

Tejas Networks Limited

(All amounts in Rupees Crore except for share data or as otherwise stated)

Unaudited Standalone Balance Sheet as at	Notes	December 31, 2023	March 31, 2023
ASSETS			
Non-current assets			
Property, plant and equipment	4(a)	169.71	78.28
Capital work in progress		10.06	-
Right-of-use assets	4(a)	129.91	42.89
Intangible assets	4(b)	146.08	97.85
Intangible assets under development	4(b)	226.21	136.41
Financial assets			
(i) Investments	5(a)	294.81	294.81
(ii) Trade receivables	6	67.64	19.10
(iii) Other financial assets	8	10.77	5.44
Current tax assets (net)	9(a)	91.13	25.82
Deferred tax assets (net)	9(b)	100.02	103.09
Other non-current assets	10	27.08	24.63
Total non - current assets		1,273.42	828.32
Current assets			
Inventories	11	2,661.03	628.07
Financial assets			
(i) Investments	5(b)	274.18	262.24
(ii) Trade receivables	6	760.72	462.18
(iii) Cash and cash equivalents	7(i)	64.12	78.98
(iv) Bank balances other than (iii) above	7(ii)	174.54	652.06
(v) Other financial assets	8	151.38	365.03
Other current assets	10	627.81	178.61
Total current assets		4,713.78	2,627.17
Total assets		5,987.20	3,455.49
EQUITY AND LIABILITIES			
Equity			
Equity share capital	12	173.35	171.64
Other equity	13	2,847.23	2,835.63
Total equity		3,020.58	3,007.27
Liabilities			
Non-current liabilities			
Financial liabilities			
(i) Lease liabilities	14	133.99	43.86
Provisions	15	5.59	2.03
Total non - current liabilities		139.58	45.89
Current liabilities			
Financial liabilities			
(i) Borrowings	16	273.87	-
(ii) Lease liabilities	14	5.39	4.37
(iii) Trade payables	17		
(a) Total outstanding dues of micro enterprises and small enterprises		152.00	24.53
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		1,546.64	282.75
(iv) Other financial liabilities	18	60.50	61.42
Provisions	15	20.82	10.11
Other current liabilities	19	767.82	19.15
Total current liabilities		2,827.04	402.33
Total liabilities		2,966.62	448.22
Total equity and liabilities		5,987.20	3,455.49

Tejas Networks Limited

(All amounts in Rupees Crore except for share data or as otherwise stated)

Unaudited Standalone Statement of Profit and Loss	Notes	Period Ended					
		Quarter Ended			Year Ended		
		December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	March 31, 2023
I Revenue from operations	20	538.58	359.21	253.29	1,064.90	584.69	869.08
II Other Income	21	14.97	18.03	19.74	52.50	57.81	79.14
III Total income (I + II)		553.55	377.24	273.03	1,117.40	642.50	948.22
IV Expenses							
Cost of materials consumed	22A	437.99	259.72	168.94	814.58	351.85	528.09
Purchases of stock in trade	22C	-	2.33	9.82	6.73	25.83	31.82
Changes in inventories of stock in trade and finished goods	22B	(18.54)	(14.01)	(11.20)	(37.29)	(15.36)	(0.71)
Employee benefit expense	23	72.46	61.09	44.80	192.83	121.35	172.16
Finance costs	24A	4.95	3.80	1.43	10.22	3.76	5.20
Depreciation and amortization expense	4(c)	42.76	36.26	28.13	108.03	75.38	105.13
Allowance for expected credit loss	24B	11.85	8.45	(12.43)	18.04	(25.35)	(33.32)
Other expenses	25	49.81	38.20	32.36	121.65	87.69	128.56
Total expenses (IV)		601.28	395.84	261.85	1,234.79	625.15	936.93
V Profit/(Loss) before tax (III - IV)		(47.73)	(18.60)	11.18	(117.39)	17.35	11.29
VI Income tax expense	26						
Current tax		(31.46)	(1.94)	(0.47)	(43.25)	-	-
Deferred tax expense/(benefit)		34.31	(4.68)	6.26	3.07	9.36	8.25
Total tax expense (VI)		2.85	(6.62)	5.79	(40.18)	9.36	8.25
VII Profit/(Loss) after tax (V- VI)		(50.58)	(11.98)	5.39	(77.21)	7.99	3.04
VIII Other comprehensive income/(loss)							
Items that will not be reclassified to profit or loss							
Remeasurement of defined benefit obligation (expense)/benefit		(4.06)	1.81	(1.00)	(2.97)	(4.05)	(2.92)
Income tax relating to above		-	-	(0.53)	-	-	-
Items that will be reclassified to profit or loss							
Gains/(losses) in cash flow hedges		(0.21)	-	-	(0.21)	-	-
Other comprehensive income/(loss) for the period, net of tax (VIII)		(4.27)	1.81	(1.53)	(3.18)	(4.05)	(2.92)
IX Total comprehensive income/(loss) for the period (VII + VIII)		(54.85)	(10.17)	3.86	(80.39)	3.94	0.12
X Earnings/(Loss) per equity share							
Equity shares of par value Rs. 10 each							
Basic		(2.98)	(0.71)	0.35	(4.56)	0.53	0.20
Diluted		(2.98)	(0.71)	0.32	(4.56)	0.50	0.19
Weighted average equity shares used in computing earnings per equity share							
Basic		169,910,050	169,647,119	152,401,344	169,470,252	150,913,739	153,677,077
Diluted		169,910,050	169,647,119	166,561,752	169,470,252	161,088,091	157,058,060

