

HCL TECHNOLOGIES (SHANGHAI) LIMITED

ENGLISH TRANSLATION OF FINANCIAL STATEMENTS
FOR THE YEAR FROM 1 JANUARY 2022 TO 31 DECEMBER 2022
IF THERE IS ANY CONFLICT BETWEEN THE CHINESE VERSION
AND ITS ENGLISH TRANSLATION, THE CHINESE VERSION WILL PREVAIL

AUDITOR'S REPORT

毕马威华振沪审字第2301748号

The Board of Directors of HCL Technologies (Shanghai) Limited:

Opinion

We have audited the accompanying financial statements of HCL Technologies (Shanghai) Limited ("the Company") set out on pages 1 to 24, which comprise the balance sheet as at 31 December 2022, the income and profit appropriation statement, the cash flow statement for the year then ended, and notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as at 31 December 2022, and the financial performance and cash flows of the Company for the year then ended in accordance with Accounting Regulations for Business Enterprises issued by the Ministry of Finance of the People's Republic of China.

Basis for Opinion

We conducted our audit in accordance with China Standards on Auditing for Certified Public Accountants ("CSAs"). Our responsibilities under those standards are further described in *the Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the China Code of Ethics for Certified Public Accountants ("the Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

AUDITOR'S REPORT (continued)

毕马威华振沪审字第2301748号

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Accounting Regulations for Business Enterprises, and for the design, implementation and maintenance of such internal control necessary to enable that the financial statements are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with CSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with CSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

AUDITOR'S REPORT (continued)

毕马威华振沪审字第2301748号

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

KPMG Huazhen LLP
Shanghai Branch

Certified Public Accountants
Registered in the People's Republic of China

Zhao Lin

Shanghai, China

Zhao Xing

12 MAY 2023

HCL Technologies (Shanghai) Limited
Balance sheet as at 31 December 2022
(Expressed in Renminbi Yuan)

	Note	2022	2021
Assets			
Current assets			
Cash at bank and on hand	5	218,249,481.80	152,367,191.62
Short-term investments	6	-	11,000,000.00
Interest receivable		704,249.44	118,767.12
Accounts receivable	7	51,232,368.32	45,796,631.76
Other receivables		21,464.66	-
Payments in advance		30,503.74	54,263.00
Deferred expenses		2,548,223.85	2,223,195.55
Other current assets	4(c)	1,137,272.71	113,457.16
Total current assets		273,923,564.52	211,673,506.21
Fixed assets			
Original carrying amount		11,442,376.37	11,046,776.23
Less: Accumulated depreciation		(10,119,401.57)	(9,078,769.78)
Net carrying amount of fixed assets	8	1,322,974.80	1,968,006.45
Other assets			
Long-term deferred expenses	9	2,172,241.65	2,944,888.00
Other long-term assets		1,287,101.91	-
Total other assets		3,459,343.56	2,944,888.00
Total assets		278,705,882.88	216,586,400.66

The notes on pages 9 to 24 form part of these financial statements.

HCL Technologies (Shanghai) Limited
Balance sheet as at 31 December 2022 (continued)
(Expressed in Renminbi Yuan)

	Note	2022	2021
Liabilities and owner's equity			
Current liabilities			
Accounts payable		127,498,976.30	112,438,163.24
Receipt in advance		31,569,101.73	9,647,522.58
Accrued payroll		11,721,353.26	8,845,112.77
Taxes payable	4(d)	348,889.68	969,970.44
Accrued expenses		3,609,700.97	3,191,782.93
Total current liabilities		174,748,021.94	135,092,551.96
Total liabilities		174,748,021.94	135,092,551.96
Owner's equity			
Paid-in capital	10	15,316,566.95	15,316,566.95
Surplus reserve	11	7,658,283.47	6,617,728.86
Retained earnings	12	80,983,010.52	59,559,552.89
Total owner's equity		103,957,860.94	81,493,848.70
Total liabilities and owner's equity		278,705,882.88	216,586,400.66

These financial statements were approved by the Board of Directors of the Company
on **12 MAY 2023**

Prateek Aggarwal

Aggarwal Prateek
Legal Representative

(Signature and stamp)

Mao Lili

Mao Lili
The person in charge of
the accounting affairs
(Signature and stamp)



The notes on pages 9 to 24 form part of these financial statements.

HCL Technologies (Shanghai) Limited
Income and profit appropriation statement
for the year ended 31 December 2022
(Expressed in Renminbi Yuan)

	Note	2022	2021
Sales from principal activities	13	169,097,351.43	136,125,222.69
Less: Cost of sales from principal activities		(145,390,288.89)	(115,935,200.21)
Business taxes and surcharges from principal activities	4(a)	<u>(21,081.93)</u>	<u>(38,448.88)</u>
Profit from principal activities		23,685,980.61	20,151,573.60
Less: Operating expenses		(3,427,543.74)	(2,683,239.45)
General and administrative expenses		(6,782,811.28)	(7,823,565.28)
Financial income	14	<u>12,027,276.80</u>	<u>2,955,545.20</u>
Operating profit		25,502,902.39	12,600,314.07
Add: Subsidy income		<u>1,118,547.14</u>	<u>4,757.33</u>
Profit before income tax		26,621,449.53	12,605,071.40
Less: Income tax	4(b)	<u>(4,157,437.29)</u>	<u>(2,620,045.02)</u>
Net profit for the year		<u><u>22,464,012.24</u></u>	<u><u>9,985,026.38</u></u>

The notes on pages 9 to 24 form part of these financial statements.

