

ISL/SS/SE/39/2020-2021
9th November, 2020

The National Stock Exchange of India Ltd.
Exchange Plaza
Bandra-Kurla Complex
Bandra East
Mumbai 400 051

BSE Ltd.
P.J. Towers
Dalal Street
Mumbai 400 001

Dear Sir / Madam,

Sub: Outcome of the Board Meeting.

With reference to the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, we wish to inform you that, as required in terms of Regulation 30, 33 and other applicable provisions of Listing Regulations, the board of directors of Inspirisys Solutions Limited at its meeting held on 9th November, 2020 has inter alia

1. Considered and approved the Standalone and Consolidated Unaudited Financial Results for the quarter and year to date ended 30th September, 2020 along with the Statement of Assets and Liabilities and Cash Flow Statement on the recommendation of the Audit Committee.
2. A copy of the Limited Review Report from the Auditors for the period ended 30th September, 2020.

It is further informed that the board meeting commenced at 11:45 AM and ended at 04:20 PM.

Kindly take the same on record and disseminate the said information to the public.

For Inspirisys Solutions Limited



S.Sundaramurthy
Company Secretary & Compliance Officer



Statement of Financial results for the period and the quarter ended 30 September 2020

₹ in Lakhs

S.No	Particulars	Standalone					
		Quarter ended			Half year ended		Year ended
		30 September 2020 (Unaudited)	30 June 2020 (Unaudited)	30 September 2019 (Unaudited)	30 September 2020 (Unaudited)	30 September 2019 (Unaudited)	31 March 2020 (Audited)
1	Revenue from operations	8,377	5,528	6,967	13,905	20,271	34,520
2	Other income	34	177	8	211	264	883
3	Total revenue (1+2)	8,411	5,705	6,975	14,116	20,535	35,403
4	Expenses						
	Cost of raw material and components consumed	14	46	40	60	175	225
	Purchases of stock-in-trade and stores and spares	2,900	936	1,949	3,836	9,317	13,138
	Changes in inventories of stock-in-trade and stores and spares	118	(61)	(9)	57	154	288
	Employee benefits expense	2,150	2,127	2,027	4,277	4,171	8,481
	Impairment losses	48	102	44	150	86	619
	Other expenses	2,964	2,150	2,354	5,114	4,843	9,663
5	Total Expenses	8,194	5,300	6,405	13,494	18,746	32,414
6	Profit before finance cost, depreciation and amortization expenses (3-5)	217	405	570	622	1,789	2,989
	Finance costs	216	221	283	437	650	1,256
	Depreciation and amortization expense	163	159	179	322	357	764
7	(Loss) / profit before tax	(162)	25	108	(137)	782	969
8	Tax expense:						
	Current tax	(8)	8	25	-	173	312
9	(Loss) / profit for the period / year (7-8)	(154)	17	83	(137)	609	657
10	Other comprehensive income						
	<i>i) Items that will not be reclassified to profit or loss</i>						
	- Re-measurement (losses) / gains on defined benefit plans	(103)	11	(9)	(92)	(21)	64
	- Income tax relating to items that will not be reclassified to profit or loss	2	(2)	2	-	5	(11)
	<i>ii) Items that will be reclassified to profit or loss</i>						
	- Exchange difference on translation of foreign operations	(14)	(17)	-	(31)	-	-
	- Income tax relating on translation of foreign operations	(3)	3	-	-	-	-
11	Other comprehensive income for the period, net of tax	(118)	(5)	(7)	(123)	(16)	53
12	Total comprehensive income for the period / year (9+11)	(272)	12	76	(260)	593	710
13	Earnings per equity share ((loss)/profit after tax)						
	Basic (in ₹) (Face value of ₹ 10 each) (Not annualised)	(0.39)	0.04	0.22	(0.35)	1.64	1.72
	Diluted (in ₹) (Face value of ₹ 10 each) (Not annualised)	(0.39)	0.04	0.22	(0.35)	1.64	1.72

M. Mehta



Statement of Financial results for the period and the quarter ended 30 September 2020