A. Equity Share Capital

Particulars	Note	Amount
As at April 1, 2022*		117.82
Increase in equity share capital on account of exercise of ESOP and RSU	12	1.49
Issue of equity shares under Private Placement		52.33
As at March 31, 2023*		171.64
Increase in equity share capital on account of exercise of ESOP and RSU	12	1.71
As at December 31, 2023*		173.35

*Includes forfeited shares of Rs. 3.27

B. Other Equity

Particulars	Notes	Share application money pending allotment	Reserves and Surplus			Money received against share warrants	Cash flow hedging reserve	Total equity attributable to shareholders of the Company
			Securities premium	Employee stock compensation outstanding account	Retained earnings			
Balance as at April 01, 2022		-	1,456.24	29.29	(13.75)	337.50	-	1,809.28
(Loss)/Profit for the year	13	-	-	-	3.04	-	-	3.04
Other comprehensive (loss)/income (Remeasurement of defined benefit obligation net of income tax)	13	-	-	-	(2.92)	-	-	(2.92)
Total comprehensive (loss)/income for the year		-	-	-	0.12	-	-	0.12
Transaction with owners in their capacity as owners:								
Premium received on exercise of ESOP	13	-	7.34	-	-	-	-	7.34
Premium received on Issue of shares through Private placement		-	1,297.67	-	-	-	-	1,297.67
Employee Share based payment expenses	23	-	-	58.72	-	-	-	58.72
Reclassification upon exercise of ESOP/RSU	13	-	12.09	(12.09)	-	-	-	-
Conversion of share warrants	13	-	-	-	-	(337.50)	-	(337.50)
Balance as at March 31, 2023		-	2,773.34	75.92	(13.63)	-	-	2,835.63
Balance as at April 01, 2023		-	2,773.34	75.92	(13.63)	-	-	2,835.63
(Loss)/Profit for the period	13	-	-	-	(77.21)	-	-	(77.21)
Other comprehensive (loss)/income (Remeasurement of defined benefit obligation net of income tax)	13	-	-	-	(2.97)	-	-	(2.97)
Other comprehensive (loss)/income	13	-	-	-	-	-	(0.21)	(0.21)
Total comprehensive (loss)/income for the period		-	-	-	(80.18)	-	(0.21)	(80.39)
Transaction with owners in their capacity as owners:								
Premium received on exercise of ESOP	13	-	6.04	-	-	-	-	6.04
Employee Share based payment expenses	23	-	-	85.94	-	-	-	85.94
Reclassification upon exercise of ESOP/RSU	13	-	30.75	(30.75)	-	-	-	-
Share application money pending allotment	13	0.01	-	-	-	-	-	0.01
Balance as at December 31, 2023		0.01	2,810.13	131.11	(93.81)	-	(0.21)	2,847.23

Tejas Networks Limited

(All amounts in Rupees Crore except for share data or as otherwise stated)

