to financial statements**

#### **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.

#### **2.3 Business Combination under common control transactions**

Business combinations involving entities or businesses in which all the combining entities or businesses are controlled by the same party or parties both before and after the business combination and where the control is not transitory are accounted for as per the pooling of interest method. The business combination is accounted for as if the business combination had occurred at the beginning of the earliest comparative period presented or, if later, at the date that common control was established; for this purpose, comparatives are revised. The assets and liabilities acquired are recognised at their carrying amounts. The identity of the reserves is preserved, and they appear in the consolidated financial statement of the Company in the same form in which they appeared in the financial statements of the acquired entity or businesses. The difference, if any, between the consideration and amount of net assets acquired is transferred to capital reserve.

#### **2.4 Property, plant and equipment ('PPE')**

All items of property, plant and equipment are stated at historical cost less accumulated depreciation and accumulated impairment losses, if any. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Such cost includes its purchase price including inward freight, duties, taxes and all incidental expenses incurred to bring the asset to its present location and condition.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Capital work in progress includes cost of PPE under development as at the Balance Sheet date and is carried at cost, comprising of direct cost and directly attributable cost.

The carrying amount of PPE is eliminated from the translated version of Standalone financial statements, either on disposal or when retired from active use. Losses/gains arising on derecognition of the PPE is recognised in the statement of Profit and Loss.

The carrying amount of any component accounted for as a separate asset is derecognised when it is replaced or retired or discarded. All other repairs and maintenance are charged to translated version of Standalone Statement of profit or loss during the reporting period in which they are incurred.

#### **Depreciation**

Depreciation on PPE is computed using the straight-line method over the estimated useful lives. The management basis its past experience has estimated the useful lives, which is at variance with the life prescribed in Part C of Schedule II to the Act and has accordingly, depreciated the assets over such useful lives.





## Fractal Analytics Inc.

### Translated version of notes to financial statements

Useful life of assets considered are as below:

Description of assets	Useful life of assets
Furniture and fixtures	10 years
Office equipment	3 years
Leasehold improvements	Over the period of lease
Computers and accessories	3 - 6 years

#### 2.5 Intangible assets

Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the assets will flow to the Company and the cost of the asset can be measured reliably.

The intangible assets are stated at cost less accumulated amortization and impairment losses if any. Cost comprises of the acquisition price and any cost directly attributable and allocable on a reasonable basis for making the asset ready for its intended use.

Intangible assets under development includes intellectual property under development as at the balance sheet date. Product development costs are incurred on developing/upgrading the software products to launch new service modules and functionality to provide an enhanced suite of services. These development costs are capitalized and recognised as an intangible asset when the following can be demonstrated:

- The technical feasibility of completing the intangible asset so that it will be available for use or sale;
- Its ability and intention to use or sell the asset;
- The availability of adequate resources to complete the development and to use or sell the asset; and
- The ability to measure reliably the expenditure attributable to the intangible assets and probability of how the same will generate future economic benefits.

#### Subsequent expenditure:

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific assets to which it relates and the cost of the asset can be measured reliably. All other expenditure is recognised in the translated version of Standalone Statement of Profit and Loss as incurred.

#### Amortization

Amortization is recognised in the translated version of Standalone Statement of Profit and Loss on a straight-line basis over the estimated useful lives of the intangible assets from the date that they are available for use.

The amortisation period and the amortisation method for an intangible asset are reviewed at the end of each financial year. Changes in the expected useful life are considered to modify the amortisation period and are treated as changes in accounting estimates.

Intangible assets are amortised over their expected useful life and assessed for impairment whenever there is an indication that the intangible asset may be impaired.





## Fractal Analytics Inc.

### Translated version of notes to financial statements

The estimated useful lives are as follows:

Description of assets	Useful life of assets (Years)
Computer Software	3
Client Relationships	3
Internally generated intellectual property	3-5

An intangible asset is de-recognised on disposal, or when no future economic benefits are expected from use or disposal. Gains and losses on disposals are determined by comparing net disposal proceeds with carrying amount. These are included in the translated version of Statement of Profit and Loss.

#### 2.6 Impairment of non-financial assets

Consideration is given at each balance sheet date to determine whether there is any indication of impairment of the carrying amount of the Company's each class of the property, plant and equipment or intangible assets. If any indication exists, an asset's recoverable amount is estimated. An impairment loss is recognized whenever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value based on an appropriate discount factor. Intangible assets under development are tested for impairment annually.

Goodwill represents the excess of consideration transferred, together with the amount of non-controlling interest in the acquiree, over the fair value of the Company's share of identifiable net assets acquired. Goodwill is measured at cost less accumulated impairment losses. A cash-generating unit to which goodwill has been allocated is tested for impairment annually, or more frequently when there is an indication that the unit may be impaired.

The goodwill acquired in a business combination is, for the purpose of impairment testing, allocated to cash-generating units that are expected to benefit from the synergies of the combination. Any impairment loss for goodwill is recognised directly in translated version of Standalone Statement of Profit and Loss. They are first used to reduce the the carrying amount of any goodwill allocated to CGU and then to reduce the carrying amounts of the other assets in the CGU on a pro rate basis. An impairment loss recognised for goodwill is not reversed in subsequent periods. In respect of other assets for which impairment loss has been recognised in prior periods, the Company reviews at each reporting date whether there is any indication that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised. On disposal of a cash-generating unit to which goodwill is allocated, the goodwill associated with the disposed cash-generating unit is included in the carrying amount of the cash-generating unit when determining the gain or loss on disposal.

#### 2.7 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





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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 services to the customer, meaning the customer has the ability to use and obtain the benefit from the services rendered.

Revenue from time and material contracts is recognised on output basis measured by efforts expended.

Revenue related to fixed price retainership contracts is recognised based on time elapsed and is recognised on a straight-line basis over the period of performance.

In respect of other fixed-price contracts, revenue is recognised using percentage-of-completion method ('POC method') with contract costs incurred determining the degree of completion of the performance obligation.

Subscription income consist of fees from customers accessing Company's cloud based software solutions. Revenues are generally recognized over the period when control of these services is transferred to customers, in an amount that reflects the consideration expected to be entitled to in exchange for those services. The Company's subscription arrangements are considered service contracts and the customer does not have the right to take possession of the software.

Revenue is measured based on the transaction price, which is the consideration, adjusted for volume discounts, price concessions and incentives, if any, as specified in the contract with the customer. Revenue also excludes taxes collected from customers.

Contract assets are recognised when there is excess of revenue earned over billings on contracts. Contract assets are classified as unbilled receivables (only act of invoicing is pending) when there is unconditional right to receive cash, and only passage of time is required, as per contractual terms.

Unearned and deferred revenue ("contract liability") is recognised when there are billings in excess of revenues.

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.

Contracts are subject to modification to account for changes in contract specification and requirements. The Company reviews modification to contract in conjunction with the original contract, basis which the transaction price could be allocated to a new performance obligation, or transaction price of an existing obligation could undergo a change.

In the event transaction price is revised for existing obligation, a cumulative adjustment is accounted for.

## **2.8 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 linked incentive which are expected to occur within twelve months after the end of the period in which the employee renders the related service.





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#### **2.9 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 translated version of Standalone Statement of Profit and Loss because of items of income or expense that are taxable or deductible in other years and items that are not taxable or deductible.

Current tax assets and liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously

##### **Deferred tax**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the translated version of standalone 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 and the carry forward of unused tax losses 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 at the time of the transaction.

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 deferred tax liabilities are offset when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis.

##### **Current and deferred tax for the year**

Current and deferred tax are recognised in the translated version of standalone statement of profit and loss account, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.





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#### **2.10 Leases**

##### **The Company as a lessee**

The Company's lease asset classes primarily consist of leases for office premises. The Company assesses whether a contract contains a lease, at inception of the contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- (i) the contract involves the use of an identified asset
- (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

The Company recognises right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement 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 be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located. The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the lease term.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the incremental borrowing rate. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment as to whether it will exercise an extension or a termination option.

Lease liability and ROU asset have been separately presented in the translated version of Standalone Balance Sheet and lease payments have been classified as financing activity in translated version of statement of cash flows. Under Ind AS 116, it will result in increase in cash outflows in financing activities and increase in cash inflows in operating activities.

The Company does not have any lease contracts wherein it acts as a lessor.

#### **2.11 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 except for trade receivables which are initially measured at transaction price.

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





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- a) those to be measured subsequently at fair value (either through other comprehensive income, or through profit and loss), and
- b) those to be measured at amortized 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 translated version of Standalone Statement of Profit and Loss or other comprehensive income. For investments in debt instruments, this will depend on the business model in 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 amortized 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 is recognised in translated version of Standalone Statement of Profit and Loss.
	Fair value through other comprehensive income (FVOCI)	Assets that are held for collection of contractual cash flows and for selling the financial assets, where contractual terms give rise on specified dates to cash flows that are solely payments of principal and	At fair value plus transaction costs that are directly attributable to the acquisition of the financial asset	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 translated version of Standalone Statement of Profit and Loss account

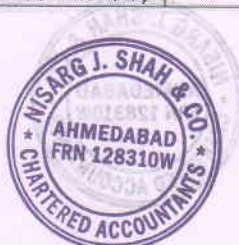




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		interest on principal amount outstanding, are measured at FVOCI.		Interest income, transaction cost and discount or premium on acquisition are recognized in the translated version of Standalone Statement of Profit and Loss (finance income) using effective interest rate method.  On derecognition of the financial assets measured at FVOCI, the cumulative gain or loss previously recognized in OCI is classified from Equity to translated version of Standalone Statement of Profit and Loss in other gain and loss head.
	Fair value through profit or loss (FVTPL)	Assets that do not meet the criteria for amortized cost or FVOCI are measured at fair value through profit or loss.	At fair value.  Transaction costs of financial assets expensed to statement of translated version of Standalone Statement of Profit and Loss	Any gain or 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 it arises.  Changes in fair value of such assets are recorded in translated version of Standalone Statement of Profit and Loss 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	At fair value plus transaction costs that are directly attributable to the acquisition of the financial asset	Changes in fair value of such instruments are recorded in OCI.  On disposal of such instruments, no amount is reclassified to translated version of Standalone Statement of Profit and Loss.



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		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.		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 translated version of Standalone Statement of Profit and Loss unless the dividend clearly represents a recovery of part of the cost of the investment.
	FVTPL	When no such election is made, the equity instruments are measured at FVTPL	At fair value.  Transaction costs of financial assets expensed to Translated version of Standalone Statement of Profit and Loss	Changes in fair value of such assets are recorded in translated version of Standalone Statement of Profit and Loss.

All financial assets are recognised initially at fair value and for those instruments that are not subsequently measured at FVTPL, they are recorded as plus/minus transaction costs that are attributable to the acquisition of the financial assets.

**(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:

- Financial assets that are debt instruments, and are measured at amortized cost e.g., loans, deposits, Investment in debt mutual funds and bank balance.
- Trade receivables
- Contract assets

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.





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For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. The Company applies a simplified approach in calculating ECLs. Therefore, the Company does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. The Company has established a provision matrix that is based on its historical credit loss experience, adjusted for forward-looking factors.

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

A financial asset is derecognised only when

- (a) The contractual terms to the cash flows from the financial assets expire or
- (b) the Company has transferred the rights to receive cash flows from the financial asset in which either substantially all of the risks and rewards of ownership of the financial asset are transferred or the Company neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset

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

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 of 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 minus any transaction costs that are attributable to the issue 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 amortized cost
- at fair value through profit or loss (FVTPL)

##### **(i) Financial liabilities at amortized cost:**

The Company is classifying the following under amortized cost;

- Borrowings from banks and financial institutions
- Borrowings from others
- Trade payables

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





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#### (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 the translated version of Standalone Statement of Profit and Loss. The net gain or loss recognised in the translated version of Standalone Statement of Profit and Loss incorporates any interest paid on the financial liability.

#### Derecognition:

A financial liability is removed from the translated version of Standalone Balance Sheet when the obligation is discharged, or is cancelled, or expired. 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 a new liability. The difference in the carrying amounts extinguished and consideration paid is recognised in the Translated version of Standalone Statement of Profit and Loss.

#### 2.12 Fair value measurement:

The Company measures financial instruments, such as, certain investments and derivative instruments 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:

- 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 standalone 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 — Inputs other than quoted prices included in 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 for the asset or liability that are not based on observable market data (unobservable inputs).

