



Notes to the Standalone Financial Statements for the year ended on March 31, 2019

1. GENERAL INFORMATION

i. Company Over View

CAT Technologies Limited is a Public Limited company incorporated and Domiciled in India, having its registered office at Nampally Station Road, Telangana, India. CAT Technologies Limited has its primary listing on Bombay Stock Exchange (BSE), in India.

CAT Technologies Limited is engaged in the business of Medical, Transcription, Training, Software Development and Consulting Services.

ii. Compliance with Indian Accounting Standards

The financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) as notified under Section 133 of the Companies Act, 2013 (the Act) read with Companies (Indian Accounting Standard) Rules 2015. The company has uniformly applied all the applicable Accounting policies during the periods presented.

iii. Overall Considerations

The financial statements have been prepared using significant accounting policies that are in effect as at March 31, 2019 as discussed in Significant Accounting Policies and other disclosures.

iii. Reporting Currency

The Financial statements are presented in Indian Rupees which is also the functional and presentation currency of the company and all amounts are rounded off to nearest rupee

2. Significant Accounting Policies and other disclosures

(i) System of Accounting

These Financial Statements have been prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These Financial Statements have been prepared to comply in all material aspects with the accounting standards notified under the Companies Act, 2013 ("the Act"). The company has prepared the financial statements in accordance with the Schedule III notified under the Companies Act, 2013.

All Assets and Liabilities have been classified as current or non-current, as the case may be, as per the Company's normal operative cycle and other criteria set out in the Schedule III of the Companies Act, 2013. Since the Company is in the business of providing Medical, Transcription, Training, Software Development and Consulting Services. The Company has determined its operative cycle as 12 months for the purpose of current and noncurrent classification of Assets and Liabilities.



The preparation of the financial statements requires the use of estimates and assumptions that affect the reported amount of assets and liabilities as at the Balance Sheet date, reported amounts of revenues and expenses during the year and disclosure of contingent liabilities as at that date in accordance to the generally accepted principles. The estimates and the assumptions used in these financial statements are purely based upon the management's evaluation of relevant facts and circumstances as of the date of the financial statements.

(ii) Property, plant and equipment:

Tangible Assets are stated at acquisition cost, net of accumulated depreciation along with accumulated impairment losses. Cost comprises of the purchase price and other attributable indirect expenses including cost of borrowings till the date of capitalization. In the case of assets involving material investment and substantial lead time for their set up, those assets are valued at cost including inward freight, expenses, taxes and duties etc, as applicable.

Subsequent expenditures related to an item of fixed asset are added to its book value only if they increase the future benefits from the existing asset beyond items previously assessed standard of performance.

Gains or Losses arising from the retirement or disposal of fixed assets which are carried at cost, are recognized in the Statement of Profit and Loss.

Depreciation is provided in accordance with Schedule II prescribed under Sub Section 2 of Section 133 of Companies Act, 2013 on the basis of useful life of the respective assets. Depreciation on additions/ Deletions during the year is being provided for, on a prorata basis with reference to the month in which such asset is added or deleted, as the case may be.

(iii) Intangible Assets

Intangible Assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any. Intangible assets are amortized on a straight line basis over their estimated period based on the decision of the management. The amortization period and the amortization method are reviewed by the management at each financial year end. If the expected period of usage is significantly different from the previous estimates, the amortization period is changed accordingly based on the management decision.

Gains or losses arising from the retirement or disposal of an intangible asset are determined as the difference between the net disposal proceeds and the carrying amount of the asset and recognized as income or expense as the case may be, in the Statement of Profit and Loss.

**(iv) Trade Receivables**

Trade receivables are stated at the recoverable values. Assessment is made on a periodical basis to assess the credit risk in respect of the credit extended to the customers and adjustments are carried out where necessary and found expedient. Provision, if any, made for the doubtful debts is charged to revenue.

(v) Borrowing Costs

General and specific borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which assets are that necessarily take a substantial period of time to get ready for their intended use of operation or sale, are added to the cost of the respective assets. All other borrowing costs are recognized as financial costs in Statement of Profit and Loss for the period in which they are incurred.

(vi) Impairment of Assets

Assessment is done at each Balance Sheet date as to whether there is any indication that an asset (tangible and intangible) may be impaired. Assets, which are impaired by disuse or obsolescence, are segregated from the concerned asset category and shown as deletions in the Fixed Assets (schedule) and appropriate provision, is made for the difference between the net carrying cost, and the net realizable value in respect of the dismissed or deleted assets.

