

**Special Purpose Financial Statements and Independent Auditor's Report**

**Capco Solution Services GmbH**

**31 March 2025**

**N. M. RAIJI & CO.**  
*Chartered Accountants*

4401, Highpoint - 4  
45/1, Palace Road,  
Bengaluru - 560 001, INDIA  
Telephone : 22289918 / 22260674

**Independent Auditor's Report**

**To the Board of Directors of Capco Solution Services Gmbh**

**Report on the Audit of the Special Purpose Financial Statements**

**Opinion**

We have audited the accompanying Special Purpose Financial Statements of **Capco Solution Services Gmbh** ("the Company"), which comprise the Balance Sheet as at **March 31, 2025**, the Statement of Profit and Loss (including other comprehensive income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the Special Purpose Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Special Purpose Financial Statements give a true and fair view in conformity with the basis of preparation referred to in note 2(i) to the Special Purpose Financial Statements of the state of affairs of the Company as at March 31, 2025 and Profit and Other Comprehensive Income, Changes in Equity and its Cash Flows for the Year ended March 31, 2025.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of Special Purpose Financial Statements* section of our report. We are independent of the Company, in accordance with the ethical requirements that are relevant to our audit of the Special Purpose Financial Statements in India, in terms of the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) and the relevant provisions of the Companies Act, 2013 ("the Act"), and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Responsibilities of the Management and Those Charged with Governance for the Special Purpose Financial Statements**

The Company's Board of Directors are responsible for the preparation of these Special Purpose Financial Statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company, in accordance with the basis described in note 2(i) of the Special Purpose Financial Statements. This responsibility also includes maintenance of adequate accounting records for safeguarding the assets of the company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively



for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Special Purpose Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Special Purpose Financial Statements, the Board of Directors of the Company are responsible for assessing the ability of the Company to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting, unless the Board of Directors either intends to liquidate the Company, or to cease operations, or has no realistic alternative but to do so. The Board of Directors of the Company are also responsible for overseeing the Company's financial reporting process.

#### **Auditor's Responsibilities for the Audit of the Special Purpose Financial Statements**

Our objectives are to obtain, reasonable assurance about whether the Special Purpose Financial Statements, as a whole, are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Special Purpose Financial Statements.

As part of an audit, in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Special Purpose Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management;
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Special Purpose Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the Special Purpose Financial Statements, including the disclosures, and whether the Special Purpose Financial Statements represent the





underlying transactions and events in a manner that achieves fair presentation.

We also communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**Other Matter**

The audit of previous year was conducted by D. Prasanna & Co, Chartered Accountants, who had expressed an unmodified opinion on those Special Purpose Financial Statements. Accordingly, we do not express any opinion on the comparative figures reported in the Special Purpose Financial Statements for the period ended March 31, 2024.

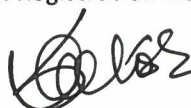
**Basis of Accounting and Restriction on Use and Distribution**

We draw attention to note 2(i) to the Special Purpose Financial Statements, which describes the basis of accounting. The Special Purpose Financial Statements are prepared for the inclusion in the annual report of Wipro Limited under the requirements of Section 129(3) of the Companies Act, 2013. As a result, the Special Purpose Financial Statements may not be suitable for any other purpose. Our report is intended solely for the Company and Wipro Limited and should not be distributed to or used by parties other than the Company and Wipro Limited, except with our prior consent in writing. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose, or to any other person to whom this report is shown, or into whose hands it may come without our prior consent in writing.

For N. M. Raiji & Co.