₹ in Lakhs

S.No	Particulars	Consolidated					
		Quarter ended			Half year ended		Year ended
		30 September 2020 (Unaudited)	30 June 2020 (Unaudited)	30 September 2019 (Unaudited)	30 September 2020 (Unaudited)	30 September 2019 (Unaudited)	31 March 2020 (Audited)
1	Revenue from operations	10,320	7,551	10,222	17,871	25,873	45,849
2	Other income	59	186	3	245	270	977
3	Total revenue (1+2)	10,379	7,737	10,225	18,116	26,143	46,826
4	Expenses						
	Cost of raw material and components consumed	14	46	40	60	175	225
	Purchases of stock-in-trade and stores and spares	3,300	1,345	2,801	4,645	10,574	15,109
	Changes in inventories of stock-in-trade and stores and spares	125	(64)	78	61	154	288
	Employee benefits expense	3,007	2,964	2,997	5,971	6,159	12,590
	Impairment losses	48	102	44	150	86	590
	Other expenses	3,659	3,152	3,802	6,811	7,490	15,276
5	Total Expenses	10,153	7,545	9,762	17,698	24,638	44,078
6	Profit before finance cost, depreciation and amortization expenses (3-5)	226	192	463	418	1,505	2,748
	Finance costs	305	292	309	597	735	1,414
	Depreciation and amortization expense	167	162	181	329	362	781
7	(Loss) / profit before tax	(246)	(262)	(27)	(508)	408	553
8	Tax expense:						
	Current tax	(8)	8	25	-	173	312
9	(Loss) / profit for the period / year (7-8)	(238)	(270)	(52)	(508)	235	241
10	Other comprehensive income						
	<i>i) Items that will not be reclassified to profit or loss</i>						
	- Re-measurement (losses) / gains on defined benefit plans	(103)	11	(9)	(92)	(21)	64
	- Income tax relating to items that will not be reclassified to profit or loss	2	(2)	2		5	(11)
	<i>ii) Items that will be reclassified to profit or loss</i>						
	- Exchange difference on translation of foreign operations and subsidiaries	86	(60)	(107)	26	(105)	(406)
	- Exchange difference on translation of foreign operations and subsidiaries	(3)	3	-	-	-	-
11	Other comprehensive income for the period, net of tax	(18)	(48)	(114)	(66)	(121)	(353)
12	Total comprehensive income for the period / year (9+11)	(256)	(318)	(166)	(574)	114	(112)
13	Earnings per equity share ((loss)/profit after tax)						
	Basic (in ₹) (Face value of ₹ 10 each) (Not annualised)	(0.60)	(0.68)	(0.14)	(1.28)	0.63	0.63
	Diluted (in ₹) (Face value of ₹ 10 each) (Not annualised)	(0.60)	(0.68)	(0.14)	(1.28)	0.63	0.63

M. Mehta



Note

- 1 The above financial results as reviewed by the Audit Committee were approved and taken on record by the Board at its meeting held on 9 November 2020.
- 2 The novel coronavirus (COVID-19) pandemic continues to spread rapidly across the globe including India. This has impacted the economic activity and has disrupted businesses across all sectors. The Government has extended the various measures to combat the virus including lock down that continues. Overall operations of the Company both in India and other geographies where the Company operates has been curtailed considerably since March 2020. This is reflected in the business performance across all geographies. The continuing impact of COVID-19 on the Company's operations and financial performance is dependent on how the situation develops, which under the current circumstances is highly uncertain. The Company has to the extent possible considered the likely effects due to the COVID-19 pandemic in the preparation of these interim financial results for the period ended 30 September 2020.