(vii) Investments

Investments that are readily realizable and are intended to be held for not more than one year from the date of such investments are classified as current investments. All other investments are classified as long term investments.

Current investments are carried at cost or fair value, whichever is lower. Long-term investments are carried at cost. However, suitable provision for diminution in value is made to recognize the decline, other than temporary, in the value of the relevant investments, individually.

(viii) Sundry Debtors and Advances

Sundry Debtors and Advances are considered at the realizable value. Specific debts and advances identified as irrecoverable and doubtful are written off or provided for respectively and the same are suitably considered in the Statement of Profit and Loss for the year.

(ix) Cash and Cash Equivalents

In the Financial Statements, cash and cash equivalents include cash in hand, cash at banks and fixed deposits with banks.



(x) Foreign Currency Translation

Transactions effected during the year in foreign currency are recorded at the exchange rate prevailing at the time of respective transactions. Assets and Liabilities related to foreign currency transactions remaining unsettled at the year-end are translated at contract rates, which are covered by foreign exchange contracts and at applicable year-end rate in other cases. Realized gains/losses, particularly in respect of Commercial Debts realized by way of foreign exchange transactions other than those relating to fixed assets, are considered appropriately in the Statement of Profit and Loss. Gain/Loss on transaction of long-term liabilities incurred to acquire fixed assets is treated as an adjustment to the carrying cost of the respective fixed assets.

(xi) Revenue Recognition

Revenue is recognized to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment.

(xii) Employee Benefits

Gratuity and Leave Encashment: Liability in respect of gratuity and leave encashment benefit on Retirement is accounted for as and when paid. Hence no provision has been made.

(xiii) Tax Expense

- a) **Current Tax:** Tax expense for the period, comprising of current tax and deferred tax, are included in the determination of the net profit or loss for the year. Provision for Current tax is made for the amount expected to be paid in respect of the taxable income for the year in accordance with the current tax laws.
- b) **Deferred Tax:** Deferred tax is recognized on timing differences; being the difference between taxable income and accounting income that originate in one period and is capable of reversal in subsequent periods, subject to consideration of prudence.

(xiv) Provisions and Contingent Liabilities

- a) **Provisions:** Provisions are recognized when there is a present obligation as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and there is a reliable estimate of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the Balance Sheet date and are not discounted to its present value.



- b) **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 or a reliable estimate of the amount cannot be made, is termed as a contingent liability.

(xv) Earnings Per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Earnings considered in ascertaining the Company's earnings per share is the net profit for the period after applicable taxes for the period. The weighted average value of equity shares considered for EPS is Rs. 10/- per equity share.



3 Property Plant and Equipment

Cost	Office Equipment	Buildings	Computers	Vehicles	Furniture	Generator	Air conditioner	Total fixed assets
As at April 1, 2017	6,054,905	35,321,274	28,122,784	6,618,945	10,779,691	241,392	-	87,138,991
Additions	7,050	-	-	-	-	-	139,500	146,550
Deletions	-	-	-	-	-	-	-	-
As at March 31, 2018	6,061,955	35,321,274	28,122,784	6,618,945	10,779,691	241,392	139,500	87,285,541
Additions	-	-	-	-	-	-	-	-
Deletions	-	-	-	-	-	-	-	-
As at March 31, 2019	6,061,955	35,321,274	28,122,784	6,618,945	10,779,691	241,392	139,500	87,285,541
Accumulated Depreciation								
As at April 1, 2017	5,552,258	5,563,826	27,759,204	6,618,945	10,083,445	241,392	-	55,819,070
Charge for the year	9,671	456,260	-	-	9,955	-	5,622	481,508
Deletions	-	-	-	-	-	-	-	-
As at March 31, 2018	5,561,929	6,020,086	27,759,204	6,618,945	10,093,400	241,392	5,622	56,300,578
Charge for the year	9,354	448,823	-	-	9,324	-	6,028	473,529
Deletions	-	-	-	-	-	-	-	-
As at March 31, 2019	5,571,283	6,468,909	27,759,204	6,618,945	10,102,724	241,392	11,650	56,774,107
Net Block								
As at April 1, 2017	502,647	29,757,448	363,580	-	696,246	-	-	31,319,921
As at March 31, 2018	500,026	29,301,188	363,580	-	686,291	-	133,878	30,984,963
As at March 31, 2019	490,672	28,852,365	363,580	-	676,967	-	127,850	30,511,434

(To be continued...)



