

**Ind AS Financial Statements**

**Wipro Information Technology Egypt SAE**

**31 March 2022**

**Wipro Information Technology Egypt SAE**  
**Special Purpose Balance Sheet as at 31 March 2022**

(All amounts in EGP except otherwise stated)

Particulars	Notes	As at 31 March 2022	As at 31 March 2021
<b><u>ASSETS</u></b>			
<b>Non-current assets</b>			
Deferred tax assets (net)	5	-	3,366
<b>Total non-current assets</b>		<b>-</b>	<b>3,366</b>
<b>Current assets</b>			
Financial assets			
Trade receivables	6	-	-
Other financial assets	4	7,065,960	5,888,215
<b>Total current assets</b>		<b>7,065,960</b>	<b>5,888,215</b>
<b>TOTAL ASSETS</b>		<b>7,065,960</b>	<b>5,891,581</b>
<b><u>EQUITY AND LIABILITIES</u></b>			
<b>Equity</b>			
Equity share capital	7	825,000	825,000
Other equity	8	(33,050,799)	(29,085,821)
<b>Total equity</b>		<b>(32,225,799)</b>	<b>(28,260,821)</b>
<b>Current liabilities</b>			
Financial liabilities			
Short term borrowings	9	24,650,230	20,716,880
Trade payables	13	1,434,835	854,851
Other financial liabilities	10	10,801,975	10,329,258
Other current liabilities	11	1,478,283	1,324,977
Current Tax Liabiltes (Net)	12	926,436	926,436
<b>Total current liabilities</b>		<b>39,291,759</b>	<b>34,152,402</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>7,065,960</b>	<b>5,891,581</b>
Summary of significant accounting policies	1-3		

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

As per our report of even date attached  
For **PKF Sridhar & Santhanam LLP**  
Chartered Accountants  
Firm's Registration No.: 003990S/S 200018

For and on behalf of the Board  
**Wipro Information Technology Egypt SAE**

sd/-  
**Seethalakshmi M**  
Partner  
Membership No.: 208545

sd/-  
**Kothandaraman Gopalakrishnan**  
Director

Bengaluru  
20 June 2022

20 June 2022

## Wipro Information Technology Egypt SAE

### Statement of Special Purpose Profit and Loss for the year ended 31 March 2022

(All amounts in EGP except otherwise stated)

Particulars	Note	Year ended 31 March 2022	Year ended 31 March 2021
<b>INCOME</b>			
Other income	14	-	24,884
<b>Total income</b>		<b>-</b>	<b>24,884</b>
<b>EXPENSES</b>			
Other expenses	15	3,961,612	-
<b>Total expenses</b>		<b>3,961,612</b>	<b>-</b>
<b>Profit before tax</b>		<b>(3,961,612)</b>	<b>24,884</b>
<b>Tax expenses</b>			
Deferred tax	17	3,366	-
<b>Total tax expenses</b>		<b>3,366</b>	<b>-</b>
<b>Profit for the year</b>		<b>(3,964,978)</b>	<b>24,884</b>
<b>Total other comprehensive income / (loss) for the year, net of taxes</b>		<b>(3,964,978)</b>	<b>24,884</b>
<b>Total comprehensive income for the year</b>			
<b>Earnings per share</b>			
Basic and diluted	16	(481)	3
Face value per equity share		100	100

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

As per our report of even date attached  
For **PKF Sridhar & Santhanam LLP**  
Chartered Accountants  
Firm's Registration No.: 003990S/S 200018

sd/-  
**Seethalakshmi M**  
Partner  
Membership No.: 208545

Bengaluru  
20 June 2022

For and on behalf of the Board  
**Wipro Information Technology Egypt SAE**

sd/-  
**Kothandaraman Gopalakrishnan**  
Director

**Wipro Information Technology Egypt SAE**  
**Statement of Special Purpose changes in equity for the year ended 31 March 2022**

(All amounts in EGP except otherwise stated)