Chartered Accountants

Firm Registration No.: 108296W



Santosh Burande

Partner

Membership No.: 214451

UDIN : 25214451BMHTOC5924



Place: Bangalore

Date: May 26, 2025

**Capco Solution Services Gmbh**  
**Balance Sheet**  
(Amounts in EUR, except share and per share data, unless otherwise specified)

	Note	As at 31 March 2025	As at 31 March 2024
<b>ASSETS</b>			
<b>Current assets</b>			
Financial assets			
Trade receivables	6	212,247	89,577
Cash and cash equivalents	7	688,560	42,239
Contract Asset		-	27,766
Other current assets	5	77,708	-
Current tax assets (net)		96,803	-
		<b>1,075,318</b>	<b>159,582</b>
<b>TOTAL ASSETS</b>		<b>1,075,318</b>	<b>159,582</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	8	25,000	25,000
Other equity	9	783,813	(536,087)
		<b>808,813</b>	<b>(511,087)</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Financial liabilities			
Trade Payables	11		
i)total outstanding dues of micro enterprises and small enterprises		-	-
ii)total outstanding dues of creditors other than micro enterprise and small enterprise		55,495	121,908
Other financial liabilities	12	-	513,611
Provisions	10	190,658	27,135
Other current liabilities	13	20,352	8,015
		<b>266,505</b>	<b>670,669</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>1,075,318</b>	<b>159,582</b>
Summary of significant accounting policies	1-4		
<b>The accompanying notes are an integral part of these financial statements</b>	<b>1-25</b>		

**As per our report of even date**  
**For NM Rajji & Co**  
Chartered Accountants  
Firm Registration No.: 108296W

Sd/-

**Santosh Burande**  
**Partner**  
Membership No: 214451  
Place: Bangalore  
Date: May 26, 2025

**For and on behalf of the Board of Directors of**  
**Capco Solution Services Gmbh**

Sd/-

**Marcel Du Bois**  
**Director**  
Place: Brussels B  
Date: May 26, 2025

**Capco Solution Services GmbH**  
**Statement of Profit and Loss**  
(Amounts in EUR, except share and per share data, unless otherwise specified)

	Notes	For the year ended 31 March 2025	For the year ended 31 March 2024
<b>REVENUE</b>			
Revenue from operations	14	1,483,464	126,039
Other income	15	6,314	-
<b>Total income</b>		<b>1,489,778</b>	<b>126,039</b>
<b>EXPENSES</b>			
Employee benefit expenses	16	982,784	548,359
Finance costs	17	21,911	5,270
Other expenses	18	71,566	108,072
<b>Total expenses</b>		<b>1,076,261</b>	<b>661,701</b>
<b>Profit/(loss) before tax</b>		<b>413,517</b>	<b>(535,662)</b>
Current tax	20	1,607	425
<b>Tax expense</b>		<b>1,607</b>	<b>425</b>
<b>Profit/(loss) for the year</b>		<b>411,910</b>	<b>(536,087)</b>
<b>Total comprehensive income/(loss) for the year</b>		<b>411,910</b>	<b>(536,087)</b>
<b>Earnings per equity share</b>			
<b>Basic and diluted earning per share</b>	19	16.48	(21.44)

The accompanying notes are an integral part of the financial statements.

1-25

As per our report of even date

**For NM Raiji & Co**  
Chartered Accountants  
Firm Registration No.: 108296W

**For and on behalf of the Board of Directors of**  
**Capco Solution Services GmbH**

Sd/-

**Santosh Burande**  
Partner  
Membership No: 214451  
Place: Bangalore  
Date: May 26, 2025

Sd/-

**Marcel Du Bois**  
Director

Place: Brussels B  
Date: May 26, 2025

**Capco Solution Services Gmbh**  
**Statement of cash flows**  
(Amounts in EUR, except share and per share data, unless otherwise specified)