HCL Technologies (Shanghai) Limited
Income and profit appropriation statement
for the year ended 31 December 2022 (continued)
(Expressed in Renminbi Yuan)

	Note	2022	2021
Net profit for the year		22,464,012.24	9,985,026.38
Add: Retained earnings at the beginning of the year		<u>59,559,552.89</u>	<u>50,573,029.15</u>
Profits available for distribution		82,023,565.13	60,558,055.53
Less: Statutory surplus reserve	12	<u>(1,040,554.61)</u>	<u>(998,502.64)</u>
Retained earnings at the end of the year		<u><u>80,983,010.52</u></u>	<u><u>59,559,552.89</u></u>

The notes on pages 9 to 24 form part of these financial statements.

HCL Technologies (Shanghai) Limited
Cash flow statement
for the year ended 31 December 2022
(Expressed in Renminbi Yuan)

	<i>Note to the cash flow statement</i>	<i>2022</i>	<i>2021</i>
Cash flows from operating activities:			
Cash received from rendering of services		191,030,695.25	220,301,796.45
Cash received relating to other operating activities		<u>1,097,082.48</u>	<u>4,002,658.27</u>
Sub-total of cash inflows		<u>192,127,777.73</u>	<u>224,304,454.72</u>
Cash paid for services		(9,410,070.00)	(6,598,921.41)
Cash paid to and for employees		(122,147,061.34)	(108,469,134.03)
Cash paid for all types of taxes		(5,355,152.89)	(4,469,109.90)
Cash paid relating to other operating activities		<u>(504,205.75)</u>	<u>(660,064.09)</u>
Sub-total of cash outflows		<u>(137,416,489.98)</u>	<u>(120,197,229.43)</u>
Net cash inflow from operating activities	i	<u>54,711,287.75</u>	<u>104,107,225.29</u>

The notes on pages 9 to 24 form part of these financial statements.

HCL Technologies (Shanghai) Limited
Cash flow statement
for the year ended 31 December 2022 (continued)
(Expressed in Renminbi Yuan)

	<i>Note to the cash flow statement</i>	2022	2021
Cash flows from investing activities:			
Cash received from Interest income		780,885.89	1,608,976.14
Recover the cash received on the investment		<u>11,000,000.00</u>	<u>7,000,000.00</u>
Sub-total of cash inflows		<u>11,780,885.89</u>	<u>8,608,976.14</u>
Cash paid for acquisition of fixed assets, intangible assets and other long-term assets		<u>(609,883.46)</u>	<u>(3,114,892.91)</u>
Sub-total of cash outflows		<u>(609,883.46)</u>	<u>(3,114,892.91)</u>
Net cash inflow from investing activities		<u>11,171,002.43</u>	<u>5,494,083.23</u>
Net increase in cash and cash equivalents	ii	<u>65,882,290.18</u>	<u>109,601,308.52</u>

The notes on pages 9 to 24 form part of these financial statements.

HCL Technologies (Shanghai) Limited
Cash flow statement
for the year ended 31 December 2022 (continued)
(Expressed in Renminbi Yuan)

Notes to the cash flow statement

	2022	2021
<i>i Reconciliation of net profit to cash flows from operating activities</i>		
Net profit	22,464,012.24	9,985,026.38
Add: Reversal of provision for impairment of assets	83,531.04	(230,566.74)
Depreciation of fixed assets	1,215,155.71	1,749,293.61
Amortisation of long-term deferred expenses	772,646.35	1,445,187.00
Losses on disposal of fixed assets	1,683.38	-
(Increase) / decrease in deferred expenses	(325,028.30)	117,101.73
Increase in accrued expenses	417,918.04	2,423,586.47
Net financial income	(1,366,368.21)	(901,715.85)
Decrease in gross operating receivables	20,059,230.92	91,958,601.74
Increase / (decrease) in operating payables	11,388,506.58	(2,439,289.05)
Net cash inflow from operating activities	<u>54,711,287.75</u>	<u>104,107,225.29</u>

The notes on pages 9 to 24 form part of these financial statements.

HCL Technologies (Shanghai) Limited
Cash flow statement
for the year ended 31 December 2022 (continued)
(Expressed in Renminbi Yuan)

Notes to the cash flow statement (continued)

	2022	2021
<i>ii Net increase in cash and cash equivalents</i>		
Cash and cash equivalents at the end of the year	218,249,481.80	152,367,191.62
Less: Cash and cash equivalents at the beginning of the year	<u>152,367,191.62</u>	<u>42,765,883.10</u>
Net increase in cash and cash equivalents	<u>65,882,290.18</u>	<u>109,601,308.52</u>

The notes on pages 9 to 24 form part of these financial statements.

HCL Technologies (Shanghai) Limited
Notes to the financial statements
(Expressed in Renminbi Yuan)

1 Company status

HCL Technologies (Shanghai) Limited ("the Company") is a limited company solely established by HCL TECHNOLOGIES LIMITED on 18 July 2007 upon approval by People's Government of Shanghai. The registered capital of the Company is USD 2,200,000.00. The aforesaid registered capital has been verified by Shanghai Linxin Accountants Limited with capital verification report Linkuai Fa No.(2009) 575 on 6 May 2009.