Unaudited Standalone Statement of Cash Flows	Notes	Period ended	
		December 31, 2023	Year ended March 31, 2023
Cash flows from operating activities			
Profit/(Loss) before tax for the period		(117.39)	11.29
Adjustments to reconcile net profit/(loss) to net cash generated by operating activities:			
Depreciation and amortization expense	4(c)	108.03	105.13
Allowance for expected credit loss	24B	18.04	(33.32)
Interest Income	21	(38.51)	(57.58)
Gain on current investments carried at fair value through statement of profit and loss	21	(0.15)	(0.63)
Gain on sale of current investments carried at fair value through statement of profit and loss	21	(12.56)	(18.83)
Finance costs	24A	10.22	5.20
Unrealised Exchange Difference on cash held in foreign currencies		0.34	(0.56)
Unrealised Exchange Differences (Net)		1.08	(0.63)
Loss/(profit) on sale of property, plant and equipment	21	-	(0.01)
Expense recognized in respect of equity-settled share-based payments	23	32.68	29.45
		1.78	39.51
Movements in working capital:			
(Increase)/decrease in inventories		(2,032.96)	(350.05)
(Increase)/decrease in trade receivables		(366.61)	(164.80)
(Increase)/decrease in other financial assets		(71.06)	(24.21)
(Increase)/decrease in other assets		(453.61)	(104.06)
Increase/(decrease) in trade and other payables		1,391.77	190.64
Increase/(decrease) in provisions		10.78	1.90
Increase/(decrease) in other financial liabilities		(2.83)	28.13
Increase/(decrease) in other liabilities		748.67	0.92
Cash generated from/(used in) operations		(774.07)	(382.02)
Income taxes refund/(paid)		(21.27)	12.71
Net cash generated from/(used in) operating activities (A)		(795.34)	(369.31)
Cash flows from investing activities			
Expenditure on property, plant and equipment		(123.33)	(50.68)
Expenditure on intangible assets (including under development)		(182.12)	(185.16)
Sale proceeds of property, plant and equipment		0.00	0.05
Investments in Deposits with banks		(406.66)	(714.94)
Withdrawals of Deposits from banks		884.18	363.93
Withdrawals of Deposits from financial institutions		300.00	51.79
Investments in liquid mutual funds		(2,390.30)	(3,962.89)
Redemption of liquid mutual funds		2,391.07	4,121.89
Investment in subsidiary		-	(283.94)
Interest received		39.94	51.38
Net cash generated from/(used in) investing activities (B)		512.78	(608.57)
Cash flows from financing activities			
Proceeds from exercise of RSUs/ESOPs		7.76	8.83
Proceeds from Issue of Fresh Equity shares through Private Placement (Net of Issue Expense)		-	1,012.50
Proceeds from borrowings		273.87	-
Principal repayment on lease liabilities		(3.67)	(5.49)
Interest payment on lease liabilities		(4.53)	(4.36)
Finance costs paid		(5.39)	(0.68)
Net cash generated from financing activities (C)		268.04	1,010.80
Net increase/(decrease) in cash and cash equivalents (A+B+C)		(14.52)	32.92
Cash and cash equivalents at the beginning of the period [Refer Note No. 7(i)]		78.98	45.50
Effects of exchange rate changes on the balance of cash held in foreign currencies		(0.34)	0.56
Cash and cash equivalents at the end of the period [Refer Note No. 7(i)]		64.12	78.98

Note No. 4(a): Property, Plant and Equipment

Particulars	Laboratory Equipment	Networking Equipment	Electrical Installation	Furniture and Fixtures	Office Equipment	Computing Equipment	Vehicles	Plant and Machinery - Cards/ Prototypes and Others	Servers	Total	Right-of-use asset*
Gross carrying value as of April 1, 2022	33.45	1.68	7.56	9.74	2.34	11.65	0.14	50.15	5.71	122.42	28.79
Additions	27.77	2.51	2.14	1.85	1.06	5.49	-	15.54	5.69	62.05	35.93
Deletions	-	-	-	-	-	0.06	-	-	-	0.06	-
Gross carrying value as of March 31, 2023	61.22	4.19	9.70	11.59	3.40	17.08	0.14	65.69	11.40	184.41	64.72
Accumulated depreciation as of April 1, 2022	(21.02)	(0.93)	(6.67)	(7.96)	(1.54)	(8.43)	(0.13)	(32.66)	(2.99)	(82.33)	(14.23)
Depreciation for the year	(6.86)	(0.70)	(0.55)	(1.87)	(0.66)	(2.44)	(0.01)	(9.24)	(1.49)	(23.82)	(7.60)
Accumulated depreciation on deletions	-	-	-	-	-	(0.02)	-	-	-	(0.02)	-
Accumulated depreciation as of March 31, 2023	(27.88)	(1.63)	(7.22)	(9.83)	(2.20)	(10.85)	(0.14)	(41.90)	(4.48)	(106.13)	(21.83)
Carrying value as of March 31, 2023	33.34	2.56	2.48	1.76	1.20	6.23	-	23.79	6.92	78.28	42.89
Gross carrying value as of April 1, 2023	61.22	4.19	9.70	11.59	3.40	17.08	0.14	65.69	11.40	184.41	64.72
Additions	60.19	1.65	3.00	1.62	0.57	12.71	-	41.19	3.58	124.51	96.81
Deletions	-	0.08	0.15	0.02	0.08	3.67	-	-	0.19	4.19	-
Gross carrying value as of December 31, 2023	121.41	5.76	12.55	13.19	3.89	26.12	0.14	106.88	14.79	304.73	161.53
Accumulated depreciation as of April 1, 2023	(27.88)	(1.63)	(7.22)	(9.83)	(2.20)	(10.85)	(0.14)	(41.90)	(4.48)	(106.13)	(21.83)
Depreciation for the period	(11.86)	(0.61)	(0.75)	(1.04)	(0.39)	(3.24)	-	(9.64)	(1.71)	(29.24)	(9.79)
Accumulated depreciation on deletions	-	-	-	-	-	(0.35)	-	-	-	(0.35)	-
Accumulated depreciation as of December 31, 2023	(39.74)	(2.24)	(7.97)	(10.87)	(2.59)	(13.74)	(0.14)	(51.54)	(6.19)	(135.02)	(31.62)
Carrying value as of December 31, 2023	81.67	3.52	4.58	2.32	1.30	12.38	-	55.34	8.60	169.71	129.91

* Right-of-use asset pertains to buildings.