	For the year ended 31 March 2025	For the year ended 31 March 2024
<b>Cash flow from operating activities</b>		
Profit/(Loss) for the year	413,517	(535,662)
<b>Adjustments to reconcile profit for the year to net cash generated from operating activities</b>		
Unrealised exchange differences - net	(224)	48
Interest income	(6,090)	-
Interest expense	21,280	5,270
<b>Operating profit before working capital changes</b>	<b>428,483</b>	<b>(530,344)</b>
<b>Adjustments for working capital changes</b>		
Trade receivable, unbilled receivables and contract assets	(94,905)	(117,343)
Loans and advances and other assets	(77,708)	-
Trade payables, other liabilities and provisions	69,274	670,196
<b>Cash generated from operating activities before taxes</b>	<b>325,144</b>	<b>22,509</b>
Direct taxes paid, net	(98,409)	-
<b>Net cash generated from operating activities</b>	<b>226,735</b>	<b>22,509</b>
<b>Cash flows from investing activities:</b>		
Interest received	6,090	-
<b>Net cash generated from investing activities</b>	<b>6,090</b>	<b>-</b>
<b>Cash flows from financing activities:</b>		
Repayment of borrowings from group companies	(476,881)	-
Proceeds from issuance of equity share capital	907,990	-
Interest paid	(17,837)	(5,270)
<b>Net cash generated from/(used in) financing activities</b>	<b>413,272</b>	<b>(5,270)</b>
<b>Net increase / (decrease) in cash and cash equivalents during the year</b>	<b>646,097</b>	<b>17,239</b>
Cash and cash equivalents at the beginning of the year	42,239	25,000
Effect of exchange rate changes on cash	224	-
<b>Cash and cash equivalents at the end of the year (Refer Note 7)</b>	<b>688,560</b>	<b>42,239</b>

Refer to Note 7 for supplementary information on the statement of cash flows

The accompanying notes are an Integral part of the financial statements. 1-25

As per our report of even date

**For NM Raiji & Co**

Chartered Accountants

Firm Registration No.: 108296W

Sd/-

**Santosh Burande**

Partner

Membership No: 214451

Place: Bangalore

Date: May 26, 2025

For and on behalf of the Board of Directors of  
**Capco Solution Services Gmbh**

Sd/-

**Marcel Du Bois**

Director

Place: Brussels B

Date: May 26, 2025

**Capco Solution Services GmbH**  
**Statement of Changes in Equity**  
(Amounts in EUR, except share and per share data, unless otherwise specified)

(A) Equity share capital	As at 31 March 2025		As at 31 March 2024	
	No. of shares	Amount	No. of shares	Amount
Equity share issued, subscribed and fully paid				
Opening balance	25,000	25,000	25,000	25,000
Add: Issue during the year	-	-	-	-
Closing balance	<b>25,000</b>	<b>25,000</b>	<b>25,000</b>	<b>25,000</b>

**(B) Other equity**

	Retained earnings	Other Reserve	Total
Balance as at 1 April 2024	(536,087)	-	(536,087)
Additional capital contribution	-	907,990	907,990
Profit for the year	411,910	-	411,910
Total other comprehensive income for the year	411,910	-	411,910
<b>Balance as at 31 March 2025</b>	<b>(124,177)</b>	<b>907,990</b>	<b>783,813</b>

	Retained earnings	Other Reserve	Total
Balance as at 1 April 2023	-	-	-
Profit for the year	(536,087)	-	(536,087)
Total other comprehensive income for the year	(536,087)	-	(536,087)
<b>Balance as at 31 March 2024</b>	<b>(536,087)</b>	<b>-</b>	<b>(536,087)</b>

The accompanying notes are an integral part of the financial statements 1-25

As per our report of even date

**For NM Raiji & Co**

Chartered Accountants

Firm Registration No.: 108296W

**For and on behalf of the Board of Directors of**

**Capco Solution Services GmbH**

Sd/-

**Santosh Burande**

Partner

Membership No: 214451

Place: Bangalore

Date: May 26, 2025

Sd/-

**Marcel Du Bois**

Director

Place: Brussels B

Date: May 26, 2025



**Capco Solution Services Gmbh**  
**Notes to the Standalone Financial Statements**  
(Amount in EUR, except share and per share data, unless otherwise specified)

**1 General Information**

Capco Solution Services Gmbh is a subsidiary of Grove Holdings 2 S.a.r.l., incorporated and domiciled in Germany. The Company is provider of IT Services, and IT related services. The Company's ultimate holding company, Wipro Limited ("Wipro") is incorporated and domiciled in India.

Capco Solution Services Gmbh, was incorporated with effect from 8 December 2022 and considering that this 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 financial statement are prepared for the period 1 April 2024 to 31 March 2025.

**2 Basis of preparation of financial statements**

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

This Special Purpose Financial Statements are prepared solely 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.