**A. Equity share capital**

	Note	Balance
As at 1 April 2020	7	825,000
Changes in equity share capital		-
As at 31 March 2021	7	825,000
Changes in equity share capital		-
As at 31 March 2022	7	825,000

**B. Other equity**

	Other equity		
	Share application money pending allotment	Retained earnings	Total other equity
<b>As at 1 April 2020</b>	1,969,275	(31,079,980)	(29,110,705)
Profit for the year		24,884	24,884
<b>As at 31 March 2021</b>	<b>1,969,275</b>	<b>(31,055,096)</b>	<b>(29,085,821)</b>
Profit for the year	-	(3,964,978)	(3,964,978)
<b>As at 31 March 2022</b>	<b>1,969,275</b>	<b>(35,020,074)</b>	<b>(33,050,799)</b>

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

As per our report of even date attached  
For **PKF Sridhar & Santhanam LLP**  
Chartered Accountants  
Firm's Registration No.: 003990S/S 200018

For and on behalf of the Board  
**Wipro Information Technology Egypt SAE**

sd/-  
**Seethalakshmi M**  
Partner  
Membership No.: 208545

sd/-  
**Kothandaraman Gopalakrishnan**  
Director

Bengaluru  
20 June 2022

**Wipro Information Technology Egypt SAE**  
**Special Purpose Cash Flow Statement for the year ended 31 March 2022**

(All amounts in EGP except otherwise stated)

	Year ended 31 March 2022	Year ended 31 March 2021
<b>A. Cash flow from operating activities</b>		
<b>Profit before tax</b>	(3,961,612)	24,884
<u>Adjustments for:</u>		
Unrealised exchange difference	3,961,612	(24,884)
	<u>3,961,612</u>	<u>-24,884</u>
Operating profit/(loss) before working capital changes	-	-
<b>Movements in working capital:</b>		
(Increase)/decrease in other financial assets	0	30,874
Increase/(decrease) in Trade and other financial liabilities	0	(2,615)
Increase/(decrease) in Other current liabilities	0	(991)
Cash generated in operations	-	<u>27,268</u>
Direct tax paid	-	-
<b>Net cash from operating activities</b>	<u>-</u>	<u>27,268</u>
<b>B. Cash flows from investing activities</b>		
<b>Net cash (used in) from investing activities</b>	<u>-</u>	<u>-</u>
<b>C. Cash flow from financing activities</b>		
Finance Expenses	-	(27,268)
<b>Net cash generated from/(used in) financing activities</b>	<u>-</u>	<u>(27,268)</u>
<b>Net increase in cash and cash equivalents (A+B+C)</b>	-	-
<b>Cash and cash equivalents at the beginning of the year</b>	<u>-</u>	<u>-</u>
<b>Cash and cash equivalents at the end of the year</b>	<u>-</u>	<u>-</u>

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

This is the Cash Flow Statement referred to in our report of even date.

**For PKF Sridhar & Santhanam LLP**  
 Firm's Registration No.: 003990S/S 200018  
 Chartered Accountants

sd/-  
**Seethalakshmi M**  
 Partner  
 Membership No.: 208545  
 Bengaluru  
 20 June 2022

For and on behalf of the Board of  
**Wipro Information Technology Egypt SAE**

sd/-  
**Kothandaraman Gopalakrishnan**  
 Director

**Wipro Information Technology Egypt SAE**  
**Notes to the Special Purpose financial statements for the year ended 31 March 2022**

(All amounts in EGP except otherwise stated)

**4 Other financial assets**

	<b>As at</b> <b>31 March 2022</b>	<b>As at</b> <b>31 March 2021</b>
<b>Current</b>		
Balance with Group Companies	7,065,960	5,888,215
	<b>7,065,960</b>	<b>5,888,215</b>

**5 Deferred tax assets (net)**

	<b>As at</b> <b>31 March 2022</b>	<b>As at</b> <b>31 March 2021</b>
Unabsorbed tax losses	-	3,366
<b>Net deferred tax assets</b>	<b>-</b>	<b>3,366</b>

