HCL Bermuda Limited

Special Purpose Financial Statements

For the years ended 31st March 2021, 31st March 2020 (Restated) and 1st April 2019 (Restated)

HCL Bermuda Limited
Special Purpose Balance Sheet as at 31 March 2021
(All amounts in thousands except share data and as stated otherwise)

	Note No.	As at 31 March 2021 (USD)	As at 31 March 2020 (USD) (Restated) (Refer note 4)	As at 1 April 2019 (USD) (Restated) (Refer note 4)	As at 31 March 2021 (₹) (Refer note 1)
I. ASSETS					
(1) Non-current assets					
(a) Investment in associates	**2.1A**	180	180	180	13,191
(b) Financial assets					
(i) Investment in subsidiaries	**2.1B**	964,582	844,201	559,633	70,520,516
(2) Current assets					
(a) Financial assets					
(i) Investment in subsidiaries	**2.1B**	121,519	81,728	335,837	8,884,221
(ii) Cash and cash equivalents	**2.2**	5,088	1,695	238	372,008
(iii) Loans	**2.3**	-	-	21,407	-
(iv) Others	**2.4**	20	196	974	1,466
TOTAL ASSETS		**1,091,389**	**928,000**	**918,269**	**79,791,402**
II. EQUITY					
(a) Equity share capital	**2.5**	459,760	449,027	445,493	33,613,092
(b) Other equity		631,629	460,379	430,795	46,178,310
TOTAL EQUITY		**1,091,389**	**909,406**	**876,288**	**79,791,402**
III. LIABILITIES					
(1) Current liabilities					
(a) Financial liabilities					
(i) Borrowings	**2.6**	-	16,772	41,100	-
(ii) Others	**2.7**	-	1,822	881	-
TOTAL EQUITY AND LIABILITIES		**1,091,389**	**928,000**	**918,269**	**79,791,402**
Summary of significant accounting policies	**1**				

The accompanying notes are an integral part of the special purpose financial statements

As per our report of even date

For B S R & Co. LLP
ICAI Firm Registration Number : 101248W/W-100022
Chartered Accountants

Rakesh Dewan

Rakesh Dewan
Partner
Membership Number: 092212

Gurugram, India
Date: 06 August 2021

For and on behalf of the Board of Directors
of HCL Bermuda Limited

Raghu Raman Lakshmanan

Raghu Raman Lakshmanan
Director

Date: 06 August 2021

prbansal

Prahlad Rai Bansal
Director

HCL Bermuda Limited
Special Purpose Statement of Profit and Loss for the year ended 31 March 2021
(All amounts in thousands except share data and as stated otherwise)

		Note No.	Year ended 31 March 2021 (USD)	Year ended 31 March 2020 (USD) (Restated) (Refer note 4)	Year ended 31 March 2021 (₹) (Refer note 1)
I	**Revenue**				
	Other income	**2.8**	62,263	6,538	4,552,058
	Total Income		**62,263**	**6,538**	**4,552,058**
II	**Expenses**				
	Finance costs	**2.9**	199	478	14,539
	Other expenses	**2.10**	81	2,942	5,886
	Total expenses		**280**	**3,420**	**20,425**
III	**Profit /(loss) before tax**		**61,983**	**3,118**	**4,531,634**
IV	**Tax expense**		-	-	-
V	**Profit / (loss) for the year**		**61,983**	**3,118**	**4,531,634**
VI	**Other comprehensive income**		-	-	-
VII	**Total comprehensive income for the year**		**61,983**	**3,118**	**4,531,634**
	Earnings per equity share of USD 1 each	**2.11**			
	Basic		0.14	0.01	10.02
	Diluted		0.14	0.01	10.02
	Summary of significant accounting policies	**1**			

The accompanying notes are an integral part of the special purpose financial statements

As per our report of even date

For B S R & Co. LLP
ICAI Firm Registration Number : 101248W/W-100022
Chartered Accountants

Rakesh Dewan

Rakesh Dewan
Partner
Membership Number: 092212

Gurugram, India
Date: 06 August 2021

For and on behalf of the Board of Directors
of HCL Bermuda Limited

Raghu Raman Lakshmanan

Raghu Raman Lakshmanan
Director

prbansal

Prahlad Rai Bansal
Director

Date: 06 August 2021

HCL Bermuda Limited

Special Purpose Statement of Changes in Equity for the year ended 31 March 2021

(All amounts in thousands except share data and as stated otherwise)

(Amount in USD)

	Share capital		Other Equity		Total other equity
	No. of shares	Equity share capital	Retained earnings	Securities premium	
Balance as at April 1, 2019 (as previously reported)	**445,492,500**	**445,493**	**32,484**	**234,597**	**267,081**
Prior period adjustments (refer note 4)	-	-	163,714	-	163,714
Balance as at April 1, 2019 (restated)	**445,492,500**	**-**	**196,198**	**234,597**	**430,795**
Loss for the year (restated)	-	-	3,118	-	3,118
Total comprehensive income (loss) for the year (restated)	-	-	3,118	-	3,118
Issue of Equity Shares	3,533,568	3,534	-	26,466	26,466
Balance as at March 31, 2020 (restated)	**449,026,068**	**449,027**	**199,316**	**261,063**	**460,379**
Balance as at April 1, 2020	**449,026,068**	**449,027**	**199,316**	**261,063**	**460,379**
Profit for the year	-	-	61,983	-	61,983
Total comprehensive income for the year	**-**	**-**	**61,983**	**-**	**61,983**
Issue of Equity Shares	10,733,452	10,733	-	109,267	109,267
Balance as at March 31, 2021	**459,759,520**	**459,760**	**261,299**	**370,330**	**631,629**

(Amount in (₹), refer note 1)

	Share capital		Other Equity		Total other equity
	No. of shares	Equity share capital	Retained earnings	Securities premium	
Balance as of April 1, 2020	**449,026,068**	**32,828,369**	**14,572,020**	**19,086,310**	**33,658,330**
Profit for the year	-	-	4,531,634	-	4,531,634
Total comprehensive income for the year	-	-	4,531,634	-	4,531,634
Issue of Equity Shares	10,733,452	784,723	-	7,988,346	7,988,346
Balance as of March 31, 2021	**459,759,520**	**33,613,092**	**19,103,654**	**27,074,656**	**46,178,310**

Summary of significant accounting policies (refer note 1)

The accompanying notes are an integral part of the special purpose financial statements

As per our report of even date.