As per the Company's assessment which is based on the use of internal and external sources of information, the Company does not expect any significant impact on carrying value of assets. The Company will continue to monitor changes in future economic conditions and take appropriate actions. The impact of COVID-19 on the financial statements may be different from those estimated as on the date of approval of these interim financial statements
- 3 The Company has a trade receivable of ₹ 3,181 Lakhs as on 30 September 2020 from one of its subsidiary company Inspirisys Solutions North America, Inc (ISNA). The balance reflects accumulation of receivables since 2016-17. ISNA the wholly owned subsidiary of Inspirisys Solutions Limited (ISL), India is the marketing arm for the offshore services offered and delivered to the US customers of ISNA from ISL India. ISNA has been working with customers in North America and have been engaging them for onsite business in the US and offshore business for ISL India. The trade receivables in the books of ISL India represents services performed and billed on ISNA over the years in respect of offshore services for the clients of ISNA. The Management is working on turning around the business performance of ISNA and are hopeful of generating profits to pay ISL India against the trade receivables and to this effect have drawn up business plans for the subsidiary for the next few years. In view of the above, the Management considers not making any provision towards any expected credit loss against these trade receivable from ISNA including GST liability if any on such export receivables together with interest thereon as we are hopeful of collecting the dues from ISNA.
- 4 The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the company towards Provident Fund, Gratuity and Leave liability. The effective date from which the changes are applicable is yet to be notified and the rules for quantifying the financial impact are yet to be framed by the Government. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- 5 The consolidated financial statement results comprises the financial results of the company and its subsidiaries
- 6 The figures for the corresponding previous periods have been regrouped / reclassified wherever considered necessary to conform to the figures presented in the current period.

Place: Chennai
Date: 09 November 2020

For Inspirisys Solutions Limited
(formerly Accel Frontline Limited)

M. Mehta

Malcolm F. Mehta
Chairman and Chief Executive Officer



Inspirsys Solutions Limited (Formerly known as Accel Frontline Limited)

Regd Office : First Floor, Dowlath Towers, New Door Nos 57, 59, 61 & 63, Taylors Road, Kilpauk, Chennai 600 010

CIN No: L30006TN1995PLCO31736

Statement of Financial position as at 30 September 2020

₹ in Lakhs

Particulars	Standalone		Consolidated	
	As at 30 September 2020	As at 31 March 2020	As at 30 September 2020	As at 31 March 2020
ASSETS				
Non-current assets				
Property, plant and equipment	506	549	526	571
Goodwill	542	542	640	640
Other Intangible assets	122	183	122	187
Intangible assets under development	310	235	310	235
Right of use asset	689	833	689	833
Financial assets				
- Investments	493	493	-	-
- Trade receivables	38	28	38	28
- Bank balances	856	833	856	833
- Other financial assets	535	582	562	625
Income tax assets (net)	3,956	5,409	3,956	5,409
Other non-current assets	871	586	1,003	750
	8,918	10,273	8,702	10,111
Current assets				
Inventories	615	715	892	996
Financial assets				
- Trade receivables	13,093	12,194	13,522	13,285
- Cash and cash equivalents	1,872	1,222	2,076	1,538
- Loans	250	244	-	-
- Other financial assets	344	337	356	349
Other current assets	3,013	3,259	4,210	4,431
	19,187	17,971	21,056	20,599
Total Assets	28,105	28,244	29,758	30,710
EQUITY AND LIABILITIES				
Equity				
Equity share capital	3,962	3,962	3,962	3,962
Other equity	3,011	3,271	(2,772)	(2,198)
Total equity	6,973	7,233	1,190	1,764
Liabilities				
Non-current liabilities				
Financial liabilities				
- Borrowings	2,330	4,544	3,323	5,792
- Lease liability	429	599	429	599
Provisions	658	566	878	789
	3,417	5,709	4,630	7,180
Current liabilities				
Financial liabilities				
Financial liabilities				
- Borrowings	6,327	5,713	7,773	7,211
- Lease liability	320	294	320	294
- Trade payables				
Total outstanding dues of micro and small enterprises	50	49	50	49
Total outstanding dues of creditors other than micro and small enterprises	5,305	4,935	6,321	5,664
- Other financial liabilities	2,598	1,882	5,279	3,661
Other current liabilities	2,966	2,340	3,962	4,756
Provisions	149	89	233	131
	17,715	15,302	23,938	21,766
Total liabilities	21,132	21,011	28,568	28,946
Total equity and liabilities	28,105	28,244	29,758	30,710

For Inspirsys Solutions Limited
(formerly Accel Frontline Limited)

M. Mehta

Malcolm F. Mehta
Chairman and Chief Executive Officer



Place: Chennai
Date: 09 November 2020

Inspirisys Solutions Limited (Formerly known as Accel Frontline Limited)

Regd Office : First Floor, Dowlath Towers, New Door Nos 57, 59, 61 & 63, Taylors Road, Kilpauk, Chennai 600 010.