The Company obtained business license numbered 91310115664306168R. Its legal representatives PARTEEK AGGARWAL and the operation period is 20 years. Its legal registration address is Room 301, 2 Building, 399 Shengxia Road, Pudong New Area, Shanghai.

The Company is primarily engaged in the following business: Computer software development; design, production, sale of products, debugging and maintenance of system integration; relevant technical consulting, technical service; business consulting, enterprise management consulting (business which is involving administrative licensing, will operate with operating permits).

2 Basis of preparation

The principal accounting policies adopted in the preparation of the financial statements are in conformity with the Accounting Regulations for Business Enterprises issued by the Ministry of Finance of the PRC (MOF). Accordingly, the basis of measurement and presentation in these financial statements may not be in compliance with the accounting principles and practices generally accepted in countries and jurisdictions other than the PRC and may not be suitable for any purpose other than for statutory reporting.

3 Significant accounting policies

(a) Accounting year

The accounting year of the Company is from 1 January to 31 December.

(b) Basis of preparation and measurement basis

The financial statements of the Company have been prepared on an accrual basis. Unless otherwise stated, the measurement basis used is historical cost.

(c) Functional currency

The Company's functional currency is the Renminbi.

(d) Translation of foreign currencies

Foreign currency transactions during the year are translated into Renminbi at the exchange rates quoted by the People's Bank of China ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated into Renminbi at the exchange rates quoted by the People's Bank of China ruling at the balance sheet date. Exchange gains and losses on foreign currency translation are dealt with in the income statement.

(e) Cash equivalents

Cash equivalents represent short-term, highly liquid investments, which are readily convertible into known amounts of cash and are subject to an insignificant risk of change in value.

(f) Provision for bad and doubtful debts

The provision for bad and doubtful debts is estimated by management based on individual accounts receivable which show signs of uncollectibility. Provision for other receivables is determined based on their specific nature and management's estimate of their collectibility.

(g) Designated loans receivable

Designated loans receivable refer to the funds lent by the Company through financial institutions to designated borrowers with uses, amounts, terms, interest rates, etc., designated by the Company. The financial institution assists the Company to release the funds and collect the repayments on behalf of the Company.

Designated loans receivable are initially recorded at cost, which is the total amount paid, including relevant expenses such as bank charges.

Interest income arising from designated loans receivable is calculated at the applicable rate on a time proportion basis and recognised in the income statement. Accrual of interest on designated loans receivable ceases when the interest is in default at the due date, and the interest previously accrued is reversed immediately in the income statement.

The Company makes provision for impairment losses on designated loans receivable (see Note 3(j)). Designated loans receivable are stated in the balance sheet net of impairment losses. Among the designated loans receivable, loans with a period equal to or less than one year are classified under short-term investments; while loans with a period and remaining terms longer than one year are classified under long-term investments, balances with remaining terms equal to or less than one year are reclassified to "Long-term debt investments maturing within one year".

(h) Fixed assets

Fixed assets are stated in the balance sheet at cost less accumulated depreciation and impairment losses (see Note 3(j)).

Fixed assets are depreciated using the straight-line method over their estimated useful lives. The respective estimated useful lives and the estimated rate of residual values on cost for the Company's fixed assets are as follows:

	<i>Estimated useful life</i>	<i>Estimated rate of residual value</i>	<i>Rate of depreciation</i>
Office equipment	5 years	0%	20%
Electronic equipment	3 - 5 years	0%	20% - 33%

(i) Long-term deferred expenses

Long-term deferred expenses are amortised on a straight-line basis over their beneficial periods. The amortisation period for the long-term deferred expenses is as follows:

Expenses occurred before go alive (Training, labor, travel expense)	3 - 5 years
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(j) Provision for impairment

The carrying amounts of assets (including fixed assets and other assets) are assessed regularly to determine whether their recoverable amounts have declined below their carrying amounts. Assets are tested for impairment whenever events or changes in conditions indicate that their recorded carrying amounts may not be recoverable. When such a decline has occurred, the carrying amount is reduced to the recoverable amount. The amount by which the carrying amount is reduced is the impairment loss. The recoverable amount is the greater of the net selling price and the present value of the estimated future cash flows arising from the continuous use of the asset and from the disposal of the asset at the end of its useful life.

Provision for impairment is calculated on an item-by-item basis and recognised as an expense in the income statement.

If there is an indication that there has been a change in the factors used to determine the provision for impairment and as a result the estimated recoverable amount is greater than the carrying amount of the asset, the impairment loss recognised in prior years is reversed.

Reversals of impairment losses are recognised in the income statement. An impairment loss is reversed only to the extent of the asset's carrying amount that would have been determined had no impairment loss been recognised in prior years.

(k) Income tax

Income tax is recognised using the tax payable method. Income tax for the year is provided at the applicable tax rate on taxable income.