For B S R & Co. LLP
ICAI Firm Registration Number : 101248W/W-100022
Chartered Accountants

Rakesh Dewan

Rakesh Dewan
Partner
Membership Number: 092212

Gurugram, India
Date: 06 August 2021

For and on behalf of the Board of Directors
of HCL Bermuda Limited

Raghu Raman Lakshmanan

Raghu Raman Lakshmanan
Director

prbansal

Prahlad Rai Bansal
Director

Date: 06 August 2021

HCL Bermuda Limited
Special Purpose Statement of Cash flows for the year ended 31 March 2021
(All amounts in thousands except share data and as stated otherwise)

		Year ended 31 March 2021 (USD)	Year ended 31 March 2020 (USD) (Restated) (Refer note 4)	Year ended 31 March 2021 (₹) (Refer note 1)
A. Cash flows from operating activities				
Profit/ (loss) before tax		61,983	3,118	4,531,634
Adjustment for:				
(Profit)/ loss on change in fair value of investment carried at fair value through profit and loss		(49,345)	2,292	(3,607,611)
Dividend income		(12,908)	(6,538)	(943,708)
Interest expenses		199	478	14,534
Other non cash charges		-	523	-
		(71)	**(127)**	**(5,151)**
Net change in				
Other financial assets and other assets		106	(116)	7,780
Other current financial liabilities		(464)	463	(33,798)
Cash generated from/ (used) in operations		**(429)**	**220**	**(31,169)**
Net cash flow from/ (used) in operating activities	**(A)**	**(429)**	**220**	**(31,169)**
B. Cash flows from investing activities				
Interest received		70	894	5,129
Dividend received		12,908	6,538	943,708
Investment in subsidiaries		(110,826)	(32,751)	(8,102,525)
Net cash flow used in investing activities	**(B)**	**(97,848)**	**(25,319)**	**(7,153,688)**
C. Cash flows from financing activities				
Proceeds from short term borrowings		-	9,456	-
Repayment of short term borrowings		(16,772)	(12,900)	(1,226,194)
Proceeds from capital infusion		120,000	30,000	8,773,069
Interest paid		(1,558)	-	(113,915)
Net cash flow from financing activities	**(C)**	**101,670**	**26,556**	**7,432,960**
Net increase in cash and cash equivalents (A+B+C)		3,393	1,457	248,103
Cash and cash equivalents at the beginning of the year		1,695	238	123,905
Cash and cash equivalents at the end of the year as per note 2.2		**5,088**	**1,695**	**372,008**

Summary of significant accounting policies (refer note 1)

As per our report of even date.

For B S R & Co. LLP
ICAI Firm Registration Number : 101248W/W-100022
Chartered Accountants

Rakesh Dewan

Rakesh Dewan
Partner
Membership Number: 092212

Gurugram, India
Date: 06 August 2021

For and on behalf of the Board of Directors of HCL Bermuda Limited

Raghu Raman Lakshmanan

Raghu Raman Lakshmanan
Director

prbansal

Prahlad Rai Bansal
Director

Date: 06 August 2021

Company Overview

HCL Bermuda Limited (hereinafter referred to as the 'Company') was incorporated in Canon's Court 22, Victoria Street, Hamilton HM Bermuda on December 15, 1997. The Company acts as a parent and has invested in subsidiaries which are engaged in business of providing software related IT Solutions, infrastructure management services and BPO Services.

The financial statements for the year ended 31 March 2021 were approved and authorized for issue by the Board of Directors on 6 August 2021.

1. Significant Accounting Policies

a) Basis of preparation

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) specified under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, (as amended from time to time) and presentation requirements of Schedule III (Division II) to the Companies Act, 2013, as applicable to the financial statements. These financial statements have been prepared on the request of HCL Technologies Ltd, being the Holding Company to comply with the requirements of the Companies Act, 2013 and are accordingly special purpose financial statements.

As the company is not domiciled in India and hence not registered under Companies Act 2013, these financial statements have not been prepared to fully comply with the Companies Act 2013, and so they do not reflect all the disclosures requirements of the Act.

These financial statements have been prepared under the historical cost convention on an accrual and going concern basis except for certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments).

The accounting policies adopted in the preparation of these financial statements are consistent with those of the previous year.

All assets and liabilities have been classified as current and non-current as per the Company's normal operating cycle of 12 months. The statement of cash flows has been prepared under indirect method.

The functional currency of the Company is United States Dollar (USD). The translation from USD to ₹ is unaudited and is included solely for the convenience of readers in India and has been performed using rate of USD 1 = ₹ 73.110/-, the exchange rate prevailing as at the last day of the financial year. Such translation should not be construed as representation that the ₹ amounts represent or have been or could be converted into USD at that or any other rate.

b) Use of estimates

The preparation of financial statements in conformity with Ind AS requires management to make estimates and assumptions that affect the reported amounts of assets, liabilities, revenue, costs, expenses and other comprehensive income (OCI) and contingent liabilities that are reported and disclosed in the financial statements and accompanying notes. These estimates are based upon management's best knowledge of current events, historical experience, actions that the company may undertake in the future and on various other assumptions that are believed to be reasonable under the circumstances. Actual results could differ from those estimates. Changes in estimates are reflected in the financial statements in the period in which the changes are made.

Significant estimates and assumptions are used for, but not limited to,

i. Provisions and contingent liabilities, refer note 1(h).
ii. Fair value of investment in preference shares (unquoted), refer note 1(d).

In view of pandemic relating to COVID-19, the company has considered and taken into account internal and external information and has performed sensitivity analysis based on current estimates in assessing the recoverability of financial assets and impact on revenues and costs including but not limited to assessment of liquidity and going concern assumption. However, the actual impact of COVID-19 on the Company's financial statements may differ from that estimated and the Company will continue to closely monitor any material changes to future economic conditions.

c) Nature and purpose of reserves

Securities premium reserve

Securities premium reserve is used to record the premium on issue of shares.

d) Fair value measurement

The company records certain financial assets and liabilities at fair value on a recurring basis. The company determines fair values based on the price it would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or most advantageous market for that asset or liability.

