

Hervé Gogibu
28 Place Saint Sauveur
14000 Caen
Chartered accountant
Auditor

Auditor's report on the annual accounts
Financial year ending 31st December 2021

To the sole shareholder
Actian France SASU
27 avenue de l'Opéra
75001 Paris

Opinion

In accordance with the assignment given to me by your general meeting dated 22 April 2021, I have audited the annual accounts of Actian France SASU for the financial year ending 31st December 2021 as appended to this report.

I hereby certify that, with respect to French accounting rules and principles, the annual accounts have been properly and honestly compiled and faithfully reflect the result of the operations carried out during the financial year and the company's financial position and assets and liabilities at the end of the year.

Basis for the opinion

Auditing standards

I performed the audit in accordance with the standards of professional practice applicable in France. I consider that the information that I have obtained is sufficient and appropriate to justify my opinion. My responsibilities according to these standards are set out in the section below entitled "Auditor's responsibilities in relation to the annual accounts audit".

Impartiality

I conducted the audit in accordance with the rules of impartiality applicable to me over the period from 1st January 2021 to the date of issue of my report. In particular, I did not provide any services banned under the auditors' code of professional ethics.

Justification of assessments

Pursuant to the provisions of Articles L 823-9 and R. 823-7 of the Trade Code on the justification of my assessments, I inform you that in my professional judgement the most significant assessments that I have made concern the appropriateness of the accounting principles applied, the reasonableness of the main estimates made and the overall presentation of the accounts.

[Initials]

These assessments should be seen in the context of the audit of the annual accounts in their entirety and the formation of my opinion expressed above. I do not express any opinion on any parts of the annual accounts in isolation.

Checking the documents sent to the sole shareholder

I carried out the specific checks laid down by law in accordance with the standards of professional practice applicable in France.

I have no comments to make on the accuracy of the information provided in the documents on the financial position and annual accounts sent to the sole shareholder or on the correspondence of this information with the annual accounts.

Responsibilities of management and those in charge of corporate governance in relation to the annual accounts

Management is responsible for drawing up reliable annual accounts in accordance with French accounting rules and principles and for putting in place the internal controls that it considers necessary to draw up annual accounts not containing any significant anomalies arising from either fraud or error.

When drawing up the annual accounts, management is responsible for assessing the company's ability to remain a going concern, presenting any necessary information on its status as a going concern in the accounts and applying the going concern accounting convention unless it is proposing to liquidate the company or to wind it up.

The annual accounts were settled by the Chairman.

Auditor's responsibilities in relation to the annual accounts audit

I am responsible for drawing up a report on the annual accounts, with the aim of obtaining a reasonable assurance that they do not contain any significant anomalies taken in their entirety, though "reasonable assurance" does not guarantee that an audit conducted in accordance with the standards of professional practice can systematically detect all significant anomalies arising from fraud or error, i.e. that might reasonably be expected, individually or cumulatively, to influence the economic decisions that users make on the basis of the accounts.

As specified by Article L.823-10-1 of the Trade Code, my accounts certification remit does not consist in guaranteeing the viability or quality of the management of your company.

As part of an audit carried out in accordance with professional standards applicable in France, the statutory auditor exercises professional judgment throughout this audit. In addition, the auditor:

- identifies and assesses the risks of material anomalies in the assessed annual accounts, whether these result from fraud or from errors; defines and implements audit procedures in response to these risks; and collects elements that he considers sufficient and appropriate for basing his opinion. The risk of not detecting a material misstatement resulting from fraud is higher than that of a material misstatement resulting from an

error, because fraud can involve collusion, falsification, wilful omissions, false declarations, or bypassing internal control;

- informs himself of the internal control relevant to the audit in order to define the audit procedures required, but not in order to express an opinion on the effectiveness of the internal control;
- assesses the appropriateness of the accounting methods used and the reasonableness of the accounting estimates made by management, as well as the information provided in the annual accounts;
- assesses the appropriateness of Management's application of the standard accounting policy and, depending on the information collected, the existence or not of significant uncertainty related to events or circumstances likely to threaten the company's ability to continue operating. This assessment is based on the information collected up to the date of his report. It should be noted, however, that subsequent circumstances or events could threaten business continuity. If he concludes that significant uncertainty exists, he includes such information in the annual accounts or, if this information is not provided or is not relevant, he either provides conditional certification or refuses to certify the accounts;
- assesses the overall presentation of the annual accounts and assesses whether they reflect the underlying transactions and events in such a way as to present them fairly.