Tejas Networks Limited

Notes to the unaudited standalone financial statements for the period ended December 31, 2023

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 4(b): Intangible Assets

Particulars	Computer Software	Product Development	Total	Intangible Assets under development (IAUD)
Gross carrying value as of April 1, 2022	28.92	344.01	372.93	39.61
Additions	11.77	76.59	88.36	173.39
Transfer	-	-	-	76.59
Gross carrying value as of March 31, 2023	40.69	420.60	461.29	136.41
Accumulated amortization as of April 1, 2022	(25.22)	(264.51)	(289.73)	-
Amortization expenses for the year	(6.51)	(67.20)	(73.71)	-
Accumulated amortization as of March 31, 2023	(31.73)	(331.71)	(363.44)	-
Carrying value as of March 31, 2023	8.96	88.89	97.85	136.41
Gross carrying value as of April 1, 2023	40.69	420.60	461.29	136.41
Additions	10.61	106.62	117.23	196.42
Transfer	-	-	-	106.62
Gross carrying value as of December 31, 2023	51.30	527.22	578.52	226.21
Accumulated amortization as of April 1, 2023	(31.73)	(331.71)	(363.44)	-
Amortization expenses for the period	(7.26)	(61.74)	(69.00)	-
Accumulated amortization as of December 31, 2023	(38.99)	(393.45)	(432.44)	-
Carrying value as of December 31, 2023	12.31	133.77	146.08	226.21

Note No. 4(c): Depreciation and amortization expense

Particulars	Period ended	Year ended
	December 31, 2023	March 31, 2023
Depreciation on property, plant and equipment [Refer Note No. 4(a)]	29.24	23.82
Depreciation on Right of use assets [Refer Note No. 4(a)]	9.79	7.60
Amortization of intangible assets [Refer Note No. 4(b)]	69.00	73.71
Total depreciation and amortization expense	108.03	105.13

Tejas Networks Limited

Notes to the unaudited standalone financial statements for the period ended December 31, 2023

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 5: Investments

Particulars	As at	
	December 31, 2023	March 31, 2023
5(a) Non-current investments (Unquoted)		
(i) Investment in subsidiaries		
Equity instruments of subsidiaries (at cost)		
14,64,340 (As at March 31, 2023: 14,64,340) equity shares fully paid up in Tejas Communication Pte Ltd, Singapore	6.69	6.69
62,51,496 (As at March 31, 2023: 62,51,496) equity shares fully paid up in Saankhya Labs Private Limited ¹ .	283.94	283.94
Total investment in equity instruments of subsidiaries	290.63	290.63
Preference shares of subsidiary (at cost) ²		
13,68,400 (As at March 31, 2023: 13,68,400) Redeemable Preference Shares fully paid up in Tejas Communication Pte Limited, Singapore	4.18	4.18
Total investment in preference shares of subsidiaries	4.18	4.18
Total investments in subsidiaries	294.81	294.81

¹ Pursuant to a definitive agreement entered into by the Company with Saankhya Labs Private Limited (Saankhya Labs) and its shareholders on March 30, 2022, the Company acquired majority stake in Saankhya Labs Private Limited on July 01, 2022. The Company between July 01, 2022 - August 19, 2022 acquired 64.40% of equity shares in aggregate through secondary purchase at a price of Rs. 454.19 per equity share aggregating to Rs. 283.94 crore.

² Preference shares are redeemable only at the option of Tejas Communication Pte. Ltd and carry a cumulative right of dividend at a fixed rate 0.01% (\$0.0001 per share). This investment has been treated as investment in an equity instrument.

(ii) Other Investments (Unquoted) {FVTPL}

Equity instruments of others

Investment in ELCIA ESDM Cluster (No. of shares 1100)

	0.00	0.00
Total other investments	0.00	0.00

5(b) Current investments (Quoted) {FVTPL}

Investment in Mutual funds	Number of units		Amount	
	Number of units	Amount	Number of units	Amount
Aditya Birla Sun Life Liquid Fund - Growth Direct Plan	601,920	23.02	-	-
Kotak Liquid Fund Direct Growth	31,341	15.01	-	-
Nippon India Liquid Fund - Direct Plan Growth Plan - Growth Option - LFAGG	14,368	8.33	143,556	79.05
SBI Liquid Fund Direct Growth	16,569	6.15	-	-
Tata Liquid Fund Direct Plan - Growth	311,493	116.52	515,814	183.19
Tata Overnight Fund - Direct Plan - Growth	846,209	105.15	-	-
Total current investments		274.18		262.24

Tejas Networks Limited**Notes to the unaudited standalone financial statements for the period ended December 31, 2023**

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 6: Trade Receivables

Particulars	As at	
	December 31, 2023	March 31, 2023
Trade receivables from contract with customers - billed	596.88	536.38
Trade receivables from contract with customers - unbilled	11.51	8.16
Trade receivables from contract with customers - related parties	332.07	30.80
Less: Loss allowance	(112.10)	(94.06)
Trade Receivables	828.36	481.28
Current portion	760.72	462.18
Non-current portion	67.64	19.10
Break-up of securities details		
Trade receivables considered good - secured	-	-
Trade receivables considered good - unsecured	940.46	575.34
Trade receivables which have significant increase in credit risk	-	-
Trade receivables - credit impaired	-	-
Total	940.46	575.34
Less: Loss allowance	(112.10)	(94.06)
Total trade receivables	828.36	481.28