The Company holds certain fixed income securities, equity securities and derivatives, which must be measured using the guidance for fair value hierarchy and related valuation methodologies. The guidance of fair value specifies a hierarchy of valuation techniques based on whether the inputs to each measurement are observable or unobservable. Observable inputs reflect market data obtained from independent sources, while unobservable inputs reflect the Company's assumptions about current market conditions. The fair value hierarchy also requires an Company to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The prescribed fair value hierarchy and related valuation methodologies are as follows:

Level 1 - Quoted inputs that reflect quoted prices (unadjusted) for identical assets or liabilities in active markets.

Level 2 - Quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active and model-derived valuations, in which all significant inputs are directly or indirectly observable in active markets.

Level 3 - Valuations derived from valuation techniques, in which one or more significant inputs are unobservable inputs which are supported by little or no market activity.

In accordance with Ind AS 113, assets and liabilities are to be measured based on the following valuation techniques:

a) Market approach – Prices and other relevant information generated by market transactions involving identical or comparable assets or liabilities.

b) Income approach – Converting the future amounts based on market expectations to its present value using the discounting methodology.

c) Cost approach – Replacement cost method.

Certain assets are measured at fair value on a non-recurring basis.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant who would use the asset in its highest and best use.

e) Foreign currency transactions

Transactions in foreign currencies are initially recorded by the Company at their respective functional currency spot rates at the date of the transaction. Foreign currency denominated monetary assets and liabilities are translated to the relevant functional currency at exchange rates in effect at the balance sheet date. Exchange differences arising on settlement or translation of monetary items are recognized in the statement of profit and loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of the initial transaction. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at fair value are translated at the exchange rate prevalent at the date when the fair value was determined.

Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit for the year in which the transaction is settled. Revenue, expenses and cash-flow items denominated in foreign currencies are translated into the relevant functional currencies using the exchange rate in effect on the date of the transaction.

f) Financial Instruments

A financial instrument is a contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

i. Financial assets

All financial assets are recognized initially 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 measured on initial recognition of financial asset. Purchase and sale of financial assets are accounted for at trade date.

Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash in banks, which are subject to an insignificant risk of changes in value.

Financial assets at amortized cost

A financial instrument is measured at the amortized cost if both the following conditions are met:

a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included in other income in the statement of profit and loss. The losses arising from impairment are recognized in the statement of profit and loss. This category includes cash and bank balances, loans and other receivables.

Financial assets at Fair Value through Other Comprehensive Income (OCI)

A financial asset is classified and measured at fair value through OCI if both of the following criteria are met:
i. The objective of the business model is achieved both by collecting contractual cash flows and selling the financial assets, and
ii. The asset's contractual cash flows represent solely payments of principal and interest.

Financial asset included within the OCI category are measured initially as well as at each reporting date at fair value. Fair value movements are recognized in OCI. Interest income is recognized in statement of profit and loss for debt instruments. On derecognition of the asset, cumulative gain or loss previously recognized in OCI is reclassified from OCI to statement of profit and loss.

Financial assets at fair value through profit and loss

Any financial asset, which does not meet the criteria for categorization at amortized cost or fair value through other comprehensive income, is calculated at fair value through profit and loss. Financial assets included at the fair value through profit and loss category are measured at fair value with all changes recognized in the statement of profit and loss.

Derecognition of financial assets

A financial asset is primarily derecognized when the rights to receive cash flows from the asset have expired, or the Company has transferred its rights to receive cash flows from the asset.

Impairment of financial assets

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit and loss. Lifetime ECL allowance is recognized for trade receivables with no significant financing component. For all other financial assets, expected credit losses are measured at an amount equal to the 12-month ECL, unless there has been a significant increase in credit risk from initial recognition in which case they are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date is recognized in statement of profit and loss.

ii. Financial liabilities

All financial liabilities are recognized initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs.

Financial liabilities at amortized cost

The company's financial liabilities include other payables, loans and borrowings including bank overdrafts.

After initial recognition, financial liabilities are subsequently measured at amortized cost using the effective interest rate (EIR) method except for deferred consideration recognized in a business combination which is subsequently measured at fair value through profit and loss. Gains and losses are recognized in the statement of profit and loss when the liabilities are derecognized as well as through the EIR amortization process.

Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortization is included as finance costs in the statement of profit and loss.

Derecognition
A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.

g) Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

Diluted EPS amounts are computed by dividing the net profit attributable to the equity holders of the company by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares. The diluted potential equity shares are adjusted for the proceeds receivable had the shares been actually issued at fair value (i.e. the average market value of the outstanding shares). Dilutive potential equity shares are deemed converted as at the beginning of the year, unless issued at a later date. Dilutive potential equity shares are determined independently for each year presented.

h) Provisions & contingent liabilities

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability.

i) Other income

Profit on sale of Investments is recorded on transfer of title from the Company and is determined as the difference between the sales price and the then carrying value of the investment. Interest on the deployment of surplus funds is recognized using the time-proportion method based on interest rates implicit in the transaction.

Dividend income is recognized when the right to receive the same is established.

j) Investment in Subsidiaries

Subsidiaries are entities controlled by the Company. The Company controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. Power is demonstrated through existing rights that give the ability to direct relevant activities, those which significantly affect the entity's returns. Investments in subsidiaries are valued at cost less impairment in the separate financial statements as required under relevant applicable accounting standards. When the carrying amount of the investment is greater than its estimated recoverable amount, it is written down immediately to its recoverable amount and the difference is transferred to the statement of comprehensive income (Loss). On disposal of an investment, the difference between the net disposal proceeds and the carrying amount is charged or credited to special purpose profit or loss.
Investment in fellow subsidiaries is accounted at cost when the instrument meets the definition of an equity instrument from the perspective of the issuing fellow subsidiaries.

k) Investment in associates

Associates are entities in which the Company has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control of those policies. If an entity holds, directly or indirectly (eg through subsidiaries), 20 per cent or more of the voting power of the investee, it is presumed that the entity has significant influence, unless it can be clearly demonstrated that this is not the case. Investment in associates is accounted at cost when the instrument meets the definition of an equity instrument from the perspective of the issuing fellow associate.

l) Recently issued accounting pronouncements

On 24 March 2021, the Ministry of Corporate Affairs (MCA), notified amendments in Schedule III to the Companies Act, 2013 effective from 1 April 2021. The Company is currently evaluating the impact of these amendment on its financial statements.