Further information about the assumptions made in measuring fair values is included in the following notes:

Note 2.11: Financial Instruments  
Note 2.14: Share-based payment





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#### **2.13 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.

A provision for onerous contracts is recognized when the expected benefits to be derived by the Company from a contract are lower than the unavoidable cost of meeting its obligations under the contract. The provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the Company recognizes any impairment loss on the assets associated with that contract.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. 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. Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.

#### **2.14 Share-based payments**

The cost of equity-settled transactions with employees is measured at fair value at the date at which 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 shares 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.

#### **2.15 Cash and cash equivalents:**

Cash and cash equivalents in the translated version of Standalone 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.

#### **2.16 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 equity shares outstanding during the year.

Ordinary shares that will be issued upon the conversion of a mandatorily convertible instrument are included in the calculation of basic earnings per share from the date the contract is entered into.





## **Fractal Analytics Inc.**

### **Translated version of notes to financial statements**

The diluted earnings per share ("DEPS") is computed by dividing the net profit / (loss) after tax for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year, as adjusted for the effects of all dilutive potential equity shares.

#### **2.17 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 the 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; or
- (d) the Company 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.

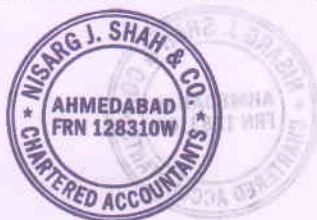
The operating cycle is the time between acquisition of assets for processing and their realisation in cash and cash equivalents. The Company's normal operating cycle is twelve months.

#### **2.18 Significant accounting estimates, judgements and assumptions:**

The preparation of the Company's translated version of standalone 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 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 standalone 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 standalone financial statements:

- a. Useful lives of property, plant and equipment and intangible assets:** The Company reviews the useful lives of property, plant and equipment and intangibles at the end of each reporting period. This reassessment may result in change in depreciation and 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 is 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





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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. Provisions and contingencies:** The Company estimates the provisions that have present obligations as a result of past events and it is probable that outflow of resources will be required to settle the obligations. These provisions are reviewed at the end of each reporting period and are adjusted to reflect the current best estimates. The Company uses significant judgements to assess contingent liabilities. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. Contingent assets are neither recognised nor disclosed in the translated version of standalone financial statements.
- d. Share-based payments:** The Company measures the cost of equity-settled transactions with employees using Black-Scholes and binomial 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 33.
- e. Provision for income tax and deferred tax assets:** The Company uses 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.
- 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.
  - Revenue for fixed-price contracts is recognised using percentage-of-completion method. The Company uses estimates the future cost-to-completion of the contracts which is used to determine the degree of the completion of the performance obligation.



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#### g. Leases:

The Company evaluates if an arrangement qualifies to be a lease as per the requirements of Ind AS 116. Identification of a lease requires significant judgment. The Company uses significant judgement in assessing the lease term (including anticipated renewals) and the applicable discount rate.

The Company determines the lease term as the non-cancellable period of a lease, together with both periods covered by an option to extend the lease if the Company is reasonably certain to exercise that option; and periods covered by an option to terminate the lease if the Company is reasonably certain not to exercise that option. In assessing whether the Company is reasonably certain to exercise an option to extend a lease, or not to exercise an option to terminate a lease, it considers all relevant facts and circumstances that create an economic incentive for the Company to exercise the option to extend the lease, or not to exercise the option to terminate the lease. The Company revises the lease term if there is a change in the non-cancellable period of a lease.

The discount rate is generally based on the incremental borrowing rate specific to the lease being evaluated.

#### 2.19 Recent Indian Accounting Standards (Ind AS)

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, INC.**

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Amount in INR Million unless stated otherwise

**(3) Property, plant and equipment**

Particulars	Computers and accessories	Leasehold improvements	Furniture & fixtures	Office Equipment	Total
<b>Gross carrying amount</b>					
As at April 01, 2024	107	223	10	21	361
Additions	25	-	-	1	26
Disposals/derecognition	(5)	-	-	-	(5)
Exchange differences on translating the financial statements of foreign operations	2	6	0	1	9
<b>As at March 31, 2025</b>	<b>129</b>	<b>229</b>	<b>10</b>	<b>23</b>	<b>391</b>
<b>Accumulated depreciation</b>					
As at April 01, 2024	77	222	10	20	329
Charge for the year	25	2	-	0	27
On disposals/derecognition	(5)	-	-	-	(5)
Exchange differences on translating the financial statements of foreign operations	2	5	0	(0)	7
<b>As at March 31, 2025</b>	<b>99</b>	<b>229</b>	<b>10</b>	<b>20</b>	<b>358</b>
<b>Net carrying amount as at March 31, 2025</b>	<b>30</b>	<b>(0)</b>	<b>-</b>	<b>3</b>	<b>33</b>
<b>Gross carrying amount</b>					
As at April 01, 2023	90	220	10	20	340
Additions	17	-	-	1	18
Disposals/derecognition	(1)	-	-	-	(1)
Exchange differences on translating the financial statements of foreign operations	1	3	0	0	4
<b>As at March 31, 2024</b>	<b>107</b>	<b>223</b>	<b>10</b>	<b>21</b>	<b>361</b>
<b>Accumulated depreciation</b>					
As at April 01, 2023	53	194	10	18	275
Charge for the year	24	25	-	2	51
On disposals/derecognition	(1)	-	-	-	(1)
Exchange differences on translating the financial statements of foreign operations	1	3	0	(0)	4
<b>As at March 31, 2024</b>	<b>77</b>	<b>222</b>	<b>10</b>	<b>20</b>	<b>329</b>
<b>Net carrying amount as at March 31, 2024</b>	<b>30</b>	<b>1</b>	<b>-</b>	<b>1</b>	<b>32</b>
<b>Gross carrying amount</b>					
As at April 01, 2022	60	202	9	18	290
Additions	24	-	-	-	24
Disposals/derecognition	-	-	-	-	-
Exchange differences on translating the financial statements of foreign operations	6	18	1	2	26
<b>As at March 31, 2023</b>	<b>90</b>	<b>220</b>	<b>10</b>	<b>20</b>	<b>340</b>
<b>Accumulated depreciation</b>					
As at April 01, 2022	32	143	9	16	199
Charge for the year	18	38	0	1	57
On disposals/derecognition	-	-	-	-	-
Exchange differences on translating the financial statements of foreign operations	3	13	1	1	19
<b>As at March 31, 2023</b>	<b>53</b>	<b>194</b>	<b>10</b>	<b>18</b>	<b>275</b>
<b>Net carrying amount as at March 31, 2023</b>	<b>37</b>	<b>26</b>	<b>-</b>	<b>2</b>	<b>65</b>

Note:

The Company does not hold any immovable properties.



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**(4) Right-of-use assets**

Particulars	Office premises
<b>Gross carrying amount</b>	
As at April 01, 2024	285
Additions	-
Disposals	-
Exchange differences on translating the financial statements of foreign operations	7
<b>As at March 31, 2025</b>	<b>292</b>
<b>Accumulated depreciation</b>	
As at April 01, 2024	79
Charge for the year	49
On disposals	-
Exchange differences on translating the financial statements of foreign operations	2
<b>As at March 31, 2025</b>	<b>130</b>
<b>Net carrying amount as at March 31, 2025</b>	<b>162</b>
<b>Gross carrying amount</b>	
As at April 01, 2023	272
Additions	9
Disposals	-
Exchange differences on translating the financial statements of foreign operations	4
<b>As at March 31, 2024</b>	<b>285</b>
<b>Accumulated depreciation</b>	
As at April 01, 2023	30
Charge for the year	48
On disposals	-
Exchange differences on translating the financial statements of foreign operations	1
<b>As at March 31, 2024</b>	<b>79</b>
<b>Net carrying amount as at March 31, 2024</b>	<b>206</b>
<b>Gross carrying amount</b>	
As at April 01, 2022	157
Addition on account of business combination	50
Additions/Modifications	245
Disposals	(165)
Disposals on account of business combination	(30)
Exchange differences on translating the financial statements of foreign operations	16
<b>As at March 31, 2023</b>	<b>272</b>
<b>Accumulated depreciation</b>	
As at April 01, 2022	125
On account of business combination	12
Charge for the year	50
On disposals	(166)
Exchange differences on translating the financial statements of foreign operations	9
<b>As at March 31, 2023</b>	<b>30</b>
<b>Net carrying amount as at March 31, 2023</b>	<b>242</b>

**Note:**

1. The Right-of-use assets as per Ind AS-116 comprises of lease of office premises (refer note 18).
2. The aggregate depreciation expense on Right-of-use assets is included under depreciation and amortisation expense in the Statement of Profit and loss.





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**(5) Other Intangible assets**

Particulars	Computer Software	Customer relationship	Intellectual Property	Internally generated Intellectual Property	Total
<b>Gross carrying amount</b>					
As at April 01, 2024	395	883	73	22	1,373
Additions	339	-	-	26	365
Exchange differences on translating the financial statements of foreign operations	14	22	1	1	38
<b>As at March 31, 2025</b>	<b>748</b>	<b>905</b>	<b>74</b>	<b>49</b>	<b>1,776</b>
<b>Accumulated amortization</b>					
As at April 01, 2024	93	236	73	2	404
Charge for the year	120	85	-	27	232
Exchange differences on translating the financial statements of foreign operations	3	7	1	0	11
<b>As at March 31, 2025</b>	<b>216</b>	<b>328</b>	<b>74</b>	<b>29</b>	<b>647</b>
<b>Net carrying amount as at March 31, 2025</b>	<b>532</b>	<b>577</b>	<b>-</b>	<b>19</b>	<b>1,129</b>
<b>Gross carrying amount</b>					
As at April 01, 2023	80	870	72	-	1,022
Additions	312	-	-	21	333
Disposals	-	-	-	-	-
Exchange differences on translating the financial statements of foreign operations	3	43	1	1	18
<b>As at March 31, 2024</b>	<b>395</b>	<b>883</b>	<b>73</b>	<b>22</b>	<b>1,373</b>
<b>Accumulated amortization</b>					
As at April 01, 2023	55	151	71	-	277
Charge for the year	37	83	-	2	122
On disposals	-	-	-	-	-
Exchange differences on translating the financial statements of foreign operations	1	2	2	0	5
<b>As at March 31, 2024</b>	<b>93</b>	<b>236</b>	<b>73</b>	<b>2</b>	<b>404</b>
<b>Net carrying amount as at March 31, 2024</b>	<b>302</b>	<b>647</b>	<b>-</b>	<b>20</b>	<b>969</b>
<b>Gross carrying amount</b>					
As at April 01, 2022	41	-	-	-	41
Additions	35	-	-	-	35
Additions on account of business combination	-	850	70	-	920
Disposals	-	-	-	-	-
Exchange differences on translating the financial statements of foreign operations	4	20	2	-	26
<b>As at March 31, 2023</b>	<b>80</b>	<b>870</b>	<b>72</b>	<b>-</b>	<b>1,022</b>
<b>Accumulated amortization</b>					
As at April 01, 2022	41	-	-	-	41
Additions on account of business combination	-	67	70	-	137
Charge for the year	10	80	-	-	90
On disposals	-	-	-	-	-
Exchange differences on translating the financial statements of foreign operations	4	4	1	-	9
<b>As at March 31, 2023</b>	<b>55</b>	<b>151</b>	<b>71</b>	<b>-</b>	<b>277</b>
<b>Net carrying amount as at March 31, 2023</b>	<b>25</b>	<b>719</b>	<b>1</b>	<b>-</b>	<b>745</b>

The estimated amortisation of intangible assets for the year ended subsequent to March 31, 2025 is as follows:

Year ending March 31	Amount
2026	319
2027	305
After 2027	505



(5) Intangible assets under development (IAUD)

Particulars	Amount
Gross carrying amount	
As at April 01, 2024	24
Additions	8
Less: capitalisation	(26)
Exchange differences on translating the financial statements of foreign operations	0
As at March 31, 2025	6

Gross carrying amount	
As at April 01, 2023	-
Additions	45
Less: capitalisation	(21)
Exchange differences on translating the financial statements of foreign operations	0
As at March 31, 2024	24

Gross carrying amount	
As at April 01, 2022	23
Additions	11
Less: capitalisation	(35)
Exchange differences on translating the financial statements of foreign operations	1
As at March 31, 2023	-

IAUD ageing schedule

Projects in progress

Particulars	Less than 1 year	1-2 years	2-3 years	Total
March 31, 2025	6	-	-	6
March 31, 2024	24	-	-	24
March 31, 2023	-	-	-	-

Breakup of nature of expenses which has been capitalised

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024	For the year ended March 31, 2023
Salaries, wages and bonus	4	41	-
Other expense	4	4	-
Total	8	45	-

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**(7) Goodwill**

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
Goodwill at the beginning of the year	2,307	2,275	-
Add: On account of Business combination	-	-	2,222
Add: Exchange differences on translating the financial statements of foreign operations	59	32	53
Goodwill at the end of the year	2,366	2,307	2,275

The carrying amount of goodwill allocated to acquisitions are as follows:

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
4i Consulting Inc.	227	221	218
Neal Analytics LLC	2,139	2,086	2,057
Total	2,366	2,307	2,275

Cash-generating units to which goodwill is allocated are tested for impairment annually at each reporting date, or more frequently when there is an indication that the unit may be impaired. If the recoverable amount of the cash-generating unit is less than the carrying amount of the unit, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to that unit. The Company estimates the value-in-use of the cash generating units (CGUs) based on the future cash flows after considering current economic conditions and trends, estimated future operating results and growth rate and anticipated future economic and regulatory conditions. The estimated cash flows are developed using internal forecasts. The discount rates used for the CGUs represent the weighted average cost of capital based on the historical market returns of comparable companies.