These are the Standalone financial statements of Capco Solution Services Gmbh.

The Special Purpose 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)].

Accounting policies have been applied consistently to all periods presented in these financial statements, except for new accounting standards adopted by the Company.

The financial statements correspond to the classification provisions contained in Ind AS 1, "Presentation of Financial Statements". For clarity, various items are aggregated in the statement of profit and loss and balance sheet. These items are disaggregated separately in the notes to the financial statements, where applicable.

All amounts included in the financial statements are reported in Euro except share and per share data, unless otherwise stated. Due to rounding off, the numbers presented throughout the document may not add up precisely to the totals and percentages may not precisely reflect the absolute figures. Previous year figures have been regrouped/re-arranged, wherever necessary.

Amounts below rounding off norm adopted by the Company been disclosed as nil in the financial statement. Items included in the financial statement of the Company are measured using the currency of the primary economic environment in which these entities operate (i.e. the "functional currency"). The functional currency of the company is Euro and the financial statement is also presented in EUR.

**(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 judgement**

The preparation of the financial statements in conformity with Ind AS requires management to make judgments, accounting estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Accounting estimates are monetary amounts in the standalone financial statements that are subject to measurement uncertainty. An accounting policy may require items in standalone financial statements to be measured at monetary amounts that cannot be observed directly and must instead be estimated. In such a case, management develops an accounting estimate to achieve the objective set out by the accounting policy. Developing accounting estimates involves the use of judgements or assumptions based on the latest available and reliable information. Actual results may differ from those accounting estimates.

Accounting estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised 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 recognised in the financial statements are included in the following notes:

**Capco Solution Services GmbH**  
**Notes to the Standalone Financial Statements**  
(Amount in EUR, except share and per share data, unless otherwise specified)

**a) Revenue recognition**

The Company applies judgement to determine whether each product or services promised to a customer are capable of being distinct, and are distinct in the context of the contract, if not, the promised product or services are combined and accounted as a single performance obligation. The Company allocates the arrangement consideration to separately identifiable performance obligation deliverables based on their relative stand-alone selling price. In cases where the Company is unable to determine the stand-alone selling price the company uses expected cost-plus margin approach in estimating the stand-alone selling price. The Company uses the percentage of completion method using the input (cost expended) method to measure progress towards completion in respect of fixed price contracts. Percentage of completion method accounting relies on estimates of total expected contract revenue and costs. This method is followed when reasonably dependable estimates of the revenues and costs applicable to various elements of the contract can be made. Key factors that are reviewed in estimating the future costs to complete include estimates of future labor costs and productivity efficiencies. Because the financial reporting of these contracts depends on estimates that are assessed continually during the term of these contracts, revenue recognised, profit and timing of revenue for remaining performance obligations are subject to revisions as the contract progresses to completion. When estimates indicate that a loss will be incurred, the loss is provided for in the period in which the loss becomes probable. Volume discounts are recorded as a reduction of revenue. When the amount of discount varies with the levels of revenue, volume discount is recorded based on estimate of future revenue from the customer.

**b) Expected credit losses on financial assets:** 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 history of collections, customer's creditworthiness, existing market conditions as well as forward looking estimates at the end of each reporting period

**c) Income taxes:** The major tax jurisdictions for the Company is Germany.

Significant judgments are involved in determining the provision for income taxes including judgment on whether tax positions are probable of being sustained in tax assessments. A tax assessment can involve complex issues, which can only be resolved over extended time periods.

Deferred tax is recorded on temporary differences between the tax bases of assets and liabilities and their carrying amounts, at the rates that have been enacted or substantively enacted at the reporting date. The ultimate realisation of deferred tax assets is dependent upon the generation of future taxable profits during the periods in which those temporary differences and tax loss carry-forwards become deductible. The Company considers expected reversal of deferred tax liabilities and projected future taxable income in making this assessment. The amount of deferred tax assets considered realisable, however, could reduce in the near term if estimates of future taxable income during the carry-forward period are reduced. □

**3 Material accounting policy information**

**(i) Functional and presentation currency**

These standalone financial statements are presented in Euro, which is the functional currency of the Company.