(l) Revenue recognition

When it is probable that the economic benefits will flow to the Company and the revenue and costs can be measured reliably, revenue is recognised in the income statement according to the following methods:

(i) Rendering of services

When the outcome of a transaction involving the rendering of services can be estimated reliably, revenue from the rendering of services is recognised in the income statement by reference to the stage of completion of the transaction based on the services performed to date as a percentage of the total services to be performed. When the outcome of the transaction involving the rendering of services cannot be estimated reliably, revenue is recognised only to the extent of the costs incurred that are expected to be recoverable.

(ii) Interest income

Interest income is recognised on a time proportion basis with reference to the principal outstanding and the applicable rate.

(iii) Subsidy income

Subsidy income is recognised in the income statement upon receipt of the subsidy.

(m) Related parties

If the Company has the power, directly or indirectly, to control, jointly control or exercise significant influence over another party, or vice versa, or where the Company and one or more parties are subject to common control from another party, they are considered to be related parties. Related parties may be individuals or enterprises.

4 Taxation and surcharges

- (a) The types of tax and surcharges applicable to the Company's sale of goods and rendering of services include value added tax (VAT), urban maintenance and construction tax, education fee surcharge, local education fee surcharge, etc.

<i>Tax name</i>	<i>Tax basis and applicable rate</i>
VAT	Output VAT is 6% of taxable services revenue, according to tax laws. The remaining balance of output VAT, after subtracting the deductible input VAT of the period, is VAT payable
Urban maintenance and construction tax	7% of paid VAT
Education fee surcharge	3% of paid VAT
Local education fee surcharge	2% of paid VAT

Business taxes and surcharges from principal activities include urban maintenance and construction tax, education fee surcharge, local education fee surcharge, etc.

(b) Income tax

Income tax in the income statement represents:

	2022	2021
Provision for income tax for the year	<u>4,157,437.29</u>	<u>2,620,045.02</u>

The statutory income tax rate of the Company is 25%. The applicable income tax rate for the year is a preferential rate of 15% (2021: 15%). The Company obtained a certification of Technologically Advanced Service Enterprise on 12 November 2021, therefore the Company is entitled to a preferential income tax rate of 15% from 2021 to 2023.

(c) Other current assets

	2022	2021
VAT deductible	1,137,272.71	-
Prepaid corporate income tax	<u>-</u>	<u>113,457.16</u>
Total	<u>1,137,272.71</u>	<u>113,457.16</u>

(d) Taxes payable

	2022	2021
Corporate income tax payable	348,889.68	-
VAT payable	<u>-</u>	<u>969,970.44</u>
Total	<u>348,889.68</u>	<u>969,970.44</u>

5 Cash at bank and on hand

	2022	2021
Fixed deposits	45,619,481.80	152,367,191.62
Demand deposits	<u>172,630,000.00</u>	<u>-</u>
Total	<u>218,249,481.80</u>	<u>152,367,191.62</u>

6 Short-term investments

	2022	2021
Debt investments		
- Designated loans	<u>-</u>	<u>11,000,000.00</u>

7 Accounts receivable

The ageing analysis of the Company's accounts receivable is as follows:

	2022			2021		
	RMB	Percentage of total accounts receivable	Provision for bad and doubtful debts	RMB	Percentage of total accounts receivable	Provision for bad and doubtful debts
Within 1 year	37,182,660.67	72.06%	367,116.04	46,250,830.66	99.48%	694,417.41
After 1 year but within 2 years	14,416,823.69	27.94%	-	169,983.76	0.37%	-
After 2 years	-	-	-	70,234.75	0.15%	-
Total	<u>51,599,484.36</u>	<u>100.00%</u>	<u>367,116.04</u>	<u>46,491,049.17</u>	<u>100.00%</u>	<u>694,417.41</u>

The ageing is counted starting from the date when accounts receivable are recognised.

Provision for bad and doubtful debts

	2022	2021
Opening balance as at 1 January	694,417.41	924,984.15
Add: Accrual/Reversal during the year	83,531.04	(230,566.74)
Less: Write-offs during the year	<u>(410,832.41)</u>	<u>-</u>
Closing balance as at 31 December	<u>367,116.04</u>	<u>694,417.41</u>

8 Fixed assets

	Office equipment	Electronic equipment	Total
Cost			
As at 1 January 2022	439,392.15	10,607,384.08	11,046,776.23
Additions	10,240.00	561,567.44	571,807.44
Disposals	<u>(176,207.30)</u>	<u>-</u>	<u>(176,207.30)</u>
As at 31 December 2022	<u>273,424.85</u>	<u>11,168,951.52</u>	<u>11,442,376.37</u>
Accumulated depreciation			
As at 1 January 2022	(369,661.25)	(8,709,108.53)	(9,078,769.78)
Charge for the year	(30,286.80)	(1,184,868.91)	(1,215,155.71)
Written back on disposal	<u>174,523.92</u>	<u>-</u>	<u>174,523.92</u>
As at 31 December 2022	<u>(225,424.13)</u>	<u>(9,893,977.44)</u>	<u>(10,119,401.57)</u>
Carrying amount			
As at 31 December 2022	<u>48,000.72</u>	<u>1,274,974.08</u>	<u>1,322,974.80</u>
As at 31 December 2021	<u>69,730.90</u>	<u>1,898,275.55</u>	<u>1,968,006.45</u>

