

Persistent Systems France SAS**CONDENSED INTERIM BALANCE SHEET AS AT MARCH 31, 2025**

	Note	As at March 31, 2025 (In ₹ 000)	As at March 31, 2024 (In ₹ 000)
ASSETS			
Non current assets			
Property, Plant and Equipment	5.1	50,844.24	53,829.67
Capital work-in-progress		-	-
Other Intangible assets	5.2	-	1.96
Right-of-Use	5.3	-	18,588.54
		50,844.24	72,420.17
Non current financial assets			
Other non-current assets	6	435.41	1,807.50
Deferred tax assets	7	106,237.33	68,953.10
	(A)	157,516.98	143,180.77
Current assets			
Financial assets			
-Trade receivables	8	410,013.95	229,900.82
-Cash and cash equivalents	9	93,214.52	80,274.93
Other current financial assets	10	3,686.02	3,385.17
Other current assets	11	13,159.99	19,686.39
Current Tax Assets (net)		-	-
	(B)	520,074.48	333,247.31
TOTAL	(A)+(B)	677,591.46	476,428.08
EQUITY AND LIABILITIES			
EQUITY			
Equity share capital	4	97,467.00	97,467.00
Other equity		(201,093.06)	(106,700.30)
	(A)	(103,626.06)	(9,233.30)
LIABILITIES			
Non Current liabilities			
Financial liabilities			
-Other financial liabilities	12	-	17,035.37
-Borrowings	13	222,335.59	139,521.08
Current liabilities			
Financial liabilities			
-Borrowings	14	6,299.42	6,146.85
-Trade payables	15	399,601.81	145,654.89
Other current liabilities	16	64,203.42	76,089.15
Provisions	17	88,777.28	101,214.04
	(B)	781,217.52	485,661.38
TOTAL	(A)+(B)	677,591.46	476,428.08
Summary of material accounting policy information	3		

The accompanying notes are an integral part of the condensed interim financial statements.

As per our report of even date

For JOSHI APTE & Co.
Firm registration no. 104370W
Chartered Accountants

For and on behalf of the Board of Directors of
Persistent Systems France SAS

per Tejashree Joshi
Partner
Membership No.139807
Place: India
Date : April 21, 2025

Dr. Anand Deshpande
Director
Place: USA
Date : April 21, 2025

Arnaud Pierrel
Director General
Place: France
Date : April 21, 2025

Persistent Systems France SAS

CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2025

	Note	For the quarter ended		For the year ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
		(In ₹ 000)	(In ₹ 000)	(In ₹ 000)	(In ₹ 000)
Income					
Revenue from operations	18	178,252.23	161,321.78	559,577.22	731,325.91
Other income	19	2,357.34	3,256.88	8,635.72	20,894.89
Total Income (A)		180,609.57	164,578.66	568,212.94	752,220.80
Expenses					
Employee benefits expense	20.1	123,805.41	160,759.45	560,313.31	689,864.44
Cost of technical professionals	20.2	13,370.88	15,685.71	55,317.60	89,590.25
Finance costs		3,121.30	4,266.66	11,744.53	12,987.83
Depreciation and amortization expense	5.4	833.52	2,329.06	6,207.80	9,593.61
Other expenses	21	9,745.74	25,619.63	60,008.10	102,775.72
Total expense (B)		150,876.85	208,660.51	693,591.34	904,811.85
Profit / (loss) before tax (A - B)		29,732.72	(44,081.85)	(125,378.40)	(152,591.05)
Tax expense					
Current tax		-	-	-	-
Tax charge / (Credit) in respect of earlier years		1,487.52	-	1,487.52	-
Deferred tax charge / (credit)		5,858.28	(10,208.00)	(35,631.40)	(40,974.48)
Total tax expense		7,345.80	(10,208.00)	(34,143.88)	(40,974.48)
Net profit / (loss) for the quarter / year (C)		22,386.92	(33,873.85)	(91,234.52)	(111,616.57)
Other comprehensive income					
Items that will not be reclassified to profit or loss (D)					
- Remeasurements of the defined benefit liabilities / (asset)		-	-	-	-
- Tax effect on remeasurements of the defined benefit liabilities / (asset)		-	-	-	-
Items that may be reclassified to profit or loss (E)					
- Exchange differences in translating the financial statements		(5,056.82)	(647.22)	(3,158.24)	305.03
Total comprehensive income for the quarter / year (C) + (D) + (E)		17,330.10	(34,521.07)	(94,392.76)	(111,311.54)
Earnings per equity share	22				
[nominal value of share Euro 1 (Corresponding quarter and previous year : Euro 1)]					
Basic (in ₹)		14.92	(22.58)	(60.82)	(74.41)
Diluted (in ₹)		14.92	(22.58)	(60.82)	(74.41)

Summary of material accounting policy informatic 3

The accompanying notes are an integral part of the condensed interim financial statements.

As per our report of even date

For JOSHI APTE & Co.
Firm registration no. 104370W
Chartered Accountants

**For and on behalf of the Board of Directors of
Persistent Systems France SAS**

per Tejashree Joshi
Partner
Membership No.139807

Dr. Anand Deshpande
Director

Arnaud Pierrel
Director General

Place: India
Date : April 21, 2025

Place: USA
Date : April 21, 2025

Place: France
Date : April 21, 2025

Persistent Systems France SAS**CONDENSED INTERIM CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2025**

