

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

This Management Discussion and Analysis report provides analysis of the operating performance of the Company's business as well as discussion on the business of the Company, outlook, risk and opportunities. Statements in this Management Discussion & Analysis Report describing the Company's objectives, projections, estimates and expectation may be "forward looking statements" within the meaning of applicable laws and regulations and actual results may differ.

Industry overview

Global Overview:

For the financial year 2018-19, the economy grew by 3.6% and the global IT spending grew close to 4%. Due to global economic volatility, the IT growth rate could decline in 2019, but will grow back close to 4% in 2020 with the spending almost touching 4 Trillion.

India Overview:

The IT industry will continue to see growth due to rapid adoption of digitization across the globe. This includes major transformation projects leveraging Cloud, IoT, Cybersecurity, Robotic Process Automation and AI. Niti Aayog, a Central Government's initiative of transforming India, has put major emphasis on the growth of AI based technologies. A huge skill training initiative is underway for startups as well as corporates.

Review of financial and operating performance

During the financial year ending March 2019, the Company revenues stood at 5.00 lakhs and profit after tax 28.78 lakhs due to deferred tax credit.

1. Paid up share capital:

The Company has a paid-up capital of 1000.00 lakhs as on 31st March 2019 consisting of 1,00,00,000 equity shares of Rs. 10 each.

2. Reserves and Surplus:

Company's Reserves and Surplus stood at negative 459.73 lakhs, as compare to last year Reserves and Surplus negative (488.52 lakhs). However the overall net worth of the Company is 540.27 lakhs.

3. Secured Loan:

The Company has not accepted secured loan as on March 31, 2019.

BUSINESS ANALYSIS

The Company is trading in the Software Development Services.

Opportunities and risks Opportunities

1. To re-iterate, technology is the enabler for change in almost all businesses all over the globe and hence there is a tremendous opportunity for creating a disruption for every business, including India.

2. The software staffing industry and application development and maintenance space have been facing challenges due to increased competition.

Risks

Like any other corporate, the company is exposed to interest rate risk, currency fluctuations, credit risk and regulatory risks. The company conducts a periodic internal audit that ensures risk management process is in place

Outlook: The Company aims to increase its revenues and consequentially, its profit.

Internal Controls and its adequacy: Adequate internal control ensures transactions are authorized, recorded and reported correctly and assets are safeguarded against loss from unauthorized use or disposition. In addition, there are operational controls and fraud risk controls, covering the entire spectrum of internal financial controls. The Company has been reviewing its internal control systems and processes continuously and company have a separate department of internal control for continuously surveillance.

For and on behalf of the Board of Directors

Date: May 29, 2019
Place: Mumbai

Sd/-
Suresh Vishwasrao
Non-Executive Director
(DIN- 00837235)

Sd/-
Dhiren Kothary
Wholetime Director
(DIN-00009972)