**(ii) Foreign currency transactions and translations**

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 recognised in the statement of profit and loss and reported within foreign exchange gains/(losses), net, within results of operating activities. Net loss relating to translation or settlement of borrowings denominated in foreign currency are reported within finance costs. Net gain relating to translation or settlement of borrowings denominated in foreign currency are reported within Other income. 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.

**Capco Solution Services GmbH**  
**Notes to the Standalone Financial Statements**  
(Amount in EUR, except share and per share data, unless otherwise specified)

**(iii) Financial instruments**

Non derivative financial instruments consist of:

- financial assets, which include cash and cash equivalents, trade receivables, unbilled receivables, finance lease receivables, employee and other advances, and eligible current and non-current assets.
- financial liabilities, which include borrowings, trade payables, lease liabilities, and eligible current and non-current liabilities.

Non- derivative financial instruments are recognised initially at fair value. Subsequent to initial recognition, non-derivative financial instruments are measured as described below:

**A Cash and cash equivalents**

The Company's cash and cash equivalents consist of cash on hand and in banks and demand deposits with banks, which can be withdrawn at any time, without prior notice or penalty on the principal.

**B Other financial assets:**

Other financial assets are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. These comprise trade receivables, unbilled receivables, finance lease receivables, employee and other advances and other eligible current and non-current assets. They are presented as current assets, except for those maturing later than twelve months after the reporting date which are presented as non-current assets. All financial assets are initially recognised at fair value and subsequently measured at amortised cost using the effective interest method, less any impairment losses. However, trade receivables that do not contain a significant financing component are measured at transaction price.

**C Trade payables and other liabilities**

Trade payables other liabilities are initially recognised at fair value, and subsequently carried at amortised 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. Contingent consideration recognised in a business combination is subsequently measured at fair value through profit or loss.

**D Share Capital and Reserves**

The authorised share capital of the Company as at March 31, 2025 is EUR 25,000.

Every holder of the equity shares, as reflected in the records of the Company as at 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.

**E Retained earnings**

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

**F Employee Benefits:**

The Company participates in various employee benefit plans. Pensions and other post-employment benefits are classified as defined contribution plans. Under a defined contribution plan, the Company's sole obligation is to pay a fixed amount with no obligation to pay further contributions if the fund does not hold sufficient assets to pay all employee benefits. The related actuarial and investment risks are borne by the employee. The expenditure for defined contribution plans is recognised as an expense during the period when the employee provides service.

**G Compensated absences**

The employees of the Company are entitled to compensated absences. The Company records an obligation for compensated absences in the period in which the employee renders the services that increases this entitlement. The Company measures the expected cost of compensated absences as the additional amount that the Company expects to pay as a result of the unused entitlement that has accumulated at the end of the reporting period. The Company recognises accumulated compensated absences based on the projected unit credit method. Non-accumulating compensated absences are recognised in the period in which the absences occur.

**H Provisions:**

Provisions are recognised 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 recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, considering 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 recognised as an asset, if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

**Capco Solution Services GmbH**  
**Notes to the Standalone Financial Statements**  
**(Amount in EUR, except share and per share data, unless otherwise specified)**

**I Revenue**

At contract inception, the Company assesses its promise to transfer products or services to a customer to identify separate performance obligations. The Company applies judgement to determine whether each product or service promised to a customer is capable of being distinct, and are distinct in the context of the contract, if not, the promised products or services are combined and accounted as a single performance obligation. The Company allocates the transaction price to separately identifiable performance obligations based on their relative stand-alone selling price or residual method. Stand-alone selling prices are determined based on sale prices for the components when it is regularly sold separately, in cases where the Company is unable to determine the stand-alone selling price the Company uses third-party prices for similar deliverables or the Company uses expected cost-plus margin approach in estimating the stand-alone selling price.

For performance obligations where control is transferred over time, revenues are recognised by measuring progress towards completion of the performance obligation. The selection of the method to measure progress towards completion requires judgment and is based on the nature of the promised products or services to be provided. The method for recognising revenues and costs depends on the nature of the services rendered:

**A. Time and materials contracts**

Revenues and costs relating to time and materials contracts are recognised as the related services are rendered.