Property Plant and Equipment

	Computer Software	Total fixed assets
Cost		
As at April 1, 2017	41,934,985	41,934,985
Additions	196,823	196,823
Deletions	-	-
As at March 31, 2018	42,131,808	42,131,808
Additions	-	-
Deletions	-	-
As at March 31, 2019	42,131,808	42,131,808
Accumulated Depreciation		
As at April 1, 2017	40,033,068	40,033,068
Charge for the year	29,479	29,479
Deletions		
As at March 31, 2018	40,062,547	40,062,547
Charge for the year	30,310	30,310
Deletions		
As at March 31, 2019	40,092,857	40,092,857
Net Block		
As at April 1, 2017	1,901,917	1,901,917
As at March 31, 2018	2,069,261	2,069,261
As at March 31, 2019	2,038,951	2,038,951



4. Non Monetary Asset

	As at Mar 31, 2019	As at Mar 31, 2018
Goodwill	17,489,911	17,489,911
	17,489,911	17,489,911

5. Non Current Investments

	As at Mar 31, 2019	As at Mar 31, 2018
306 Equity Shares of UAE Dirhams 1,50,000 each	640,030,593	640,030,593
100 Common Shares of US Dollar 10 each (March 31, 2018: 100 Common Shares of of US Dollar 10) held in CAT Technology INC	40,000,000	40,000,000
	680,030,593	680,030,593

6 Long term and short term Loans and Advances

	Non-current		Current	
	As at Mar. 31, 2019	As at Mar. 31, 2018	As at Mar. 31, 2019	As at Mar. 31, 2018
Security deposits				
Unsecured, considered good	2,192,077	9,224,767	-	-
(A)	2,192,077	9,224,767	-	-
Other loans and advances				
Advances for Employees	-	-	-	100,000
Advances to Purchases	-	-	-	1,141
Other Advances	-	-	1,788,414	1,815,022
Office Deposits	-	-	35,000	35,000
(B)	-	-	1,823,414	1,951,163
Total (A+B)	2,192,077	9,224,767	1,823,414	1,951,163

7. Trade and Other Receivables

	As at Mar 31, 2019	As at Mar 31, 2018
Trade Receivables (Outstanding for a period of more than six months)	34,612,669	-
Others, Unsecured, considered good	-	34,594,700
	34,612,669	34,594,700



8. Cash and Cash equivalents

	As at Mar 31, 2019	As at Mar 31, 2018
Balance with banks		
- On current accounts	595,818	961,551
Cash on hand	473,823	1,694,122
	1,069,641	2,655,673

9. Other Current Assets

	As at Mar 31, 2019	As at Mar 31, 2018
Balances from Revenue Authorities	139,577	76,807
Prepaid Insurance	14,841	42,303
	154,418	119,110

10. Share Capital

	As at Mar 31, 2019	As at Mar 31, 2018
Authorised Shares 12,00,00,000 (March 31, 2018: 12,00,00,000) equity shares of Rs. 10 each	1,200,000,000	1,200,000,000
Issued and subscribed shares 7,94,36,478 (March 31, 2018: 7,94,36,478) equity shares of Rs. 10 each	794,364,780	794,364,780
	794,364,780	794,364,780
Paid up Capital: 7,94,36,478 (March 31, 2018: 7,94,36,478) equity shares of Rs. 10 each fully paidup:	794,364,780	794,364,780
	794,364,780	794,364,780

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

	As at March 31, 2019		As at March 31, 2018	
	Number	Amount in Rs.	Number	Amount in Rs.
At the beginning of the year	79,436,478	794,364,780	79,436,478	794,364,780
Shares issued/bought back during the year	-	-	-	-
Outstanding at the end of the year	79,436,478	794,364,780	79,436,478	794,364,780



b) Terms/right attached to equity shares

The Company has issued only one class of equity shares having par value of Rs 10/- per share. Each holder of equity shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

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

There are no shareholders holding more than 5% shares in the Company

11. Other Equity

	As at Mar 31, 2019	As at Mar 31, 2018
Share Premium	1,400,000	1,400,000
Surplus in the statement of profit and loss Balance as per last financial statements	(83,140,443)	(81,464,634)
Depreciation on transition to Schedule II of the Companies Act, 2013		
Profit / (loss) for the period/year	(2,000,550)	(1,668,071)
Add/Less: Depreciation Adjustment	-	-
Add/Less: Transfer of Balances	-	(7,739)
Net surplus/(deficit) in the statement of profit and loss	(85,140,993)	(83,140,443)
	(83,740,993)	(81,740,443)