The goodwill amount for respective years (relating to different CGUs individually) has been evaluated based on the cash flow forecasts of the related CGUs over a year of five years and the recoverable amounts of these CGUs exceeded their carrying amounts.

An analysis of the sensitivity of the computation to a change in key parameters (operating margin, discount rates and long term average growth rate), based on reasonable assumptions, did not identify any probable scenario in which the recoverable amount of the CGU would decrease below its carrying amount as on date.

The estimated value-in-use of CGUs is based on the future cash flows using 3% to 5% as at March 31, 2025 (3% to 5% as at March 31, 2024, 3% to 5% as at March 31, 2023). Terminal growth rate and discount rate of 18 % to 25% as at March 31, 2025 (18% to 20% as at March 31, 2024, 18% to 20% as at March 31, 2023).

The discount rate is based on the Weighted Average Cost of Capital (WACC) which represents the weighted average return attributable to all the assets of the Cash Generating Unit (CGU).

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**(8) Investments**

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
<b>Investments (Non-current)</b>			
<b>Investments in subsidiary</b>			
<b>A. Unquoted common stock (at cost)</b>			
<b>Fractal Analytics UK Limited</b>	0	0	0
100 equity shares of 1£ each fully paid up (March 31, 2024: 100 and March 31, 2023: 100 )			
<b>Asper.AI Inc. (formerly known as Samya.AI Inc.)</b>	375	375	212
16,585,329 equity shares of \$ 0.0001 each fully paid up (March 31, 2024 : 16,585,329 March 31, 2023 : 9,372,676) (refer note 5 below)			
<b>Senseforth, Inc.</b>	426	426	426
9,000,000 equity shares of \$0.00001 each fully paid up (March 31, 2024 : 9,000,000, March 31, 2023 : 9,000,000)			
<b>Eugenie.ai Inc.</b>	4	4	4
50,000 equity shares of \$ 1 fully paid up (March 31, 2024 : 50,000, March 31, 2023 : 50,000)			
<b>Final Mile Consulting LLC</b>	9	9	-
Equity shares of \$12 each fully paid up 1,000 units (March 31, 2024 : 10,000, March 31, 2023 : Nil)			
<b>B. Unquoted preferred stock (at cost)</b>			
<b>Asper.AI Inc. (formerly known as Samya.AI Inc.)</b>	680	472	163
8,200,000 preferred shares of \$0.0001 each fully paid up (refer note 2 below) (March 31, 2024 : 5,700,000, March 31, 2023 : 7,212,653)			
<b>Senseforth, Inc.</b>	52	52	52
1,100,000 preferred shares of \$0.00001 each fully paid up (March 31, 2024 : 1,100,000, March 31, 2023 : 1,100,000 )			
Provision for Impairment (refer note 28)	(562)	(203)	(200)
<b>Total (Non-current)</b>	<b>984</b>	<b>1,135</b>	<b>657</b>
<b>C. Other investments (Non - Current)</b> (Unquoted, measured at Fair value)			
<b>a. Common stock</b> (Unquoted, measured at fair value through profit and loss)			
<b>Commure, Inc.</b>	1	33	-
5,003 shares of common stock (refer sub note 3 below) (March 31, 2024 : 5,003, March 31, 2023 : Nil shares of common stock )			
<b>b. Preferred stock</b> (Unquoted, measured at fair value through profit and loss)			
<b>Commure, Inc.</b>	48	46	-
6,941 shares of series D preferred stock (refer sub note 3 below) (March 31, 2024 : 6,941, March 31, 2023 : Nil shares of common stock )			
<b>c. Preferred stock</b> (Unquoted, measured at fair value through profit and loss)			
<b>RX.health Inc.</b>	-	-	12
Nil shares of series Seed-2 preferred stock (March 31, 2023 : 658,761 shares of series Seed-2 preferred stock)			
<b>Total other investments</b>	<b>49</b>	<b>79</b>	<b>12</b>





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Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
<b>D. Deemed investment (Refer sub note 4 below)</b>			
Eugenie.ai Inc.	282	-	-
Fractal Frontier, Inc	3	-	-
Provision for Impairment	(285)	-	-
<b>Total Deemed investment</b>	-	-	-
<b>Aggregate amount of impairment in value of investment</b>	847	203	200
<b>Total Investments (Non Current)</b>	<b>1,033</b>	<b>1,214</b>	<b>669</b>
<b>Investments (Current)</b>			
(Measured at fair value through profit and loss)			
Investment in debt mutual funds units (unquoted)	2,178	-	-
<b>Total Investments (Current)</b>	<b>2,178</b>	-	-
<b>Aggregate carrying amount of unquoted investments</b>	<b>3,210</b>	<b>1,214</b>	<b>669</b>

**Note**

- 1 The Company has long-term investments in subsidiaries which are measured at cost less impairment. The management assesses the performance of these entities including the future projections and relevant economic and market conditions in which they operate to identify if there is any indicator of impairment in the carrying value of the investments.

During the year ended March 31, 2025, the Company assessed the performance of its subsidiaries. The assessment was primarily based on future cash flow projections using a 3% to 5% terminal growth rate and discount rate of 18% to 25% which are specific to each entity based on its business plan. The future cash flows considered key assumptions such as revenue projections, margins, terminal growth rates, etc. Accordingly, the Company has determined that the recoverable amounts of the long-term investments in its subsidiaries is less than their carrying amount and based on the assessment carried out, the Company has recognised provision for impairment of INR 354 million in Senseforth, Inc. (March 31, 2024 : INR Nil).

- 2 During the year ended March 31, 2025, Company invested INR 208 million in preferred stock of Asper. Ai Inc (March 31, 2024: INR 309 million, March 31, 2023 : INR 163 million)
- 3 During the year ended March 31, 2024, Company has received common stock and series D preferred stock of Commure, Inc in exchange of RX. Health, Inc. series seed-2 preferred stock on account of merger of RX. Health, Inc. to Commure Inc. Accordingly, the investment is fair valued and gain of INR 68 million is recognised in the statement of profit and loss. The Company has revalued the investments as at March 31, 2025 and accordingly equity shares are fair valued at INR 1 million.
- 4 The loan and receivable balances from Eugenie.ai Inc. and Fractal Frontier, Inc. originally intended as a financial loan and receivables, has been classified as a deemed investment in accordance with guidance as per Ind AS. Following a comprehensive review, this deemed investment has subsequently been impaired. The impairment loss amounting to INR 18 million has been recognized in the Statement of Profit and Loss Statement for the year ending March 31, 2025.
- 5 During the year ended March 31, 2024, the company subscribed 7,212,653 common stock on account of conversion of preferred stock held as on July 31, 2023.

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Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
<b>(9) Other financial assets</b>			
<i>Non-current financial assets</i>			
Other bank deposits	9	8	16
<b>Total non-current financial assets</b>	<b>9</b>	<b>8</b>	<b>16</b>
<i>Current financial assets</i>			
Security deposits	3	3	1
Receivables from subsidiaries (Refer note 30)	409	471	762
Interest receivable from subsidiary (Refer note 30)	-	-	0
Interest receivable on loan to director (Refer note 30)	38	23	13
Loss : Loss allowance against receivable from subsidiaries (Refer note 31)	-	(96)	(337)
<b>Total current financial assets</b>	<b>450</b>	<b>401</b>	<b>439</b>
<b>(10) Other assets</b>			
<i>Non-Current assets</i>			
Prepaid expenses	1	5	7
<b>Total non-current assets</b>	<b>1</b>	<b>5</b>	<b>7</b>
<i>Current assets</i>			
Prepaid expenses	119	87	138
Contract assets (Refer note 29)	649	668	553
Advance to vendors and others	33	0	-
Other receivables	11	0	-
<b>Total current assets</b>	<b>812</b>	<b>755</b>	<b>691</b>
<b>(11) Cash and cash equivalents</b>			
<b>Balance with banks</b>			
In current accounts	1,585	275	1,598
<b>Total cash and cash equivalents</b>	<b>1,585</b>	<b>275</b>	<b>1,598</b>

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**(12) Deferred tax assets (net)**
**Significant components of deferred tax assets/(liabilities) (net)**

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
<b>Deferred tax assets</b>			
Unabsorbed business loss	386	377	371
<b>Total Deferred tax assets</b>	<b>386</b>	<b>377</b>	<b>371</b>
<b>Deferred tax liabilities</b>			
Difference between book and tax value of property, plant and equipment and intangible assets	3	3	3
<b>Total Deferred tax liabilities</b>	<b>3</b>	<b>3</b>	<b>3</b>
<b>Total Deferred tax assets (Net)</b>	<b>383</b>	<b>374</b>	<b>368</b>

**(a) Movements in deferred tax assets/(liabilities)**

Particulars	Property, plant & equipment and intangible assets	Net operating Loss	Total
<b>At April 1, 2024</b>	<b>(3)</b>	<b>377</b>	<b>374</b>
(Charged) / Credited			
- to profit or loss	-	-	-
- to other comprehensive income	-	-	-
- exchange difference on translating the financial statements of foreign operation	(0)	9	9
<b>At March 31, 2025</b>	<b>(3)</b>	<b>386</b>	<b>383</b>
<b>At April 1, 2023</b>	<b>(3)</b>	<b>371</b>	<b>368</b>
(Charged) / Credited			
- to profit or loss	-	-	-
- to other comprehensive income	-	-	-
- exchange difference on translating the financial statements of foreign operation	(0)	6	6
<b>At March 31, 2024</b>	<b>(3)</b>	<b>377</b>	<b>374</b>
<b>At April 1, 2022</b>	<b>(2)</b>	<b>341</b>	<b>339</b>
(Charged) / Credited			
- to profit or loss	-	-	-
- to other comprehensive income	-	-	-
- exchange difference on translating the financial statements of foreign operation	(1)	30	29
<b>At March 31, 2023</b>	<b>(3)</b>	<b>371</b>	<b>368</b>

- (b) The Company recognises deferred tax asset on temporary difference and unutilised losses to the extent that it believes that it will be able to generate sufficient taxable profit in the near future against which temporary difference, unutilised losses and thereby such deferred tax assets can be realised. No deferred tax asset has been recognised on temporary difference and unutilised tax losses of as at March 31, 2025 amounting to INR 2,319 million (March 31, 2024: INR 2,364 million, March 31, 2023: INR 390 million) based on management's current assessment.