	For the year ended	
	March 31, 2025	March 31, 2024
	(In ₹ 000)	(In ₹ 000)
Cash flow from operating activities		
Profit before tax	(125,378.40)	(152,591.05)
Adjustments for:		
Depreciation and amortization expense	6,207.80	9,593.61
Interest income	(1,924.39)	(2,622.19)
Profit on sale of Asset	(1,175.07)	-
Excess provision written back	(1,793.91)	(3,166.21)
Provision for doubtful debts (including reversal)	(2,770.04)	5,275.92
Finance costs	11,744.53	12,987.83
Unrealised exchange loss / (gain) (net)	2,872.92	(5,881.56)
Foreign currency translation reserve	(3,158.24)	(614.05)
Operating profit before working capital changes	(115,374.80)	(137,017.70)
Movements in working capital :		
(Increase) / Decrease in trade receivables	(177,509.52)	138,345.74
(Increase) / Decrease in other current assets (including other current financial assets)	7,898.49	(33,716.65)
Decrease / (Increase) in loans and advances	-	(944.60)
Decrease / (Increase) in other non-current assets	(300.85)	(1,751.83)
Increase / (Decrease) in trade payables and current liabilities (including short term borrowings)	246,144.09	16,738.07
Increase / (Decrease) in provisions	(12,436.76)	(34,830.49)
Operating profit after working capital changes	(51,579.35)	(53,177.46)
Direct taxes paid (net of refunds)	(1,487.52)	-
Net cash generated from / (used in) operating activities	(A) (53,066.87)	(53,177.46)
Cash flow from investing activities		
Payment towards capital expenditure	(393.46)	(752.64)
Sale of Asset	359.85	-
Net cash (used in) investing activities	(B) (33.61)	(752.64)
Cash flow from financing activities		
Payment of lease liabilities	(1,888.62)	(2,332.23)
Repayment of inter corporate deposits	(92,272.18)	(116,235.00)
Proceeds from issuance of intercorporate deposits	169,694.60	188,773.76
Interest repaid on Inter corporate deposit	(9,493.73)	(9,421.04)
Net cash (used in) financing activities	(C) 66,040.07	60,785.49
Net increase in cash and cash equivalents (A + B + C)	12,939.59	6,855.39
Cash and cash equivalents at the beginning of the year	80,274.93	73,419.54
Cash and cash equivalents at the end of the year	93,214.52	80,274.93
Components of cash and cash equivalents		
Balances with banks		
- on current account	93,214.52	80,274.93
Cash and cash equivalents in cash flow statement as per note 9	93,214.52	80,274.93

Summary of material accounting policy information (refer note 3)

The accompanying notes are an integral part of the condensed interim financial statements.

As per our report of even date

For JOSHI APTE & Co.
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Chartered Accountants

For and on behalf of the Board of Directors of
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per Tejashree Joshi
Partner
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Dr. Anand Deshpande
Director

Arnaud Pierrel
Director General

Place: India
Date : April 21, 2025

Place: USA
Date : April 21, 2025

Place: France
Date : April 21, 2025

Persistent Systems France SAS**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2025****A. Equity share capital**

(Refer Note: 4)

(In ₹ 000)

Balance as at April 1, 2024	Changes in equity due to prior quarter errors	Changes in equity share capital during the quarter	Balance as at March 31, 2025
97,467.00	-	-	97,467.00

(In ₹ 000)

Balance as at April 1, 2023	Changes in equity due to prior quarter errors	Changes in equity share capital during the quarter	Balance as at March 31, 2024
97,467.00	-	-	97,467.00

Persistent Systems France SAS**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2025****B. Other equity****(In ₹ 000)**

Particulars	<u>Reserves and surplus</u>		<u>Items of other comprehensive income</u>	Total
	General Reserve	Retained earnings	Exchange differences on translating the financial statements	
Balance as at April 1, 2024	(12,115.27)	(133,993.07)	39,408.04	(106,700.30)
Net profit for the year		(91,234.52)	-	(91,234.52)
Dividend		-	-	-
Other comprehensive income for the year		-	(3,158.24)	(3,158.24)
Balance at March 31, 2025	(12,115.27)	(225,227.59)	36,249.80	(201,093.06)

(In ₹ 000)

Particulars	<u>Reserves and surplus</u>		<u>Items of other comprehensive income</u>	Total
	General Reserve	Retained earnings	Exchange differences on translating the financial statements	
Balance as at April 1, 2023		(34,491.77)	39,103.01	4,611.24
Net profit for the year		(111,616.57)	-	(111,616.57)
Other adjustments		-	-	-
Transfer of balance from retained earning to General Reserve	(12,115.27)	12,115.27	-	-
Other comprehensive income for the year		-	305.03	305.03
Balance at March 31, 2024	(12,115.27)	(133,993.07)	39,408.04	(106,700.30)

Nature and purpose of reserves**a) Foreign currency translation reserve**

The exchange differences arising from the translation of financial statements with functional currency other than Indian rupees is recognised in other comprehensive income, net of taxes and is presented within equity in the foreign currency translation reserve.

Summary of material accounting policy information (refer note 3)

The accompanying notes are an integral part of the condensed interim financial statements.

As per our report of even date

For JOSHI APTE & Co.
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Chartered Accountants

For and on behalf of the Board of Directors of
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per Tejashree Joshi
Partner
Membership No.139807
Place: India
Date : April 21, 2025

Dr. Anand Deshpande
Director
Place: USA
Date : April 21, 2025

Arnaud Pierrel
Director General
Place: France
Date : April 21, 2025

NOTES FORMING PART OF CONDENSED INTERIM FINANCIAL STATEMENTS

4.Share capital

	As at March 31, 2025	As at March 31, 2024
Authorised		
1,500,000 (previous year 1,500,000) Equity shares of 1 Euro each (EUR)	1,500.00	1,500.00
	1,500.00	1,500.00
Issued, subscribed and paid-up		
1,500,000 (previous year 1,500,000) Equity shares of 1 Euro each fully paid. (In ₹ 000)	97,467.00	97,467.00
All Shares are held by the Holding Company viz : Persistent Systems Limited.		
	97,467.00	97,467.00

a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting quarter / year:

The reconciliation of the number of shares outstanding and the amount of share capital is set out below:

(In ₹ 000)

	As at March 31, 2025		As at March 31, 2024	
	No of shares	Amount (In ₹ 000)	No of shares	Amount (In ₹ 000)
Number of shares at the beginning of the quarter / year	1,500.00	97,467.00	1,500.00	97,467.00
Add: Issued during the quarter / year	-	-	-	-
Number of shares at the end of the quarter / year	1,500.00	97,467.00	1,500.00	97,467.00

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1. Nature of operations

Persistent Systems France SAS ("the Company") is a wholly owned subsidiary of Persistent Systems Ltd. The Company is specialised in software products, services and technology innovation.