HCL Bermuda Limited
Notes to special purpose financial statements for the year ended 31 March 2021
(All amounts in thousands except share data and as stated otherwise)

2.1A Investment in asscociates

	As at			
	31 March 2021	31 March 2020	1 April 2019	31 March 2021
	(USD)	(USD)	(USD)	(₹)
		(Restated) (Refer note 4)	(Restated) (Refer note 4)	(Refer note 1)
Non Current				
In associate companies (unquoted), fully paid up at cost				
1,001,616 equity shares (31 March 2020: 1,001,616) (49.22% equity interest) of Singapore Dollar 1 each, in HCL Singapore Pte. Ltd.,	180	180	180	13,191
Total investments in associates	**180**	**180**	**180**	**13,191**

2.1B Investments in subsidiaries

	As at			
	31 March 2021	31 March 2020	1 April 2019	31 March 2021
	(USD)	(USD)	(USD)	(₹)
		(Restated) (Refer note 4)	(Restated) (Refer note 4)	(Refer note 1)
Financial Assets				
Non Current				
In subsidiary companies (unquoted), fully paid up				
Investment in Equity Instruments (Unquoted) at cost				
6,089,870 equity shares (31 March 2020: 6,089,870) (81.48% equity interest) of USD 1 each, in HCL America Inc., United States of America	53,270	53,270	53,270	3,894,572
81,400,630 equity shares (31 March 2020: 500,000) (100% equity interest) of AUD 1 each, in HCL Australia Services Pty. Limited, Australia	60,260	259	259	4,405,581
193,167 equity shares (31 March 2020: 193,167) (100% equity interest) of HKD 1 each, in HCL Hong Kong SAR Limited, Hong Kong	25	25	25	1,828
10 equity shares (31 March 2020: 10) (100% equity interest) of NZD 1 each, in HCL (New Zealand) Limited, New Zealand	25	25	25	1,828
106,070 equity shares (31 March 2020: 106,070) (100% equity interest) of INR 10 each, in HCL Global Processing Services Limited	14	14	14	992
Equity shares of HCL Technologies Austria GmbH (100% equity interest)	6,460	6,460	6,460	472,291
9,999 equity shares (31 March 2020: 9,999) (100% equity interest) of CAD 20.7316 each , in HCL Canada Inc.	180	180	180	13,160
16,240,000 equity shares (31 March 2020: 9,000,000) (100% equity interest) Hungary of HUF 1 each, in HCL Hungary Kft., Hungary	288	42	42	21,087
35,328 equity shares (31 March 2020: 35,328) (100% equity interest) of RON 10 each, in HCL Technologies Romania S.R.L., Romania	117	117	117	8,554
17,496 units (31 March 2020: 17,496) (100% equity interest) of USD 1000 each in HCL Latin America Holding, LLC, Delaware	17,496	17,496	17,496	1,279,133
1 equity share (31 March 2020: 1) of GBP 1 each, in HCL EAS Limited, United Kingdom.	0	0	0	0
10,980 equity shares (31 March 2020: 10,980) (90% equity interest) of SAR 500 each, fully paid up, in HCL Arbia LLC	1,464	1,464	1,464	107,036
990,000 equity shares (31 March 2020: 990,000) (99% equity interest) of Rp 9.074 each,in HCL Technologies Indonesia	1,004	1,004	1,004	73,428
166,942,191 equity shares (31 March 2020: 76,362,191) (100% equity interest) Equity Shares of USD 1 in HCL Technologies UK Limited	194,627	104,046	74,046	14,229,144
3,650 equity shares units (31 March 2020: 3650) (100% equity interest) of AED 1000 each, in HCL Technologies Middle East FZ-LLC	994	994	994	72,656
21,065,999 equity shares (31 March 2020: 21,065,999) (99.99% equity interest) Equity shares of GTQ 1 in HCL Guatemala	2,750	2,750	-	201,062
1 equity share (31 March 2020: 1) Equity share of AZN 1 in HCL Tech Azerbaizan LLC	0	1	-	0
1,736 equity shares (31 March 2020: 1736) (99.94% equity interest) of OMR 100 each, in HCL Technologies Muscat LLC	452	452	452	33,023
500 equity share (31 March 2020: 0) (50% equity interest) Equity share of PEN 1 in HCL Technologies S.A.C.	0	-	-	10
Investment in Preference Shares (Unquoted) carried at fair value through profit and loss*				
533,698,700 preference share (31 March 2020: 573,698,700) of USD 1 each, in HCL EAS Limited, United Kingdom	622,947	653,393	401,576	45,543,631
Investment in Preference Membership units (Unquoted) carried at fair value through profit and loss				
2,209 preference units (31 March 2020: 2,209) of USD 1000 each in HCL Latin America Holding LLC	2,209	2,209	2,209	161,500
	964,582	**844,201**	**559,633**	**70,520,516**
Current				
Investment in Preference Shares (Unquoted) carried at fair value through profit and loss*				
533,698,700 preference share (31 March 2020: 573,698,700) of USD 1 each, in HCL EAS Limited, United Kingdom	121,519	81,728	335,837	8,884,221
	121,519	**81,728**	**335,837**	**8,884,221**
Aggregate amount of unquoted investments	**1,086,101**	**925,929**	**895,470**	**79,404,737**
Equity instruments carried at cost	**339,426**	**188,599**	**155,848**	**24,815,385**
Preference shares carried at fair value through profit and loss	**746,675**	**737,330**	**739,622**	**54,589,352**

*During the year, the management has identified the need for category reclassification of financial instrument being investment in preference shares pertaining to the prior years issued by HCL EAS Limited. The financial statements are restated to incorporate the effect of retrospective category reclassification of the financial instrument (refer note 4).
The terms and conditions of preference shares were amended w.e.f 31 March 2020.

(a) Coupon rate changed from 4% to 2.2%
(b) To extend the redemption date of various lots of issued preference shares for a further period of five years at time of redemption on case to case basis as agreed between the Company and HCL EAS Ltd.