The Company has not recognised deferred tax asset in respect of carried forward unabsorbed business loss. The aforesaid tax losses will lapse in subsequent years as follows:

The unutilised tax losses will lapse in subsequent years as follows:

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
From 0 - 5 years	490	478	-
From 5 - 8 years	-	-	-
Beyond 8 years	1,213	1,777	1,753
Indefinite	1,936	1,888	1,083



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Particulars	As at		As at	
	March 31, 2025	March 31, 2024	March 31, 2023	
<b>(13) Trade receivables</b>				
Unsecured considered good				2,643
- Third Party	2,314	2,857		12
- Related parties (Refer note 30)				1,237
- Third party - Unbilled	1,510	1,276		13
- Related party - Unbilled (Refer note 30)	3	1		3,905
Sub Total	4,427	4,134		(50)
Less: Allowances for expected credit loss	(71)	(49)		
<b>Total trade receivables (current)</b>	<b>4,356</b>	<b>4,085</b>		<b>3,855</b>

Particulars	Outstanding for following years from due date of payment					Total
	Current but not due	Less than 6 Months	6 months - 1 year	1-2 years	2-3 years	More than 3 years
<b>As at March 31, 2025</b>						
<b>Ageing of Trade receivables</b>						
Trade receivables - Billed						
(i) Undisputed Trade receivables - considered good	2,329	574	5	4	2	2,914
Trade receivables - Unbilled	2,329	574	5	4	2	2,914
Less: Allowance for expected credit loss (including Unbilled)						1,583
<b>Total</b>						<b>4,427</b>

Particulars	Outstanding for following years from due date of payment					Total
	Current but not due	Less than 6 Months	6 months - 1 year	1-2 years	2-3 years	More than 3 years
<b>As at March 31, 2024</b>						
<b>Ageing of Trade receivables</b>						
Trade receivables - Billed						
(i) Undisputed Trade receivables - considered good	2,424	403	8	21	1	2,857
Trade receivables - Unbilled	2,424	403	8	21	1	2,857
Less: Allowance for expected credit loss (including Unbilled)						1,277
<b>Total</b>						<b>4,134</b>

Particulars	Outstanding for following years from due date of payment					Total
	Current but not due	Less than 6 Months	6 months - 1 year	1-2 years	2-3 years	More than 3 years
<b>As at March 31, 2023</b>						
<b>Ageing of Trade receivables</b>						
Trade receivables - Billed						
(i) Undisputed Trade receivables - considered good	2,559	53	35	7	1	2,655
Trade receivables - Unbilled	2,559	53	35	7	1	2,655
Less: Allowance for expected credit loss (including Unbilled)						1,250
<b>Total</b>						<b>3,905</b>





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Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
<b>(14) Loans</b>			
<i>Current loans</i>			
<i>Unsecured, considered good</i>			
Loan to director (Refer note 30)	266	-	-
<i>Secured, considered good</i>			
Loan to director (Refer note 30)	-	259	255
Intercompany loan (Refer note 30)	-	260	249
Loans - loss allowance	-	(260)	(249)
<b>Total current loans</b>	<b>266</b>	<b>259</b>	<b>255</b>

Type of Borrower	As at March 31, 2025		As at March 31, 2024		As at March 31, 2023	
	Amount of loan or advance in the nature of loan outstanding	% of total Loans and Advances in the nature of loans	Amount of loan or advance in the nature of loan outstanding	% of total Loans and Advances in the nature of loans	Amount of loan or advance in the nature of loan outstanding	% of total Loans and Advances in the nature of loans
Loan to director (Refer Note below)	266	100%	259	50%	255	51%
Loan to subsidiaries	-	-	260	50%	249	49%
<b>Total</b>	<b>266</b>	<b>100%</b>	<b>519</b>	<b>100%</b>	<b>504</b>	<b>100%</b>

Note : Loan is given to a director on December 8, 2021. The loan along with interest will be repaid subsequent to the public offer of the Fractal Analytics Limited. The loan as at March 31, 2025 was secured against the 50:50 shares held by the director on full recourse basis at prevailing interest rate of that jurisdiction. Loan given is solely for director's own account and beneficial interest.

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Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
<b>(15) Common Stock</b>			
<b>Authorised</b>			
1,000,000 (March 31, 2024 : 1,000,000, March 31, 2023: 1,000,000) common stock of face value \$1 each fully paid up ^	92	76	76
167,084 (March 31, 2024 : 167,084, March 31, 2023 : 167,084)	13	13	13
redeemable preference stock of face value \$1 each fully paid up			
	105	89	89

^ The authorised share capital of the Company has been increased vide resolution dated April 3, 2024.

**Issued, subscribed and fully paid-up**

1,055,337 (March 31, 2024 : 997,951, March 31, 2023 : 997,951) common stock of face value \$1 each fully paid up

	74	69	69
	74	69	69

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

Particulars	As at March 31, 2025		As at March 31, 2024		As at March 31, 2023	
	Number of shares	Amount (in INR Million)	Number of shares	Amount (in INR Million)	Number of shares	Amount (in INR Million)
<b>Common stock</b>						
At the commencement of the year	997,951	69	997,951	69	997,951	69
Issued during the year	57,386	5	-	-	-	-
At the end of the year	1,055,337	74	997,951	69	997,951	69

**(b) Particulars of shareholders holdings more than 5% shares of a class of common stock**

Particulars	As at March 31, 2025		As at March 31, 2024		As at March 31, 2023	
	% of total shares in the class	Number of shares	% of total shares in the class	Number of shares	% of total shares in the class	Number of shares
Common Stock of \$ 1 each fully paid-up held by Fractal Analytics Limited*	100%	1,055,337	100%	997,951	100%	997,951
*The Holding Company						

**(c) Details of common stock held by holding company  
March 31, 2025**

Particulars	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of Total shares
Fractal Analytics Limited	997,951	57,386	1,055,337	100%
Common Stock	997,951	57,386	1,055,337	100%
Total	997,951	57,386	1,055,337	100%

**March 31, 2024**

Particulars	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of Total shares
Fractal Analytics Limited	997,951	-	997,951	100%
Common Stock	997,951	-	997,951	100%
Total	997,951	-	997,951	100%

**March 31, 2023**

Particulars	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of Total shares
Fractal Analytics Limited	997,951	-	997,951	100%
Common Stock	997,951	-	997,951	100%
Total	997,951	-	997,951	100%

**(d) Rights, preferences and restrictions attached to Common Stock**

The Company has one class of common stock having a par value of \$ 1 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors including interim dividend will be paid in USD. In the event of liquidation, the Common Stockholder's 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, March 31, 2024 and March 31, 2023.**

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
<b>(16) Other equity</b>			
Securities premium	4,212	3,358	3,358
Other comprehensive income	27	91	119
Reserve capital contribution	947	673	408
Retained earnings	(4,939)	(5,254)	(4,524)
Total other equity	247	(1,132)	(629)

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





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Particulars	As at		As at	
	March 31, 2025	March 31, 2024	March 31, 2024	March 31, 2023
<b>(17) Borrowings</b>				
Non-current borrowings (at amortised cost)				
Secured				
- Term loan (Refer note (a) below)	2,708	2,623	2,623	3,415
Less: Arrangement fees	(46)	(122)	(122)	(160)
Less: Current maturities of long term debt	(85)	-	-	(35)
<b>Total Non current borrowings</b>	<b>2,577</b>	<b>2,501</b>	<b>2,501</b>	<b>3,221</b>
Current borrowings				
Secured				
- Current maturities of long term debt - Term loan (Refer note (a) below)	85	-	-	35
<b>Total current borrowings</b>	<b>85</b>	<b>-</b>	<b>-</b>	<b>35</b>

**Note :**

(a) The Company has refinanced the existing floating rate loan through banks on September 26, 2024 amounting to USD 31.48 million (Rs 2,631 million).

The Company has incurred transaction cost amounting to USD 0.69 million (Rs 57 million) in respect of the said transaction which are disclosed as net from the actual proceeds and are amortised over the tenure of the loan to the Statement of Profit and Loss. The current outstanding as on March 31, 2025 is USD 31.70 million (Rs 2,708 million). Given below are various terms pertaining to the term loan.

Year ended	Total	Current	Non Current	Rate of Interest	Duration	Repayment terms	Purpose of borrowings
March 31, 2025	2,708	85	2,623	Three month Term SOFR + 3%	Last payment due on December 26, 2026	Quarterly prepayment with no prepayment penalty.	To refinance the existing borrowing from financial institution and to pay Transaction Expenses
March 31, 2024	2,623	-	2,623	Term SOFR ("Secured Overnight Financing Rate")	Five years ending on December 21, 2025	The Company is eligible to make bullet repayment for the outstanding principal amount at the end of the facility tenor with out prepayment penalty	Permitted Acquisitions and other investments permitted under the Loan Documents
March 31, 2023	3,415	35	3,381	(Cap at 1%) + 6%			

**Collateral :**

(a) Pledge of shares over 100% (one hundred percent) equity shares, equivalent to 1,055,337 equity shares (March 31, 2024: 997,951 and March 31, 2023: 997,951) having face value of USD 1 (United States Dollar One) each held by the Parent in Fractal Analytics Inc., an entity incorporated under the laws of United States of America.

**Guarantor :**

The above borrowing is backed by the guarantee given by its holding Company, Fractal Analytics Limited.



(18) Leases

Operating lease  
Company as lessee

The Company had entered into non-cancellable leasing arrangement in respect of office premises for a year of 5 years which are renewable on mutual consent.

Ind AS 116 - Lease liabilities

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
Non-current	147	191	200
Current	48	43	42
<b>Total</b>	<b>195</b>	<b>234</b>	<b>242</b>

(i) Movement in Lease liabilities:

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
Opening balance	234	242	36
Add: Addition on account of business combination	-	-	40
Add: Addition during the year	-	9	245
Add: Finance cost accrued during the year	23	25	9
Less: Termination of lease	-	-	(30)
Less: Payment of lease liabilities	(67)	(44)	(63)
Less: Gain on termination of lease	-	-	(3)
Exchange differences on translation of foreign operations	5	2	8
<b>Closing balance</b>	<b>195</b>	<b>234</b>	<b>242</b>

(ii) The contractual maturities of Lease liabilities are as under on undiscounted basis:

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
Payable within one year	68	66	65
Payable later than one year and not later than five years	173	233	221
Payable later than 5 year	-	-	28

(iii) Following amounts are recognised in the Statement of Profit and Loss

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024	For the year ended March 31, 2023
Depreciation of right of use assets	49	48	50
Interest expense on lease liabilities	23	25	9
Expense relating to low value assets/short term leases (included in other expense)	-	-	4

The Company does not face a significant liquidity risk with regard to its lease liabilities as the current assets are sufficient to meet the obligations related to lease liabilities as and when they fall due.

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**FRACTAL ANALYTICS, INC.**

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Amount in INR Million unless stated otherwise

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
<b>(19) Trade payables</b>			
<i>Current trade payables</i>			
- Third party	149	162	276
- Related parties (Refer note 30)	8,620	6,608	6,221
<b>Total current trade payables</b>	<b>8,769</b>	<b>6,770</b>	<b>6,497</b>

**Ageing of Trade payables**

As at March 31, 2025

Particulars	Outstanding for following period from due date of payment				Total
	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years
Total outstanding dues to other creditors - Undisputed	833	6,538	-	-	-
<b>Total</b>	<b>833</b>	<b>6,538</b>	<b>-</b>	<b>-</b>	<b>7,371</b>
Accrued expenses					
<b>Total</b>					<b>1,398</b>
					<b>8,769</b>

As at March 31, 2024

Particulars	Outstanding for following period from due date of payment				Total
	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years
Total outstanding dues to other creditors - Undisputed	58	3,137	-	-	-
<b>Total</b>	<b>58</b>	<b>3,137</b>	<b>-</b>	<b>-</b>	<b>3,195</b>
Accrued expenses					
<b>Total</b>					<b>3,195</b>
					<b>3,575</b>
					<b>6,770</b>

As at March 31, 2023

Particulars	Outstanding for following years from due date of payment				Total
	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years
Total outstanding dues to other creditors - Undisputed	305	4,784	203	-	-
<b>Total</b>	<b>305</b>	<b>4,784</b>	<b>203</b>	<b>-</b>	<b>5,292</b>
Accrued expenses					
<b>Total</b>					<b>5,292</b>
					<b>1,205</b>
					<b>6,497</b>



FRACTAL ANALYTICS, INC.  
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Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
<b>(20) Other financial liabilities:</b>			
<b>Non-current financial liabilities:</b>			
Employee related obligations	422	307	138
<b>Total non-current financial liabilities</b>	<b>422</b>	<b>307</b>	<b>138</b>
<b>Current financial liabilities:</b>			
Interest accrued and due	2	3	1
Employee related obligations	1,001	886	786
Capital creditors	344	315	-
Guarantee fees payable (refer note 30)	-	66	36
<b>Total current financial liabilities</b>	<b>1,347</b>	<b>1,270</b>	<b>823</b>
<b>(21) Other liabilities</b>			
<b>Current liabilities</b>			
Unearned revenue (Refer note 29)	774	828	710
Contract liabilities <sup>^</sup>	112	-	-
Advances from customer	-	8	8
Statutory dues payable <sup>**</sup>	147	55	107
Other payables	-	2	14
<b>Total current liabilities</b>	<b>1,033</b>	<b>893</b>	<b>839</b>

<sup>^</sup>Contract liabilities pertain to service credit agreed to be provided to clients as per the contractual terms.