Note No. 7: Cash and Bank Balances

Particulars	As at	
	December 31, 2023	March 31, 2023
(i) Cash and cash equivalents		
(a) Balances with banks		
(i) In current accounts	50.71	58.31
(ii) In EEFC accounts	13.41	20.67
Total cash and cash equivalents	64.12	78.98
(ii) Other bank balances		
Balances with banks in unpaid dividend account	0.03	0.03
Deposits with original maturity of more than three months but less than twelve months	171.45	650.14
Balances held as margin money or security against fund and non-fund based banking arrangements	3.06	1.89
Total other bank balances	174.54	652.06

Tejas Networks Limited**Notes to the unaudited standalone financial statements for the period ended December 31, 2023**

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 8: Other Financial Assets

Particulars	As at	
	December 31, 2023	March 31, 2023
Non-current financial assets		
Security deposits	10.86	5.53
Less: Provision	(0.09)	(0.09)
Total non-current financial assets	10.77	5.44
Current financial assets		
Security deposits	0.90	0.93
Less: Provision	(0.26)	(0.26)
	0.64	0.67
Deposits with financial institutions	-	300.00
Interest accrued but not due	1.36	3.98
Foreign exchange forward contracts	-	0.02
Other Receivables	89.29	30.02
Other Receivables - Related Party	60.09	30.34
Total current financial assets	151.38	365.03

Note No. 9: Tax assets

Particulars	As at	
	December 31, 2023	March 31, 2023
9(a) Current Tax Asset (net)		
Advance Income Tax (net)	91.13	25.82
	91.13	25.82
9(b) Deferred Tax Assets (net)		
The balance comprises temporary differences attributable to:		
Difference between tax base and carrying amounts of asset and liabilities (including expenses deductible upon payment)	(7.42)	(52.69)
Lease liabilities	(31.82)	16.85
Unabsorbed depreciation and allowances under section 35	101.41	109.78
MAT credit	7.87	44.14
Total deferred tax assets	70.04	118.08
Right-of-use assets	29.98	(14.99)
Net deferred tax assets	100.02	103.09

Tejas Networks Limited**Notes to the unaudited standalone financial statements for the period ended December 31, 2023**

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 10: Other assets

Particulars	As at	
	December 31, 2023	March 31, 2023
Other non-current assets		
Pre-paid gratuity contributions (asset)	-	0.30
Prepaid expenses	4.80	0.27
Capital advances	6.59	8.54
Balances with government authorities (other than income taxes)	15.69	15.52
Total other non-current assets	27.08	24.63
Other current assets		
Advances to suppliers	132.75	58.52
Advances to suppliers - related parties	-	1.17
Advances others	0.02	0.02
Balances with government authorities (other than income taxes)	488.81	113.06
Prepaid expenses	4.03	4.58
Advances to employees	2.20	1.26
Total other current assets	627.81	178.61

Note No. 11: Inventories

Particulars	As at	
	December 31, 2023	March 31, 2023
Raw material - components including assemblies and sub-assemblies [including goods in transit Rs. 137.27 (March 31, 2023: Rs. 13.54)]	2,615.20	619.53
Finished Goods	45.83	3.05
Traded Goods	-	5.49
Total inventories	2,661.03	628.07

Tejas Networks Limited

Notes to the unaudited standalone financial statements for the period ended December 31, 2023

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 12: Equity Share Capital

Particulars	Number of Shares	Equity Share Capital
i) Authorised Capital		
Equity Share Capital of Rs. 10/- each		
As at April 01, 2022	200,000,000	200.00
Changes in equity share capital during the year		
Increase during the year	60,000,000	60.00
As at March 31, 2023	260,000,000	260.00
Changes in equity share capital during the period		
Increase during the period	-	-
As at December 31, 2023	260,000,000	260.00
ii) Issued, Subscribed and Paid up Capital		
Equity Share Capital of Rs. 10/- each		
Fully paid shares		
As at April 1, 2022	114,549,908	114.55
Changes in equity share capital during the year		
Issue of equity shares under employee share option plan and restricted stock unit plan	1,495,363	1.49
Issue of equity shares under Private Placement	52,325,582	52.33
As at March 31, 2023	168,370,853	168.37
Changes in equity share capital during the period		
Issue of equity shares under employee share option plan and restricted stock unit plan	1,707,993	1.71
As at December 31, 2023	170,078,846	170.08
iii) Forfeited shares (to the extent of amount paid up)*		
As at April 1, 2022	32,727,930	3.27
Transaction during the year	-	-
As at March 31, 2023	32,727,930	3.27
Transaction during the period	-	-
As at December 31, 2023	32,727,930	3.27
	As at	
	December 31, 2023	March 31, 2023
Total Equity Share Capital (ii+iii)	173.35	171.64

* 3,27,27,930 partly paid equity shares issued by the Company to the Tejas Employees Welfare Trust (TEWT) on July 11, 2010, were forfeited on July 25, 2016.