9 Long-term deferred expenses

	<i>Expenses occurred before go alive (Training, labor, travel expense)</i>
As at 1 January 2022	2,944,888.00
Amortization during the year	<u>(772,646.35)</u>
As at 31 December 2022	<u>2,172,241.65</u>

10 Paid-in capital

Registered capital and paid-in capital

	<i>2022 and 2021</i>		
	<i>Amount in original currency RMB</i>	<i>Amount in RMB equivalent</i>	<i>%</i>
HCL Technologies Ltd.	<u>15,316,566.95</u>	<u>15,316,566.95</u>	<u>100%</u>

11 Surplus reserve

	<i>Note</i>	<i>Statutory surplus reserve</i>
As at 1 January 2022		6,617,728.86
Profit appropriation	12	<u>1,040,554.61</u>
As at 31 December 2022		<u>7,658,283.47</u>

12 Profit appropriation

Appropriation to surplus reserve

In accordance with the Articles of Association, the Company makes appropriation to surplus reserve-general reserve fund based on the 10% of net profit of each year. The Company discontinues the appropriation as the balance of the general reserve fund reaches 50% of its registered capital.

13 Sales from principal activities

	<i>2022</i>	<i>2021</i>
Rendering of services	<u>169,097,351.43</u>	<u>136,125,222.69</u>

14 Financial income

	2022	2021
Interest income	(1,366,368.21)	(901,715.85)
Net exchange gains	(10,681,046.41)	(2,069,273.11)
Others	20,137.82	15,443.76
Total	(12,027,276.80)	(2,955,545.20)

15 Related party relationships and transactions

(a) Related party with controlling relationship

	Registered address	Relationship with the Company
HCL Technologies Ltd.	India	Parent company

Equity interests held by related party with controlling relationship and their changes

	At the beginning of the year		Increase		At the end of the year	
	Amount	%	Amount	%	Amount	%
HCL Technologies Ltd.	81,493,848.70	100%	22,464,012.24	100%	103,957,860.94	100%

(b) Relationship between the Company and related parties without controlling relationships

	Relationship with the Company
Celeritifintech Services Limited	A fellow subsidiary
Filial Espanola De HCL Technologies, S.L.(HCL Spain)	A fellow subsidiary
Geometric China, Inc.	A fellow subsidiary
HCL (Brazil) Tecnologia Da Informacao EIRELI	A fellow subsidiary
HCL (Ireland) Information Systems Limited	A fellow subsidiary
HCL (New Zealand) Limited	A fellow subsidiary
HCL America Inc.	A fellow subsidiary
HCL Argentina s.a.	A fellow subsidiary
HCL Asia Pacific Pte Limited	A fellow subsidiary
HCL Australia Services Pty. Limited	A fellow subsidiary
HCL Axon Solutions (Shanghai) Co., Ltd.	A fellow subsidiary
HCL Belgium NV	A fellow subsidiary
HCL Canada Inc.	A fellow subsidiary
HCL GmbH	A fellow subsidiary
HCL Great Britain Limited	A fellow subsidiary
HCL Guatemala, Sociedad Anonima	A fellow subsidiary
HCL Hong Kong SAR Limited	A fellow subsidiary
HCL Hungary Kft	A fellow subsidiary
HCL Istanbul Bilisim Teknolojileri Limited sirketi	A fellow subsidiary
HCL Japan Limited	A fellow subsidiary
HCL Latin America Holding LLC	A fellow subsidiary

Relationship with the Company

HCL Muscat Technologies L.L.C	A fellow subsidiary
HCL Netherlands B.V.	A fellow subsidiary
HCL Poland Sp.z.o.o.	A fellow subsidiary
HCL Saudi Arabia LLC	A fellow subsidiary
HCL Singapore Pte. Limited	A fellow subsidiary
HCL Technologies (PTY) Limited.	A fellow subsidiary
HCL Technologies (Taiwan) Limited.	A fellow subsidiary
HCL Technologies (Thailand) Limited.	A fellow subsidiary
HCL Technologies (Vietnam) Company Limited	A fellow subsidiary
HCL Technologies Angola (SU), LDA.	A fellow subsidiary
HCL Technologies Beijing Co., Ltd.	A fellow subsidiary
HCL Technologies Belgium BVBA	A fellow subsidiary
HCL Technologies BV	A fellow subsidiary
HCL Technologies Chile SpA	A fellow subsidiary
HCL Technologies Colombia SAS	A fellow subsidiary
HCL Technologies Corporate Services Limited	A fellow subsidiary
HCL Technologies Czech Republic s.r.o.	A fellow subsidiary
HCL Technologies Denmark ApS	A fellow subsidiary
HCL Technologies Egypt Limited	A fellow subsidiary
HCL Technologies Estonia OU	A fellow subsidiary
HCL Technologies Finland Oy	A fellow subsidiary
HCL Technologies France	A fellow subsidiary
HCL Technologies Germany GmbH	A fellow subsidiary
HCL Technologies Greece Single Member P.C.	A fellow subsidiary
HCL Technologies Italy S.p.A.	A fellow subsidiary
HCL Technologies Limited	A fellow subsidiary
HCL Technologies Lithuania UAB	A fellow subsidiary
HCL Technologies Luxembourg S.a.r.l	A fellow subsidiary
HCL Technologies Malaysia SDN BHD	A fellow subsidiary
HCL Technologies Sweden	A fellow subsidiary
HCL Technologies Sweden AB	A fellow subsidiary