<sup>\*\*</sup> Includes tax deducted at source, professional taxes., etc.





**FRACTAL ANALYTICS, INC.**

Translated version of notes to standalone financial statements

Amount in INR Million unless stated otherwise

Particulars	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
<b>(22) Revenue from operations</b>			
Sale of services (refer note 29)			
- Third Party	21,784	17,362	16,371
- Related Party (refer note 30)	110	68	35
Less : discount	(352)	(242)	(202)
<b>Total Revenue from operations</b>	<b>21,542</b>	<b>17,188</b>	<b>16,204</b>
<b>(23) Other income</b>			
Interest income under effective interest rate method on financial assets at amortised cost :			
- Loan to director (Refer note 30)	14	10	8
- Intercompany deposits	-	1	0
- Bank deposits	12	10	3
- Unwinding of security deposits	-	0	0
Dividend from equity shares in subsidiary	-	-	162
Gain on redemption / sale of financial instruments	0	73	-
Gain on sale of financial instruments	-	-	-
Profit on sale of property, plant and equipment	0	0	0
Miscellaneous income	8	8	3
<b>Total other income</b>	<b>34</b>	<b>102</b>	<b>176</b>
<b>(24) Employee benefits expense</b>			
Salaries, wages and bonus*	6,652	5,303	5,733
Staff welfare expense	291	250	231
<b>Total employee benefits expenses</b>	<b>6,943</b>	<b>5,553</b>	<b>5,964</b>
*During the year ended March 31, 2025, the Company has accrued retention bonus pursuant to acquisition amounting to INR 217 million (March 31, 2024 INR 249 million and March 31, 2023 INR 337 million) and ESOP cash bonus amounting to INR 219 million (March 31, 2024 : INR 228 million and March 31, 2023 INR 368 Million).			
<b>(25) Finance costs</b>			
Interest on :			
- borrowings	283	401	404
- lease liabilities (refer note 18)	23	25	9
Other borrowing cost	146	-	-
Guarantee fees (refer note 30)	34	29	35
<b>Total finance cost</b>	<b>486</b>	<b>455</b>	<b>448</b>



**FRACTAL ANALYTICS, INC.**  
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Amount in INR Million unless stated otherwise

Particulars	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
<b>(26) Depreciation and amortisation expense</b>			
Depreciation on property, plant and equipment (refer note 3)	27	51	57
Depreciation on right of use assets (refer note 4)	49	48	50
Amortisation of intangible assets (refer note 5)	232	122	90
<b>Total depreciation and amortisation</b>	<b>308</b>	<b>221</b>	<b>197</b>
<b>(27) Other expenses</b>			
Outsourced manpower cost	363	381	452
Legal and professional fees	156	197	224
Software license and maintenance charges	259	187	191
Travelling and conveyance expense	180	129	136
Cloud and communication expense	119	100	79
Advertising and publicity expense	61	71	111
Recruitment expenses	36	23	82
Membership and subscription charges	25	35	40
Loss (net) on investments mandatorily measured at fair value through profit and loss	22	-	-
Foreign exchange loss, net	27	3	10
Allowance for expected credit loss	20	2	32
Provision for doubtful receivables	8	(1)	3
Miscellaneous expenses	4	38	75
<b>Total other expenses</b>	<b>1,280</b>	<b>1,165</b>	<b>1,435</b>
<b>(28) Exceptional items</b>			
Impairment in value of loan given to subsidiaries (refer note 30)	-	155	243
Impairment in value of other receivable from subsidiaries (refer note 30)	-	22	329
Receivable balances of subsidiaries written off (refer note 30)	19	479	-
Reversal of impairment provision	-	(413)	-
Impairment in value of investments	350	-	195
<b>Total exceptional items</b>	<b>369</b>	<b>243</b>	<b>767</b>

**Note :**

- 1 During the year ended March 31, 2025, the Company assessed the expected cash flows and the future plans of its subsidiary companies and accordingly, recorded provision for impairment of investments to the extent of INR 350 million in Senseforth, Inc. (March 31, 2024 : INR Nil, March 31, 2023 : INR 195 million).





**FRACTAL ANALYTICS, INC.**

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Amount in INR Million unless stated otherwise

**(29) Revenue from contracts with customers (clients)**

Revenue disaggregation by nature of services is as follows:

Particulars	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
Analytics services	21,542	17,188	16,204
<b>Total</b>	<b>21,542</b>	<b>17,188</b>	<b>16,204</b>

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

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 client 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.

One customer (March 31, 2023 and March 31, 2024 : Two customers) individually accounted for more than 10% of the revenue for the year ended March 31, 2025.

**Contract Balances**

Changes in contract assets are as follows:

Particulars	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
Balance at the beginning of the year	668	553	377
Revenue recognized during the year	6,292	5,208	3,978
Invoices raised during the year	(6,339)	(5,102)	(3,838)
Others	13	-	-
Exchange differences on translation of foreign operations	15	9	36
<b>Balance at the end of the year</b>	<b>649</b>	<b>668</b>	<b>553</b>

**Unearned Revenue Balances**

Changes in unearned revenue are as follows:

Particulars	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
Balance at the beginning of the year	828	710	612
Revenue recognized that was included in the unearned balance at the beginning of the year	(658)	(336)	(361)
Increase due to invoicing during the year, excluding amounts recognized as revenue during the year	632	443	403
Others	(47)	-	-
Exchange differences on translation of foreign operations	19	11	56
<b>Balance at the end of the year</b>	<b>774</b>	<b>828</b>	<b>710</b>

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

Particulars	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
Contracted price	21,894	17,430	16,406
Reductions towards variable consideration components	(352)	(242)	(202)
<b>Revenue recognised</b>	<b>21,542</b>	<b>17,188</b>	<b>16,204</b>

Note : Variable consideration includes volume discount / service credit to customers/clients.



**(30) Related party disclosure**

**(a) List of Related parties**

Sr. No	Name of the party	Nature of relationship
1	Quinag Bidco Limited	Companies having significant influence
2	TPG Felt Holdings Pte. Limited	Companies having significant influence
3	Fractal Analytics Limited (formerly known as Fractal Analytics Private Limited)	Parent Company
4	Fractal Analytics UK Limited	Subsidiary Company
5	Hi Consulting, Inc (Merged w.e.f. April 01, 2023 with Fractal Analytics Inc.)	Subsidiary Company
6	Asper.AI Inc. (formerly known as Samya.AI Inc.)	Subsidiary Company
7	Senseforth, Inc.	Subsidiary Company
8	Neal Analytics LLC (Merged wef April 09, 2024 with Fractal Analytics Inc.)	Subsidiary Company
9	Eugenie.ai Inc.	Subsidiary Company
10	Fractal Frontier, Inc	Fellow Subsidiary Company
11	Fractal Private Limited, Singapore	Fellow Subsidiary Company
12	Cuddle Artificial Intelligence Private Limited	Fellow Subsidiary Company
13	Qure.ai Technologies Private Limited	Associate of parent company
14	Final Mile Consultants Private Limited	Fellow Subsidiary Company
15	Theremin AI Solutions Private Limited	Fellow Subsidiary Company
16	Eugenie Technologies Private Limited	Fellow Subsidiary Company
17	Fractal Analytics (Switzerland) GmbH. (Subsidiary of Fractal Private Limited, Singapore)	Fellow Subsidiary Company
18	Fractal Analytics (Canada) Inc. (Subsidiary of Fractal Private Limited, Singapore)	Fellow Subsidiary Company
19	Fractal Analytics AI. (Subsidiary of Fractal Private Limited, Singapore)	Fellow Subsidiary Company
20	Fractal Analysis Germany GmbH. (Germany) (Subsidiary of Fractal Private Limited, Singapore)	Fellow Subsidiary Company
21	Fractal Analytics Netherland B.V. (Netherlands) (Subsidiary of Fractal Private Limited, Singapore)	Fellow Subsidiary Company
22	Cuddle.ai Inc. (USA) (Subsidiary of Cuddle Artificial Intelligence Private Limited)	Fellow Subsidiary Company
23	Final Mile Consulting LLC	Fellow Subsidiary Company
24	Fractal Analytics Sweden AB (Subsidiary of Fractal Private Limited, Singapore)	Fellow Subsidiary Company
25	Fractal Analytics (Shanghai) Limited (Subsidiary of Fractal Private Limited, Singapore)	Fellow Subsidiary Company
26	Fractal Analytics Australia Pty Limited (Subsidiary of Fractal Private Limited, Singapore)	Fellow Subsidiary Company
27	Senseforth AI Research Private Ltd (Subsidiary of Fractal Analytics Limited)	Fellow Subsidiary Company
28	Fractal Analytics Malaysia SDN BHD (Subsidiary of Fractal Private Limited, Singapore)	Fellow Subsidiary Company
29	Fractal Analytics FZ LLC (Subsidiary of Fractal Private Limited, Singapore)	Fellow Subsidiary Company
30	Symphony (Ukraine) LLC (Subsidiary of Fractal Private Limited, Singapore)	Fellow Subsidiary Company
31	Neal Analytics India Private Limited	Fellow Subsidiary Company
32	Asper.AI Limited, UK	Fellow Subsidiary Company
33	Fractal AI Limited (w.e.f June 26, 2024) (Subsidiary of Fractal Private Limited, Singapore)	Fellow Subsidiary Company

Note : Above list includes only subsidiaries and fellow subsidiaries with whom transaction has taken place during the year.

**(b) Key managerial personnel**

Sr. No	Particulars	Nature of relationship
1	Mr. Pranay Agrawal ^	Director
2	Mr. Srikanth Velamakanni*	Director

\* Director has not drawn managerial remuneration from the Company





**FRACTAL ANALYTICS, INC.**

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Amount in INR Million unless stated otherwise

**(30) Related party disclosure (continued)**
**(c) Transactions and balances**

Sr. No	Nature of Transactions	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
1	<b>Managerial remuneration</b> Mr. Pranay Agrawal (including employee stock option expenses)	80	68	62
2	<b>Deemed Capital Contribution</b> Fractal Analytics Limited	274	265	273
3	<b>Reimbursement expenses on behalf of Company</b> Final Mile Consulting LLC	-	-	86
	Fractal Analytics FZ LLC	-	1	-
	Fractal Analytics (Canada) Inc.	0	-	-
	Cuddle.ai Inc, USA	-	0	11
	Eugenie.ai Inc.	-	23	42
	Qure Technologies Inc.	-	8	-
	Fractal Analytics UK Limited, UK	0	-	-
	Senseforth AI Research Private Ltd	14	-	-
	Fractal Analytics Limited	37	-	-
	Asper.AI Inc. (formerly known as Samya.AI Inc.)	61	78	73
	Senseforth, Inc.	-	15	12
4	<b>Expenses incurred for the Company</b> Fractal Analytics Limited	46	52	-
	Fractal Analytics (Canada) Inc.	4	-	-
	Fractal Analytics UK Limited, UK	6	-	-
	Asper.AI Inc. (formerly known as Samya.AI Inc.)	17	-	-
	Fractal Analytics Australia Pty Limited	-	-	2
5	<b>Interest Income</b> Asper.AI Inc. (formerly known as Samya.AI Inc.)	-	1	0
	Cuddle.ai Inc, USA	-	0	-
	Mr. Pranay Agrawal	14	10	8
6	<b>Guarantee Fees</b> Fractal Analytics Limited	34	29	35
7	<b>Dividend received</b> Fractal Analytics UK Limited, UK	-	-	162
8	<b>Investment in Common stock and Preferred stock</b> Final Mile Consulting LLC	-	9	-
	Asper.AI Inc. (formerly known as Samya.AI Inc.)	208	472	-
9	<b>Loan and Advances given</b> Eugenie.ai Inc.	17	153	-
	Asper.AI Inc. (formerly known as Samya.AI Inc.)	-	66	16
	Fractal Analytics FZ LLC	-	-	2
	Fractal Frontier, Inc.	1	1	0
	Cuddle.ai Inc, USA	-	36	142
	Mr. Pranay Agrawal	-	1	-
10	<b>Loan and Advances repaid</b> Asper.AI Inc. (formerly known as Samya.AI Inc.)	-	66	16
	Fractal Analytics FZ LLC	-	-	2
	Mr. Pranay Agrawal	-	1	269
11	<b>Provision / (Reversal) for Impairment on loans and receivables</b> Cuddle.ai Inc, USA	-	-	396
	Cuddle Artificial Intelligence Private Limited	-	0	5
	Eugenie Technologies Private Limited	-	(1)	2
	Eugenie.ai Inc.	(362)	176	174
	Senseforth, Inc.	-	-	190
	Fractal Frontier, Inc.	(1)	2	-
12	<b>Receivable balances of subsidiaries written off</b> Cuddle.ai Inc, USA	-	444	-
	Cuddle Artificial Intelligence Private Limited	-	35	-
	Eugenie.ai Inc.	379	-	-
	Fractal Frontier, Inc.	3	-	-
13	<b>Revenue from operations</b> Fractal Private Limited, Singapore	99	66	34
	Final Mile Consulting LLC	10	-	-
	Asper.AI Inc. (formerly known as Samya.AI Inc.)	-	-	-