Caen, 14th April 2022

[Signature]

Hervé Gogibu, auditor

Actian France SAS

Annual accounts

31st December 2021

“Siret” identification number 487 632 044 00045

Ferrières & Co SAS
A firm of chartered accountants
46 rue du Général Foy
75008 Paris

[Initials]

Balance Sheet - Assets

	Cost	Depreciation	Net 31/12/21	Net 31/12/20
INTANGIBLE FIXED ASSETS				
Preliminary expenses				
Research & development				
Concessions and licences				
Goodwill acquired	2 197	-	2 197	2 197
Other intangible assets				
Payments on account for intangible assets				
	2 197	-	2 197	2 197
TANGIBLE FIXED ASSETS				
Land				
Buildings				
Technical installations, plant & equipment				
Other tangible fixed assets	9 179	8 905	274	3 169
Tangible fixed assets work in progress				
Payments on Account				
	9 179	8 905	274	3 169
FIXED ASSET INVESTMENTS				
Equity investments				
Other investments				
Debts related to investments				
Other investments				
Loans				
Other financial fixed assets	319	-	319	319
	319	-	319	319
TOTAL FIXED ASSETS	11 695	8 905	2 790	5 685
STOCKS AND WORK IN PROGRESS				
Raw materials				
Work in progress - Goods				
Work in progress - Services				
Semi-finished products				
Goods				
	-	-	-	-
DEBTORS				
Advances on orders				
Trade debtors	1 628 267	-	1 628 267	1 053 224
Other debtors	17 977	-	17 977	1 310
Share capital called up, unpaid				
	1 646 244	-	1 646 244	1 054 534
LIQUID & OTHER ASSETS				
Short term investments				
Cash & bank	510 193	-	510 193	579 809
Prepaid expenses	1 346 278	-	1 346 278	1 180 713
	1 856 471	-	1 856 471	1 760 522
CURRENT ASSETS	3 502 715	-	3 502 715	2 815 056
Deferred charges				
Debenture redemption premiums				
Unrealized exchange losses			882	269
			882	269
TOTAL ASSETS	3 514 410	8 905	3 506 387	2 821 010

Balance Sheet - Liabilities and Equity

	31/12/2021	31/12/2020
EQUITY		
Share capital	37 000	37 000
Share premiums		
Revaluation reserves		
Legal reserves	3 700	3 700
Statutory reserves		
Regulated reserves		
Other reserves	306 100	261 966
Retained earnings		
Profit / (loss) for the year	(276 774)	44 134
Sub-Total	70 026	346 800
Investment grants		
Regulated provisions		
EQUITY AND RESERVES	70 026	346 800
Participating share capital		
Conditional advances		
OTHER RESERVES	-	-
Provision for risks		
Provision for charges		
CONTINGENT LIABILITIES	-	-
LOANS AND OTHER FINANCIAL BORROWINGS		
Convertible debentures		
Other debenture capital		
Bank loans & borrowings		
Other financial liabilities	909 847	519 189
	909 847	519 189
Advances received		
OTHER CREDITORS		
Trade creditors	4 262	5 321
Taxation and social security	479 056	394 451
Amounts owing in respect of fixed assets		
Other creditors	-	269
	483 317	400 041
Deferred income	2 043 197	1 554 980
CREDITORS	3 436 360	2 474 210
Deferred exchange gain		
TOTAL	3 506 387	2 821 010

Profit and Loss Account (part one)

	France	Export	31/12/2021	31/12/2020
Sale of goods				
Production sold :				
goods	1 771 293	644 248	2 415 541	2 629 026
services	211 442		211 442	575 537
NET TURNOVER	1 982 735	644 248	2 626 983	3 204 563
Production stocked				
Production capitalised				
Operating subventions				
Reversal of depreciation and provisions				
Other income			49	119
TOTAL OPERATING INCOME			2 627 032	3 204 682
EXTERNAL CHARGES				
Purchases of goods (including duties)				
Stock variation (goods)				
Purchases of raw materials				
Stock variation (raw materials)				
Other purchases and outside services			2 143 979	2 492 197
			2 143 979	2 492 197
TAXES OTHER THAN CORPORATE INCOME TAXES			6 953	10 990
SALARIES				
Salaries			510 936	438 224
Social charges			236 806	199 212
			747 742	637 436
DEPRECIATION AND PROVISIONS				
Depreciation of fixed assets			2 895	3 060
Charges to provisions				
Write down of current assets				
Provision for risks and charges				
			2 895	3 060
OTHER OPERATING CHARGES			2 239	60
OPERATING CHARGES			2 903 809	3 143 742
OPERATING PROFIT / (LOSS)			(276 777)	60 940