(c) The amounts of the Company's related party transactions during the year and its balances with related parties at the year end are summarised as follows:

(i) The material related-party transactions of the Company are summarised as follows:

	2022	2021
Rendering of services	158,061,041.17	132,626,662.13
Receiving services	6,715,803.68	956,699.76
Interest income	262,192.25	845,342.48

Rendering of services

	2022	2021
Filial Espanola De HCL Technologies, S.L.(HCL Spain)	397,982.38	146,590.60
Geometric China, Inc.	5,228.00	7,141.77
HCL (Brazil) Tecnologia Da Informacao EIRELI	960,395.55	532,987.72
HCL (Ireland) Information Systems Limited	1,169,642.28	2,415,930.03
HCL (New Zealand) Limited	338,148.67	456,257.58
HCL America Inc.	6,410,321.99	4,800,538.13
HCL Argentina s.a.	257,493.15	148,112.26
HCL Asia Pacific Pte Limited	101,879.05	95,420.99
HCL Australia Services Pty. Limited	273,808.21	1,292,126.15
HCL Axon Solutions (Shanghai) Co., Ltd.	9,653,600.52	9,251,356.26
HCL Canada Inc.	787,599.95	1,896,769.43
HCL Great Britain Limited	-	9,735.78
HCL Guatemala, Sociedad Anonima	-	37,479.00
HCL Hong Kong SAR Limited	915,697.22	1,333,741.85
HCL Hungary Kft	-	29,888.79
HCL Istanbul Bilisim Teknolojileri Limited sirketi	56,874.90	112,966.54
HCL Japan Limited	4,234,250.59	2,405,155.44
HCL Latin America Holding LLC	1,663,403.85	972,489.43
HCL Muscat Technologies L.L.C	-	13,505.00
HCL Netherlands B.V.	-	(1,602,876.70)
HCL Poland Sp.z.o.o.	207,033.00	574,047.95
HCL Saudi Arabia LLC	173,568.73	282,570.58
HCL Singapore Pte. Limited	1,326,459.27	2,126,619.01
HCL Technologies (PTY) Limited.	200,619.69	-
HCL Technologies (Taiwan) Limited.	37,000.77	18,542.26
HCL Technologies (Thailand) Limited.	500,871.12	938,397.83
HCL Technologies (Vietnam) Company Limited	(78.47)	4,350.47
HCL Technologies Angola (SU), LDA.	190,264.58	251,431.97
HCL Technologies Belgium BVBA	454,761.43	100,812.21
HCL Technologies BV	695,672.60	8,574,548.78
HCL Technologies Colombia SAS	12,170.07	280,217.62
HCL Technologies Corporate Services Limited	41,892,466.63	32,330,416.93
HCL Technologies Czech Republic s.r.o.	227,734.41	147,042.14
HCL Technologies Denmark ApS	548,467.51	-
HCL Technologies Egypt Limited	96,716.70	-
HCL Technologies France	5,809,814.78	6,720,760.46
HCL Technologies Germany GmbH	27,493,841.95	4,252,453.27

	2022	2021
HCL Technologies Greece Single Member P.C.	193,036.46	14,003,545.27
HCL Technologies Italy S.p.A.	376,857.40	1,466,002.11
HCL Technologies Limited	16,599,424.89	19,372,747.54
HCL Technologies Lithuania UAB	-	117,944.68
HCL Technologies Luxembourg S.a.r.l	-	48,301.95
HCL Technologies Malaysia SDN BHD	538,496.00	219,785.50
HCL Technologies Mexico	1,246,105.23	1,358,055.32
HCL Technologies Middle East FZ- LLC	53,463.64	44,017.01
HCL Technologies Norway AS	-	606,987.55
HCL Technologies Philippines Inc	1,137,918.79	1,142,697.95
HCL Technologies Romania s.r.l.	-	54,456.75
HCL Technologies Solutions GmbH	3,316,314.04	123,687.31
HCL Technologies South Africa (Proprietary) Limited	-	53,074.20
HCL Technologies Sweden AB	-	1,128,906.69
HCL Technologies UK Limited	15,900,308.53	11,175,471.13
HCL Technologies Vietnam Company Limited	-	158,121.55
PT. HCL Technologies Indonesia	130,409.98	74,148.76
Telerx Marketing, Inc.	1,261,226.00	521,183.33
HCL Technologies Finland Oy	8,143,119.47	-
HCL Technologies Lanka (Private) Limited	801,224.77	-
HCL Technologies S.A.C	196,448.00	-
HCL Technologies Sweden	769,030.60	-
HCL Technologies Trinidad and Tobago Limited	101,471.91	-
Urban Fulfillment Services LLC	202,474.38	-
Total	<u>158,061,041.17</u>	<u>132,626,662.13</u>