2. Basis of preparation

The condensed interim financial statements of the Company have been prepared on an accrual basis and under the historical cost convention except for certain financial instruments which have been measured at fair value. Historical cost is generally based on the fair value of consideration given in exchange of goods and services. The accounting policies are consistently applied by the Company during the period / year and are consistent with those used in previous period / year except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.

These financial statements have been prepared in accordance with Ind AS 34 Interim Financial Reporting for the quarter and year ended March 31, 2025 as notified under the Companies (Indian Accounting Standards) Rules, 2015 read with Section 133 of the Companies Act, 2013. The condensed interim financial statements are presented in ₹ thousands.

The accompanying condensed interim financial statements have been prepared solely to assist the management of Persistent Systems Limited in preparation of its consolidated financial statements for the quarter and year ended 31 March 2025.

3. Summary of material accounting policies

(A) Accounting year

The accounting year of the Company is from April 01 to March 31.

(B) Functional currency

The Company's functional currency is Euro. To facilitate consolidation in holding company, these financial statements are presented in INR, which is the presentation currency. The results and balances are translated from functional currency to presentation currency using the following procedure:

- i. All assets and liabilities are translated at the closing rate as at the date of the balance sheet;
- ii. All income and expense items are translated at the average exchange rates for the period/year;
- iii. The equity share capital is translated on the date of transaction;
- iv. The exchange differences arising out of the year end conversion are recognised in Other Comprehensive Income and the said amount is shown under the head "Other Equity".

(C) Use of estimates

The preparation of the condensed interim financial statements in conformity with Ind AS requires the management to make estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities and disclosure of contingent assets and liabilities at the end of reporting quarter. The application of accounting policies that require critical accounting estimates involving complex and subjective judgements and the use of accounting assumptions in these financial statements have been disclosed appropriately. Accounting estimates could change from quarter to quarter. Actual results could differ from those estimates. Appropriate changes in estimates are made as per management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the condensed interim financial statements in the quarter in which changes are made and, if material their effects are disclosed in the notes to the condensed interim financial statements.

(D) Critical accounting estimates

i) Revenue recognition

The Company uses the percentage-of-completion method in accounting for its fixed-price contracts. Use of the percentage-of-completion method requires the Company to estimate the efforts or costs expended to date as a proportion of the total efforts or costs to be expended. Efforts or costs expended have been used to measure progress towards completion. Provisions for estimated losses, if any, on uncompleted contracts are recorded in the quarter in which such losses become probable based on the expected contract estimates at the reporting date.

Further, the Company uses significant judgement while determining the transaction price allocated to performance obligations using the expected cost plus margin approach.

In respect of the contracts where the transaction price is payable as royalty at pre-defined percentage of customer revenue and bearing in mind, the time gap between the close of the accounting quarter and availability of the revenue report from the customer, the Company is required to use its judgement to ascertain the income from royalty on the basis of historical trends of customer revenue. In cases where company acts as an agent, the revenue is recognised in form of a commission on delivery of the software licenses.

ii) Income taxes

The Company's tax jurisdictions is France. Significant judgements are involved in determining the provision for income taxes. A deferred tax is recognised to the extent that it is probable that future taxable profits are available against which deductible temporary differences and tax losses be utilised. The management evaluates if the deferred tax assets will be realised in future considering the historical taxable income, scheduled reversal of deferred tax liabilities, projected future taxable income and tax planning strategies. While the Management believes that the Company will realise the deferred tax assets, the amount of deferred tax asset realisable could be reduced in the near term if estimates of future taxable income during the carry forward quarter are reduced.

iii) Property, plant and equipment

Property, plant and equipment represent a significant proportion of the asset base of the Company. The charge in respect of depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of

Company's assets are determined by management at the time the asset is acquired and reviewed quarterly. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology.

iv) Provisions and contingent liabilities

Provisions are determined based on the best estimate required to settle the obligation at the reporting date. If the effect of time value of money is material, provisions are discounted using a current pre-tax rate that reflects the risks specific to the liability. These estimates are reviewed at each balance sheet date and adjusted to reflect the current best estimates. The company uses significant judgements to assess contingent liabilities.

(E) Summary of significant accounting policies

(a) Current versus non-current classification

All assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in the Schedule III of the Act. Operating cycle is the time between the acquisition of resources / assets for processing and their realisation in cash and cash equivalents. Based on the nature of products / services and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as 12 months.

(b) Property, Plant and Equipment

Property, Plant and Equipment are stated at cost, less accumulated depreciation and accumulated impairment losses, if any. The cost comprises the purchase price and directly attributable costs of bringing the asset to its working condition for its intended use. Any trade discounts and rebates are deducted in arriving at the purchase price. Capital work-in-progress includes cost of fixed assets that are not ready to be put to use.

Subsequent expenditure related to an item of Property, Plant and Equipment is added to its book value only if it is probable that future economic benefits associated with the item will flow to the Company. All other expenses on existing Property, Plant and Equipment, including day-to-day repair and maintenance expenditure and cost of replacing parts, are charged to the statement of profit and loss for the year during which such expenses are incurred.

Gains or losses arising from disposal of Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is disposed.

(c) Leases

Ind AS 116 requires lessees to determine the lease term as the non-cancellable quarter of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain. The Company makes an assessment on the expected lease term on a lease-by-lease basis and thereby assesses whether it is reasonably certain that any options to extend or terminate the contract will be exercised. In evaluating the lease term, the Company considers factors such as any significant leasehold improvements undertaken over the lease term, costs relating to the termination of the lease and the importance of the underlying asset to the Company's operations taking into account the location of the underlying asset and the availability of suitable alternatives. The lease term in future quarters is reassessed to ensure that the lease term reflects the current economic circumstances. After considering current and future economic conditions, the Company has concluded that no changes are required to lease quarters relating to the existing lease contracts.

(d) Intangible assets

(i) Acquired Intangible assets

Intangible assets including software licenses of enduring nature and contractual rights acquired separately are measured on initial recognition at cost. Intangible assets are carried at cost less accumulated amortization and impairment losses, if any. Cost comprises the purchase price and any attributable cost of bringing the asset to its working condition for its intended use.