Profit and Loss Account (continued)

	31/12/2021	31/12/2020
OPERATING PROFIT / (LOSS)	(276 777)	60 940
EQUITY SHARE OF ASSOCIATES & SIMILAR		
Equity profit share received or loss transferred	-	-
Equity profit share transferred or loss received	-	-
INTEREST RECEIVABLE AND FINANCIAL INCOME		
Investment income from shareholdngs	-	-
Other investment income	-	-
Other interest	3	252
Reversal of provisions	-	-
Exchange gains	-	-
Income from disposals of money market securities	-	-
	3	252
INTEREST PAYABLE AND OTHER FINANCIAL CHARGES		
Provisions for write down of financial assets	-	-
Interest and similar charges	-	-
Exchange losses	-	-
Losses on disposals of money market securities	-	-
	-	-
NET FINANCIAL PROFIT / (LOSS)	3	252
PROFIT / (LOSS) BEFORE TAXATION	(276 774)	61 193
EXCEPTIONAL INCOME		
Exceptional items - operating activities	-	-
Exceptional items - capital	-	-
Reversal of provisions for write downs	-	-
	-	-
EXCEPTIONAL CHARGES		
Exceptional items - operating activities	-	-
Exceptional items - capital	-	-
Exceptional provisions for write downs	-	-
	-	-
EXCEPTIONAL PROFIT / (LOSS)	-	-
Employees profit sharing	-	17 059
Corporate income tax	-	-
	-	17 059
TOTAL INCOME	2 627 035	3 204 934
TOTAL EXPENSES	2 903 809	3 160 801
NET PROFIT / (LOSS) AFTER TAXATION	(276 774)	44 134

NOTES ON THE ACCOUNTS

Financial year from 1st January to 31st December 2021

Notes on the balance sheet, before allocation of the result for the financial year, totalling €3,506,386.64, and on the annual income statement, presented in list form, showing turnover of €2,626,983.16 and a loss of €276,773.54.

The financial year lasted twelve months, covering the period from 1st January to 31st December 2021.

The notes and tables presented below form an integral part of the annual accounts.

Accounting rules and methods (French accounting guidelines, Article 831-1/1)

Principles and general conventions

The 2021 annual accounts have been drawn up and presented in accordance with accounting rules and in line with the principles laid down by Articles 121-1 to 121-5 and following of the French accounting guidelines issued in 2016. The normal accounting conventions have been applied in line with the principle of prudence according to the following basic hypotheses:

- Going concern,
- Use of the same accounting methods from one financial year to the next ,
- Independence of financial years.

The basic method used to value the items recorded in the accounts is the historical cost method.

Accounting conventions have been applied in accordance with the Trade Code, the Accounting Decree of 29th November 1983 and ANC (accounting standards authority) Regulation 2018-01 of 20th April 2018 concerning the rewriting of the French accounting guidelines applicable at the end of the financial year.

Income recognition

The company's business is marketing software applications. Turnover is recorded once the software user licence is transferred and activated electronically.

Permanence of methods

The valuation methods used for the 2021 financial year were no different from the previous year.

NOTES ON THE ACCOUNTS

Financial year from 1st January to 31st December 2021

Additional information on the balance sheet**Statement of fixed assets**

	Gross value at the start of the year	Increases	
		Revaluations	Acquisitions
Other intangible fixed asset accounts Total	2,197		
Office equipment, IT hardware and furniture	9,179		
Total	9,179		
Loans and other financial fixed assets	319		
Total	319		
Grand total	11,695		

	Reductions		Gross value at the end of the year	Year-end revaluation of the initial value
	Account transfers	Disposals		
Other intangible fixed assets Total			2,197	
Office equipment, IT hardware and furniture			9,179	
Total			9,179	
Loans and other financial fixed assets			319	
Total			319	
Grand total			11,695	

Depreciation statement

Changes during the year	Initial value	Allocations during the year	Reductions / write-backs	Final value
Office equipment, IT hardware and furniture	6,010	2,895		8,905
Total	6,010	2,895		8,905
Grand total	6,010	2,895		8,905