12. Long Term Borrowings

	As at Mar 31, 2019	As at Mar 31, 2018
Secured		
*Secured Mortgage Loan-BOI	2,177,259	2,347,173
Less: Current Maturities	(467,400)	(459,000)
	1,709,859	1,888,173
Unsecured		
**From Directors and Relatives	22,076,677	21,236,577
Espirit Technologies Pvt.Ltd A/c	1,733,477	971,000
	23,810,154	22,207,577
	25,520,014	24,095,750

*Note: Nature of Security and terms of repayment for Secured Borrowings

**Nature of Security**

Mortgage Loan from Bank of India by mortgage of Land Documents

Terms of Repayment

Mortgage Loan amount being repayable @ Rs 38950 per month for 144 months, interest & principal payable over the next 12 months reflected in short term borrowings.

**Unsecured Loans are repayable as and when the Lender serves the intimation to the Company. As such there are no Terms for repayment of these unsecured loans. An amount of Rs. 55,29,000 is Unsecured Loan taken from CAT Educational Society is also included.

13. Deferred Tax Liability

	As at Mar 31, 2019	As at Mar 31, 2018
Opening Balance	2,321,194	1,644,460
Add: Deferred Tax liability/(Deferred Tax Asset) during the year	506,736	676,734
	2,827,930	2,321,194

14. Short Term Borrowings

	As at Mar 31, 2019	As at Mar 31, 2018
Secured		
Secured Overdraft from DCB Bank -[Refer Note below]	499,584	547,825
	499,584	547,825

Note: Overdraft Loans from banks are secured by collaterals of personal properties of Director.

15. Trade Payables

	As at Mar 31, 2019	As at Mar 31, 2018
Dues to others (Refer Note Below)	23,979,186	24,097,974
	23,979,186	24,097,974

Note:

Details of dues to micro and small enterprises as defined under the MSMED ACT, 2006

Based on information available with the Company, there are no suppliers who are registered as micro, small or medium enterprises under "The Micro, Small and Medium Enterprises Development Act, 2006 as at March 31, 2019



16. Other Current Liabilities

	As at Mar 31, 2019	As at Mar 31, 2018
Current Maturities of Long Term Borrowings (See Note Below)	467,400	459,000
Dues to Employees	-	6,482,818
Statutory liabilities	2,277,128	1,474,207
other liabilities	2,878,079	3,473,624
	5,622,607	11,889,649

Note: Installments falling due in respect of all the the Secured Loans which are repayable within 12 months have been considered "Current Maturities of Long Term Borrowings".

17. Short Term Provisions

	As at Mar 31, 2019	As at Mar 31, 2018
Provision for expenses	850,000	225,000
Provision for Income Tax	-	2,878,079
Liability for Employees	-	440,333
	850,000	3,543,412

Notes to Profit and Loss

18. Revenue from operations

	For the year ended Mar 31, 2019	For the year ended Mar 31, 2018
Sales & Services		
EXPORT		
Consultancy Fees Receipts	60,254	15,640,792
Medical Transcription Receipts	-	576,015
Software Development Receipts	-	17,737,597
DOMESTIC		
Local Software Development Receipts	-	55,710
	60,254	34,010,114



19. Other income

	For the year ended Mar 31, 2019	For the year ended Mar 31, 2018
Miscellaneous Income	760,867	917
	760,867	917

20. Employee benefits expense

	For the year ended Mar 31, 2019	For the year ended Mar 31, 2018
Salaries, bonus and allowances	211,000	25,793,341
Directors Remuneration	-	600,000
	211,000	26,393,341

21. Finance costs

	For the year ended Mar 31, 2019	For the year ended Mar 31, 2018
Bank Charges	17,584	248,018
Interest - Others	345,551	425,998
	363,134	674,017

22. Depreciation expense

	For the year ended Mar 31, 2019	For the year ended Mar 31, 2018
Depreciation of tangible assets	473,529	481,508
Intangible assets	30,310	29,479
	503,839	510,987