Receiving services

	2022	2021
HCL (Brazil) Tecnologia Da Informacao EIRELI	155,459.95	12,381.24
HCL America Inc.	421,625.86	-
HCL Asia Pacific Pte Limited	7,746.88	-
HCL Axon Solutions (Shanghai) Co., Ltd.	74,488.08	340,927.09
HCL Canada Inc.	-	5,413.64
HCL Hong Kong SAR Limited	17,440.65	-
HCL Poland Sp.z.o.o.	400,915.19	-
HCL Singapore Pte. Limited	226,452.04	-
HCL Technologies Angola (SU), LDA.	12,374.82	251,430.82
HCL Technologies Beijing Co., Ltd.	837,508.22	315,192.67
HCL Technologies Limited	897,967.18	31,354.30
HCL Technologies Malaysia SDN BHD	707,618.38	-
HCL Technologies Mexico	59,644.43	-
HCL Technologies UK Limited	136,754.75	-
HCL (Ireland) Information Systems Limited	912,201.06	-
HCL Argentina s.a.	36,804.12	-
HCL Technologies BV	23,103.82	-
HCL Technologies Colombia SAS	6,714.28	-
HCL Technologies Czech Republic s.r.o.	600,891.98	-
HCL Technologies Middle East FZ- LLC	3,753.99	-
PT. HCL Technologies Indonesia	67,579.59	-
Telerox Marketing, Inc.	1,108,758.41	-
Total	<u>6,715,803.68</u>	<u>956,699.76</u>

Interest Income

	2022	2021
HCL Technologies Beijing Co., Ltd.	<u>262,192.25</u>	<u>845,342.48</u>

- (ii) The balances of related party receivables, payables and borrowings are summarised as follows:

	2022	2021
Accounts receivable	45,274,895.39	42,841,185.33
Accounts payable	129,642,307.17	111,079,136.66
Short-term investments	-	11,000,000.00
Interest receivable	380,959.37	118,767.12
Accrued expenses	1,035,026.57	251,430.82
Receipt in advance	30,393,226.00	6,854,035.43
Other receivables	7,407.66	-

Accounts receivable

	2022	2021
Filial Espanola De HCL Technologies, S.L.(HCL Spain)	6,006.56	99,117.86
Geometric China, Inc.	-	11,458.00
HCL (Brazil) Tecnologia Da Informacao EIRELI	2,175,973.88	1,225,887.66
HCL (Ireland) Information Systems Limited	533,138.06	859,789.12
HCL (New Zealand) Limited	-	313,373.24
HCL America Inc.	753,307.13	1,033,502.00
HCL Argentina s.a.	407,082.44	137,153.92
HCL Australia Services Pty. Limited	13,257.98	242,662.48
HCL Axon Solutions (Shanghai) Co., Ltd.	69,856.04	-
HCL Canada Inc.	-	682,672.49
HCL Great Britain Limited	-	4,108.77
HCL Guatemala, Sociedad Anonima	37,479.00	37,479.00
HCL Hong Kong SAR Limited	-	356,907.86
HCL Hungary Kft	-	29,888.79
HCL Istanbul Bilisim Teknolojileri Limited sirketi	169,841.44	112,966.54
HCL Japan Limited	3,831,255.76	723,831.86
HCL Latin America Holding LLC	2,635,890.51	979,294.84
HCL Muscat Technologies L.L.C	1,397.40	13,505.00
HCL Poland Sp.z.o.o.	17,213.21	155,625.05
HCL Saudi Arabia LLC	440,042.70	418,597.97
HCL Singapore Pte. Limited	163,471.21	905,537.50
HCL Technologies (Taiwan) Limited.	55,543.03	18,542.26
HCL Technologies (Thailand) Limited.	144,769.95	82,069.37
HCL Technologies (Vietnam) Company Limited	4,272.00	4,271.87
HCL Technologies Angola (SU), LDA.	441,696.55	251,431.97
HCL Technologies Beijing Co., Ltd.	(1,551.26)	(193.69)
HCL Technologies Belgium BVBA	45,256.96	40,734.89
HCL Technologies BV	586,454.97	3,304,953.22
HCL Technologies Chile SpA	(5,806.67)	(5,806.67)
HCL Technologies Colombia SAS	314,157.75	-
HCL Technologies Corporate Services Limited	8,058,741.84	13,415,271.77
HCL Technologies Czech Republic s.r.o.	30,865.55	147,042.14
HCL Technologies Egypt Limited	96,716.70	-
HCL Technologies Finland Oy	1,614,691.48	1,800,313.72
HCL Technologies France	1,338,265.95	1,462,497.72
HCL Technologies Germany GmbH	7,250,713.99	4,044,053.45
HCL Technologies Greece Single Member P.C.	-	95,843.01
HCL Technologies Italy S.p.A.	235,681.79	775,012.44

	2022	2021
HCL Technologies Limited	4,216,234.94	5,187,252.70
HCL Technologies Lithuania UAB	-	117,944.68
HCL Technologies Mexico	1,992,811.73	1,109,782.96
HCL Technologies Norway AS	-	34,315.48
HCL Technologies Philippines Inc	87,083.62	107,899.88
HCL Technologies Romania s.r.l.	183,058.87	183,058.87
HCL Technologies Solutions GmbH	792,165.65	-
HCL Technologies South Africa (Proprietary) Limited	53,074.20	53,074.20
HCL Technologies Sweden	555,592.39	878,923.89
HCL Technologies UK Limited	3,979,551.21	807,108.74
HCL Technologies Vietnam Company Limited	158,121.55	158,121.55
PT. HCL Technologies Indonesia	227,408.94	96,998.96
Teleryx Marketing, Inc.	329,076.00	327,306.00
HCL Asia Pacific Pte Limited	101,879.05	-
HCL Technologies (PTY) Limited.	34,008.66	-
HCL Technologies Lanka (Private) Limited	801,224.77	-
HCL Technologies S.A.C	196,448.00	-
HCL Technologies Trinidad and Tobago Limited	101,471.91	-
Total	<u>45,274,895.39</u>	<u>42,841,185.33</u>