Tejas Networks Limited**Notes to the unaudited standalone financial statements for the period ended December 31, 2023**

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 13: Other Equity

Particulars	As at	
	December 31, 2023	March 31, 2023
Securities premium	2,810.13	2,773.34
Retained earnings	(93.81)	(13.63)
Employee stock compensation outstanding account	131.11	75.92
Money received against share warrants	-	-
Cash flow hedging reserve	(0.21)	-
Share application money pending allotment	0.01	-
Total Other Equity	2,847.23	2,835.63

(i) Securities premium

Particulars	As at	
	December 31, 2023	March 31, 2023
Opening Balance	2,773.34	1,456.24
Premium received upon exercise of ESOP	6.04	7.34
Premium received on Issue of shares through Private placement	-	1,297.67
Reclassification upon exercise of ESOP/RSU	30.75	12.09
Closing Balance	2,810.13	2,773.34

(ii) Retained earnings

Particulars	As at	
	December 31, 2023	March 31, 2023
Opening Balance	(13.63)	(13.75)
(Loss)/Profit for the period	(77.21)	3.04
<i>Items of other comprehensive income recognized directly in retained earnings</i>		
Remeasurements of the defined benefit obligation net of income tax	(2.97)	(2.92)
Closing Balance	(93.81)	(13.63)

(iii) Employee stock compensation outstanding account

Particulars	As at	
	December 31, 2023	March 31, 2023
Opening Balance	75.92	29.29
Share based payment expenses	85.94	58.72
Reclassification upon exercise of ESOP/RSU	(30.75)	(12.09)
Closing Balance	131.11	75.92

(iv) Money received against share warrants

Particulars	As at	
	December 31, 2023	March 31, 2023
Opening Balance	-	337.50
Transaction during the period	-	(337.50)
Closing Balance	-	-

(v) Cash flow hedging reserve

Particulars	As at	
	December 31, 2023	March 31, 2023
Opening Balance	-	-
Transaction during the period	(0.21)	-
Closing Balance	(0.21)	-

(vi) Share application money pending allotment

Particulars	As at	
	December 31, 2023	March 31, 2023
Opening Balance	-	-
Transaction during the period	0.01	-
Closing Balance	0.01	-

Tejas Networks Limited**Notes to the unaudited standalone financial statements for the period ended December 31, 2023**

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 14: Lease Liabilities

Particulars	As at	
	December 31, 2023	March 31, 2023
Non-Current		
Lease Liabilities	133.99	43.86
Total non-current	133.99	43.86
Current		
Lease Liabilities	5.39	4.37
Total current	5.39	4.37

Note No. 15: Provisions

Particulars	As at	
	December 31, 2023	March 31, 2023
Non-current provisions		
Provision for employee benefits		
Gratuity	2.53	-
Other provisions		
Warranty	3.06	2.03
Total non-current provisions	5.59	2.03
Current provisions		
Provision for employee benefits		
Compensated absences	11.55	7.77
Gratuity	3.58	-
Other provisions		
Warranty	2.86	2.34
Others	2.83	-
Total current provisions	20.82	10.11

Movement in Warranty

Provision for warranty has been estimated based on past history of claims settled.

Particulars	As at	
	December 31, 2023	March 31, 2023
Opening balance	4.37	1.94
Unwinding of interest on provisions	0.30	0.17
Additions	2.34	8.93
Utilisation	(1.09)	(6.67)
Closing balance	5.92	4.37

Disclosed as:

Non-current	3.06	2.03
Current	2.86	2.34
	5.92	4.37

Tejas Networks Limited**Notes to the unaudited standalone financial statements for the period ended December 31, 2023**

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 16: Current Borrowings

Particulars	As at	
	December 31, 2023	March 31, 2023
Unsecured borrowings		
(1) From banks		
a) Working capital facilities	273.87	-
Total Current Borrowings	273.87	-

Note No. 17: Trade Payables

Particulars	As at	
	December 31, 2023	March 31, 2023
Total outstanding dues of micro and small enterprises (MSME)	152.00	24.53
Total outstanding dues of creditors other than MSME - others	1,534.63	272.80
Total outstanding dues of creditors other than MSME - related parties	12.01	9.95
Total trade payables	1,698.64	307.28

Note No. 18: Other Financial Liabilities

Particulars	As at	
	December 31, 2023	March 31, 2023
Current		
Due to employees	36.34	43.67
Capital Creditors	23.02	17.57
Unpaid dividend	0.03	0.03
Interest accrued but not due on borrowings	0.35	-
Other liabilities	0.15	0.15
Other payables- related parties	0.11	-
Foreign exchange forward contracts	0.50	-
Total current	60.50	61.42

Note No. 19: Other Current Liabilities

Particulars	As at	
	December 31, 2023	March 31, 2023
Advances received from customers	4.67	4.11
Advances received from customers - related parties	750.00	-
Deferred revenue	0.62	4.80
Statutory dues	12.53	10.24
Total other current liabilities	767.82	19.15

