

Consolidated Statement of Changes in Equity

for the year ended March 31, 2022

(All amounts in ₹ Lacs, unless otherwise stated)

a) Equity share capital

| For the year ended March 31, 2022 | No. of Shares | Amount |
|--|----------------------|---------------|
| Equity shares of ₹ 2 each issued, subscribed and fully paid | | |
| At April 1, 2021 | 14,17,83,304 | 2,837 |
| Changes in Equity Share Capital due to prior period errors | - | - |
| Restated balance | 14,17,83,304 | 2,837 |
| Exercise of share options - refer note 15 (ii) (2) | 8,25,563 | 17 |
| As at March 31, 2022 | 14,26,08,867 | 2,854 |
| For the year ended March 31, 2021 | No. of Shares | Amount |
| Equity shares of ₹ 2 each issued, subscribed and fully paid | | |
| At April 1, 2020 | 4,38,99,177 | 879 |
| Changes in Equity Share Capital due to prior period errors | - | - |
| Restated balance | 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 |
| As at March 31, 2021 | 14,17,83,304 | 2,837 |

b) Instruments entirely in the nature of equity

| For the year ended March 31, 2022 | 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, 2021 | - | - |
| Changes due to prior period errors | - | - |
| Restated balance | - | - |
| Change during the year | - | - |
| As at March 31, 2022 | - | - |
| For the year ended March 31, 2021 | 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, 2021 | 5,57,345 | 3,634 |
| Changes due to prior period errors | - | - |
| Restated balance | 5,57,345 | 3,634 |
| Conversion into equity shares during the year - refer note (15) (ii) (1) | (5,57,345) | (3,634) |
| At March 31, 2021 | - | - |

c) Other equity

| For the year ended March 31, 2022 | Attributable to the equity holders of the parent | | | | | Total | Non-controlling interest | Total equity |
|--|--|---|-----------------------------|-------------------------|--|---------------|--------------------------|---------------|
| | Reserves and Surplus | | | Cash flow | Foreign | | | |
| | Securities premium (Note 17) | Share options outstanding reserve (Note 17) | Retained earnings (Note 17) | hedge reserve (Note 17) | currency translation reserve (Note 17) | | | |
| As at April 1, 2021 | 40,454 | 361 | 10,550 | 379 | 18 | 51,762 | - | 51,762 |
| Restated balance as at April 1, 2021 | 40,454 | 361 | 10,550 | 379 | 18 | 51,762 | - | 51,762 |
| Profit for the year | - | - | 18,120 | - | - | 18,120 | - | 18,120 |
| Other comprehensive income | - | - | (73) | (236) | 202 | (107) | - | (107) |
| Total comprehensive income | - | - | 18,047 | (236) | 202 | 18,013 | - | 18,013 |
| Exercise of share option by employees | 154 | - | - | - | - | 154 | - | 154 |
| Transaction costs, net of recovery or reimbursement of expense on issue of shares - refer note 15 (ii) (3) | 327 | - | - | - | - | 327 | - | 327 |
| Transferred to retained earnings for options forfeited | - | (6) | 6 | - | - | - | - | - |

Consolidated Statement of Changes in Equity (Contd.)

(All amounts in ₹ Lacs, unless otherwise stated)

| For the year ended March 31, 2022 | Attributable to the equity holders of the parent | | | | | | Total | Non-controlling interest | Total equity |
|--|--|---|-----------------------------|-----------------------------------|--|---------------|----------|--------------------------|--------------|
| | Reserves and Surplus | | | Cash flow hedge reserve (Note 17) | Foreign currency translation reserve (Note 17) | | | | |
| | Securities premium (Note 17) | Share options outstanding reserve (Note 17) | Retained earnings (Note 17) | | | | | | |
| Transferred to securities premium for options exercised | 270 | (270) | - | - | - | - | - | - | |
| Dividend - refer note 18 | - | - | (6,830) | - | - | (6,830) | - | (6,830) | |
| Share-based payments expense - refer note 44 | - | 300 | - | - | - | 300 | - | 300 | |
| As at March 31, 2022 | 41,205 | 385 | 21,773 | 143 | 220 | 63,726 | - | 63,726 | |
| For the year ended March 31, 2021 | Attributable to the equity holders of the parent | | | | | | Total | Non-controlling interest | Total equity |
| | Reserves and Surplus | | | Cash flow hedge reserve (Note 17) | Foreign currency translation reserve (Note 17) | | | | |
| | Securities premium (Note 17) | Share options outstanding reserve (Note 17) | Retained earnings (Note 17) | | | | | | |
| As at April 1, 2020 | 27,781 | 454 | (5,597) | (730) | 110 | 22,018 | - | 22,018 | |
| Restated balance as at April 1, 2020 | 27,781 | 454 | (5,597) | (730) | 110 | 22,018 | - | 22,018 | |
| Profit for the year | - | - | 16,246 | - | - | 16,246 | - | 16,246 | |
| Other comprehensive income | - | - | (108) | 1,109 | 22 | 1,023 | - | 1,023 | |
| Total comprehensive income | - | - | 16,138 | 1,109 | 22 | 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 | |
| Reclassified to profit or loss on liquidation of subsidiary - refer note (i) below | - | - | - | - | (114) | (114) | - | (114) | |
| Exercise of share option by employees | 64 | - | - | - | - | 64 | - | 64 | |
| Transaction costs, net of recovery or reimbursement of expense on issue of shares - refer note 15 (ii) (3) | (456) | - | - | - | - | (456) | - | (456) | |
| Transferred to retained earnings for options forfeited | - | (9) | 9 | - | - | - | - | - | |
| Transferred to securities premium for options exercised | 381 | (381) | - | - | - | - | - | - | |
| Share-based payments expense - refer note 44 | - | 297 | - | - | - | 297 | - | 297 | |
| As at March 31, 2021 | 40,454 | 361 | 10,550 | 379 | 18 | 51,762 | - | 51,762 | |

(i) 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 46.

The notes referred to above form an integral part of the Consolidated Financial Statement.

As per our report of even date
for **Deloitte Haskins and Sells**
Chartered Accountants
ICAI Firm's Registration Number : 008072S

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

Vikas Bagaria
Partner
Membership no : 060408
Place: Bengaluru, India
Date: May 5, 2022

Ashok Soota
Executive Chairman
DIN : 00145962
Place: Bengaluru, India
Date: May 5, 2022

Venkatraman Narayanan
Managing Director & Chief
Financial Officer
DIN : 01856347
Place: Bengaluru, India
Date: May 5, 2022

Praveen Darshankar
Company Secretary &
Compliance Officer
FCS No.: F6706
Place: Bengaluru, India
Date: May 5, 2022