

Consolidated Statement of Changes in Equity

for the year ended March 31, 2021

(All amounts in ₹ lakhs, unless otherwise stated)

a) Equity share capital

	No of Shares	Amount
Equity shares of ₹ 2 each issued, subscribed and fully paid		
At April 01, 2019	2,98,33,252	597
Conversion of preference shares during the year - refer note 15 (ii) (1)	1,22,25,000	245
Exercise of share options - refer note 15 (ii) (2)	18,40,925	37
At March 31, 2020	4,38,99,177	879
Conversion of preference shares during the year - refer note 15 (ii) (1)	9,08,47,235	1,817
Exercise of share options - refer note 15 (ii) (2)	4,10,386	8
Issued during the year - refer note 15 (ii) (3)	66,26,506	133
At March 31, 2021	14,17,83,304	2,837

b) Instruments entirely in the nature of equity

	No of Shares	Amount
Series A 14% Non Cumulative Compulsorily Convertible Preference Shares (CCPS) of ₹ 652 each issued, subscribed and fully paid.		
At April 1, 2019	3,42,073	2,230
Increase on account of modification of CCPS - refer note 16 (iii) (b) & (c)	2,90,272	1,893
Conversion into equity shares during the year - refer note 15 (ii) (3)	(75,000)	(489)
At March 31, 2020	5,57,345	3,634
Conversion into equity shares during the year - refer note 15 (ii) (3)	(5,57,345)	(3,634)
At March 31, 2021	-	-

Consolidated Statement of Changes in Equity (Contd.)

(All amounts in ₹ lakhs, unless otherwise stated)

c) Other equity

	Attributable to the equity holders of the parent						Non-controlling interest	Total equity
	Reserves and Surplus		Other equity			Total		
	Securities premium (Note 17)	Retained earnings (Note 17)	Share options outstanding reserve (Note 17)	Foreign currency translation reserve (Note 17)	Cash flow hedge reserve (Note 17)			
As at April 01, 2019	18,602	(28,633)	240	122	237	(9,432)	(9,432)	
Profit for the year	-	7,171	-	-	-	7,171	7,171	
Other comprehensive income	-	(139)	-	-	-	(139)	(139)	
Net movement on effective portion of cash flow hedges	-	-	-	-	(967)	(967)	(967)	
Exchange difference on translation of foreign operations	-	-	-	(12)	-	(12)	(12)	
Total comprehensive income	-	7,032	-	(12)	(967)	6,053	6,053	
Conversion of preference shares during the year - refer note 15 (ii) (1)	245	-	-	-	-	245	245	
Exercise of share option by employees	405	-	-	-	-	405	405	
Transferred to retained earnings for options forfeited	-	52	(52)	-	-	-	-	
Increase on account of modification of preference shares - refer note 16 (iii) (b) & (c)	24,481	-	-	-	-	24,481	24,481	
Reduction in capital - refer note (i) below	(15,952)	15,952	-	-	-	-	-	
Share-based payments expense	-	-	266	-	-	266	266	
As at March 31, 2020	27,781	(5,597)	454	110	(730)	22,018	22,018	
Profit for the year	-	16,246	-	-	-	16,246	16,246	
Other comprehensive income	-	(108)	-	-	-	(108)	(108)	
Net movement on effective portion of cash flow hedges	-	-	-	-	1,109	1,109	1,109	
Exchange difference on translation of foreign operations	-	-	-	22	-	22	22	
Total comprehensive income	-	16,138	-	22	1,109	17,269	17,269	
Conversion of preference shares during the year - refer note 15 (ii) (1)	1,817	-	-	-	-	1,817	1,817	
Increase during the year - refer note 15 (ii) (3)	10,867	-	-	-	-	10,867	10,867	
Transaction costs on issue of shares - refer note 15 (ii) (3)	(456)	-	-	-	-	(456)	(456)	
Exercise of share option by employees	64	-	-	(114)	-	64	64	
Reclassified to profit or loss on liquidation of subsidiary - refer note (ii) below	-	-	-	-	-	(114)	(114)	
Transferred to retained earnings for options forfeited	-	9	(9)	-	-	-	-	
Transferred to securities premium for options exercised	381	-	(381)	-	-	-	-	
Share-based payments expense	-	-	297	-	-	297	297	
As at March 31, 2021	40,454	10,550	361	18	379	51,762	51,762	

Consolidated Statement of Changes in Equity (Contd.)

(All amounts in ₹ lakhs, unless otherwise stated)

(i) Capital reduction

The Parent Company had filed for capital reduction through National Company Law Tribunal ("NCLT") and received an approval vide order dated November 5, 2019 for writing off the accumulated losses of the Parent Company being the debit balance of Profit and Loss Account as appearing in the Standalone Financial Statements of the Parent Company as at March 31, 2018 prepared under previous GAAP ("Indian GAAP") with Securities Premium. The accumulated losses of the Parent Company as at March 31, 2018 was ₹ 17,233 lakhs and during the year ended March 31, 2019, the Parent Company had earned a profit of ₹ 1,281 lakhs under Indian GAAP and the accumulated balance in Profit and Loss Account as at March 31, 2019 was ₹ 15,952 lakhs. This balance has been written off during the year ended March 31, 2020.

(ii) Liquidation of subsidiary

The Group has liquidated its subsidiary i.e. Happiest Minds Technologies LLC during the year ended March 31, 2021. Pursuant to such liquidation, the cumulative balance lying in foreign currency translation reserve has been reclassified to statement of profit and loss. Refer note 45.

As per our report of even date
for **S.R. Batliboi & Associates LLP**
Chartered Accountants
ICAI Firm's Registration Number : 101049W/E300004

for and on behalf of the Board of Directors:
Happiest Minds Technologies Limited
CIN : L72900KA2011PLC057931

per **Sumit Mehra**
Partner
Membership no.: 096547
Place: Bengaluru, India
Date: May 12, 2021

Ashok Soota
Executive Chairman
DIN : 00145962
Place: Bengaluru, India
Date: May 12, 2021

Venkatraman Narayanan
Managing Director &
Chief Financial Officer
DIN : 01856347
Place: Bengaluru, India
Date: May 12, 2021

Praveen Darashankar
Company Secretary
FCS No.: F6706
Place: Bengaluru, India
Date: May 12, 2021