23. Other expenses

	For the year ended Mar 31, 2019	For the year ended Mar 31, 2018
Audit Fees	275,000	250,000
Consultancy Charges	-	30,900
Fees & Filing Charges	662,638	285,253
Insurance	78,315	125,211
Interest on TDS	-	235,503
Prior Period Expenses for Interest on Late Filing of TDS	-	2,878,079
Loss on Chit Fund	-	58,375
Discount Allowed	-	69,808
Membership Fee	-	4,025
Repairs & Maintenance	-	75,930
Advertisement Expenses	13,408	91,974
Electricity Charges	-	1,432,514
Internet & Email Charges	-	354,639
Office Expenses	50,800	74,838
Professional Charges	156,800	79,586
Rent	-	360,000
Loss on F.E. Realisation	-	275,557
Telephone Expenses	-	370,991
Tours & Travelling Expenses	-	350,000
Water Charges	-	20,840
	1,236,961	7,424,023

24. Related Party Disclosures

As per Accounting Standard on “Related Party Disclosures” (AS-18) issued by the Institute of Chartered Accountants of India, the related parties of the Company are as follows:

LIST OF RELATED PARTIES

Holding Company	CAT Technologies Limited
Subsidiary Companies	<ol style="list-style-type: none"> CAT Technology Inc., US CAT Technology FZE., UAE
Key Management Personnel & Relatives	<ol style="list-style-type: none"> Mr. Dhiraj Kumar Jaiswal Mrs. Nisha Jaiswal Mr. Dinesh Kumar Jaiswal Mr. Anurag Jaiswal Mr. Shailender Singh Mr. Sai Baba Bopathi



25. Transactions with related Parties

Related Party	Nature of Transaction	As on 31st March, 2019	As on 31st March, 2018
Revenue Transactions: CAT Technology Inc, US	Sale	60,254	1,62,16,807

26. Details of Amounts due to or due from and maximum Amounts due from subsidiaries for the Year ended 31st March 2019

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
SUNDRY DEBTORS		
CAT Technologies FZE	73,62,547	73,62,547
SUNDRY CREDITORS		
CAT Technology Inc	1,09,76,850	1,09,76,850
LOANS & ADVANCES (Asset)		
CAT Technology Fze	17,88,414	17,88,414

27. Transactions with Key Management Personnel

The aggregate managerial remuneration under Section 197 of the Companies Act 2013, to the Directors (including Managing Director) is:

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
Managing Director – Mr. Dhiraj Kumar Jaiswal	NIL	6,00,000

Note: The Managing Director is not drawing any remuneration.

28. Exceptional and Extra Ordinary Items

There are no exceptional and extraordinary items as at the Balance Sheet date.

29. Other Disclosures

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
Earnings in Foreign Currency	60,254	1,62,16,807
Expenditure in Foreign Currency	Nil	Nil



a. Earnings Per Share

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
Profit after Taxation	(20,00,550)	(16,68,071)
Weighted average number of shares outstanding (inNos)	7,94,36,478	7,94,36,478
Basic and Diluted	(0.25)	(0.21)

b. Taxation

Current tax is reckoned based on the current year's income and tax payable in accordance with the prevailing tax laws.

In accordance with Accounting Standard 22 on Accounting for Taxes on Income, the Company has computed Deferred Tax Liability amounting to Rs. 5,06,736/- (Previous Year - Deferred Tax Liability Rs. 6,76,734/-) on account of timing difference in relation to depreciation as per books vis.a.vis Tax Laws.

c. Dues to Micro and Small Enterprises

The information required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the company. There are no over dues to parties on account of principal amount and / or interest and accordingly no additional disclosures have been made.

d. Leases

Operating Lease: The Company has operating lease for office premises. These lease arrangements operate for a period from one year to three years. The said leases are renewable for further period on mutually agreeable terms and also includes escalation Clause.

a. Earnings Per Share

Particulars	As at Mar 31, 2019	As at Mar 31, 2018
With respect to Operating leases, lease payments recognized in the Statement of Profit and Loss for the year	NIL	3,60,000



Finance Lease: The Company has no finance leases.

e. Previous Year Figures

Previous year figures have been regrouped wherever necessary.

As per our Report of even date attached

as per our report of even date attached

For and on behalf of the Board
CAT TECHNOLOGIES LIMITED

For Ramu & Ravi
FRN:006610S
Chartered Accountants

Sd/-
K.V.R. Murthy
Proprietor
Membership No : 200021

Place: Hyderabad
Date: 30-05-2019

Sd/-
DHIRAJ KUMAR JAISWAL
(MANAGING DIRECTOR)

Sd/-
NISHA JAISWAL
(DIRECTOR)

Sd/-
ANURAG JAISWAL
(CHIEF FINANCIAL OFFICER)