HCL Bermuda Limited
Notes to special purpose financial statements for the year ended 31 March 2021
(All amounts in thousands except share data and as stated otherwise)

2.2 Cash and bank balances

	As at			
	31 March 2021	31 March 2020	1 April 2019	31 March 2021
	(USD)	(USD)	(USD)	(₹)
		(Restated) (Refer note 4)	(Restated) (Refer note 4)	(Refer note 1)
Cash and cash equivalent				
Balance with banks				
- in current accounts	5,088	1,695	238	372,008
	5,088	**1,695**	**238**	**372,008**

2.3 Financial Assets - Loans

	As at			
	31 March 2021	31 March 2020	1 April 2019	31 March 2021
	(USD)	(USD)	(USD)	(₹)
		(Restated) (Refer note 4)	(Restated) (Refer note 4)	(Refer note 1)
Current				
Loans to related parties (refer note 2.14)	-	-	21,407	-
	-	**-**	**21,407**	**-**

2.4 Other financial assets

	As at			
	31 March 2021	31 March 2020	1 April 2019	31 March 2021
	(USD)	(USD)	(USD)	(₹)
		(Restated) (Refer note 4)	(Restated) (Refer note 4)	(Refer note 1)
Current				
Interest receivable - related parties (refer note 2.14)	-	70	964	-
Other receivable - related parties (refer note 2.14)	20	126	10	1,466
	20	**196**	**974**	**1,466**

2.5 Share Capital

	As at			
	31 March 2021	31 March 2020	1 April 2019	31 March 2021
	(USD)	(USD)	(USD)	(₹)
		(Restated) (Refer note 4)	(Restated) (Refer note 4)	(Refer note 1)
Authorized				
1,000,000,000 (31 March 2020: 1,000,000,000) shares of USD 1 each	1,000,000	1,000,000	1,000,000	73,110,000
Issued, subscribed and paid up				
Equity share capital				
459,759,520 (31 March 2020: 449,026,068) equity shares of USD 1 each, fully paid up	459,760	449,027	445,493	33,613,092
	459,760	**449,027**	**445,493**	**33,613,092**

Terms/ rights attached to equity shares

The Company has only one class of shares referred to as equity shares having a par value of USD 1 each. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

Reconciliation of the number of Equity shares outstanding at the beginning and at the end of the reporting period

	As at					
	31 March 2021		31 March 2020		1 April 2019	
	No. of shares	Amount (USD)	No. of shares	Amount (USD)	No. of shares	Amount (USD)
Number of shares at the beginning	449,026,068	449,027	445,492,500	445,493	445,492,500	445,493
Add: Shares issued during the year	10,733,452	10,733	3,533,568	3,534	-	-
Number of shares at the end	**459,759,520**	**459,760**	**449,026,068**	**449,027**	**445,492,500**	**445,493**

Details of shares held by holding company

Name of the shareholder	As at					
	31 March 2021		31 March 2020		1 April 2019	
	No. of shares	Amount (USD)	No. of shares	Amount (USD)	No. of shares	% holding in the class
Equity shares of USD 1 each fully paid up						
HCL Technologies Limited, the holding company	459,759,520	100.00%	449,026,068	100.00%	445,492,500	100.00%

Details of shareholders holding more than 5 % shares in the company

Name of the shareholder	As at					
	31 March 2021		31 March 2020		1 April 2019	
	No. of shares	Amount (USD)	No. of shares	Amount (USD)	No. of shares	% holding in the class
Equity shares of USD 1 each fully paid up						
HCL Technologies Limited, the holding company	459,759,520	100.00%	449,026,068	100.00%	445,492,500	100.00%

As per the records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

There are no bonus shares issued, no shares issued for consideration other than cash and no shares bought back immediately preceding the reporting date from date of incorporation.

Capital management

The primary objective of the Company's capital management is to support business continuity and growth of the company while maximizing the shareholder value. The Company determines the capital requirement based on annual operating plans and long-term and other strategic investment plans. The funding requirements are generally met through short term borrowings.

2.6 Borrowings

	As at			
	31 March 2021	31 March 2020	1 April 2019	31 March 2021
	(USD)	(USD)	(USD)	(₹)
		(Restated) (Refer note 4)	(Restated) (Refer note 4)	(Refer note 1)
Unsecured				
Loan from related party (Refer note 2.14)	-	16,772	41,100	-
	-	**16,772**	**41,100**	**-**

2.7 Other financial liabilities

	As at			
	31 March 2021	31 March 2020	1 April 2019	31 March 2021
	(USD)	(USD)	(USD)	(₹)
		(Restated) (Refer note 4)	(Restated) (Refer note 4)	(Refer note 1)
Current				
Carried at amortized cost				
Interest payable - related parties (Refer note 2.14)	-	1,359	881	-
Liabilities for expenses	-	0	-	-
Other payables -related parties (Refer note 2.14)	-	463	-	-
	-	**1,822**	**881**	**-**

2.8 Other income

	Year ended 31 March 2021 (USD)	Year ended 31 March 2020 (USD) (Restated) (Refer note 4)	Year ended 31 March 2021 (₹) (Refer note 1)
Exchange differences (net)	10	-	739
Income on investments carried at fair value through profit and loss			-
- Unrealised gain (loss) on fair value changes on investment in preference shares	48,663	-	3,557,728
- Realised gain on investment in preference shares	682	-	49,883
Dividend income on investments	12,908	6,538	943,708
	62,263	**6,538**	**4,552,058**

2.9 Finance cost

	Year ended 31 March 2021 (USD)	Year ended 31 March 2020 (USD) (Restated) (Refer note 4)	Year ended 31 March 2021 (₹) (Refer note 1)
Interest expenses	199	478	14,534
Bank charges	0	0	5
	199	**478**	**14,539**

2.10 Other expenses

	Year ended 31 March 2021 (USD)	Year ended 31 March 2020 (USD) (Restated) (Refer note 4)	Year ended 31 March 2021 (₹) (Refer note 1)
Legal and professional charges	81	60	5,886
Fair value changes on investment carried at fair value through profit and loss	-	2,292	-
Exchange differences (net)	-	590	-
	81	**2,942**	5,886

2.11 Earnings Per Equity Share (EPS)

The computation of earnings per equity share is as follows:

	As at		
	31 March 2021	31 March 2020	31 March 2021
	USD	(USD)	(₹)
		(Restated) (Refer note 4)	(Refer note 1)
Net Profit or (loss) as per Special Purpose Statement of Profit and Loss for computation of EPS	61,983	3,118	4,531,634
Weighted average number of equity shares outstanding in calculating EPS	452,349,027	447,259,284	452,349,027
Nominal value of equity shares	1	1	73.11
Earnings (loss) per equity share - Basic and Diluted	0.14	0.01	10.02

2.12 Segment Reporting

As the company's business activity falls within a single primary business segment viz "Pure equity holding and Income from Investments" and operates in a single geography, there is no separate segment as envisaged in the Ind AS-108 "Operating Segments" notified under the Companies (Indian Accounting Standards) Rules, 2015, (as amended). Accordingly no disclosure for segment reporting have been included in these special purpose financial statements.