**B. Fixed-price contracts**

**i) Fixed-price development contracts**

Revenues from fixed-price development contracts, including software development, and integration contracts, where the performance obligations are satisfied over time, are recognised using the "percentage-of-completion" method. The performance obligations are satisfied as and when the services are rendered since the customer generally obtains control of the work as it progresses. Percentage of completion is determined based on project costs incurred to date as a percentage of total estimated project costs required to complete the project. The cost expended (or input) method has been used to measure progress towards completion as there is a direct relationship between input and productivity. If the Company is not able to reasonably measure the progress of completion, revenue is recognised only to the extent of costs incurred for which recoverability is probable. When total cost estimates exceed revenues in an arrangement, the estimated losses are recognised in the statement of profit and loss in the period in which such losses become probable based on the current contract estimates as an onerous contract provision.

A contract asset is a right to consideration that is conditional upon factors other than the passage of time. Contract assets primarily relate to unbilled amounts on fixed-price development contracts and are classified as non-financial asset as the contractual right to consideration is dependent on completion of contractual milestones.

A contract liability is an entity's obligation to transfer goods or services to a customer for which the entity has received consideration (or the amount is due) from the customer.

Unbilled receivables are classified as a financial asset where the right to consideration is unconditional and only the passage of time is required before the payment is due.

**ii) Maintenance contracts**

Revenues related to fixed-price maintenance contracts are recognised on a straight-line basis when services are performed through an indefinite number of repetitive acts over a specified period or ratably using percentage of completion method when the pattern of benefits from the services rendered to the customers and the cost to fulfil the contract is not even through the period of contract because the services are generally discrete in nature and not repetitive.

Revenue for contracts in which the invoicing is representative of the value being delivered is recognised based on our right to invoice. If our invoicing is not consistent with value delivered, revenues are recognised as the service is performed using the percentage of completion method.

In certain projects, a fixed quantum of service or output units is agreed at a fixed price for a fixed term. In such contracts, revenue is recognised with respect to the actual output achieved till date as a percentage of total contractual output. Any residual service unutilised by the customer is recognised as revenue on completion of the term.

**Capco Solution Services GmbH**  
**Notes to the Standalone Financial Statements**  
**(Amount in EUR, except share and per share data, unless otherwise specified)**

**iii) Element or Volume based contracts**

Revenues and costs are recognised as the related services are rendered.

**Others**

Any change in scope or price is considered as a contract modification. The Company accounts for modifications to existing contracts by assessing whether the services added are distinct and whether the pricing is at the stand-alone selling price. Services added that are not distinct are accounted for on a cumulative catch up basis, while those that are distinct are accounted for prospectively, either as a separate contract if the additional services are priced at the stand-alone selling price, or as a termination of the existing contract and creation of a new contract if not priced at the stand-alone selling price.

The Company accounts for variable considerations like, volume discounts, rebates, pricing incentives to customers and penalties as reduction of revenue on a systematic and rational basis over the period of the contract. The Company estimates an amount of such variable consideration using expected value method or the single most likely amount in a range of possible consideration depending on which method better predicts the amount of consideration to which the Company may be entitled and when it is probable that a significant reversal of cumulative revenue recognised will not occur when the uncertainty associated with the variable consideration is resolved.

Revenues are shown net of allowances/ returns, sales tax, value added tax, goods and services tax and applicable discounts. The Company may enter into arrangements with third party suppliers to resell products or services. In such cases, the Company evaluates whether the Company is the principal (i.e. report revenues on a gross basis) or agent (i.e. report revenues on a net basis). In doing so, the Company first evaluates whether the Company controls the good or service before it is transferred to the customer. The Company considers whether it has the primary obligation to fulfill the contract, inventory risk, pricing discretion and other factors to determine whether it controls the goods or services and therefore, is acting as a principal or an agent. If Company controls the good or service before it is transferred to the customer, Company is the principal; if not, the Company is the agent. Estimates of transaction price and total costs or efforts are continuously monitored over the term of the contract and are recognised in net profit in the period when these estimates change or when the estimates are revised. Revenues and the estimated total costs or efforts are subject to revision as the contract progresses.

