

Actian France SAS

Annual accounts

31st December 2022

“Siret” identification number 487 632 044 00045

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

Hervé Gogibu
28 Place Saint Sauveur
14000 Caen
Chartered accountant
Auditor

Auditor's report on the annual accounts
Financial year ending 31st December 2022

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 2022 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 2022 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.

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, 22nd May 2023

[Signature]

Hervé Gogibu, Statutory auditor

BALANCE SHEET ASSETS

Assets		Financial year ending 31/12/2022 (12)			Financial year ending 31/12/2021 (12)
		Gross	Depreciation and impairment (deducted)	Net	Net
	Subscribed capital, not called up (I)				
Fixed assets	Intangible fixed assets				
	Start-up costs				
	Development expenses				
	Franchises, patents and similar rights				
	Goodwill ¹	2,197		2,197	2,197
	Other intangible fixed assets				
	Advances and down payments				
	Tangible fixed assets				
	Land				
	Buildings				
	Technical facilities, equipment and tools				
	Other tangible fixed assets	9,179	9,179	0	274
	Fixed assets in progress				
Advances and down payments					
Financial fixed assets					
Holdings valued using the equity method					
Other holdings					
Receivables related to holdings					
Other capitalised securities					
Loans					
Other financial fixed assets	319		319	319	
Total II	11,695	9,179	2,517	2,790	
Current assets	Stocks and work in progress				
	Raw materials and procurements				
	Goods production in progress				
	Service production in progress				
	Intermediate and finished products				
	Goods				
	Advances paid and down payments made on orders				
	Receivables³				
	Customers and related accounts	2,859,090		2,859,090	1,628,267
	Other receivables	689		689	17,977
	Subscribed capital called up, unpaid				
	Investment securities				
	Available assets	803,202		803,202	510,193
Expenses recorded in advance ³	2,462,848		2,462,848	1,346,278	
Total III	6,125,829		6,125,829	3,502,715	
Equalisation accounts	Loan issue expenses to be spread over several years (IV)				
	Bond redemption premiums (V)				
	Conversion difference – assets (VI)	9,899		9,899	882
	Grand total (I+II+III+IV+V+VI)	6,147,423	9,179	6,138,244	3,506,387

1) Including leasehold right

2) Including amount due within one year

3) Including amount due after more than one year

BALANCE SHEET LIABILITIES

Liabilities		Financial year ending 31/12/2022 (12)	Financial year ending 31/12/2021 (12)
Equity	Capital (including paid-up: 37,000) Issue, merger and contribution premiums Revaluation differences	37,000	37,000
	Reserves		
	Statutory reserve	3,700	3,700
	Reserves stipulated in the articles of association and contractual reserves		
	Regulated reserves	29,326	306,100
	Other reserves		
	Amount carried forward		
	Annual result (profit or loss)	376,740	(276,774)
	Investment subsidies Regulated provisions		
	Total I	446,766	70,026
Other own funds	Income from equity issues Conditional advances		
	Total II		
Provisions	Provisions for risks Provisions for costs	9,899	
	Total III	9,899	
Debts ¹	Financial debts		
	Convertible bond loans Other debenture loans Bank borrowings Bank overdrafts Borrowings and miscellaneous financial debts	1,813,490	909,847
	Advances and down payments received for current orders		
	Operating debts		
	Supplier debts and related accounts Tax and national insurance debts	11,577 889,960	4,262 479,056
	Debts on fixed assets and related accounts Other debts		
	Income recorded in advance ¹	2,966,552	2,043,197
	Total IV	5,681,579	3,436,360
Equalisation accounts	Conversion differences – liabilities (V)		
	Grand total (I+II+III+IV+V)	6,138,244	3,506,387
1) Including amount due within one year		5,680,895	3,436,360

INCOME STATEMENT

	Financial year ending 31/12/2022 (12)			Financial year ending 31/12/2021 (12)
	France	Exports	Total	
Operating income¹				
Sales of goods				
Sold production of goods				
Sold production of services	2,599,709	729,699	3,329,408	2,626,983
Net turnover	2,599,709	729,699	3,329,408	2,626,983
Stored production				
Capitalised production				
Operating subsidies				
Write-backs of impairment, provisions and depreciation; expense transfers				
Other income			14,930	49
Total operating income (I)			3,344,338	2,627,032
Operating expenses²				
Goods purchases				
Stock variation (goods)				
Purchases of raw materials and other procurements				
Stock variation (raw materials and other procurements)				
Other external purchases and expenses*			1,989,489	2,143,979
Taxes, levies and equivalent payments			11,097	6,953
Wages and salaries			623,105	510,936
National insurance contributions			284,095	236,806
Allocations for depreciation and impairment				
- for fixed assets: allocations for depreciation			274	2,895
- for fixed assets: allocations for impairment				
- for current assets: allocations for impairment				
- allocations for provisions			9,899	
Other expenses			9	2,239
Total operating expenses (II)			2,917,967	2,903,809
1. Operating result (I-II)			426,371	(276,777)
Shares of results of joint operations				
Profit accruing or loss transferred (III)				
Loss borne or profit transferred (IV)				