Gains or losses arising from disposal of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is disposed.

(ii) Research and development cost

Research costs are expensed as incurred. Development expenditure incurred on an individual project is recognized as an intangible asset when the Company can demonstrate:

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

Such development expenditure, until capitalization, is reflected as intangibles under development.

Following the initial recognition, internally generated intangible assets are carried at cost less accumulated amortization and accumulated impairment losses, if any. Amortization of internally generated intangible asset begins when the development is complete and the asset is available for use.

(e) Depreciation and amortization

Depreciation on tangible fixed assets is provided using the Straight Line Method ('SLM') over the useful lives of the assets estimated by the management.

The management estimates the useful lives for the fixed assets as follows:

Assets	Useful lives
Acquired Contractual Rights	3 years
Buildings	25 years
Computers *	4 years
Computers - Servers and networks*	4 years
Plant and equipment	5 years
Furniture and fixtures	5 years

*For these classes of assets, based on internal assessment and independent technical evaluation carried out by external valuers the management believes that the useful lives as given above best represent the quarter over which the management expects to use these assets. Hence the useful lives of these assets are different from the useful lives as prescribed under Part C of Schedule II of the Companies Act 2013.

Individual assets whose cost does not exceed ₹ 5,000 are fully depreciated in the year of acquisition.

Intangible assets are amortized on a straight line basis over their estimated useful lives commencing from the day the asset is made available for use.

(f) Financial instruments

i) Financial assets

Initial recognition and measurement

Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition of financial assets (other than financial assets at fair value through profit or loss) are added to the fair value of the financial assets on initial recognition. Transaction costs directly attributable to the acquisition of financial assets at fair value through profit or loss are recognised immediately in profit or loss.

Subsequent measurement

For the purpose of subsequent measurement, financial assets are classified as:

- **Financial assets at amortized cost**

Financial assets that are held within a business model whose objective is to hold assets for collecting contractual cash flows and whose contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are subsequently measured at amortized cost using the effective interest rate method. The change in measurements are recognized as finance income in the statement of profit and loss.

- **Financial assets at fair value through other comprehensive income (FVTOCI)**

Financial assets that are held within a business model whose objective is achieved both by collecting contractual cash flows and selling the financial assets and the assets' contractual cash flows represent solely payments of principal and interest on the principal amount outstanding are subsequently measured at fair value. Fair value movements are recognized in other comprehensive income.

- **Financial assets at fair value through profit or loss (FVTPL)**

Any financial assets which does not meet the criteria for categorization as financial assets at amortized cost or as FVTOCI, is classified as financial assets at FVTPL. Financial assets included within the FVTPL category are subsequently measured at fair value with all changes recognized in the statement of profit and loss.

Derecognition

The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party.

On derecognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognised in other comprehensive income and accumulated in equity, if any, is recognised in profit or loss.

ii) Financial liabilities

Initial recognition and measurement

Financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to issue of financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are deducted from the fair value of the financial liabilities on initial recognition. Transaction costs directly attributable to the issue of financial liabilities at fair value through profit or loss are recognised

Subsequent measurement

For the purpose of subsequent measurement, financial liabilities are classified as:

- **Financial liabilities at amortized cost**

Financial liabilities such as loans and borrowings are subsequently measured at amortized cost using the effective interest rate method. The change in measurements are recognized as finance costs in the statement of profit and loss.

- **Financial liabilities at fair value through profit or loss (FVTPL)**

Financial liabilities include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss if the recognition criteria as per Ind AS 109 – "Financial Instruments" are satisfied. Gains or losses on liabilities held for trading are recognized in statement of profit and loss. Fair value gains or losses on liabilities designated as FVTPL attributable to changes in own credit risk are recognized in other comprehensive income. All other changes in fair value of liabilities designated as FVTPL are recognized in the statement of profit and loss. The Company has not designated any financial liability as at FVTPL.

Derecognition

The Company derecognizes financial liabilities when the Company's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognized and the consideration paid and payable is recognised in profit or loss.

(g) Impairment

i) Financial assets

The Company applies Expected Credit Loss (ECL) model for measurement and recognition of impairment loss on financial assets measured at amortized cost and financial assets that are debts instruments and are measured at fair value through other comprehensive income (FVTOCI). ECL is the difference between contractual cash flows that are due and the cash flows that the Company expects to receive, discounted at the original effective interest rate.

For trade receivables, the Company recognizes impairment loss allowance based on lifetime ECL at each reporting date, right from its initial recognition. For other financial assets, the Company determines whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12 months ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used.

ii) Non-Financial assets

The carrying amounts of Property, Plant and Equipment and Goodwill are reviewed at each balance sheet date or whenever there is any indication of impairment based on internal/external factors. If any indications exist, the Company estimates the asset's recoverable amount unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

If the recoverable amount of an asset (or CGU) is estimated to be less than its carrying amount, the carrying amount of the asset (or CGU) is reduced to its recoverable amount. An impairment loss is recognised in the statement of profit and loss.

Recoverable amount of intangible under development that is not yet available for use is estimated at least at each financial year end even if there is no indication that the asset is impaired.

An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the asset's fair value and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and risks specific to the asset.

(h) Borrowing costs

Borrowing cost includes interest, amortization of ancillary costs incurred in connection with the arrangement of borrowings. Borrowing costs directly attributable to the acquisition, construction or development of an asset that necessarily takes a substantial quarter of time to get ready for its intended use or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the year they

(i) Leases

The Company assesses at the inception of contract whether a contract is or contains a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a quarter of time in exchange for consideration.

To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- the contract involves the use of an identified asset
- the Company has substantially all of the economic benefits from use of the asset through the quarter
- the Company has the right to direct the use of the asset

Where the Company is a lessee

The Company accounts for each lease component within the contract as a lease separately from non-lease components of the contract and allocates the consideration in the contract to each lease component on the basis of the relative stand-alone price of the lease component and the aggregate stand-alone price of the non-lease components.