CIN No: L30006TN1995PLCO31736

Segment-wise Revenue, Result, Assets and Liabilities

₹ in Lakhs.

Particulars	Consolidated					
	Quarter ended			Year to date		
	30 September 2020 (Unaudited)	30 June 2020 (Unaudited)	30 September 2019 (Unaudited)	30 September 2020 (Unaudited)	30 September 2019 (Unaudited)	31 March 2020 (Audited)
1. Segment Revenue						
Systems Integration	3,350	1,558	2,968	4,908	11,658	16,445
Services	6,517	5,871	6,786	12,388	13,278	27,475
Warranty Management Services	453	122	468	575	937	1,929
Training	-	-	-	-	-	-
Revenue from Operations (Net)	10,320	7,551	10,222	17,871	25,873	45,849
2. Segment result						
Systems Integration	(192)	37	(260)	(155)	134	(564)
Services	729	569	1,257	1,298	2,023	3,560
Warranty Management Services	(72)	(332)	(23)	(404)	4	74
Training	-	-	-	-	-	(8)
Total	465	274	974	739	2,161	3,062
(i) Interest expenses	(305)	(292)	(309)	(597)	(735)	(1,414)
(ii) Other unallocable expenses	(465)	(430)	(695)	(895)	(1,288)	(2,072)
Other income	59	186	3	245	270	977
(Loss)/Profit Before Tax	(246)	(262)	(27)	(508)	408	553
3. Segment Assets						
Systems Integration	4,945	4,337	8,804	4,945	8,804	4,924
Services	17,042	18,691	16,747	17,042	16,747	16,083
Warranty Management Services	949	505	1,056	949	1,056	874
Training	42	42	54	42	54	42
Unallocated	6,780	6,098	7,536	6,780	7,536	8,787
Total Assets	29,758	29,673	34,197	29,758	34,197	30,710
3. Segment Liabilities						
Systems Integration	6,712	3,859	6,950	6,712	6,950	4,989
Services	12,146	12,926	12,275	12,146	12,275	10,283
Warranty Management Services	783	609	1,099	783	1,099	621
Training	8	8	2	8	2	2
Unallocated	8,919	10,825	11,881	8,919	11,881	13,051
Total Liabilities	28,568	28,227	32,207	28,568	32,207	28,946

For Inspirisys Solutions Limited
(formerly Accel Frontline Limited)

M. Mehta

Malcolm F. Mehta
Chairman and Chief Executive Officer



Place: Chennai

Date: 09 November 2020

Inspirisys Solutions Limited (Formerly known as Accel Frontline Limited)

Regd Office : First Floor, Dowloth Towers, New Door Nos 57, 59, 61 & 63, Taylors Road, Kilpauk, Chennai 600 010.
CIN No: L30006TN1995PLCO31736

Statement of Cash Flows for the half year ended 30 September 2020

₹ in Lakhs.