(30) Related party disclosure (continued)

Sr. No	Nature of Transactions	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
13A	Revenue transfer to Asper.AI Inc. (formerly known as Samya.AI Inc.) Eugenie.ai Inc.	23 1	46 -	- -
13B	Passthrough Revenue Asper.AI Inc. (formerly known as Samya.AI Inc.)	1	2	-
14	Cost of delivery Fractal Analytics Limited Fractal Analytics UK Limited, UK Fractal Analytics (Canada) Inc Fractal Analytics (Switzerland) GmbH Fractal Analytics (Shanghai) Ltd. Fractal Analytics Australia Pty Ltd Fractal Analytics Malaysia SDN BHD Fractal Analytics Germany GmbH Fractal Analytics Netherlands B.V. Cuddle Artificial Intelligence Private Limited Fractal Analytics Sweden AB Senseforth AI Research Private Ltd Asper.AI Inc. (formerly known as Samya.AI Inc.) Fractal Analytics FZ LLC Neal Analytics India Private Limited Fractal Analytics AI Symphony (Ukraine) LLC Senseforth, Inc. Asper.AI Limited, UK	10,561 386 345 29 5 14 - 4 50 - - - - 82 - 12 42 8 -	8,432 474 526 22 29 385 0 17 71 7 1 (1) - 53 0 0 75 27 0	7,099 871 288 3 15 305 1 31 51 59 1 4 16 6 347 - - 91 - -
15	Deemed Investment Eugenie.ai Inc. Fractal Frontier, Inc.	282 3	- -	- -
16	Provision for impairment on deemed investment Eugenie.ai Inc. Fractal Frontier, Inc. Senseforth, Inc.	282 3 350	- - -	- - -

\*Total employee stock option expense for the year ended March 31, 2025, March 31, 2024 and March 31, 2023 includes a charge of INR 25 million, INR 44 million and INR 52 million, respectively, towards key management personnel.

Sr. No	Balances	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
8	Closing balances			
1	Trade, Unbilled and other receivables Fractal Analytics Limited Senseforth AI Research Private Ltd Fractal Analytics Malaysia SDN BHD Cuddle Artificial Intelligence Private Limited Cuddle.ai Inc, USA Eugenie.ai Inc Eugenie Technologies Private Limited Fractal Analytics (Canada) Inc Final Mile Consulting LLC Fractal Analytics Netherlands B.V Fractal Private Limited, Singapore Qure Technologies Inc. Asper.AI Inc. (formerly known as Samya.AI Inc.) Senseforth, Inc. Fractal Analytics FZ LLC (Subsidiary of Fractal Private Limited, Singapore)	98 15 1 - - - - 0 343 - 26 - - - 1	- 1 1 0 - 96 - - 341 - 5 28 - -	- - - 5 258 71 1 - 356 - 16 0 77 3 -
2	Provision for Impairment of Trade, Unbilled and other receivables Cuddle.ai Inc, USA Cuddle Artificial Intelligence Private Limited Eugenie Technologies Private Limited Eugenie.ai Inc.	- - - -	- 0 - 96	259 5 1 72





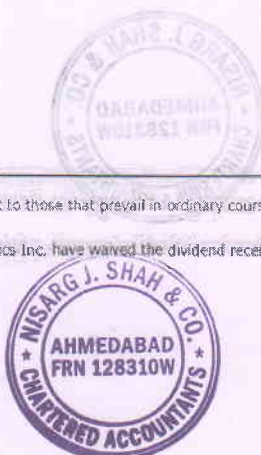
**FRACTAL ANALYTICS, INC.**  
**Translated version of notes to standalone financial statements**  
Amount in INR Million unless stated otherwise

**(30) Related party disclosure (continued)**

Sr. No	Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
<b>3</b>	<b>Trade payables</b>			
	Fractal Analytics Limited	7,882	5,926	5,690
	Cuddle Artificial Intelligence Private Limited	-	-	(0)
	Fractal Analytics Australia Pty Ltd	-	104	50
	Fractal Analytics (Canada) Inc	115	137	45
	Fractal Analytics Netherlands B.V	27	17	14
	Fractal Analytics Germany GmbH	15	10	13
	Fractal Analytics UK Limited, UK	603	454	270
	Fractal Analytics (Switzerland) GmbH	24	16	3
	Fractal Private Limited, Singapore	-	0	-
	Fractal Analytics Malaysia SDN BHD*	-	-	0
	Fractal Analytics Sweden AB	-	1	0
	Fractal Analytics FZ LLC	(24)	3	4
	Fractal Analytics (Shanghai) Ltd.	11	12	8
	Neal Analytics India Private Limited	-	-	102
	Symphony (Ukraine) LLC	30	25	22
	Fractal Analytics Australia Pty Limited	(4)	-	-
	Fractal AI Limited	1	-	-
	Asper.AI Inc. (formerly known as Samya.AI Inc.)	0	-	-
	Senseforth, Inc.	11	3	-
	Asper.AI Limited, UK	-	0	-
<b>4</b>	<b>Inter-corporate Loan given</b>			
	Eugenie.ai Inc.	-	258	103
	Fractal Frontier, Inc.	-	2	0
	Cuddle.ai Inc, USA	-	-	146
<b>5</b>	<b>Provision for Impairment of loan</b>			
	Cuddle.ai Inc, USA	-	-	146
	Eugenie.ai Inc.	-	258	103
	Fractal Frontier, Inc.	-	2	-
<b>6</b>	<b>Interest Receivable</b>			
	Mr. Pranay Agarwal	38	23	13
	Asper.AI Inc. (formerly known as Samya.AI Inc.)	-	-	0
<b>7</b>	<b>Loan to directors</b>			
	Mr. Pranay Agarwal	266	259	255
<b>8</b>	<b>Investment in Common stock</b>			
	Fractal Analytics UK Limited, UK	0	0	0
	Asper.AI Inc.	375	375	212
	Senseforth, Inc.	426	426	426
	Eugenie.ai Inc.	4	4	4
	Final Mile Consulting LLC	9	9	-
<b>9</b>	<b>Investment in Preferred stock</b>			
	Asper.AI Inc.	680	472	163
	Senseforth, Inc.	52	52	52
<b>10</b>	<b>Deemed Investment</b>			
	Eugenie.ai Inc.	282	-	-
	Fractal Frontier, Inc.	3	-	-
<b>11</b>	<b>Provision for Impairment of investment</b>			
	Eugenie.ai Inc.	4	4	4
	Senseforth, Inc.	558	198	196
<b>12</b>	<b>Provision for Impairment of deemed investment</b>			
	Eugenie.ai Inc.	282	-	-
	Fractal Frontier, Inc.	3	-	-
<b>13</b>	<b>Guarantee fees payable</b>			
	Fractal Analytics Limited	-	56	36
<b>14</b>	<b>Capital contribution</b>			
	Fractal Analytics Limited	947	673	408

The transactions with related parties are made on terms equivalent to those that prevail in ordinary course of business. Outstanding balances at the year-end are unsecured and settlement occurs in cash.

During the year ended March 31, 2024, the board of Fractal Analytics Inc. have waived the dividend receivable on preferred stock issued by Asper AI Inc.



**(31) 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 Company's 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 the 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 keeps the funds in banks with high credit ratings, 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 Company 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.

The Company's exposure to customers is diversified and one customer contribute more than 10% of outstanding trade receivables (including unbilled receivables) as at March 31, 2025 (two customers as at March 31, 2024, one customer as at March 31, 2023).

Summary of the Company's exposure to credit risk by age of the outstanding from various customers is as follows:

Trade and other receivables	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
Not past due	2,329	2,424	1,572
Past due but not impaired	2,027	1,661	1,283
Past due but impaired	71	49	50
<b>Total</b>	<b>4,427</b>	<b>4,134</b>	<b>3,905</b>

The movement in the allowance for expected credit loss in respect of trade receivable is as follows:

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
Balance at the beginning of the year	49	50	12
Movement during the year	20	(1)	36
Exchange differences on translating the financial statements of foreign operations	2	0	2
<b>Balance at the end of the year</b>	<b>71</b>	<b>49</b>	<b>50</b>

The movement in the allowance for impairment in respect of other receivables is as follows:

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
Balance at the beginning of the year	96	337	-
Provision created during the year	-	57	329
Provision reversed during the year	(97)	(301)	-
Exchange differences on translating the financial statements of foreign operations	1	3	6
<b>Balance at the end of the year</b>	<b>-</b>	<b>96</b>	<b>337</b>

**Loans and other financial assets**

Loans and other financial assets mainly consists of security deposits and loan to related party. The security deposits pertain to rent deposits given to the lessor. The Company does not expect any losses from non performance by these parties. Loans to related party is secured, accordingly, the Company considers that the related credit risk is low.

**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. The Company has access to undrawn revolving credit facility as at March 31, 2025 amounting to INR 1,709 million (March 31, 2024 amounting to INR 1,500 million and March 31, 2023 amounting to INR 1,479 million) which could be used for the working capital needs as and when required.





(31) Financial risk management framework (continued)

**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.

Particulars	Carrying amount	Undiscounted Amounts		
		<12months	1 - 2 Year	More than 2 Year
<b>As at March 31, 2025</b>				
<b>Non Derivative financial instruments</b>				
Borrowings	2,662	95	2,623	-
Lease liabilities	195	58	56	119
Trade payables	8,769	8,769	-	-
Other financial liabilities	1,769	1,347	422	-
<b>As at March 31, 2024</b>				
<b>Non Derivative financial instruments</b>				
Borrowings	2,501	-	-	2,624
Lease liabilities	234	66	66	167
Trade payables	6,770	6,770	-	-
Other financial liabilities	1,577	1,270	207	-
<b>March 31, 2023</b>				
<b>Non Derivative financial instruments</b>				
Borrowings	3,256	35	35	3,382
Lease liabilities	242	65	65	184
Trade payables	6,497	6,497	-	-
Other financial liabilities	961	823	138	-

**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 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 (\$), primarily in respect of Euros, Pound, Australian dollar and Singapore dollar. 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 year expressed in INR, is as follows:

As at March 31, 2025

Particulars	GBP	CAD	EUR	AUD	SGD
<b>Financial assets</b>					
Trade receivables	24	8	210	5	37
<b>Net exposure to foreign currency (assets)</b>	<b>24</b>	<b>8</b>	<b>210</b>	<b>5</b>	<b>37</b>
<b>Financial liabilities</b>					
Trade payables	-	-	-	-	-
<b>Net exposure to foreign currency (liabilities)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net exposure to foreign currency</b>	<b>24</b>	<b>8</b>	<b>210</b>	<b>5</b>	<b>37</b>

As at March 31, 2024

Particulars	GBP	CAD	EUR	AUD	SGD
<b>Financial assets</b>					
Trade receivables	17	7	289	66	31
<b>Net exposure to foreign currency (assets)</b>	<b>17</b>	<b>7</b>	<b>289</b>	<b>66</b>	<b>31</b>
<b>Financial liabilities</b>					
Trade payables	-	-	-	-	-
<b>Net exposure to foreign currency (liabilities)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net exposure to foreign currency</b>	<b>17</b>	<b>7</b>	<b>289</b>	<b>66</b>	<b>31</b>

As at March 31, 2023

Particulars	GBP	CAD	EUR	AUD	SGD
<b>Financial assets</b>					
Trade receivables	131	-	205	9	90
<b>Net exposure to foreign currency (assets)</b>	<b>131</b>	<b>-</b>	<b>205</b>	<b>9</b>	<b>90</b>
<b>Financial liabilities</b>					
Trade payables	-	-	-	17	-
<b>Net exposure to foreign currency (liabilities)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17</b>	<b>-</b>
<b>Net exposure to foreign currency</b>	<b>131</b>	<b>-</b>	<b>205</b>	<b>(8)</b>	<b>90</b>



**(31) Financial risk management framework (continued)**

**Sensitivity analysis**

A reasonably possible strengthening (weakening) of the United States Dollar against all other currencies would have affected the measurement of financial instruments denominated in a foreign currency profit or loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant and ignores any impact of forecast sales and purchases.