The Company recognises right-of-use asset representing its right to use the underlying asset for the lease term at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying

The right-of-use assets is subsequently measured at cost less any accumulated depreciation, accumulated impairment losses, if any and adjusted for any remeasurement of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date over the shorter of lease term or useful life of right-of-use asset. The estimated useful lives of right-of use assets are determined on the same basis as those of property, plant and equipment.

Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognised in the statement of profit and loss.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate.

The lease payments shall include fixed payments, variable lease payments based on an index or rate, residual value guarantees, exercise price of a purchase option where the Company is reasonably certain to exercise that option and payments of penalties for terminating the lease, if the lease term reflects the lessee exercising an option to terminate the lease.

The lease liability is subsequently remeasured by increasing the carrying amount to reflect interest on the lease liability, reducing the carrying amount to reflect the lease payments made and remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments.

When the lease liability is remeasured, the corresponding adjustment is reflected in the right-of-use asset, or statement of profit and loss if the right-of-use asset is already reduced to zero.

The Company has elected not to apply the requirements of Ind AS 116 to short-term leases of all assets that have a lease term of 12 months or less and leases for which the underlying asset is of low value. The lease expenses associated with these leases are recognized in the statement of profit and loss on a straight line basis.

Company as a lessor

At the inception of the lease, the Company classifies each of its leases as either an operating lease or a finance lease. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases. The Company recognises lease payments received under operating leases as income over the lease term on a straight line basis.

(j) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable taking into account the amount of any trade discounts and volume rebates allowed by the Company. 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. The following specific recognition criteria must also be met before revenue is recognized:

(i) Income from software licenses and services

The company derives revenues primarily from IT services comprising of software development and related services and from the licensing of software products.

Revenue is recognized upon transfer of control of promised products or services to customers in an amount that reflects the consideration expected to receive in exchange for those products or services.

Arrangements with customers for software related services are either on a time-and-material or a fixed- price basis.

Revenue on time-and-material contracts are recognized as and when the related services are performed. Revenue from fixed-price contracts, where the performance obligations are satisfied over time and where there is no uncertainty as to measurement or collectability of consideration, is recognized as per the percentage-of-completion method. When there is uncertainty as to measurement or ultimate collectability, revenue recognition is postponed until such uncertainty is resolved.

Revenue from licenses where the customer obtains a “right to use” the licenses is recognized at the time the license is made available to the customer. Revenue from licenses where the customer obtains a “right to access” is recognized over the access quarter.

When support services are provided in conjunction with the licensing arrangement and the license and the support services have been identified as two separate performance obligations, the transaction price for such contracts are allocated to each performance obligation of the contract based on their relative selling prices Maintenance revenue is recognized proportionately over the quarter in which the services are

Revenue from royalty is recognized in accordance with the terms of the relevant agreements.

The company accounts for volume discounts and pricing incentives to customers as a reduction of revenue based on the proportionate allocation of the discounts amount to each of the underlying performance obligation that corresponds to the progress by the customer towards earning the discount. Also, when the level of discount varies with increases in levels of revenue transactions, the Company recognizes the liability based on its estimate of the customer's future purchases. If it is probable that the criteria for the discount will not be met, or if the amount thereof cannot be estimated reliably, then discount is not recognized until the payment is probable and the amount can be estimated reliably. The company recognizes changes in the estimated amount of obligations for discounts in the quarter in which the change occurs.

Unbilled revenue represents revenue recognized in relation to work done until the balance sheet date for which billing has not taken place.

Unearned revenue represents the billing in respect of contracts for which the revenue is not recognized.

The company collects value added taxes (VAT) on behalf of the government and, therefore, these are not economic benefits flowing to the company. Hence, they are excluded from revenue.

(ii) Interest

Interest income is recognized on a time proportion basis taking into account the carrying amount and the effective interest rate. Interest income is included under the head ‘Other income’ in the statement of profit and loss.

(iii) Dividends

Dividend income is recognized when the Company's right to receive dividend is established by the reporting date. Dividend income is included under the head ‘Other income’ in the statement of profit and loss.

(k) Foreign currency translation

(i) Foreign currency transactions and balances

Initial recognition

Foreign currency transactions are recorded in the functional currency viz. Euro, by applying to the foreign currency amount the exchange rate between the reporting currency and the foreign currency at the date of the transaction.

Conversion

The transactions are in Euro, which are converted for reporting in Indian currency on the following basis. The equity share capital is translated on the date of transaction and fixed assets are translated at the closing rate as at the date of the balance sheet. All current assets and current liabilities are translated at the closing rate as at the date of the balance sheet. All Income and Expense items are converted at weighted average of Inter Bank Selling Rate for the quarter.

Exchange Difference

Revenue and expenses denominated in foreign currencies are translated using the exchange rate in effect on the date of the transaction. Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit or loss for the quarter in which the transaction is settled.

Exchange differences arising on conversion / settlement of foreign currency monetary items and on foreign currency liabilities relating to Property, Plant and Equipment acquisition are recognized as income or expenses in the quarter in which they arise.

Translation of foreign operations

The Company presents the financial statements in INR which is the functional currency of the parent company.

The assets and liabilities of a foreign operation are translated into the reporting currency (INR) at the exchange rate prevailing at the reporting date. Their statement of profit and loss are translated at exchange rates prevailing at the dates of transactions or weighted average rates, where such rates approximate the exchange rate at the date of transaction. The exchange differences arising on translation are accumulated in the foreign currency translation reserve under other comprehensive income. On disposal of a foreign operation, the accumulated foreign currency translation reserve relating to that foreign operation is recognized in the statement of profit and loss.

(l) Retirement and other employee benefits

Leave encashment

Accumulated leave, which is expected to be utilized within the next twelve months, is treated as short-term employee benefit. The company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

Expense on non-accumulating compensated absences is recognized in the quarter in which the absences occur.

The Company presents the entire leave encashment liability as a current liability in the balance sheet, since it does not have an unconditional right to defer its settlement for twelve months after the reporting date.

(m) Income taxes

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the French Inland Revenue Service (FIRS). The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Deferred income taxes reflect the impact of temporary differences between tax base of assets and liabilities and their carrying amounts. Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the reporting date.