Particular	Standalone		Consolidated	
	Half Year ended 30 September 2020	Half Year ended 30 September 2019	Half Year ended 30 September 2020	Half Year ended 30 September 2019
A. Cash flow from operating activities				
(Loss) / Profit before tax	(137)	782	(508)	408
Adjustments for:				
Depreciation and amortization expense	322	357	329	362
Interest expense (including changes in financial instruments)	437	600	597	686
Interest Income	(12)	(52)	-	(52)
Impairment losses	150	86	150	86
Provision for inventory obsolescence	(86)	-	(86)	-
Provision for gratuity and compensated absences	68	(38)	79	(8)
Net unrealised foreign exchange loss / (gain)	(158)	(4)	139	(34)
Reversal of provision for warranty	(8)	-	(8)	-
Liabilities no longer required written back	(51)	-	(51)	-
Interest on income tax refund	(100)	-	(100)	-
Operating profit before working capital changes	425	1,731	541	1,448
Decrease in inventories	186	165	186	165
(Increase) / Decrease in trade receivables	(810)	423	(411)	5,475
Decrease / (Increase) in other financial assets	52	(65)	65	(60)
Increase in other non-current assets	(285)	(2)	(248)	(128)
Decrease / (Increase) in other current assets	246	(32)	192	(632)
Increase / (Decrease) in trade payables	371	1,209	(389)	(1,200)
Increase in other financial liabilities	767	696	2,547	499
Increase / (Decrease) in other current liabilities	626	(192)	(809)	(435)
Cash generated from operating activities	1,578	3,933	1,674	5,132
Direct taxes refund / (paid), net	1,453	(475)	1,453	(475)
Net cash generated from operating activities	3,031	3,458	3,127	4,657
B. Cash flow from investing activities				
Purchase of property, plant and equipment and intangible assets	(149)	(291)	(150)	(298)
Interest received	12	52	16	52
Net movement in bank deposits	(23)	(15)	(23)	(15)
Net cash used in investing activities	(160)	(254)	(157)	(261)
C. Cash flow from financing activities				
Proceeds / (Repayment of) from long term borrowings, net	-	60	(52)	60
Repayment of short term borrowings, net	(1,693)	(4,956)	(1,729)	(6,095)
Proceeds from issue of equity shares	-	3,055	-	3,055
Payment of lease liabilities (including interest)	(141)	(175)	(141)	(175)
Interest paid	(383)	(612)	(523)	(661)
Net cash used in financing activities	(2,217)	(2,628)	(2,445)	(3,816)
D. Net change in cash and cash equivalents	654	576	525	580
E. Cash and cash equivalents at the beginning	1,222	619	1,538	1,180
Effects of foreign currency translation	(4)	1	13	15
F. Cash and cash equivalents at the end	1,872	1,196	2,076	1,775
Cash and cash equivalents include				
Cash on hand	5	20	6	22
Balances with banks in current accounts	1,867	1,176	2,070	1,753
Cash and cash equivalents	1,872	1,196	2,076	1,775

For Inspirisys Solutions Limited
(formerly Accel Frontline Limited)

M. Mehta

Malcolm F. Mehta
Chairman and Chief Executive Officer

Place: Chennai
Date: 09 November 2020



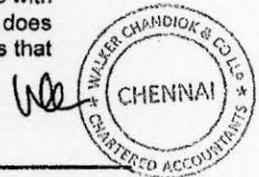
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Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Inspirisys Solutions Limited

1. We have reviewed the accompanying statement of standalone unaudited financial results ('the Statement') of Inspirisys Solutions Limited ('the Company') for the quarter ended 30 September 2020 and the year to date results for the period 01 April 2020 to 30 September 2020, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. The Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143(10) of the Act, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

Walker ChandioK & Co LLP is registered with limited liability with identification number AAC-2085 and its registered office at L-41 Connaught Circus, New Delhi, 110001, India

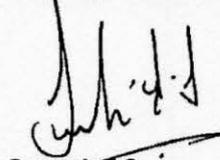
Walker Chandiook & Co LLP

4. As detailed in Note 3 to the accompanying Statement, the Company has reported an amount of ₹ 3,181 Lakhs as trade receivables from its wholly owned subsidiary, Inspirisys Solutions North America, Inc., USA (formerly Accel North America Inc., USA) as at 30 September 2020 which are significantly over-due. Further, due to non-realisation of aforesaid trade receivables within the prescribed time limit in accordance with sub rule 1 of 96A of CGST rules, the Company is liable to pay Goods and Service Tax (GST) liability along with interest and penalty on such export sales. The management is confident of recovering the aforesaid receivables from the subsidiary based on the business plans as detailed out in the management note and accordingly, no expected credit loss provision has been made against such long outstanding receivables under Ind AS 109, Financial Instruments and no provision is recognized towards aforesaid GST liability including interest and penalty. However, in the absence of sufficient appropriate audit evidence regarding the timing and extent of cash flows that will be available with the subsidiary to settle these dues, we are unable to comment upon the recoverability of the carrying value of the said trade receivables as at 30 September 2020 and impact on Goods and Service Tax liability, including penalty and interest that may be levied, and the consequential impact thereof, if any, on the accompanying Statement.
5. Based on our review conducted as above, except for the possible effects of the matters described in para 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.