Particulars	Impact on profit after tax and equity		
	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
<b>GBP</b>			
- Increase by 5%	1	1	5
- Decrease by 5%	(1)	(1)	(5)
<b>CAD</b>			
- Increase by 5%	0	0	-
- Decrease by 5%	(0)	(0)	-
<b>EUR</b>			
- Increase by 5%	6	11	6
- Decrease by 5%	(6)	(11)	(6)
<b>AUD</b>			
- Increase by 5%	0	3	(0)
- Decrease by 5%	(0)	(3)	0
<b>SGD</b>			
- Increase by 5%	1	1	3
- Decrease by 5%	(1)	(1)	(3)

**(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 or change in interest rate on account of non compliance of covenants on borrowings. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt obligations with floating interest rates.

**Exposure to interest rate risk**

The Company manages its interest rate risk by having a balanced portfolio of fixed and variable rate loans and borrowings.

The Company is exposed to interest rate risk on the borrowing outstanding in the books at the end of each reporting year pursuant to movement in SOFR. The interest reset year or the amortization schedule is not fixed under this credit facility and hence the same has not been hedged.

**Sensitivity analysis**

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected after the impact of hedge accounting. With all other variables held constant, the company's profit after tax is affected through the impact on floating rate borrowings, as follows:

Particulars	Impact on profit after tax and equity		
	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
<b>Change in SOFR</b>			
- Increase by 1%	(20)	(20)	(26)
- Decrease by 1%	20	20	26

**(iii) Capital 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.

Net gearing ratio at the end of the reporting year is as follows:

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
Borrowings	2,663	2,501	3,258
Less : Cash and cash equivalents	(1,585)	(275)	(1,598)
Less : Other bank balances	(9)	(8)	(16)
<b>Net Debt (A)</b>	<b>1,069</b>	<b>2,218</b>	<b>1,641</b>
<b>Total Equity (B)</b>	<b>321</b>	<b>(1,063)</b>	<b>(570)</b>
<b>Net Gearing Ratio (A/B)</b>	<b>3</b>	<b>(2)</b>	<b>(3)</b>

Investment in liquid assets is not considered for computation of net debt.





(32) Fair value measurement

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 - these include investments, cash and cash equivalents, other bank balances, trade receivables, other financial assets, trade payables and other financial liabilities.

Fair value through profit and loss (FVTPL)	Level	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
<b>Assets</b>				
Investments excluding subsidiary companies (Refer note a below)	3	49	79	-
Investment in debt mutual funds units (unquoted) (Refer note b below)	2	2,178	-	-
<b>Total assets</b>		<b>2,227</b>	<b>79</b>	<b>-</b>

Amortised cost	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
<b>Assets</b>			
Trade receivables	4,356	4,005	2,855
Cash and cash equivalents	1,585	275	1,598
Other bank balances	9	8	16
Loans	266	259	255
Other financial assets	450	401	439
<b>Total assets</b>	<b>6,666</b>	<b>5,020</b>	<b>6,163</b>
<b>Liabilities</b>			
Borrowings	2,662	2,501	3,256
Lease liability	195	234	242
Trade payables	8,769	6,770	6,497
Other financial liabilities	1,769	1,577	961
<b>Total liabilities</b>	<b>13,395</b>	<b>11,082</b>	<b>10,956</b>

Note: Carrying amounts of trade receivables, cash and cash equivalents, other bank balances, loans, other financial assets, borrowings, trade payables and other financial liabilities as at year ended March 31, 2025 and year ended March 31, 2024 and March 31, 2023 approximate the fair value.

(a) Valuation technique: Fair value of investments and derivative assets/liabilities is considered based on the valuation quotes received from mutual fund house for investments and bankers for derivative instruments which are considered under level 2.

(b) Reconciliation of fair value measurement of the investment categorised at level 3 (refer note 8):

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
<b>At fair value through profit and loss</b>			
Opening Balance	79	12	11
Sale/Reduction during the year	-	(1)	-
Fair valuation (loss) / gain of financial instruments	(33)	62	-
Exchange differences on translating the financial statements of foreign operation	3	1	1
<b>Closing Balance</b>	<b>49</b>	<b>79</b>	<b>12</b>

Sensitivity of level 3 financial instrument's fair value to changes in significant unobservable inputs (price per share) used in their fair valuation:

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
Level 3 investments			
Investment in Cammure Inc common stock/preferred stock			
- Increase by 5%	2	4	1
- Decrease by 5%	(2)	(4)	(1)

Valuation of investments is determined basis transaction price determined acquisition value/independent valuation report.

Note:

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

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(33a) Employee Stock Options Scheme (ESOP)

(a) The expense recognised for employee services received during the year is shown in the following table:

Particulars	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
Employee Stock Options Scheme	106	101	96
Management Stock Options Scheme	167	164	177
<b>Total</b>	<b>274</b>	<b>265</b>	<b>273</b>

(b) The Parent Company (Fractal Analytics Limited) has granted options under Fractal Employees Stock Option Plan (ESOP) to its employees and subsidiary employees which was approved by its Board and Shareholders and further amended in line with the provisions of Indian Companies Act, 2013. Pursuant to the Plan, the Parent Company has issued grants to its various employees including employees of subsidiary company from time to time from financial year ended March 31, 2008 to March 31, 2025. These options vest over the year of 1-4 years from the grant date and are exercisable within 10 years from vesting date for 2007 scheme and are exercisable within 10 years from grant date for 2019 scheme. In the case of resignation of the employees, 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 is determined on fair value basis.

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

Particulars	As at March 31, 2025		As at March 31, 2024		As at March 31, 2023	
	No. of options	WAEP	No. of options	WAEP	No. of options	WAEP
Options outstanding at the beginning of the year	739,256	1,387	659,216	1,297	713,955	874
Options granted during the year	226,300	2,270	98,700	2,255	123,936	2,676
Options lapsed during the year	(33,674)	2,270	(9,275)	2,015	(33,600)	1,918
Transfer from other entity to Fractal US	85,850	971	98,549	389	25,850	644
Transfer from Fractal US to other entity	(700)	1,863	(24,650)	812	(63,600)	791
Options revived during the year <sup>a</sup>	500	2,270	-	-	(9,400)	826
Options exercised during the year	(134,277)	741	(81,275)	612	(95,875)	591
Options outstanding at the end of the year	865,305	1,648	739,256	1,387	659,216	1,297
Options exercisable at the end of the year	463,192	1,193	404,789	992	288,890	776

<sup>a</sup> Vested options have been revived for a employee vide Circular Resolution No. 04/2024-25/NRC dated July 16, 2024.

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

The weighted average fair values of the options granted during the year ended March 31, 2025 is INR 1,209 (As on March 31, 2024 is INR 959 and as on March 31, 2023 is INR 681).

The weighted average stock price of the options granted during the year ended March 31, 2025 is INR 2,270 (As on March 31, 2024 is INR 2,255 and as on March 31, 2023 is INR 2,681).

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

Exercise Price	1	40*	280	610	640	846	2,270	3,218
No. of options outstanding	-	3,750	58,500	15,000	59,500	251,665	422,924	53,966
Weighted average remaining contractual	-	0.59	3.33	5.76	6.47	6.63	8.45	6.93

\*Time limit for vested options have been extended for basis board approval.

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

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

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
Risk Free Rate	5.45 % - 9.19 %	5.45 % - 9.19 %	5.45 % - 9.19 %
Option Life	5 to 14 years	5 to 14 years	5 to 14 years
(Based on Simplified Average Method)	9.76% - 63.91 %	9.76% - 63.91 %	9.76% - 63.91 %
Expected Volatility**	0%	0%	0%
Expected Growth in Dividend	0%	0%	0%

\*\*Expected volatility during the expected term of the options is based on historical volatility of the observed market price of the publicly traded equity shares of comparable companies during the year equivalent to the expected term of the options.





**Fractal Analytics Inc.**
**Translated version of notes to standalone financial statements**

Amount in INR Million unless stated otherwise

**(33b) Employee Stock Options Scheme - Management Incentive Plan**

The parent company (Fractal Analytics Limited) has granted stock option under 'Employee Stock Option Plan (ESOP) Time/Performance Based Management Incentive Plan (MIP) 2019' to its management personnel 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 parent company has issued grants to its various employees from time to time from year ended March 31, 2021 to March 31, 2025. These options are vested over the year of 3-4 years from the grant date, whereas performance based options will vest over satisfaction of milestones stipulated in performance based management plan. This MIPs are exercisable within 10 years from grant date. In the case of termination of the employment without cause or Resignation for good reason of the management personnel, the vested grant lapses (if not exercised) after 3 months 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 management personnel compensation expense for the year has been determined on fair value basis.

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

Particulars	As at March 31, 2025			
	Time Based		Performance Based	
	No. of options	WAEP	No. of options	WAEP
Options outstanding at the beginning of the year	428,172	1,266	851,830	1,241
Options granted during the year	-	-	-	-
Options lapsed during the year	(330)	2,270	(3,010)	2,270
Transfer from other entity to Fractal US	2,380	850	7,680	850
Transfer from Fractal US to other entity	-	-	-	-
Options settled / cancelled during the year	-	-	-	-
Options exercised during the year	(13,763)	2,270	-	-
Options outstanding at the end of the year	416,459	1,236	856,500	1,884
Options exercisable at the end of the year	407,838	1,215	-	-

Particulars	As at March 31, 2024			
	Time Based		Performance Based	
	No. of options	WAEP	No. of options	WAEP
Options outstanding at the beginning of the year	153,170	2,247	290,160	1,232
Options granted during the year	-	-	-	-
Options lapsed during the year	(24,106)	2,270	(48,694)	2,270
Transfer from other entity to Fractal US	303,638	850	619,034	850
Transfer from Fractal US to other entity	(4,330)	1,997	(8,670)	1,996
Options Cancelled during the year	-	-	-	-
Options exercised during the year	(200)	2,270	-	-
Options outstanding at the end of the year	428,172	1,266	851,830	1,241
Options exercisable at the end of the year	238,951	1,123	-	-

Particulars	As at March 31, 2023			
	Time Based		Performance Based	
	No. of options	WAEP	No. of options	WAEP
Options outstanding at the beginning of the year	427,658	1,238	867,514	1,232
Options granted during the year	27,290	2,110	54,710	2,218
Options lapsed during the year	(16,800)	2,218	(33,700)	2,218
Transfer from other entity to Fractal US	2,490	826	5,010	826
Transfer from Fractal US to other entity	(277,318)	826	(566,354)	826
Options Cancelled during the year	(10,150)	2,218	(37,020)	2,218
Options exercised during the year	-	-	-	-
Options outstanding at the end of the year	153,170	2,247	290,160	2,245
Options exercisable at the end of the year	46,142	2,242	-	-

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

The weighted average fair values of the options granted during the year ended March 31, 2025 is INR NIL. (As on March 31, 2024 is INR Nil and as on March 31, 2023 is INR 1,008).

The weighted average stock price of the options granted during the year ended March 31, 2025 is INR NIL. (As on March 31, 2024 is INR Nil and as on March 31, 2023 is INR 2,218).

The fair valuation of option has been done by an independent firm of Chartered Accountants on the date of grant using the Binomial Model.