**6 Trade receivables**

	<b>As at</b> <b>31 March 2022</b>	<b>As at</b> <b>31 March 2021</b>
<b>Unsecured</b>		
Credit impaired	971,193	971,193
	<b>971,193</b>	<b>971,193</b>
Less: provision for doubtful receivable	971,193	971,193
	<b>-</b>	<b>-</b>

The activity in the provision for doubtful receivable is as under:

	<b>As at</b> <b>31 March 2022</b>	<b>As at</b> <b>31 March 2021</b>
Balance at the beginning of the year	971,193	971,193
Balance at the end of the year	<b>971,193</b>	<b>971,193</b>

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**Wipro Information Technology Egypt SAE**  
**Notes to the Special Purpose financial statements for the year ended 31 March 2022**

(All amounts in EGP except otherwise stated)

**7 Share capital**

**Authorised capital**

50,000 (31 March 2021: 50,000) equity shares of EGP 100 each

<u>As at 31 March 2022</u>	<u>As at 31 March 2021</u>
5,000,000	5,000,000
<b>5,000,000</b>	<b>5,000,000</b>

**Issued, subscribed and paid up capital**

8,250 (31 March 2021: 8,250) Equity shares of EGP 100 each fully paid-up

825,000	825,000
<b>825,000.00</b>	<b>825,000.00</b>

**a) Reconciliation of shares outstanding at the beginning and at the end of the reporting year**

	<u>As at 31 March 2022</u>		<u>As at 31 March 2021</u>	
	<u>Number</u>	<u>Amount</u>	<u>Number</u>	<u>Amount</u>
Balance at the beginning of the year	8,250	825,000	8,250	825,000
Add :Issued during the year.	-	-	-	-
<b>Balance at the end of the year</b>	<b>8,250</b>	<b>825,000</b>	<b>8,250</b>	<b>825,000</b>

**c) Details of shareholders holding more than 5% shares in the Company**

	<u>As at 31 March 2022</u>		<u>As at 31 March 2021</u>	
	<u>Percentage of shareholding</u>	<u>Number of shares</u>	<u>Percentage of shareholding</u>	<u>Number of shares</u>
Equity shares of EGP 100 each fully paid-up				
Wipro IT Services LLC	99.90%	8,249	99.90%	8,249

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# Wipro Information Technology Egypt Sae

## Summary of significant accounting policies and other explanatory information

(Amount in EGP, unless otherwise stated)

### 1 The Company overview

Wipro Information Technology Egypt SAE ("the Company") is a subsidiary of Wipro Cyprus Private Limited, incorporated and domiciled in Egypt. Wipro Information Technology Egypt SAE is a services provider that aims to deliver technology solutions to drive business needs of its Clients in Egypt in Engineering Services, Industrial Products, Systems & Integration and Information Technology. The Company's ultimate holding company, Wipro Limited ("Wipro") is incorporated and domiciled in India.

### 2 Basis of preparation of financial statements

#### (i) Statement of compliance and basis of preparation

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act, 2013 (the Act) [Companies (Indian Accounting Standards) Rules, 2015 (as amended)].

“These Special Purpose financial statements are prepared for inclusion in the annual report of the Ultimate Holding Company (Wipro limited) under the requirements of section 129(3) of the Companies Act, 2013. “

The Company did not have any operations during the year and has net loss of EGP 3,964,978 due to unrealized loss on foreign exchange fluctuation during the year ended 31 March 2022 (Profit of EGP 24,844 during the year ended on 31 March 2021) and has accumulated losses amounting EGP 35,020,074.

#### (ii) Basis of measurement

These financial statements have been prepared on a historical cost convention and on an accrual basis.

#### (iii) Use of estimates and judgment

The preparation of the financial statements in conformity with Ind AS requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from those estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected. In particular, information about significant areas of estimation, uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements are included in the following notes:

**a) Expected credit losses on financial assets:** On application of Ind AS109, the impairment provisions of financial assets are based on assumptions about risk of default and expected timing of collection. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's past history, customer's creditworthiness, existing market conditions as well as forward looking estimates at the end of each reporting period.