Accounts payable

	2022	2021
Celeritifintech Services Limited	-	377,851.83
Filial Espanola De HCL Technologies, S.L.(HCL Spain)	107,033.56	99,454.24
HCL (Brazil) Tecnologia Da Informacao EIRELI	3,346,234.96	2,875,395.00
HCL (New Zealand) Limited	33,278.21	34,319.17
HCL America Inc.	35,247,869.53	32,504,325.01
HCL Argentina s.a.	201,788.47	61,656.09
HCL Asia Pacific Pte Limited	101,855.12	83,468.25
HCL Australia Services Pty. Limited	1,336,246.62	1,241,025.26
HCL Axon Solutions (Shanghai) Co., Ltd.	213,498.89	718,420.96
HCL Canada Inc.	7,629,520.40	7,351,367.10
HCL Hong Kong SAR Limited	73,564.49	51,149.82
HCL Japan Limited	393,257.56	342,547.28
HCL Poland Sp.z.o.o.	1,067,874.87	579,595.55
HCL Singapore Pte. Limited	4,570,470.53	4,131,016.77
HCL Technologies (PTY) Limited.	401,414.39	341,170.92

	2022	2021
HCL Technologies (Taiwan) Limited.	13,053.73	13,018.10
HCL Technologies (Thailand) Limited.	15,699.34	14,575.00
HCL Technologies Beijing Co., Ltd.	6,508,242.01	248,336.57
HCL Technologies Belgium BVBA	1,537,469.04	1,417,561.62
HCL Technologies BV	1,426,187.31	1,318,283.51
HCL Technologies Colombia SAS	47,969.42	37,881.88
HCL Technologies Corporate Services Limited	(42,530.82)	(50,576.70)
HCL Technologies Czech Republic s.r.o.	708,200.77	103,229.18
HCL Technologies Denmark ApS	32,138.95	29,898.28
HCL Technologies Egypt Limited	115,722.48	103,653.64
HCL Technologies Finland Oy	302,007.68	304,528.66
HCL Technologies France	262,518.01	249,400.72
HCL Technologies Germany GmbH	6,806,963.00	6,323,711.69
HCL Technologies Italy S.p.A.	220,590.79	213,073.89
HCL Technologies Limited	15,604,978.32	14,641,136.83
HCL Technologies Lithuania UAB	23,020.80	21,324.20
HCL Technologies Malaysia SDN BHD	1,712,763.01	943,808.02
HCL Technologies Mexico	1,167,368.46	874,987.46
HCL Technologies Norway AS	106,922.51	96,021.32
HCL Technologies Philippines Inc	67,432.13	38,480.90
HCL Technologies Romania s.r.l.	4,403.25	3,980.23
HCL Technologies South Africa (Proprietary) Limited	73,159.79	60,628.48
HCL Technologies Sweden AB	-	502,745.07
HCL Technologies UK Limited	35,779,970.04	32,629,052.09
HCL Technologies Vietnam Company Limited	53,587.68	50,406.27
PT. HCL Technologies Indonesia	75,811.14	723.62
Urban Fulfillment Services LLC	104,112.78	96,502.88
HCL (Ireland) Information Systems Limited	912,201.06	-
HCL Technologies Angola (SU), LDA.	263,805.64	-
HCL Technologies Austria GmbH	403,126.13	-
HCL Technologies Middle East FZ- LLC	3,753.99	-
HCL Technologies Sweden	518,683.60	-
Telerox Marketing, Inc.	89,067.53	-
Total	<u>129,642,307.17</u>	<u>111,079,136.66</u>

Short-term investments

	2022	2021
HCL Technologies Beijing Co., Ltd.	<u>-</u>	<u>11,000,000.00</u>

Interest receivable

	2022	2021
HCL Technologies Beijing Co., Ltd.	<u>380,959.37</u>	<u>118,767.12</u>

Accrued expenses

	2022	2021
HCL Technologies Angola (SU), LDA.	-	251,430.82
HCL Technologies Limited	15,335.69	-
Telery Marketing, Inc.	<u>1,019,690.88</u>	<u>-</u>
Total	<u>1,035,026.57</u>	<u>251,430.82</u>

Receipt in advance

	2022	2021
HCL Axon Solutions (Shanghai) Co., Ltd.	28,710,361.00	5,476,910.68
HCL Technologies Colombia SAS	1,659,890.00	1,355,008.75
HCL Technologies Sweden	859.00	-
HCL Technologies Middle East FZ- LLC	<u>22,116.00</u>	<u>22,116.00</u>
Total	<u>30,393,226.00</u>	<u>6,854,035.43</u>

Other receivables

	2022	2021
HCL Axon Solutions (Shanghai) Co., Ltd.	<u>7,407.66</u>	<u>-</u>