2.13 Financial Instruments

(a) Financial Assets and Liabilities

The carrying value of Financial instruments by categories as at 31 March 2021 is as follows:

	Fair value through profit and loss	Amortised cost	Total carrying value	Fair value through profit and loss	Amortised cost	Total carrying value
	USD	USD	USD	(₹)	(₹)	(₹)
Financial Assets						
Investments	746,675	-	746,675	54,589,352	-	54,589,352
Cash and Cash equivalents	-	5,088	5,088	-	372,008	372,008
Others (Refer note 2.4)	-	20	20	-	1,466	1,466
Total	**746,675**	**5,108**	**751,784**	**54,589,352**	**373,475**	**54,962,825**

The carrying value of Financial instruments by categories as at 31 March 2020 (restated, refer note 4) is as follows:

	Fair value through profit and loss	Amortised Cost	Total carrying value
	USD	USD	USD
Financial Assets			
Investments	737,330	-	737,330
Cash and Cash equivalents	-	1,695	1,695
Others (Refer note 2.4)	-	196	196
Total	**737,330**	**1,891**	**739,222**
Financial Liabilities			
Borrowings (Refer note 2.6)	-	16,772	16,772
Others (Refer note 2.7)	-	1,822	1,822
Total	**-**	**18,594**	**18,594**

The carrying value of Financial instruments by categories as at 1 April 2019 (restated, refer note 4) is as follows:

	Fair value through profit and loss	Amortised Cost	Total carrying value
	USD	USD	USD
Financial Assets			
Investments	739,622	-	739,622
Cash and Cash equivalents	-	238	238
Loans (Refer note 2.3)	-	21,407	21,407
Others (Refer note 2.4)	-	974	974
Total	**739,622**	**22,619**	**762,241**
Financial Liabilities			
Borrowings (Refer note 2.6)	-	41,100	41,100
Others (Refer note 2.7)	-	881	881
Total	**-**	**41,981**	**41,981**

Investments in unquoted preference shares is classified as fair value through profit and loss and is classified as level 3. The re-measurement is calculated using unobservable inputs based on company's own assessment of respective company's financial performance and third party valuation inputs.

Sensitivity analysis for instruments carried at Fair value through profit and loss

An increase of 50 basis points in interest rates at the reporting date would have increased loss as at March 31, 2021 and March 31, 2020 by the amounts shown below. This analysis assumes that all other variables remain constant.

Profit or (loss)	USD
31 March 2020	(11,284)
31 March 2021	(10,171)

A decrease of 50 basis points in the interest rates at the reporting date would have had equal but opposite effect on the amounts shown above, on the basis that all other variable remain constant.

2.13 Financial Instruments (continued)

(b) Financial risk management

The Company is exposed to market risk, credit risk and liquidity risk which may impact the fair value of its financial instruments. The Company has a risk management policy to manage & mitigate these risks.

The Company's risk management policy aims to reduce volatility in special purpose financial statements while maintaining balance between providing predictability in the Company's business plan along with reasonable participation in market movement.

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of currency risk and interest rate risk. The Company is primarily exposed to fluctuation in foreign currency exchange rates.

(i) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in exchange rates. The Company is primarilly dealing in its functional currency and is not exposed significantly to change in foreign currency exchange rates.

The exchange rate risk primarily arises from assets and liabilities denominated in curriences other than foreign curreny. An insignificant portion of the Company's revenue is in foreign currency while a large protion of costs are in USD. The fluctuation in exchnges rates in respect to USD may not have potential impact on the statement of profit and loss and equity.

Appreciation / depreciation of 1% in respective foreign currencies with respect to functional currency of the Company would result in decrease / increase in the Company's profit before tax by approximately USD 207 thousand for the year ended 31 March, 2021.

The rate sensitivity is calculated by aggregation of the net foreign exchange rate exposure and a simultaneous parallel foreign exchange rates shift of all the currencies by 1% against the respective functional currencies of the Company and its branches. The sensitivity analysis presented above may not be representative of the actual change.

Non-derivative foreign currency exposure as of 31 March, 2021 and 31 March 2020 (restated, refer note 4) in major currencies is as below:

	Financial assets		Financial liabilities		Financial assets	Financial liabilities
	31 March 2021	31 March 2020	31 March 2021	31 March 2020	31 March 2021	31 March 2021
	(USD)	(USD)	(USD)	(USD)	(₹)	(₹)
		(Restated) (Refer note 4)		(Restated) (Refer note 4)	(Refer note 1)	(Refer note 1)
INR/USD	47,118	162,239	43,086	172,055	3,444,811	3,150,008
GBP/USD	32,638	111,976	29,676	135,581	2,386,200	2,169,600
SGD/USD	7,340	16,951	7,340	10,743	536,627	536,627

(ii) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. During the current year there was no interest bearing asset/ liability as on reporting date. In previous year the Company had exposure to the risk of changes in market interest rate arising on account of short term borrowings from group affiliate entities with floating interest rate however, the exposure was not material.

Credit risk

Financial instruments that potentially subject the Company to concentration of credit risk consist principally of cash and bank balances. Bank deposits are made with banks having high credit rating and there is no material concentration of credit risk.

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting its obligations associated with financial liabilities. The investment philosophy of the Company is capital preservation and liquidity in preference to returns. The Company consistently generates sufficient cash flows from operations and has access to multiple sources of funding to meet the financial obligations and maintain adequate liquidity for use.

