

Standalone Statement of Cash Flows

for the year ended March 31, 2023

(All amounts in ₹ lakhs, unless otherwise stated)

	Notes	For the year ended March 31, 2023	For the year ended March 31, 2022
Operating activities			
Profit before tax		29,168	25,085
Adjustments to reconcile profit before tax to net cash flows:			
Depreciation/ amortisation of property, plant and equipment, intangibles and right-of-use assets	29	2,996	2,423
(Gain)/ loss on disposal of property, plant and equipment, net	27	-	(10)
Share-based payment expense	28	120	300
Gain on investment carried at fair value through profit and loss	27	-	(1,377)
Gain on sale of investment carried at fair value through profit and loss	27	(803)	(368)
Interest income	27	(2,725)	(667)
Unrealised foreign exchange (gain)/ loss	27	1,209	354
Rent concession	27	(71)	(323)
Impairment loss on financial assets	31	-	33
Finance costs	30	2,150	830
Operating cash flow before working capital changes		32,044	26,280
Movements in working capital:			
Increase in trade receivables		(3,687)	(4,415)
Decrease in loans		(60)	10
Increase in non-financial assets		(1,004)	(1,484)
Increase in financial assets		(2,092)	(2,635)
Increase in trade payables		936	1,303
Increase/ (decrease) in financial liabilities		(650)	648
Increase in provisions		495	58
Increase/ (decrease) in contract liabilities		(213)	607
Increase in other non-financial liabilities		(184)	830
		25,585	21,202
Income tax paid, net of refunds		(8,406)	(5,275)
Net cash flows from operating activities	(A)	17,179	15,927
Investing activities			
Purchase of property, plant and equipment	3	(13,096)	(67)
Purchase of intangible assets	4	(409)	(346)
Proceeds from sale of property, plant and equipment		-	10
Maturities of / (Investment in) bank deposit, net		(57,495)	(3,020)
Acquisition of subsidiary		(10,987)	-
Loan to subsidiary		-	(2,231)
Proceeds from sale of mutual funds		47,203	34,542
Investment in mutual funds		-	(40,049)
Interest received		440	84
Net cash flows used in investing activities	(B)	(34,344)	(11,077)

Standalone Statement of Cash Flows (Contd.)

(All amounts in ₹ lakhs, unless otherwise stated)

	Notes	For the year ended March 31, 2023	For the year ended March 31, 2022
Financing activities			
Repayment of long-term borrowings		(2,609)	(2,053)
Proceeds from long-term borrowings		12,383	-
Net proceeds from short-term borrowings		4,721	4,012
Proceeds from issue of redeemable non-convertible debentures		4,500	-
Loan from subsidiary		900	-
Payment of principal portion of lease liabilities		(2,004)	(1,702)
Payment of interest portion of lease liabilities		(544)	(487)
Dividend paid		(5,715)	(6,830)
Proceeds from exercise of share options		147	171
Interest paid		(1,533)	(328)
Net cash flows from/ (used) in financing activities	(C)	10,246	(7,217)
Net decrease in cash and cash equivalents	[(A)+(B)+(C)]	(6,919)	(2,367)
Net foreign exchange difference		165	16
Cash and cash equivalents at the beginning of the year		5,601	7,952
Cash and cash equivalents at the end of the year		(1,153)	5,601
Components of cash and cash equivalents	14		
Balance with banks			
- on current account		4,313	4,521
- in EEFC accounts		1,653	1,080
Less : Bank overdraft		(7,119)	-
Total cash and cash equivalents		(1,153)	5,601
Non-cash investing activities:			
Acquisition of subsidiary		2,707	-
Acquisition of Right-of-use assets	5	4,318	5,487
Refer note 19 and 20 for changes in liabilities arising from financing activities and for non-cash financing activities.			
Summary of significant accounting policies	2		

The notes referred to above form an integral part of the Standalone Financial Statements.

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 08, 2023

Ashok Soota
Executive Chairman
DIN : 00145962
Place: Bengaluru, India
Date: May 08, 2023

Venkatraman Narayanan
Managing Director & Chief
Financial Officer
DIN : 01856347
Place: Bengaluru, India
Date: May 08, 2023

Praveen Darshankar
Company Secretary
FCS No.: F6706
Place: Bengaluru, India
Date: May 08, 2023