1) Including income pertaining to previous years

2) Including expenses pertaining to previous years

INCOME STATEMENT

	Financial year ending 31/12/2022 (12)	Financial year ending 31/12/2021 (12)
Financial income		
Financial income from holdings ³		
Income from other securities and fixed asset receivables ³		3
Other interest and similar income ³		
Write-backs of impairment and provisions; expense transfers		
Positive currency differences		
Net income from sales of investment securities		
Total V		3
Financial charges		
Allocations for depreciation, impairment and provisions		
Interest and similar charges ⁴	12,919	
Negative currency differences		
Net expenses for sales of investment securities		
Total VI	12,919	
2. Financial result (V-VI)	(12,919)	3
3. Pre-tax result before exceptional items (I-II+III-IV+V-VI)	413,451	(276,774)
Exceptional income		
Exceptional income from management operations		
Exceptional income from capital operations		
Write-backs of impairment and provisions; expense transfers		
Total VII		
Exceptional expenses		
Exceptional expenses for management operations		
Exceptional expenses for capital operations		
Allocations for depreciation, impairment and provisions		
Total VIII		
4. Exceptional result (VII-VIII)		
Employee profit-sharing (IX)		
Corporation tax (X)	36,711	
Total income (I+III+V+VII)	3,344,338	2,627,035
Total expenses (II+IV+VI+VIII+IX+X)	2,967,598	2,903,809
5. Profit / Loss (total income - total expenses)	376,740	(276,774)
* Including: Equipment leasing fees Property leasing fees		
3) Including income concerning affiliated companies		
4) Including interest concerning affiliated companies		

NOTES ON THE ACCOUNTS

Financial year from 1st January to 31st December 2022

Notes on the balance sheet, before allocation of the result for the financial year, totalling €6,138,244.42, and on the annual income statement, presented in list form, showing turnover of €3,329,407.52 and a profit of €376,740.19.

The financial year lasted twelve months, covering the period from 1st January to 31st December 2022.

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 2022 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 2022 financial year were no different from the previous year.

NOTES ON THE ACCOUNTS

Financial year from 1st January to 31st December 2022

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	2,197
Office equipment, IT hardware and furniture			9,179	9,179
Total			9,179	9,179
Loans and other financial fixed assets			319	319
Total			319	319
Grand total			11,695	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	8,905	274		9,179
Total	8,905	274		9,179
Grand total	8,905	274		9,179

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	274				
Total	274				
Grand total	274				

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	2,859,090	2,859,090	
Taxes on profits	-	-	
Value added tax	689	689	
Miscellaneous, state and other public authorities	-	-	
Expenses recorded in advance	2,462,848	2,462,848	
Total	5,322,946	5,322,946	

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	11,577	11,577		
Personnel and related accounts	241,768	241,768		
National insurance and other welfare agencies	146,928	146,928		
Taxes on profits	33,131	33,131		
Value added tax	455,962	455,962		
Other taxes, levies and equivalent	11,487	11,487		
Group and shareholders	1,813,490	1,813,490		
Income recorded in advance	2,966,552	2,966,552		
Total	5,680,895	5,680,895		

NOTES ON THE ACCOUNTS

Financial year from 1st January to 31st December 2022

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 2022

Expenses payable

Expenses payable included in the following balance sheet items	Amount
Supplier debts and related accounts	8,997
Tax and national insurance debts	356,266
Total	365,263

Expenses and income recorded in advance

Expenses recorded in advance	Amount
Operating expenses	1,245,963
Total	1,245,963
Income recorded in advance	Amount
Operating income	2,966,552
Total	2,966,552

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

Distribution per geographical area	Amount
France	2,599,709
European Union	729,699
Total	3,329,408

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 2022

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 2022. 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: 3.77%
- 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 2022 totals €203,266.

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.