Deferred tax liabilities are recognized for all taxable temporary differences, except deferred tax liability arising from initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, affects neither accounting nor taxable profit/ loss at the time of transaction. Deferred tax assets are recognized for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses, except deferred tax assets arising from initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, affects neither accounting nor taxable profit/ loss at the time of transaction. Deferred tax assets are recognized only to the extent that sufficient future taxable income will be available against which such deferred tax assets can be realized.

The carrying amount of deferred tax asset is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available against which such deferred tax assets can be realized.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to the same taxable entity and the same taxation authority.

Deferred tax relating to items recognized outside the statement of profit and loss is recognized in co-relation to the underlying transaction either in other comprehensive income or directly in equity.

(n) Earnings per share (EPS)

Basic earnings per share are calculated by dividing the net profit for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the quarter is adjusted for events such as bonus issue, bonus element in a rights issue, share split, and reverse share split (consolidation of shares), if any occurred during the reporting quarter, that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit for the year attributable to the equity shareholders and the weighted average number of equity shares outstanding during the year, are adjusted for the effects of all dilutive potential equity shares.

The number of shares and potential dilutive equity shares are adjusted retrospectively for all quarters presented for any bonus shares issues including for changes effected prior to the approval of the financial statements by the Board of Directors.

(o) Provisions

A provision is recognized when the Company has a present obligation as a result of past event; it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are determined based on the best estimate required to settle the obligation at the reporting date. If the effect of time value of money is material, provisions are discounted using a current pre-tax rate that reflects the risks specific to the liability. These estimates are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

(p) Contingent liabilities

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the financial statements.

(q) Cash and cash equivalents

Cash and cash equivalents in the cash flow statement comprises cash at bank and in hand and short term deposits with an original maturity quarter of three months or less.

NOTES FORMING PART OF CONDENSED INTERIM FINANCIAL STATEMENTS
5.1 Property, Plant and Equipment

(In ₹ 000)

	Freehold Land	Building	Computers	Office Equipment	Plant & Machinery	Furniture & Fixtures	Total
Gross Block							
As at April 01, 2024	15,730.33	70,457.25	22,793.02	163.15	1,549.01	4,643.09	115,335.85
Additions	-	-	-	-	393.46	-	393.46
Disposals	-	-	-	-	-	769.51	769.51
Effect of foreign currency translation from functional currency to reporting currency	427.76	1,915.99	619.83	4.44	46.38	105.15	3,119.55
As at March 31, 2025	16,158.09	72,373.24	23,412.85	167.59	1,988.85	3,978.73	118,079.35
Depreciation and Amortization							
As at April 01, 2024	-	35,696.88	20,329.47	64.65	1,286.32	4,128.86	61,506.18
Charge for the quarter	-	2,840.04	1,289.24	32.88	106.54	123.09	4,391.79
Disposals	-	-	-	-	-	409.66	409.66
Effect of foreign currency translation from functional currency to reporting currency	-	1,025.62	577.82	2.39	37.21	103.76	1,746.80
As at March 31, 2025	-	39,562.54	22,196.53	99.92	1,430.07	3,946.05	67,235.11
Net Block							
As at March 31, 2025	16,158.09	32,810.70	1,216.32	67.67	558.78	32.68	50,844.24
As at March 31, 2024	15,730.33	34,760.37	2,463.55	98.50	262.69	514.23	53,829.67

(In ₹ 000)

	Freehold Land	Building	Computers	Office Equipment	Plant & Machinery	Furniture & Fixtures	Total
Gross Block							
As at April 01, 2023	15,616.09	69,945.57	22,122.83	161.97	1,731.17	4,967.25	114,544.88
Additions	-	-	509.99	44.25	19.02	-	573.26
Disposals	-	-	-	-	255.88	356.61	612.49
Effect of foreign currency translation from functional currency to reporting currency	114.24	511.68	160.20	(43.07)	54.70	32.45	830.20
As at March 31, 2024	15,730.33	70,457.25	22,793.02	163.15	1,549.01	4,643.09	115,335.85
Depreciation and Amortization							
As at April 01, 2023	-	32,639.82	16,396.38	31.79	1,459.12	4,284.95	54,812.06
Charge for the quarter	-	2,807.18	3,797.90	32.50	74.84	172.29	6,884.71
Disposals	-	-	-	-	255.88	356.61	612.49
Effect of foreign currency translation from functional currency to reporting currency	-	249.88	135.19	0.36	8.24	28.23	421.90
As at March 31, 2024	-	35,696.88	20,329.47	64.65	1,286.32	4,128.86	61,506.18
Net Block							
As at March 31, 2024	15,730.33	34,760.37	2,463.55	98.50	262.69	514.23	53,829.67
As at March 31, 2023	15,616.09	37,305.75	5,726.45	130.18	272.05	682.30	59,732.82

NOTES FORMING PART OF CONDENSED INTERIM FINANCIAL STATEMENTS
5.2 Other Intangible assets

	(In ₹ 000)		
	Intangible Software	Software	Total
Gross Block			
As at April 01, 2024	5,040.76	431.56	5,472.32
Additions	-	-	-
Effect of foreign currency translation from functional currency to reporting currency	137.08	11.73	148.81
As at March 31, 2025	5,177.84	443.29	5,621.13
Amortization			
As at April 01, 2024	5,040.76	429.60	5,470.36
Charge for the quarter	-	1.95	1.95
Effect of foreign currency translation from functional currency to reporting currency	137.08	11.74	148.82
As at March 31, 2025	5,177.84	443.29	5,621.13
Net Block			
As at March 31, 2025	-	-	-
As at March 31, 2024	-	1.96	1.96
Gross Block			
As at April 01, 2023	5,004.24	428.42	5,432.66
Additions	-	-	-
Disposals	-	-	-
Effect of foreign currency translation from functional currency to reporting currency	36.52	3.14	39.66
As at March 31, 2024	5,040.76	431.56	5,472.32
Depreciation			
As at April 01, 2023	5,004.15	417.14	5,421.29
Charge for the quarter	-	9.37	9.37
Disposals	-	-	-
Effect of foreign currency translation from functional currency to reporting currency	36.61	3.09	39.70
As at March 31, 2024	5,040.76	429.60	5,470.36
Net Block			
As at March 31, 2024	-	1.96	1.96
As at March 31, 2023	0.09	11.28	11.37