The Company accrues the estimated cost of warranties at the time when the revenue is recognised. The accruals are based on the Company's historical experience of material usage and service delivery costs.

**J Finance costs**

Finance costs comprises interest cost on borrowings, lease liabilities and net defined benefit liability, net loss 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 recognised in the statement of profit and loss using the effective interest method.

**K Finance and other income**

Finance and other income comprises interest income on deposits, dividend income, gains/(losses) on disposal of investments and net gain on translation or settlement of foreign currency borrowings. Interest income is recognised using the effective interest method. Dividend income is recognised when the right to receive payment is established.

**L Income tax**

Income tax comprises current and deferred tax. Income tax expense is recognised in the statement of profit and loss except to the extent it relates to a business combination, or items directly recognised in equity or in other comprehensive income.

**Current income tax**

Current income tax for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities based on the taxable income for the period. The tax rates and tax laws used to compute the current tax amounts are those that are enacted or substantively enacted as at the reporting date and applicable for the period. While determining the tax provisions, the Company assesses whether each uncertain tax position is to be considered separately or together with one or more uncertain tax positions depending upon the nature and circumstances of each uncertain tax position. The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognised amounts and where it intends either to settle on a net basis, or to realise the asset and liability simultaneously.

**Capco Solution Services GmbH**  
**Notes to the Standalone Financial Statements**  
**(Amount in EUR, except share and per share data, unless otherwise specified)**

**Deferred income tax**

Deferred income tax is recognised using the balance sheet approach. Deferred income tax assets and liabilities are recognised for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount in these standalone financial statements, except when the deferred income tax arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and affects neither accounting nor taxable profits or loss at the time of the transaction.

Deferred income tax assets are recognised to the extent it is probable that taxable profit will be available against which the deductible temporary differences and the carry forward of unused tax credits and unused tax losses can be utilised. Deferred income tax liabilities are recognised for all taxable temporary differences except in respect of taxable temporary differences that is expected to reverse within the tax holiday period, taxable temporary differences associated with investments in subsidiaries, associates and foreign branches where the timing of the reversal of the temporary difference can be controlled and it is probable that the temporary difference will not reverse in the foreseeable future.

The carrying amount of deferred income tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred income tax asset to be utilised.

Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

The Company offsets deferred income tax assets and liabilities, where it has a legally enforceable right to offset current tax assets against current tax liabilities, and they relate to taxes levied by the same taxation authority on either the same taxable entity, or on different taxable entities where there is a right and an intention to settle the current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.

**M Statement of cash flows**

Cash flows 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 or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash generated from/(used in) operating, investing and financing activities of the Company are segregated.

**4 New Accounting standards adopted by the Company**

The accounting policies adopted in the preparation of the standalone financial statements are consistent with those followed in the preparation of the Company's annual standalone financial statements for the year ended March 31, 2025.



**Capco Solution Services GmbH**  
**Notes to the Special Purpose Financial Statements**  
(Amount in EUR, except share and per share data, unless otherwise specified)

	As at 31 March 2025	As at 31 March 2024
<b>5 Other current assets</b>		
VAT, TDS recoverable	77,708	-
	<b>77,708</b>	<b>-</b>
<b>6 Trade Receivables</b>		
<b>Unsecured</b>		
Related Parties*	212,247	89,577
	<b>212,247</b>	<b>89,577</b>
<b>* Refer related party note no 21</b>		
<b>7 Cash and Cash equivalents</b>		
Balances with banks		
- in current account	688,560	42,239
	<b>688,560</b>	<b>42,239</b>
<b>8 Share capital</b>		
<b>Authorised</b>		
Equity shares of EUR 1 each	25,000	25,000
	<b>25,000</b>	<b>25,000</b>
<b>Issued, subscribed and paid-up</b>	25,000	25,000
	<b>25,000</b>	<b>25,000</b>