Maturity profile of the Company's financial liabilities based on contractual payments is as below:

	Year 1 (Current)	Total
	(USD)	(USD)
As at 31 March 2020 (restated)		
Borrowings	16,772	16,772
Other financial liabilities	1,822	1,822
Total	**18,594**	**18,594**

2.14 Related parties

a) Related parties where control exists

Holding company
HCL Technologies Limited, India

Subsidiaries Company
HCL Technologies Middle East FZ-LLC
HCL America Inc.
HCL Technologies Romania S.R.L
HCL Hungry Kft.
HCL Technologies Austria GMBH
HCL Arabia LLC
HCL Technologies UK Ltd.
HCL Latin America Holding LLC
HCL Mexico de R.L.De
HCL Argentina s.a.
HCL (Brazil) Technologia da infformacao EIRELI
HCL Technologies Finland Oy
HCL Technologies B.V.
HCL Technologies Germany GmbH
HCL Ireland Information Systems Ltd.
HCL Technologies Sweden AB
HCL Technologies Columbia S.A.S
HCL Technologies Italy S.PA.
HCL Istanbul Bilisim Teknolojileri Limited Sirketi
HCL Technologies Greece Single member PC
HCL Technologies SA
HCL Technologies Luxembourg SARL
HCL Technologies Beijing Co. Ltd.
HCL Technologies Egypt Limited
HCL Technologies (Thailand) Limited
HCL EAS Limited
Concept2Silicon Systems Private Ltd.
HCL Muscat Technologies LLC
Point to Point Limited
Point to Point Products Limited
HCL Technologies Czech Republic S.R.O.
HCL Great Britain Ltd.
HCL Technologies Denmark Aps
HCL Technologies Norway AS
HCL Technologies France S.A.C
Axon Group Ltd. UK
HCL Technologies Philippines Inc.
Fillal Espanoina De HCL Technologies S.L
HCL Technologies South Africa (Proprietary) Limited
HCL Axon Malaysia Sdn. Bhd.
Axon Solutions (Shanghai) Co. Ltd.
Axon Solutions Ltd.
HCL Technologies Chile Spa.
HCL Investments (UK) Ltd.
State Street HCL Holdings (UK) Ltd.
State Street HCL Services Philippines Inc.
State Street HCL Services India Pvt. Ltd.
HCL (New Zealand) Ltd.
HCL Hong Kong SAR Ltd.
HCL Software Products Limited
HCL Japan Ltd.
HCL Australia Services Pty Ltd.
Axon Solution Pty. Ltd.
Butler America Aerospace LLC
PT. HCL Technologies Indonesia Ltd.
HCL Canada Inc.
HCL Sweden AB
HCL GMBH Germany
HCL Technologies Solutions Ltd.
HCL America Solution Inc.
HCL Technologies Lithuania UAB
HCL Poland Sp.z.o.o
HCL Technologies Solutions GMBH
Anzospan Investments (Pty) Limited
HCL Axon (Proprietary) Limited
HCL Technologies Belgium BVBA
HCL Insurance BPO Services Ltd.
Datawave (An HCL Technologies Company) Limited
HCL Technologies Corporate Services Limited
Urban Fulfillment Services LLC
HCL Guatemala, Sociedad Anónima
HCL Technologies Estonia OU
HCL Technologies (Taiwan) Ltd.
HCL Technologies Azerbaijan LLC
HCL Technologies S.A.C #

HCL Bermuda Limited
Notes to special purpose financial statements for the year ended 31 March 2021
(All amounts in thousands except share data and as stated otherwise)

b) Related Parties with whom transactions have taken place during the year

HCL Technologies UK Ltd.
HCL Singapore Pte Limited
HCL EAS Limited
HCL Hong Kong SAR Ltd.
HCL Australia Services Pty Ltd.
HCL Hungry Kft.
HCL Technologies S.A.C #

These entities are acquired/incorporated during the year.

c) Transactions with related parties during the year **(USD)**

	Subsidiaries	
	Year ended	
	31 March 2021	31 March 2020
		(Restated) (Refer note 4)
Dividend income	12,908	6,538
Interest expenses	199	478
Short term loan received	-	9,456
Short term loan paid back	16,772	12,900
Investments made	110,826	32,751

c) Transactions with related parties during the year **(₹)**

	Subsidiaries
	Year ended
	31 March 2021
Dividend income	943,708
Interest expenses	14,534
Short term loan paid back	1,226,194
Investments made	8,102,525

d) Material related party transactions

	Subsidiaries		
	Year ended		
	31 March 2021	31 March 2020	31 March 2021
	(USD)	(USD)	(₹)
		(Restated) (Refer note 4)	(Refer note 1)
Interim Dividend paid			
HCL EAS Limited	682	-	49,883
HCL Singapore Pte Limited	7,353	6,538	537,601
HCL Hong Kong SAR Limited	4,872	-	356,224

e) Outstanding balances with related parties **(USD)**

	Subsidiaries		
	As at		
	31 March 2021	31 March 2020	1 April 2019
		(Restated) (Refer note 4)	(Restated) (Refer note 4)
Loan and advances given	-	-	21,407
Interest receivable	-	70	964
Other payables	-	463	-
Other receivable	20	126	10
Short term loan received	-	16,772	41,100
Interest payable	-	1,359	881

HCL Bermuda Limited
Notes to special purpose financial statements for the year ended 31 March 2021
(All amounts in thousands except share data and as stated otherwise)

e) Outstanding balances with related parties **(₹)**

	Subsidiaries
	As at
	31 March 2021
	Refer Note 1
Other receivable	1,466

3. The Company has presented its special purpose financial statements in "USD in Thousands" and accordingly, amounts less than USD 0.50 thousands are rounded off to zero.

4. Restatement due to correction of errors

During the year, the management has identified the need for category reclassification of financial instrument being investment in preference shares pertaining to the prior years. Accordingly, the corresponding figures pertaining to the year ended and as at 31 March 2020 have been restated and a third balance sheet as at 1 April 2019 has been presented in accordance with requirements of "Ind AS 8: Accounting Policies, Changes in Accounting Estimates and Errors" for reclassification and remeasurement of the corresponding figures of the following items in the special purpose balance sheet, special purpose statement of profit and loss and special purpose statement of cash flows.

The management has identified financial impact of prior period adjustments due to category reclassification of financial instrument being investment in preference shares of HCL EAS Ltd. The investment was carried at historical cost in the financial statement of previous periods amounting to USD 573,699 (thousands) as at 31 March 2020. The classification of investment in preference shares for previous periods based on the terms and conditions of the instrument was inconsistent in accordance with requirements of "Ind AS 109: Financial Instruments" resulting in category reclassification of the instrument. After reclassification, the investment in preference shares are being carried at Fair Value through Profit and Loss at USD 737,413 (thousands) as on 1 April 2019 and at USD 735,120 (thousands) as on 31 March 2020. The effects of adjustments on account of restatement are listed below-

(a) The difference between the carrying value and fair value of the financial instrument as at 31 March 2020 amounting to USD 161,422 (thousands) is adjusted in restated special purpose balance sheet as at 31 March 2020.