### 3 Significant accounting policies

#### (i) Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which this entity operates (i.e. the "functional currency"). The functional currency of the company is EGP and these financial statements are also presented in EGP.

#### (ii) Foreign currency transactions and translation

Transactions in foreign currency are translated into the functional currency using the exchange rates prevailing at the date of the transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and from translation at the exchange rates prevailing at the reporting date of monetary assets and liabilities denominated in foreign currencies are recognized in the statement of profit and loss and reported within foreign exchange gains/(losses), net within results of operating activities except when deferred in other comprehensive income as qualifying cash flow hedges. Gains/(losses) relating to translation or settlement of borrowings denominated in foreign currency are reported within finance expense. Non-monetary assets and liabilities denominated in foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of transaction. Translation differences on non-monetary financial assets measured at fair value at the reporting date, such as equities classified as FVTOCI are included in other comprehensive income, net of taxes.

### **(iii) Financial instruments**

#### a) Non-derivative financial instruments:

Non derivative financial instruments consist of:

- financial assets, which include cash and cash equivalents, trade receivables, unbilled revenues, finance lease receivables, employee and other advances, investments in equity and debt securities and eligible current and non-current assets;
- financial liabilities, which include long and short-term loans and borrowings, bank overdrafts, trade payables, eligible current and non-current liabilities.

Non derivative financial instruments are recognized initially at fair value. Financial assets are derecognized when substantial risks and rewards of ownership of the financial asset have been transferred. In cases where substantial risks and rewards of ownership of the financial assets are neither transferred nor retained, financial assets are derecognized only when the Company has not retained control over the financial asset.

Subsequent to initial recognition, non-derivative financial instruments are measured as described below:

#### **A. Other financial assets:**

Other financial assets are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. These are initially recognized at fair value and subsequently measured at amortized cost using the effective interest method, less any impairment losses. These comprise trade receivables, unbilled revenues, cash and cash equivalents and other assets.

#### **B. Trade and other payables**

Trade and other payables are initially recognized at fair value, and subsequently carried at amortized cost using the effective interest method. For these financial instruments, the carrying amounts approximate fair value due to the short term maturity of these instruments.

### **(iv) Equity and share capital**

#### a) Share capital and share premium

The authorized share capital of the Company as of March 31, 2022 and March 31, 2021 is 8250 Equity shares of 100 EGP per share. Par value of the equity shares is recorded as share capital and the amount received in excess of par value is classified as share premium.

Every holder of the equity shares, as reflected in the records of the Company as of the date of the shareholder meeting shall have one vote in respect of each share held for all matters submitted to vote in the shareholder meeting.

#### b) Retained earnings

Retained earnings comprises of the Company's undistributed earnings after taxes.

#### c) Foreign currency translation reserve

The exchange differences arising from the translation of financial statements of foreign operations with functional currency other than Indian rupees is presented within equity in the FCTR.

#### d) Other reserves

Changes in the fair value of financial instruments measured at fair value through other comprehensive income and actuarial gains and losses on defined benefit plans are recognized in other comprehensive income (net of taxes), and presented within equity in other reserves.

**(v) Provisions**

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset, if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Provisions for onerous contracts are recognized when the expected benefits to be derived by the Company from a contract are lower than the unavoidable costs of meeting the future obligations under the contract. Provisions for onerous contracts are measured at the present value of lower of the expected net cost of fulfilling the contract and the expected cost of terminating the contract.

**(vi) Finance Costs**

Finance Costs comprise interest cost on borrowings, impairment losses recognized on financial assets, gains/ (losses) on translation or settlement of foreign currency borrowings and changes in fair value and gains/ (losses) on settlement of related derivative instruments. Borrowing costs that are not directly attributable to a qualifying asset are recognized in the statement of profit and loss using the effective interest method.

**(vii) Other income**

Other income comprises foreign exchange gains, interest income on deposits, dividend income and gains / (losses) on disposal of financial assets that are measured at FVTPL, and debt instruments classified as FVTOCI. Interest income is recognized using the effective interest method. Dividend income is recognized when the right to receive payment is established.