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

Exercise Price in INR	864	2,318
No. of options outstanding	930,172	342,787
Weighted average remaining contractual	7	7

\*includes remaining contractual life of both time based and performance based MSOPs

The key assumptions in the Binomial Model for calculating fair value as on the date of grant for respective years is as follows:

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
Risk Free Rate	5.75% to 7.13%	5.75% to 7.13%	5.75% to 7.13%
Option Life (Based on Simplified Average Method)	5 years	5 years	5 years
Expected Volatility**	19.98% -39.76%	19.98% -39.76%	19.98% -39.76%
Expected Growth in Dividend	-	-	-

\*\*Expected volatility during the expected term of the options is based on historical volatility of the observed market price of the publicly traded equity shares of comparable companies during the year equivalent to the expected term of the options.





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**(34) Business Combination**

The Board of Directors and shareholders of 4i Consulting Inc. vide board resolution dated March 29, 2023, approved the merger of 4i Consulting Inc., a 100% subsidiary of Fractal analytics inc. into Fractal analytics inc. with effect from April 01, 2023.

Vide board resolution dated March 22, 2023, the Board approved the integration of Neal Analytics LLC with Fractal Analytics Inc. with effect from April 1, 2023. Subsequently vide board resolution dated April 04, 2024, the board approved the merger of Neal Analytics LLC., a 100% subsidiary of Fractal analytics Inc. into Fractal analytics Inc.

**Accounting treatment of the above business combinations:**

(a) 4i consulting Inc. and Neal Analytics LLC (together, transferor entities) being subsidiary of Fractal Analytics Inc, i.e., entities under common control, the aforesaid business combinations have been accounted for as per Appendix C of Ind AS 103 Business combination.

(b) The Company has recorded assets, liabilities and reserves of the transferor entities as appearing in the consolidated financial statements of the Company.

(c) Intercompany balances have been eliminated.

**Notes:**

(a) The financial statements in respect of year ended March 31, 2023 are restated as if the business combination had occurred from the beginning of the preceding period with effect from April 1, 2022.

(b) The value of investment in 4i Consulting Inc. and Neal Analytics LLC. have been cancelled in the books of the Company.

(c) Intangible assets and Goodwill as appearing in the consolidated financial statements of the company with respect to 4i Consulting inc. and Neal Analytics LLC have been recorded in the standalone financial statements.

**Reconciliation of total equity as at April 1, 2022**

Particulars	Amount
Reported total equity of Fractal Analytics Inc. before giving effect of business combination	1,549
Neal Analytics LLC. total equity	175
4i consulting Inc. total equity	(425)
Elimination	(350)
Total Equity of Fractal Analytics Inc. after giving effect of business combination	1,049

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**Balance Sheet**

Particulars	Impact of Business Combination				
	Fractal Analytics Inc. As at March 31, 2023 (Audited)	Neal Analytics LLC As at March 31, 2023 (Audited)	4i consulting inc. As at March 31, 2023 (Unaudited)	Elimination / GAP Adjustment	As at March 31, 2023 (Restated)
<b>ASSETS</b>					
(A) Non-current assets					
(a) Property, plant and equipment	65	0	0	-	65
(b) Capital work in progress	-	-	-	-	-
(b) Right-of-use assets	242	-	-	-	242
(c) Other intangible assets	26	-	-	719	745
(d) Goodwill	-	-	-	2,274	2,275
(e) Financial assets	-	-	-	-	-
(i) Investments	3,922	-	-	(3,253)	669
(ii) Other financial assets	16	-	-	-	16
(f) Income tax assets	0	-	-	-	0
(g) Deferred tax assets (net)	369	-	-	-	369
(h) Other non-current assets	7	-	-	-	7
<b>Total non-current assets</b>	<b>4,647</b>	<b>0</b>	<b>0</b>	<b>(260)</b>	<b>4,387</b>
(B) Current assets					
(a) Financial assets					
(i) Trade receivables	3,578	360	376	(459)	3,855
(ii) Cash and cash equivalents	1,460	135	3	-	1,598
(iii) Loans	255	-	-	-	255
(iv) Other financial assets	955	-	-	(516)	439
(b) Other current assets	655	33	3	-	691
<b>Total current assets</b>	<b>6,903</b>	<b>528</b>	<b>382</b>	<b>(975)</b>	<b>6,838</b>
<b>Total assets</b>	<b>11,550</b>	<b>528</b>	<b>382</b>	<b>(1,235)</b>	<b>11,225</b>
<b>EQUITY AND LIABILITIES</b>					
(A) Equity					
(a) Common Stock	69	414	0	(414)	69
(b) Other equity	(182)	(170)	(441)	154	(639)
<b>Total equity</b>	<b>(113)</b>	<b>244</b>	<b>(441)</b>	<b>(260)</b>	<b>(570)</b>
(B) Liabilities					
(I) Non-current liabilities					
(a) Financial liabilities					
(i) Borrowings	3,221	-	-	-	3,221
(ii) Lease obligation	200	-	-	-	200
(iii) Other financial liabilities	138	-	-	-	138
<b>Total non-current liabilities</b>	<b>3,559</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,559</b>
(II) Current liabilities					
(a) Financial liabilities					
(i) Borrowings	35	-	-	-	35
(ii) Lease obligation	42	-	-	-	42
(iii) Trade payables	6,499	167	805	(974)	6,497
(iv) Other financial liabilities	712	95	17	(1)	823
(b) Other current liabilities	816	22	1	-	839
(c) Current tax liabilities (net)	-	-	0	-	0
<b>Total current liabilities</b>	<b>8,104</b>	<b>284</b>	<b>823</b>	<b>(975)</b>	<b>8,236</b>
<b>Total Equity and Liabilities</b>	<b>11,550</b>	<b>528</b>	<b>382</b>	<b>(1,235)</b>	<b>11,225</b>



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Profit and Loss a/c	Impact of Business Combination				
	Year ended March 31, 2023 (Reported)	Neal US Year ended March 31, 2023 (Reported)	4i consulting inc. Year ended March 31, 2023 (Unaudited)	Elimination/ GAP Adjustment	Year ended March 31, 2023 (Restated)
<b>(1) Income</b>					
(a) Revenue from operations	14,214	2,158	308	(476)	16,204
(b) Other income	175	15	-	(14)	176
<b>Total Income</b>	<b>14,389</b>	<b>2,173</b>	<b>308</b>	<b>(490)</b>	<b>16,380</b>
<b>(2) Expenses</b>					
(a) Employee benefits expense	4,294	1,591	79	-	5,964
(b) Share based compensation expense	255	18	-	-	273
(c) Cost of delivery	9,201	383	91	(487)	9,188
(d) Finance costs	443	7	-	(2)	448
(e) Depreciation and amortization	109	8	-	80	197
(f) Other expenses	945	372	118	-	1,435
<b>Total Expenses</b>	<b>15,247</b>	<b>2,379</b>	<b>288</b>	<b>(409)</b>	<b>17,505</b>
<b>(3) (Loss) / Profit before exceptional items and tax(1-2)</b>	<b>(858)</b>	<b>(206)</b>	<b>20</b>	<b>(81)</b>	<b>(1,125)</b>
<b>(4) Exceptional items</b>	<b>767</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>767</b>
<b>(5) (Loss) / Profit before tax (3-4)</b>	<b>(1,625)</b>	<b>(206)</b>	<b>20</b>	<b>(81)</b>	<b>(1,892)</b>
<b>(6) Tax expense</b>					
(a) Current tax	2	-	0	-	2
(b) Tax adjustment for earlier year	(8)	-	-	-	(8)
(c) Deferred tax charge / (credit)	-	-	-	-	-
<b>Total tax expense</b>	<b>(6)</b>	<b>-</b>	<b>0</b>	<b>-</b>	<b>(6)</b>
<b>(7) (Loss) / Profit from Continuing Operations (5-6)</b>	<b>(1,619)</b>	<b>(206)</b>	<b>20</b>	<b>(81)</b>	<b>(1,886)</b>
<b>(8) Other comprehensive income</b>					
(a) Items that will be reclassified subsequently to profit or loss	-	-	-	-	-
<b>Total other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>(9) Total comprehensive (loss) / profit for the year</b>	<b>(1,619)</b>	<b>(206)</b>	<b>20</b>	<b>(81)</b>	<b>(1,886)</b>

Note: Previous period numbers as at end for the year ended March 31, 2023 and as at April 01, 2022 in respect of 4i consulting inc. have been incorporated based on un-audited financial statement of 4i consulting inc.





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**(35) Ratios**

Ratio	Numerator	Denominator	March 31, 2025	March 31, 2024	March 31, 2023	% change	% change	Reason for variance
Current ratio	Current Assets	Current Liabilities	0.85	0.64	0.83	33%	-23%	Increase is mainly due to increase in investment in mutual fund and bank balances proportionately to increase in current liability.
Debt-Equity Ratio	Total Debt	Total Equity	5.51	(2.65)	(6.98)	-308%	-62%	Change is due to profit in current year resulting into increase in total equity.
Debt Service Coverage ratio	Earnings for debt service = Net profit after taxes + Non-cash operating expenses + interest	Debt service = Interest & lease Payments + Principal Repayments	4.11	0.27	(0.35)	1400%	-179%	Mainly on account of profit during the year and decrease in principal repayments.
Trade Receivable Turnover Ratio	Net credit sales = Gross credit sales - sales return	Average Trade Receivable	5.10	4.33	4.74	18%	-9%	NA
Trade Payable Turnover Ratio	Purchases of services and other expenses	Average Trade Payables	1.68	1.74	2.12	-3%	-18%	NA
Net Capital Turnover Ratio	Net sales = Total sales - sales return	Average Working capital	(8.81)	(7.49)	(20.41)	18%	-63%	NA
Net Profit ratio	Net Profit after tax	Net sales = Total sales - sales return	0.01	(0.04)	(0.11)	-135%	-62%	Primarily on account of increase in revenue and profit during the year.
Return on Capital Employed	Earnings before interest and taxes	Capital Employed = Net Worth + Borrowings	38%	-2%	-23%	-1833%	-91%	Primarily on account of profit during the year.
Return on Equity ratio	Net Profits after taxes - Preference Dividend	Average Equity	-132%	104%	-558%	-227%	-119%	Mainly on account of profit during the year and issue of fresh equity shares at premium.
Return on Investment	Income generated from invested funds	Average Investments	0%	NA	NA	NA	NA	Investment in mutual fund during the year.



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**(36) Earnings per share**

Particulars	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
Profit / (Loss) attributable to the share holders of the Company	315	(730)	(1,886)
Weighted average number of common stock for EPS (in nos)	1,008,957	997,951	997,951
Weighted average number of common stock for Diluted EPS (in nos)	1,008,957	997,951	997,951
Earnings per share			
- Basic	312.20	(731.50)	(1,889.87)
- Diluted	312.20	(731.50)	(1,889.87)
Face value per common stock (\$)	1.00	1.00	1.00

**(37) Income tax expense**

This note provides analysis of Company's income tax expense, amounts that are recognised directly in equity and how the tax expense is affected by non-assessable and non-deductible items.

**(a) Income tax expense is as follows:**

Particulars	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
Profit and loss			
(a) Current Tax			
- For the year	21	-	2
- Tax adjustment for earlier year	0	(0)	(8)
(b) Deferred tax			
<b>Total tax expense</b>	<b>21</b>	<b>(0)</b>	<b>(6)</b>
<b>Income tax expense</b>	<b>21</b>	<b>(0)</b>	<b>(6)</b>

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

Particulars	Year ended March 31, 2025	Year ended March 31, 2024	Year ended March 31, 2023
Profit before tax	336	(730)	(1,892)
Tax rate	21.00%	21.00%	21.00%
<b>Computed tax expense</b>	<b>71</b>	<b>(153)</b>	<b>(397)</b>
Deferred tax utilised / not recognised on Business losses/Unabsorbed depreciation/temporary difference	(90)	115	281
Expenses not deductible for tax purpose	19	38	90
Tax expense relating to earlier years	-	-	(8)
State tax	21	1	1
Dividend income exempt from tax	-	-	(34)
Others	-	(1)	61
<b>Income tax expense</b>	<b>21</b>	<b>(0)</b>	<b>(6)</b>

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- (38) The Company publishes these financial statements along with the consolidated financial statements of the parent company. In accordance with Ind AS 108, Operating Segments, segment information has been disclosed in the consolidated financial statements of the parent company.

**(39) Commitments and contingent liabilities**

Particulars	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023
(a) Capital commitment	0	0	0

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: August 08, 2025

For and on behalf of the Board of Directors of  
**Fractal Analytics, Inc.****Srikanth Velamakanni**

Director

Mumbai

Date: August 08, 2025