(b) The fair value change in the financial instrument between 1 April 2019 and 31 March 2020 amounting to USD (2,292) (thousands) is adjusted in restated special purpose statement of profit and loss and restated statement of cash flows for the year ended 31 March 2020.

(c) The difference between the carrying value and fair value of the financial instrument as at 1 April 2019 amounting to USD 163,714 (thousands) is adjusted in restated special purpose balance sheet as at 1 April 2019.

(i) The comparative information for the year ended as at 31 March 2020 has been restated as follows-

A. Special Purpose Balance Sheet as at 31 March 2020

	Note Reference	As previously stated	Effects of prior year adjustments	As restated
I Assets				
(1) Non-current assets				
(a) Investment in associates		180	-	180
(b) Financial assets				
(i) Investment in subsidiaries	**(a)**	764,507	79,694	844,201
(2) Current assets				
(a) Financial assets				
(i) Investment in subsidiaries	**(a)**	-	81,728	81,728
(ii) Cash and cash equivalents		1,695	-	1,695
(iii) Loans		-	-	-
(iv) Others		196	-	196
TOTAL ASSETS		**766,578**	**161,422**	**928,000**
II Equity				
(a) Equity share capital		449,027	-	449,027
(b) Other equity	**(a)**	298,957	161,422	460,379
TOTAL EQUITY		**747,984**	**161,422**	**909,406**
III LIABILITIES				
(1) Current liabilities				
(a) Financial liabilities				
(i) Borrowings		16,772	-	16,772
(ii) Others		1,822	-	1,822
TOTAL EQUITY AND LIABILITIES		**766,578**	**161,422**	**928,000**

HCL Bermuda Limited
Notes to special purpose financial statements for the year ended 31 March 2021
(All amounts in thousands except share data and as stated otherwise)

4. Restatement due to correction of errors (continued)

B. Special Purpose Statement of Profit and Loss for the year ended 31 March 2020

	Note Reference	As previously stated	Effects of prior year adjustments	As restated
I Revenue				
Other income	**(b)**	6,538	-	6,538
Total Income		**6,538**	**-**	**6,538**
II Expenses				
Finance costs		478	-	478
Other expenses		650	(2,292)	2,942
Total expenses		**1,128**	**(2,292)**	**3,420**
IV Tax expense		-	-	-
V Profit for the year	**(b)**	**5,410**	**(2,292)**	**3,118**
VI Other comprehensive income		-	-	-
VII Total comprehensive income for the year	**(b)**	**5,410**	**(2,292)**	**3,118**

HCL Bermuda Limited
Notes to special purpose financial statements for the year ended 31 March 2021
(All amounts in thousands except share data and as stated otherwise)

4. Restatement due to correction of errors (continued)

C. Special Purpose Statement of Cash Flows for the year ended 31 March 2020

	Note Reference	As previously stated	Effects of prior year adjustments	As restated
A. Cash flows from operating activities				
Profit/ (loss) before tax	**(b)**	5,410	(2,292)	3,118
Adjustment for:				
(Profit)/ loss on change in fair value of investment carried at fair value through profit and loss	**(b)**	-	2,292	2,292
Dividend income		(6,538)	-	(6,538)
Interest expenses		478	-	478
Other non cash charges		523	-	523
		(127)	**-**	**(127)**
Net change in				
Other financial assets and other assets		(116)	-	(116)
Other current financial liabilities		463	-	463
Cash generated from in operations		**220**	**-**	**220**
Net cash flow from in operating activities (A)		**220**	**-**	**220**
B. Cash flows from investing activities				
Interest received		894	-	894
Dividend received		6,538	-	6,538
Investment in subsidiaries		(32,751)	-	(32,751)
Net cash flow used in investing activities (B)		**(25,319)**	**-**	**(25,319)**
C. Cash flows from financing activities				
Proceeds from short term borrowings		9,456	-	9,456
Repayment of short term borrowings		(12,900)	-	(12,900)
Proceeds from capital infusion		30,000	-	30,000
Interest paid		0		0
Net cash flow from financing activities (C)		**26,556**	**-**	**26,556**
Net increase in cash and cash equivalents (A+B+C)		1,457	-	1,457
Cash and cash equivalents at the beginning of the year		238	-	238
Cash and cash equivalents at the end of the year as per note 2.2		**1,695**	**-**	**1,695**

HCL Bermuda Limited
Notes to special purpose financial statements for the year ended 31 March 2021
(All amounts in thousands except share data and as stated otherwise)

4. Restatement due to correction of errors (continued)

(ii) The comparative information as at 1 April 2019 has been restated as follows-

A. Special Purpose Balance Sheet as at 1 April 2019

	Note Reference	As previously stated	Effects of prior year adjustments	As restated
I Assets				
(1) Non-current assets				
(a) Investment in associates		180	-	180
(b) Financial assets				
(i) Investment in subsidiaries	**(c)**	731,756	(172,123)	559,633
(2) Current assets				
(a) Financial assets				
(i) Investment in subsidiaries	**(c)**	-	335,837	335,837
(ii) Cash and cash equivalents		238	-	238
(iii) Loans		21,407	-	21,407
(iv) Others		974	-	974
TOTAL ASSETS		**754,555**	**163,714**	**918,269**
II Equity				
(a) Equity share capital		445,493	-	445,493
(b) Other equity	**(c)**	267,081	163,714	430,795
TOTAL EQUITY		**712,574**	**163,714**	**876,288**
III LIABILITIES				
(1) Current liabilities				
(a) Financial liabilities				
(i) Borrowings		41,100	-	41,100
(ii) Others		881	-	881
TOTAL EQUITY AND LIABILITIES		**754,555**	**163,714**	**918,269**

As per our report of even date

For B S R & Co. LLP
ICAI Firm Registration Number : 101248W/W-100022
Chartered Accountants

Rakesh Dewan

Rakesh Dewan
Partner
Membership Number: 092212

Gurugram, India
Date: 06 August 2021

For and on behalf of the Board of Directors
of HCL Bermuda Limited

Raghu Raman Lakshmanan

Raghu Raman Lakshmanan
Director

prbansal

Prahlad Rai Bansal
Director

Date: 06 August 2021