**(viii) Earnings per share**

Basic earnings per share is computed using the weighted average number of equity shares outstanding during the period adjusted for treasury shares held. Diluted earnings per share is computed using the weighted-average number of equity and dilutive equivalent shares outstanding during the period, using the treasury stock method for options and warrants, except where the results would be anti-dilutive.

**(ix) Cash flow statement**

Cash flow are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash from operating, investing and financing activities of the Company are segregated.

**(x) New Accounting standards adopted by the Company : None**

**(xi) New amended standards and interpretations**

New amended standards and interpretations

- i) Ind AS 107 Financial Instruments: Disclosures – Additional disclosures relating to interest rate benchmark reform (IBOR reform) including nature and extent of risks to which the entity is exposed due to financial instruments subject to interest rate benchmark reform and how the Company manages those risks; the Company’s progress in completing the transition to alternative benchmark rates and how the Company is managing the transition.
- ii) Ind AS 109 Financial Instruments – Guidance provided on accounting for modifications of contracts resulting from changes in the basis for determining the contractual cash flows as a result of the IBOR reform; various exceptions and relaxations have been provided in relation to the hedge accounting.
- iii) Ind AS 116 Leases – Extension of optional practical expedient in case of rent concessions as a direct consequence of COVID-19 pandemic till 30th June, 2022 and guidance on accounting for modification of lease contracts resulting from the IBOR reform.
- iv) Ind AS 102 Share based payments – Alignment of liabilities definition with the Conceptual Framework for Financial Reporting under Indian Accounting Standards (Conceptual Framework) issued by the Institute of Chartered Accountants of India.
- v) Ind AS 103 Business Combination – Alignment of assets and liabilities definition with the Framework for Preparation and Presentation of Financial Statements with Indian Accounting Standards
- vi) Amendment of definition of term ‘recoverable amount’ in Ind AS 105, Ind AS 16 and Ind AS 36 from ‘fair value less cost to sell’ to ‘fair value less cost of disposal’.

None of the amendments has any material impact on the financial statements for the current year.

Other amendments to the existing standards

None

New standards notified and yet to be adopted by the Company

None

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## Wipro Information Technology Egypt SAE

### Notes to the Special Purpose financial statements for the year ended 31 March 2022

(All amounts in EGP except otherwise stated)

	<u>As at 31 March 2022</u>	<u>As at 31 March 2021</u>
<b>8 Other equity</b>		
a) Statement of profit and loss account		
Balance at the beginning of the year	(31,055,096)	(31,079,980)
Add: Net profit/(loss) for the year	(3,964,978)	24,884
Balance at the end of the year	<u>(35,020,074)</u>	<u>(31,055,096)</u>
b) Share application money pending allotment	1,969,275	1,969,275
<b>Total (a+b)</b>	<b>(33,050,799)</b>	<b>(29,085,821)</b>

#### Nature and purpose of reserves:

**Retained earnings:** Retained earnings are the profits that the Company has earned till date, less any transfers to general reserve, dividends or other distributions paid to shareholders.

## 9 Borrowings

	<u>As at 31 March 2022</u>	<u>As at 31 March 2021</u>
<b>Short-term borrowings</b>		
Loans and advances from related parties (unsecured)	24,650,230	20,716,880
	<u>24,650,230</u>	<u>20,716,880</u>

No	Particulars	Nature of Security	Repayment Details	<u>31-Mar-22</u>	<u>31-Mar-21</u>
	<b>Loans and advances from related parties</b>				
1	Wipro IT services UK Societas	12 months USD LIBOR rate plus 200 basis points p.a.	Repayable on Demand	24,650,230	20,716,880

Effective rate of interest per annum\*

0%

0%

\*Interest is waived of by group company from current financial year

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Wipro Information Technology Egypt SAE  
Notes to the Special Purpose financial statements for the year ended 31 March 2022  
(All amounts in EGP except otherwise stated)  
Wipro Information Technology Egypt SAE  
Notes to the Special Purpose financial statements for the year ended 31 March 2022  
(All amounts in EGP except otherwise stated)