NOTES FORMING PART OF CONDENSED INTERIM FINANCIAL STATEMENTS
5.3. Right-of-use assets

	(In ₹ 000)	
	Right -of- use assets	Total
Gross block (At Cost)		
As at April 01, 2024	24,193.09	24,193.09
Additions	-	-
Disposals	24,187.31	24,187.31
Effect of foreign currency exchange differences	(5.78)	(5.78)
As at March 31, 2025	-	-
Amortization		
As at April 01, 2024	5,604.55	5,604.55
Charge for the quarter	1,814.06	1,814.06
Reversals/ Disposals during the quarter	7,408.69	7,408.69
Effect of foreign currency exchange differences	(9.92)	(9.92)
As at March 31, 2025	-	-
Net block		
As at March 31, 2025	-	-
As at March 31, 2024	18,588.54	18,588.54

	(In ₹ 000)	
	Right -of- use assets	Total
Gross block (At Cost)		
As at April 01, 2023	23,835.56	23,835.56
Additions	179.38	179.38
Disposals	-	-
Effect of foreign currency exchange differences	178.15	178.15
As at March 31, 2024	24,193.09	24,193.09
Amortization		
As at April 01, 2023	2,873.53	2,873.53
Charge for the quarter	2,699.53	2,699.53
Reversals/ Disposals during the quarter	-	-
Effect of foreign currency exchange differences	31.49	31.49
As at March 31, 2024	5,604.55	5,604.55
Net block		
As at March 31, 2024	18,588.54	18,588.54
As at March 31, 2023	20,962.03	20,962.03

NOTES FORMING PART OF CONDENSED INTERIM FINANCIAL STATEMENTS
5.4 Depreciation and amortization expense
(In ₹ 000)

	For the quarter ended		For the year ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
On Property, Plant and Equipment	1,058.36	1,659.08	4,391.79	6,884.71
On Other intangible assets	-	2.34	1.95	9.37
Right-of-use assets (net of reversal)	(224.84)	667.64	1,814.06	2,699.53
	833.52	2,329.06	6,207.80	9,593.61

6. Other non current assets
(In ₹ 000)

	As at March 31, 2025	As at March 31, 2024
Advances recoverable in cash or kind or for value to be received	435.41	1,807.50
	435.41	1,807.50

7. Deferred tax assets
(In ₹ 000)

	As at March 31, 2025	As at March 31, 2024
Deferred tax assets		
Brought forward and current year losses	105,874.95	68,659.68
ROU asset and Lease liability	362.38	293.42
	106,237.33	68,953.10

8. Trade receivables
(In ₹ 000)

	As at March 31, 2025	As at March 31, 2024
Unsecured (considered good)	410,013.95	229,900.82
Unsecured, Credit impaired	13,160.86	15,552.20
	423,174.81	245,453.02
Less : Allowance for credit loss	(13,160.86)	(15,552.20)
	410,013.95	229,900.82
	410,013.95	229,900.82

9. Cash and cash equivalents
(In ₹ 000)

	As at March 31, 2025	As at March 31, 2024
Balances with banks		
-On current accounts	93,214.52	80,274.93
	93,214.52	80,274.93

10. Other current financial assets
(In ₹ 000)

	As at March 31, 2025	As at March 31, 2024
Unbilled revenue	2,794.80	1,545.88
Security Deposits - Unsecured, considered good	891.22	1,839.29
VAT receivable	-	-
	3,686.02	3,385.17

NOTES FORMING PART OF CONDENSED INTERIM FINANCIAL STATEMENTS**11. Other current assets**

(In ₹ 000)

	As at March 31, 2025	As at March 31, 2024
Other loans and advances (unsecured, considered good)		
Advances recoverable in cash or kind or for value to be received	13,159.99	19,686.39
	13,159.99	19,686.39

12. Other non-current financial liabilities

(In ₹ 000)

	As at March 31, 2025	As at March 31, 2024
Lease liabilities	-	19,674.00
Less: Current maturity of lease liabilities	-	(2,638.63)
	0.00	17,035.37

Movement of lease liabilities

	As at March 31, 2025	As at March 31, 2024
Opening balance	19,674.00	21,583.23
Change during the year	(18,064.97)	179.38
Add: Interest recognised during the year	117.08	141.48
Less: Payments made	(1,888.62)	(2,373.66)
Exchange Difference	162.51	143.57
Closing balance	-	19,674.00

13. Non Current financial liabilities: Borrowings

(In ₹ 000)

	As at March 31, 2025	As at March 31, 2024
Inter corporate deposit from related party (unsecured)	222,335.59	139,521.08
Add: Interest accrued but not due on loan	-	-
(Repayment terms : At the end of three years) (Rate of Interest: Libor + 225 bps)		
	222,335.59	139,521.08

Persistent Systems France SAS**NOTES FORMING PART OF CONDENSED INTERIM FINANCIAL STATEMENTS****14. Current financial liabilities: Borrowings**

	(In ₹ 000)	
	As at March 31, 2025	As at March 31, 2024
Loans and advances from related parties (unsecured)*		
- Persistent Systems Limited	615.67	624.69
- Persistent Systems Inc.	5,683.75	5,522.16
	6,299.42	6,146.85

• There is no repayment schedule in respect of this advance. It is repayable on demand.