Walker Chandiook & Co LLP

Chartered Accountants

Firm Registration No: 001076N/N500013



Sumesh E S

Partner

Membership No. 206931

UDIN: 20206931AAAAEA2293



Place: Chennai

Date: 09 November 2020

Walker Chandiook & Co LLP
7th Floor, Prestige Polygon,
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Independent Auditor's Review Report on Consolidated Unaudited Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Inspirisys Solutions Limited

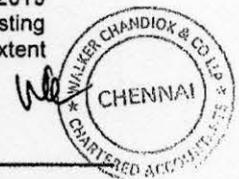
1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of Inspirisys Solutions Limited ('the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), (refer Annexure 1 for the list of subsidiaries included in the Statement) for the quarter ended 30 September 2020 and the consolidated year to date results for the period 01 April 2020 to 30 September 2020, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
2. This Statement, which is the responsibility of the Holding Company's management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143(10) of the Act, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019 issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), to the extent applicable.

Chartered Accountants

Offices in Bengaluru, Chandigarh, Chennai, Gurugram, Hyderabad, Kochi, Kolkata, Mumbai, New Delhi, Noida and Pune

Walker Chandiook & Co LLP is registered with limited liability with identification number AAC-2085 and its registered office at L-41 Connaught Circus, New Delhi, 110001, India

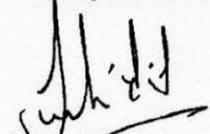


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4. As detailed in Note 3 to the accompanying Statement, the holding company has reported an amount of ₹ 3,181 Lakhs as trade receivables from its wholly owned subsidiary, Inspirisys Solutions North America, Inc., USA (formerly Accel North America Inc., USA) as at 30 September 2020. Due to non-realisation of aforesaid trade receivables within the prescribed time limit in accordance with sub rule 1 of 96A of CGST rules, the holding company is liable to pay Goods and Service Tax (GST) along with interest and penalty on such export sales, for which no liability has been recognized in the accompanying Statement basis management's assessment of realization of the aforesaid outstanding receivable balances. However, in the absence of sufficient appropriate audit evidences, we are unable to comment upon the impact of Goods and Service Tax liability, including penalty and interest that may be levied and the consequential impact thereof, if any, on the accompanying Statement.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, except for the possible effects of the matters described in para 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Act, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We did not review the interim financial results of six subsidiaries included in the Statement of financial results of the entities included in the Group, whose financial information reflects total assets of ₹ 7,142 Lakhs as at 30 September 2020, total revenues of ₹ 2,176 Lakhs and ₹ 4,307 Lakhs, total net loss after tax of ₹ 86 Lakhs and ₹ 371 Lakhs, total comprehensive loss of ₹ 29 Lakhs and ₹ 314 Lakhs, for the quarter and year-to-date period ended on 30 September 2020, respectively, and cash flows net outflow of ₹ 129 Lakhs for the period ended 30 September 2020. These interim financial results have been reviewed by other auditors whose review reports have been furnished to us by the management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of these subsidiaries is based solely on the review reports of such other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion is not modified in respect of this matters with respect to our reliance on the work done by and the reports of the other auditors.

For Walker Chandio & Co LLP
Chartered Accountants
Firm Registration No: 001076N/N500013


Sumesh E S
Partner
Membership No. 206931
UDIN: 20206931 AAAAEB7970



Place: Chennai
Date: 09 November 2020

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Annexure 1

List of entities included in the Statement

- a) Inspirisys Solutions DMCC, Dubai (Formerly, Accel Frontline DMCC, Dubai)
- b) Inspirisys Solutions Japan Kabushiki Kaisha (Formerly, Accel Japan Kabushiki Kaisha, Japan)
- c) Network Programs (USA) Inc., USA
- d) Inspirisys Solutions North America Inc., (Formerly, Accel North America Inc., USA)
- e) Inspirisys Solutions IT Resources Limited (Formerly, Accel IT Resources Limited, India)
- f) Inspirisys Solutions Europe Limited, UK (Formerly, Accel Technologies Ltd)