**10 Other financial liabilities**

	<u>As at 31 March 2022</u>	<u>As at 31 March 2021</u>
<b>Current</b>		
Balance due to related parties	10,801,975	10,329,258
<b>Total</b>	<u><u>10,801,975</u></u>	<u><u>10,329,258</u></u>

**11 Other liabilities**

	<u>As at 31 March 2022</u>	<u>As at 31 March 2021</u>
Statutory dues	1,478,283	1,324,977
<b>Total</b>	<u><u>1,478,283</u></u>	<u><u>1,324,977</u></u>

**12 Current Tax Liabiltes (Net)**

	<u>As at 31 March 2022</u>	<u>As at 31 March 2021</u>
Provision for Taxation	926,436	926,436
	<u><u>926,436</u></u>	<u><u>926,436</u></u>

**13 Trade payables**

	<u>As at 31 March 2022</u>	<u>As at 31 March 2021</u>
Vendor payables	-3,717,500	-3,717,500
Accrued expenses and others	5,152,335	4,572,351
<b>Total</b>	<u><u>1,434,835</u></u>	<u><u>854,851</u></u>

**Wipro Information Technology Egypt SAE**  
**Notes to the Special Purpose financial statements for the year ended 31 March 2022**

(All amounts in EGP except otherwise stated)

**14 Other income**

	Year ended 31 March 2022	Year ended 31 March 2021
Other exchange differences, net	-	24,884
	<u>-</u>	<u>24,884</u>

**15 Other expenses**

	Year ended 31 March 2022	Year ended 31 March 2021
Exchange loss ( net )	3,961,612	-
	<u>3,961,612</u>	<u>-</u>

**16 Earnings per share (EPS)**

	Year ended 31 March 2022	Year ended 31 March 2021
Net profit/(loss) for the year	(3,964,978)	24,884
Weighted average number of shares	8,250	8,250
Earnings per share		
Basic and diluted	(481)	3
Nominal value - per equity share	100	100

**17 Income tax**

Income tax expense has been allocated as follows:

	Year ended 31 March 2022	Year ended 31 March 2021
Deferred taxes	3,366	-
<b>Total income taxes</b>	<u>3,366</u>	<u>-</u>
	Year ended 31 March 2022	Year ended 31 March 2021
Profit before tax	(3,961,612)	24,884
Enacted income tax rate	0%	0%
Computed expected tax expense	-	-
Effect of:		
Changes in deferred tax asset	3,366	-
<b>Total income taxes expenses</b>	<u>3,366</u>	<u>-</u>

*(This space has been intentionally left blank)*

**Wipro Information Technology Egypt SAE****Notes to the Special Purpose financial statements for the year ended 31 March 2022**

(All amounts in EGP except otherwise stated)

**18 A. Names of related parties and nature of relationship**

<b>Nature of relationship</b>	<b>Name of the related party</b>	<b>Country of incorporation</b>
<b>Ultimate Holding Company</b>	Wipro Limited	India
<b>Holding Company</b>	Wipro IT Services UK Societas (Previously Wipro Cyprus Private Limited)	Cyprus
<b>Fellow Subsidiaries</b>	Wipro Arabia Co. Limited Wipro Bahrain Limited WLL	Saudi Arabia Bahrain

**B. Transactions with related parties for the year ended 31 March 2022**

<b>Particulars</b>	<b>Relationship*</b>	<b>Year ended 31 March 2022</b>	<b>Year ended 31 March 2021</b>
		-	-

**C. Closing balance of related parties**

<b>Name of the Company</b>	<b>Nature</b>	<b>As on 31 March 2022</b>	<b>As on 31 March 2021</b>
Wipro Cyprus Private Limited	Borrowings(including accrued interest)	30,642,513	26,514,316
Wipro Arabia Co. Limited	Other financial liabilities	28,190	24,392
Wipro Limited	Other financial liabilities	4,781,501	4,507,431
Wipro Limited	Other financial assets	7,046,040	5,868,298
Wipro Bahrain Limited WLL	Other financial assets	19,918	19,918