15. Trade payables

	(In ₹ 000)	
	As at March 31, 2025	As at March 31, 2024
Trade payables	399,601.81	145,654.89
	399,601.81	145,654.89

16. Other Current liabilities

	(In ₹ 000)	
	As at March 31, 2025	As at March 31, 2024
Other current liabilities		
-Unearned revenue	23,419.19	17,801.91
-Statutory liabilities	26,588.99	38,853.96
-VAT payable	5,056.78	10,753.64
-Lease liability	-	2,638.63
-Interest on Inter Company Deposit Payable	6,400.74	4,241.41
-Others	2,737.72	1,799.60
	64,203.42	76,089.15

17. Current Liabilities : Provisions

	(In ₹ 000)	
	As at March 31, 2025	As at March 31, 2024
Provision for employee benefits		
- Leave encashment	64,333.73	77,447.22
- Other employee benefits	24,443.55	23,766.82
	88,777.28	101,214.04

Persistent Systems France SAS**NOTES FORMING PART OF CONDENSED INTERIM FINANCIAL STATEMENTS****18. Revenue from operations**

	(In ₹ 000)	
	For the quarter ended	For the year ended
	March 31, 2025	March 31, 2024
	March 31, 2025	March 31, 2024
Software licenses	10,062.17	14,573.88
Software services	168,190.06	146,747.90
	178,252.23	161,321.78
	559,577.22	731,325.91

19. Other income

	(In ₹ 000)	
	For the quarter ended	For the year ended
	March 31, 2025	March 31, 2024
	March 31, 2025	March 31, 2024
Excess provision written back	-	2.99
Provision for doubtful debts written back	261.04	-
Miscellaneous income	580.84	2,819.44
Int on inter corp deposit and others	340.39	434.45
Profit on sale of Asset	1,175.07	-
	2,357.34	3,256.88
	8,635.72	20,894.89

20. Personnel expenses

	(In ₹ 000)	
	For the quarter ended	For the year ended
	March 31, 2025	March 31, 2024
	March 31, 2025	March 31, 2024
20.1 Employee benefits expense		
Salaries and wages	83,372.25	104,531.33
Defined contribution to other funds	38,907.21	54,121.69
Staff welfare and benefits	1,525.95	2,106.43
	123,805.41	160,759.45
	560,313.31	689,864.44
20.2 Cost of technical professionals		
Technical professionals - related parties	6,333.97	14,812.13
Technical professionals - others	7,036.91	873.58
	13,370.88	15,685.71
	55,317.60	89,590.25
	137,176.29	176,445.16
	615,630.91	779,454.69

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NOTES FORMING PART OF CONDENSED INTERIM FINANCIAL STATEMENTS**21. Other expenses****(In ₹ 000)**

	For the quarter ended		For the year ended	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Travelling and conveyance	2,718.41	3,354.39	9,793.26	16,785.37
Electricity expenses	861.82	1,338.01	2,445.20	3,224.90
Internet link expenses	540.51	685.95	2,239.15	2,568.51
Communication expenses	140.33	181.36	900.94	669.30
Recruitment expenses	-	1,687.35	1,935.72	8,294.34
Provision for doubtful debts / (written back)	-	(2,146.74)	-	5,275.92
Training and seminars	286.78	180.67	2,051.10	1,474.01
Purchase of software licenses and support expense	5,175.85	16,875.08	3,071.99	23,605.08
Corporate Guarantee Fee	-	(12,484.13)	-	(12,431.60)
Insurance	927.39	1,924.48	5,104.94	4,148.38
Rent	1,420.34	2,375.78	7,768.03	10,487.34
Rates, fees and taxes	(2,195.48)	(3,153.54)	5,915.17	7,972.09
Legal and professional fees	1,740.16	1,952.13	7,560.79	12,853.16
Repairs and maintenance				
-Plant and Machinery	602.26	153.55	1,728.74	747.95
-Building	-	55.59	161.30	211.87
- Others	183.84	103.38	1,732.35	769.26
Foreign exchange loss (net)	(5,412.79)	3,937.26	1,351.73	3,537.67
Advertisements and sponsorship fees	128.30	397.99	618.46	689.47
Computer consumables	36.44	169.22	142.62	462.30
Books, memberships and subscriptions	(171.07)	27.47	51.89	118.75
Auditors' remuneration	457.67	1,434.54	1,545.07	1,434.54
Debit balances written off	1,793.51	6,018.35	1,492.55	6,588.71
Miscellaneous expenses	511.47	551.49	2,397.10	3,288.40
	9,745.74	25,619.63	60,008.10	102,775.72

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Persistent Systems France SAS**NOTES FORMING PART OF CONDENSED INTERIM FINANCIAL STATEMENTS****22. Earnings per share**

		For the quarter ended		For the year ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Basic and diluted earnings per share					
<u>Numerator</u>					
Net Profit / (loss) after tax (In ₹ 000)	A	22,386.92	(33,873.85)	(91,234.52)	(111,616.57)
<u>Denominator</u>					
Weighted average number of ordinary shares	B	1,500,000	1,500,000	1,500,000	1,500,000
Basic earnings per share (In ₹)	A / B	14.92	(22.58)	(60.82)	(74.41)
Diluted earnings per share (In ₹)	A / B	14.92	(22.58)	(60.82)	(74.41)
(Face Value of Euro 1 each)					
		For the quarter ended		For the year ended	
		March 31, 2025	March 31, 2024	March 31, 2025	March 31, 2024
Number of shares considered as basic weighted average shares outstanding		1,500,000	1,500,000	1,500,000	1,500,000
Add: Effect of dilutive issues of stock options		-	-	-	-
average shares and potential shared outstanding		1,500,000	1,500,000	1,500,000	1,500,000

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Persistent Systems France SAS

NOTES FORMING PART OF CONDENSED INTERIM FINANCIAL STATEMENTS

23. Contingent Liabilities:

The Company does not have any contingent liability as on March 31, 2025 (March 31, 2024 : Nil)

24. Previous quarter / year's figures have been regrouped where necessary to conform to current quarters' classification.

25. The Company is considered as going concern in spite of its negative net worth based on assurance of continued financial support and assistance from ultimate parent company and other measures.

26. The financial statements are presented in ₹000's except for per share information or as otherwise stated.

As per our report of even date

For Joshi Apte &Co.,
Firm registration no. 104370W
Chartered Accountants

For and on behalf of the Board of Directors of
Persistent Systems France SAS

per Tejashree Joshi
Partner
Membership No.139807
Place: India
Date : April 21, 2025

Dr. Anand Deshpande
Director

Place: USA
Date : April 21, 2025

Arnaud Pierrel
Director General

Place: France
Date : April 21, 2025