Tejas Networks Limited

Notes to the unaudited standalone financial statements for the period ended December 31, 2023

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 20: Revenue from Operations

Particulars	Quarter Ended		Period Ended			Year ended
	December 31,	September	December 31,	December 31,	December 31,	March 31,
	2023	30, 2023	2022	2023	2022	2023
Revenue from contract with customers						
Sale of goods						
Manufactured goods - Telecom and Data Networking related products	519.77	339.70	238.46	1,008.44	538.38	802.12
Traded goods	-	-		0.34		3.34
	519.77	339.70	238.46	1,008.78	538.38	805.46
Rendering of services - related to selling/support of our products						
Installation and commissioning revenue	3.22	1.55	1.38	8.18	6.18	8.41
Annual maintenance revenue	14.41	13.94	13.13	42.19	38.54	52.31
Other service revenue	1.18	4.02	0.32	5.75	1.59	2.90
	18.81	19.51	14.83	56.12	46.31	63.62
Total revenue from operations	538.58	359.21	253.29	1,064.90	584.69	869.08

Note No. 21: Other Income

Particulars	Quarter Ended		Period Ended			Year ended
	December 31,	September	December 31,	December 31,	December 31,	March 31,
	2023	30, 2023	2022	2023	2022	2023
Interest income from banks on deposits	8.49	13.19	14.93	37.32	38.30	54.40
(Loss)/Gain on current investments carried at fair value through statement of profit and loss	(1.00)	2.17	1.12	0.15	0.69	0.63
Gain on sale of current investments carried at fair value through statement of profit and loss	6.79	1.58	3.39	12.56	16.22	18.83
Unwinding of discount on fair valuation of financials assets	0.16	0.15	0.07	0.39	0.19	0.27
Net gain on foreign currency transactions and translation	(0.40)	0.61	-	0.21	-	-
Export Incentive	-	-	(0.06)	0.24	1.97	1.97
Other non-operating income						
Profit on sale of property, plant and equipment	-	-	-	-	-	0.01
Interest on income tax refunds	0.80	-	0.25	0.80	0.38	2.91
Miscellaneous income	0.13	0.33	0.04	0.83	0.06	0.12
Total other income	14.97	18.03	19.74	52.50	57.81	79.14

Note No. 22A: Cost of Materials Consumed

Particulars	Quarter Ended		Period Ended			Year ended
	December 31,	September	December 31,	December 31,	December 31,	March 31,
	2023	30, 2023	2022	2023	2022	2023
Opening stock	1,356.65	841.75	368.84	619.53	270.19	270.19
Add: Purchases	1,696.54	774.62	251.66	2,810.25	533.22	877.43
	3,053.19	1,616.37	620.50	3,429.78	803.41	1,147.62
Less: Closing stock	2,615.20	1,356.65	451.56	2,615.20	451.56	619.53
Cost of materials consumed	437.99	259.72	168.94	814.58	351.85	528.09

Tejas Networks Limited

Notes to the unaudited standalone financial statements for the period ended December 31, 2023

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 22B: Changes in inventories of stock in trade and finished goods

Particulars	Quarter Ended		Period Ended		Year ended	
	December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	March 31, 2023
Opening balance						
Traded Goods	-	4.17	4.37	5.49	3.65	3.65
Finished Goods	27.29	9.11	7.62	3.05	4.18	4.18
Total opening balance	27.29	13.28	11.99	8.54	7.83	7.83
Closing balance						
Traded Goods	-	-	6.92	-	6.92	5.49
Finished Goods	45.83	27.29	16.27	45.83	16.27	3.05
Total closing balance	45.83	27.29	23.19	45.83	23.19	8.54
Changes in inventories of stock in trade and finished goods	(18.54)	(14.01)	(11.20)	(37.29)	(15.36)	(0.71)

Note No. 22C: Purchase of stock in trade

Particulars	Quarter Ended		Period Ended		Year ended	
	December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	March 31, 2023
Purchase of stock in trade	-	2.33	9.82	6.73	25.83	31.82
Purchase of stock in trade	-	2.33	9.82	6.73	25.83	31.82

Note No. 23: Employee benefit expenses

Particulars	Quarter Ended		Period Ended		Year ended	
	December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	March 31, 2023
Salaries and wages, including performance incentives	105.53	90.32	75.54	283.36	185.15	271.88
Contribution to provident and pension funds	5.39	4.87	3.31	14.67	8.58	12.06
Gratuity expenses	0.98	1.64	1.32	3.53	2.72	3.63
Employee share based payment expenses (net)	17.71	21.56	10.65	57.58	19.65	29.45
Staff welfare expenses	3.21	2.34	1.30	7.19	3.45	5.47
	132.82	120.73	92.12	366.33	219.55	322.49
Less: Capitalized during the period	60.36	59.64	47.32	173.50	98.20	150.33
Total employee benefit expenses	72.46	61.09	44.80	192.83	121.35	172.16