*(This space has been intentionally left blank)*

**Wipro Information Technology Egypt SAE**

**Notes to the Special Purpose financial statements for the year ended 31 March 2022**

(All amounts in EGP except otherwise stated)

19 **Financial instruments measurement and disclosure**

**a) Financial instruments by category**

Particulars	As at 31 March 2022				As at 31 March 2021			
	FVTOCI	FVTPL	Amortised cost	Total	FVTOCI	FVTPL	Amortised cost	Total
<b>Financial assets:</b>								
Other financial assets	-	-	7,065,960	7,065,960	-	-	5,888,215	5,888,215
<b>Total</b>	<b>-</b>	<b>-</b>	<b>7,065,960</b>	<b>7,065,960</b>	<b>-</b>	<b>-</b>	<b>5,888,215</b>	<b>5,888,215</b>
<b>Financial liabilities:</b>								
Borrowings	-	-	24,650,230	24,650,230	-	-	20,716,880	20,716,880
Trade payables	-	-	1,434,835	1,434,835	-	-	854,851	854,851
Other financial liabilities	-	-	10,801,975	10,801,975	-	-	10,329,258	10,329,258
<b>Total</b>	<b>-</b>	<b>-</b>	<b>36,887,040</b>	<b>36,887,040</b>	<b>-</b>	<b>-</b>	<b>31,900,989</b>	<b>31,900,989</b>

**Notes to Financial Instruments**

The management assessed that the fair value of trade receivables, other financial assets, trade payables, borrowings and other financial liabilities approximate the carrying amount largely due to short-term maturity of these instruments.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

**Wipro Information Technology Egypt SAE**  
**Notes to the Special Purpose financial statements for the year ended 31 March 2022**

(All amounts in EGP except otherwise stated)

**20 Financial risk management**

**Financial risk management**

The Company's activities expose it to market risk, liquidity risk and credit risk. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

<b>Risk</b>	<b>Exposure arising from</b>	<b>Measurement</b>
Credit risk	Cash and cash equivalent, trade receivables, financial assets measured at amortized cost	Ageing analysis
Liquidity risk	Borrowings and other financial liabilities	Rolling cash flow forecasts
Market risk -Interest rate	Long-term borrowings at variable rates	Sensitivity analysis

The Company's risk management is carried out by a central treasury department (of the group) under policies approved by the board of directors. The board of directors provides written principles for overall risk management, as well as policies covering specific areas, such interest rate risk, credit risk and investment of excess liquidity.

**A Credit risk**

Credit risk arises from cash and cash equivalents, trade receivables, investments carried at amortized cost and deposits with banks and financial institutions.

**Credit risk management**

The finance function of the Company assesses and manages credit risk based on internal credit rating system. Internal credit rating is performed for each class of financial instruments with different characteristics.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an on-going basis throughout each reporting period. In general, it is presumed that credit risk has significantly increased since initial recognition if the payments are more than 30 days past due. A default on a financial asset is when the counterparty fails to make contractual payments when they fall due. This definition of default is determined by considering the business environment in which entity operates and other macro-economic factors.

**Expected credit loss for trade receivables under simplified approach**

During the periods presented, the Company made no write-offs of trade receivables and it does not expect to receive future cash flows or recoveries from collection of cash flows previously written off.

**Concentration Risk**

The table below provides the details of the customer having balance of more than 10% of the total Account receivable of the entity as of 31 March 2022

<b>Customer</b>	<b>Year ended 31 March 2022</b>		<b>Year ended 31 March 2021</b>	
	<b>AR Balance</b>	<b>% of total AR balance</b>	<b>AR Balance</b>	<b>% of total AR balance</b>
VODAFONE EGYPT (fully provided)	806,975	83%	806,975	83%

**Wipro Information Technology Egypt SAE**  
**Notes to the Special Purpose financial statements for the year ended 31 March 2022**

(All amounts in EGP except otherwise stated)

**20 Financial risk management (continued)**

**B Liquidity risk**

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due. Due to the nature of the business, the Company maintains flexibility in funding by maintaining availability under committed facilities.

Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows. The Company takes into account the liquidity of the market in which the entity operates. In addition, the Company's liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

**Maturities of financial liabilities**

The tables below analyze the Company's financial liabilities into relevant maturity groupings based on their contractual maturities for all financial liabilities. The amounts disclosed in the table are the contractual undiscounted cash flows.

31 March 2022	Due in 1st year	Due in 2nd year	Due in 3rd to 5th year	Beyond 5th year	Total
<b>Non-derivatives</b>					
Borrowings	24,650,230	-	-	-	24,650,230
Trade payables	1,434,835	-	-	-	1,434,835
Other Financial liabilities	10,801,975	-	-	-	10,801,975
<b>Total</b>	<b>36,887,040</b>				<b>36,887,040</b>
<b>31 March 2021</b>					
	Due in 1st year	Due in 2nd year	Due in 3rd to 5th year	Beyond 5th year	Total
<b>Non-derivatives</b>					
Borrowings	20,716,880	-	-	-	20,716,880
Trade payables	854,851	-	-	-	854,851
Other Financial liabilities	10,329,258	-	-	-	10,329,258
<b>Total</b>	<b>31,900,989</b>				<b>31,900,989</b>

**C 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. Financial instruments affected by market risk include trade and other receivables/ payables. The Company is exposed to foreign currency risk, interest rate risk and certain other price risk, which are a result from both its operating and investing activities.

**D Interest rate risk**

The Company has no borrowings as at 31 March, 2022. They are therefore not subject to interest rate risk as defined in Ind AS 107, 'Financial Instruments - Disclosures', since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

**E Foreign currency risk**

The Company operates internationally and is exposed to foreign exchange risk arising from EGP. Foreign exchange risk arises when future commercial transactions or recognised assets or liabilities are denominated in a currency that is not the entity's functional currency.

The management evaluates rate exposure arising from these transactions and enters into Foreign currency derivative instruments to mitigate such exposure. The company follows risk management policies, including use of derivatives like foreign currency exchange forward options etc.

**21 Capital management**

The Company manages its capital to ensure that it will be able to continue as a going concern. The structure is managed to maintain an investment grade credit rating, to provide ongoing returns to shareholders and to service debt obligations, whilst maintaining maximum operational flexibility. Consistent with others in the industry, the Company monitors capital on the basis of the gearing ratio. This ratio is calculated as net debt divided by Equity. Net debt is calculated as total borrowings (including 'current and non-current term loans' as shown in the balance sheet) less cash and cash equivalents and current investments.

	As at 31 March 2022	As at 31 March 2021
Non current borrowings	-	-
Short term borrowings	24,650,230	20,716,880
Net debts	24,650,230	20,716,880
Total equity	(32,225,799)	(28,260,821)
Gearing ratio	(0.76)	(0.73)

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**Wipro Information Technology Egypt SAE**  
**Notes to the Special Purpose financial statements for the year ended 31 March 2022**  
(All amounts in EGP except otherwise stated)

**22 Events occurring after the reporting date**

No adjusting or significant non-adjusting events have occurred between 31 March 2022 and the date of authorization of these financial statements.

**23 Contingent liabilities and commitments**

	<b>As at</b>	<b>As at</b>
	<b>31 March 2022</b>	<b>31 March 2021</b>
a) Claims against the Company not acknowledge as debts	-	-
b) Bank guarantees	-	-

Estimated amount of contracts remaining to be executed on capital account and not provided for– EGP Nil (31 March 2021: EGP Nil)

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As per our report of even date

For **PKF Sridhar & Santhanam LLP**  
Chartered Accountants  
Firm's Registration No.: 003990S/S 200018

For and on behalf of the Board  
**Wipro Information Technology Egypt SAE**

sd/-  
**Seethalakshmi M**  
Partner  
M No.: 208545

sd/-  
**Kothandaraman Gopalakrishnan**  
Director

Bengaluru  
20 June 2022