Breakdown of allocations during the year	Straight-line depreciation	Reducing balance depreciation	Exceptional depreciation	Discretionary depreciation	
				Allocations	Write-backs
Office equipment, IT hardware and furniture	2,895				
Total	2,895				
Grand total	2,895				

Statement of terms of receivables and debts

Statement of receivables	Gross amount	Due within one year	Due after more than one year
Other financial fixed assets	319	319	
Doubtful or disputed customer accounts			
Other customer receivables	1,628,267	1,628,267	
Taxes on profits	16,145	16,145	
Value added tax	949	949	
Miscellaneous, state and other public authorities	883	883	
Expenses recorded in advance	1,346,278	1,346,278	
Total	2,992,841	2,992,841	

Statement of debts	Gross amount	Due within one year	Due within one to five years	Due after more than five years
Suppliers and related accounts	4,262	4,262		
Personnel and related accounts	139,467	139,467		
National insurance and other welfare agencies	91,209	91,209		
Value added tax	236,909	236,909		
Other taxes, levies and equivalent	11,470	11,470		
Group and shareholders	909,847	909,847		
Income recorded in advance	2,043,197	2,043,197		
Total	3,436,360	3,436,360		

NOTES ON THE ACCOUNTS

Financial year from 1st January to 31st December 2021

Formation of the share capital (French accounting guidelines, Articles 831-3 & 832-13)

Securities category	Nominal value (€)	Number of securities			
		At the start of the year	Created	Redeemed	At the end of the year
Equity shares	10.0000	3,700			3,700

Other intangible fixed assets (Trade Code, Article R123-186)

Patents, franchises, licences and other intangible fixed assets have been valued at their purchase costs, excluding acquisition expenses.

Valuation of tangible fixed assets

The gross value of tangible fixed assets corresponds to the initial value of the assets taking account of the expenses necessary to make these assets usable but excluding acquisition expenses.

Valuation of depreciation

The following depreciation methods and periods have been applied:

Category	Method	Term
Franchises, patents and licences	Straight-line	One year
Fixtures and fittings	Straight-line	Nine years
Office equipment and IT hardware	Straight-line	Three years
Furniture	Straight-line	Nine years

Valuation of receivables and debts

Receivables and debts have been valued at their nominal values.

Receivables impairment (French accounting guidelines, Article 831-2/3)

A provision for impairment has been made for receivables to take account of any collection problems.

Available assets (€)

Cash in hand and bank liquidities have valued at the nominal value.

NOTES ON THE ACCOUNTS

Financial year from 1st January to 31st December 2021

Expenses payable

Expenses payable included in the following balance sheet items	Amount
Supplier debts and related accounts	3,813
Tax and national insurance debts	208,304
Total	212,117

Expenses and income recorded in advance

Expenses recorded in advance	Amount
Operating expenses	1,346,278
Total	1,346,278
Income recorded in advance	Amount
Operating income	2,043,197
Total	2,043,197

Additional information on the income statement**Breakdown of net sales**

Distribution per geographical area	Amount
France	1,982,735
European Union	644,248
Total	2,626,983

Average workforce

(French accounting guidelines, Article 831-3)

	Salaried personnel
Middle managers	3
Total	3

NOTES ON THE ACCOUNTS

Financial year from 1st January to 31st December 2021

Financial commitments and other information**Pension and retirement commitments** (French accounting guidelines, Articles 531-2/9 & 832-13)

Obligations relating to retirement compensation covered by statute or a collective agreement have been valued as of 31st December 2021. Such compensation is recorded under off-balance sheet commitments as calculated at the end of the financial year, taking account of the length of service of the staff and the probability of their remaining with the company until the date of their retirement, based on an actuarial method incorporating hypotheses on changes in salaries, the retirement age and the profitability of long-term investments at the end of the financial year, as follows:

- chosen calculation method: projection;
- 2015-17 mortality table;
- annual discount rate: 0.98%;
- average employer's contribution rate: 47.29%;
- salary growth rate: 2%;
- collective agreement: "Syntech";
- retirement age under the collective agreement: 62 years;
- retirement conditions: initiated by the employee.

The commitment calculated at 31st December 2021 totals €207,699.

Parent companies consolidating the accounts (French accounting guidelines, Article 831-3)

Corporate name	Form	Capital	Head office
HCL Technologies Limited	Limited company	73,009	806 Siddharth, , 96 Nehru Place, New Delhi 110019 (Inde)

The parent company's capital is in thousands of US dollars. HCL Technologies Limited is an Indian company.