Note No. 24A: Finance cost

Particulars	Quarter Ended		Period Ended		Year ended	
	December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	March 31, 2023
Interest expense						
(i) Borrowings	0.60	-	-	0.60	-	-
(ii) Delayed payment of taxes	0.44	-	-	0.45	-	-
(iii) Unwinding of discount on fair valuation of financial liabilities	3.54	3.38	1.22	8.07	3.17	4.36
(iv) Unwinding of discount on fair valuation of warranty	0.10	0.10	0.04	0.30	0.13	0.16
Other finance cost	0.27	0.32	0.17	0.80	0.46	0.68
Total finance cost	4.95	3.80	1.43	10.22	3.76	5.20

Note No. 24B: Allowance for expected credit loss

Particulars	Quarter Ended		Period Ended		Year ended	
	December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	March 31, 2023
Allowance for expected credit loss	11.85	8.45	(12.43)	18.04	(25.35)	(33.32)
Total Allowance for expected credit loss	11.85	8.45	(12.43)	18.04	(25.35)	(33.32)

Tejas Networks Limited

Notes to the unaudited standalone financial statements for the period ended December 31, 2023

(All amounts in Rupees Crore except for share data or as otherwise stated)

Note No. 25: Other Expenses

Particulars	Quarter Ended		Period Ended			Year ended
	December 31,	September	December 31,	December 31,	December 31,	March 31,
	2023	30, 2023	2022	2023	2022	2023
Consumables	1.28	1.92	0.21	3.41	0.44	0.70
Installation, commissioning and maintenance expenses	1.53	0.90	1.29	5.01	4.69	11.52
Other processing charges	0.01	0.02	0.01	0.05	0.08	0.08
Power and fuel	2.26	2.18	1.40	6.03	4.12	5.53
Housekeeping and security	1.83	1.51	0.96	4.71	2.40	3.68
Lease rentals	1.32	1.28	0.80	3.35	1.69	2.44
Repairs and maintenance - machinery	0.15	0.09	0.11	0.44	0.30	0.36
Repairs and maintenance - others	1.23	2.37	1.11	4.90	2.58	3.84
Sub-contractor charges	11.74	6.33	3.47	22.97	9.27	13.75
Cost of technical services	8.28	7.05	6.33	20.43	10.91	17.07
Insurance	0.94	0.68	0.24	2.13	0.88	1.32
Rates and taxes	0.10	0.36	0.03	0.55	0.93	2.72
Communication	0.33	0.32	0.30	0.92	0.80	1.09
Royalty	-	-	-	0.01	0.02	0.03
Travelling and conveyance	4.68	3.98	3.16	12.59	6.12	8.99
Printing and stationery	0.13	0.11	0.08	0.33	0.20	0.29
Freight and forwarding	1.54	0.46	1.46	2.47	2.88	3.77
Sales expenses	0.18	0.62	0.04	2.69	0.27	0.24
Sales commission	0.74	1.86	0.33	3.21	3.01	3.89
Business promotion	2.56	0.55	1.70	3.54	2.25	2.73
Director sitting fees	0.04	0.05	0.04	0.13	0.18	0.26
Director commission	-	-	-	-	-	0.48
Legal and professional	3.89	2.67	2.41	11.21	5.49	8.08
Auditors remuneration and out-of-pocket expenses						
Audit Fee (including fees for limited reviews)	0.14	0.13	0.14	0.41	0.41	0.59
Tax Audit Fee	0.03	-	0.03	0.03	0.03	0.03
Certification matters	0.01	0.12	0.02	0.13	0.04	0.03
Other audit related services	-	-	-	-	0.15	0.20
Auditors out-of-pocket expenses	0.02	0.02	0.01	0.08	0.07	0.09
Net loss on foreign currency transactions and translation	-	(0.33)	0.71	-	1.97	2.85
Warranty	1.31	(0.72)	3.06	2.34	11.43	8.93
Reimbursement of expenses to subsidiary	4.70	4.54	4.46	10.97	11.47	21.56
Subscription and Membership	3.01	2.35	1.47	7.27	4.17	5.50
Miscellaneous expenses	2.09	2.43	1.15	5.58	2.61	4.98
Total other expenses	56.07	43.85	36.53	137.89	91.86	137.62
Less: Capitalized during the period	6.26	5.65	4.17	16.24	4.17	9.06
Total other expenses	49.81	38.20	32.36	121.65	87.69	128.56

Note No. 26: Income Tax Expense

Particulars	Quarter Ended		Period Ended			Year ended
	December 31,	September	December 31,	December 31,	December 31,	March 31,
	2023	30, 2023	2022	2023	2022	2023
a. Current tax						
Tax on profits for the period	(31.46)	(1.94)	(0.47)	(43.25)	-	-
Total current tax expense	(31.46)	(1.94)	(0.47)	(43.25)	-	-
b. Deferred tax						
Decrease/(increase) in deferred tax assets	34.31	(4.68)	6.26	3.07	9.36	8.25
Total deferred tax (benefit)/expense	34.31	(4.68)	6.26	3.07	9.36	8.25
Total Income tax (benefit)/expense	2.85	(6.62)	5.79	(40.18)	9.36	8.25