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

	Number of shares	Amount
Outstanding at the beginning of the year	25,000	25,000
Add: Issued during the year	-	-
Outstanding at the end of the year	<b>25,000</b>	<b>25,000</b>

**b) Shares held by holding Company/ultimate holding Company and/ or their subsidiaries/ associates**

	31st March 2025	
	Number of shares	% of holding in the class
Grove Holdings 2 S.a.r.l., the holding Company	25,000	25,000
	<b>25,000</b>	<b>25,000</b>

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

	31st March 2025	
	Number of shares	% of holding in the class
Grove Holdings 2 S.a.r.l., the holding Company	25,000	25,000
	<b>25,000</b>	<b>25,000</b>

**Capco Solution Services GmbH**  
**Notes to the Special Purpose Financial Statements**  
(Amount in EUR, except share and per share data, unless otherwise specified)

**9 Other equity**

	As at 31 March 2025	As at 31 March 2024
<b>Surplus/(deficit) in the Statement of Profit and Loss</b>		
Opening balance	(536,087)	-
Add: Additional capital contribution	907,990	-
Add: Net Profit / (loss) for the current year	411,910	(536,087)
<b>Closing balance</b>	<b>783,813</b>	<b>(536,087)</b>

**10 Provisions**

**Current**

Provision for compensated absences	4,765	27,135
Provision for employee benefit obligations	185,893	-
	<b>190,658</b>	<b>27,135</b>

**11 Trade Payables**

Related Parties*	15,664	70,663
Others		
i) Total outstanding dues to micro, small and medium enterprises	-	-
ii) Total outstanding dues to creditors other than micro, small and medium enterprises	39,831	51,245
	<b>55,495</b>	<b>121,908</b>

**\* Refer related party note no 21**

**12 Other financial liabilities**

**Current**

Salary payable	-	36,730
Borrowings from fellow subsidiaries	-	476,881
	<b>-</b>	<b>513,611</b>

**13 Other current liabilities**

Statutory liabilities	20,352	8,015
	<b>20,352</b>	<b>8,015</b>

**Capco Solution Services GmbH**  
**Notes to the Special Purpose Financial Statements**  
(Amount in EUR, except share and per share data, unless otherwise specified)

	For the year ended 31 March 2025	For the year ended 31 March 2024
<b>14 Revenue from operations</b>		
Sale of services	1,483,464	126,039
Total revenue from operations	<b>1,483,464</b>	<b>126,039</b>
Out of total revenue, sale to related party is EUR 1,483,464 for the year ended March 31, 2025 and EUR 126,039 for the year ended March 31, 2024.		
<b>Disaggregation of Revenues</b>		
The table below presents disaggregated revenues from contracts with customers by nature of contract. The Company believes that the below disaggregation best depicts the nature, amount, timing and uncertainty of revenue and cash flows from economic factors.		
<b>Revenue by nature of contract</b>		
Fixed price and volume Based	60,387	-
Time and material	1,423,077	126,039
	<b>1,483,464</b>	<b>126,039</b>
During the year ended March 31, 2025 the company presented income from charging corporate overheads to group companies as reduction of expenses as these more appropriately reflect the substance of the transaction where in the company only recovers share of expenses from other group Companies and hence the net expense only reflects the Company's share of corporate overhead expenses. Previously these were presented as part of revenue. Comparative numbers are presented accordingly and an amount of EUR 1,442 has been included as reduction of operating expenses for the year ended March 31, 2024. The above change in presentation does not affect total loss, total comprehensive loss and the loss per share for the previous period presented.		
<b>15 Other income</b>		
Interest income	6,090	-
Foreign exchange gain, net	224	-
	<b>6,314</b>	<b>-</b>
<b>16 Employee benefits expense</b>		
Salaries and wages	980,784	548,359
Staff welfare expenses	2,000	-
	<b>982,784</b>	<b>548,359</b>
<b>17 Finance Cost</b>		
Interest expense	21,280	5,270
Bank charges	631	-
	<b>21,911</b>	<b>5,270</b>
<b>18 Other expenses</b>		
Sub contracting and technical fees	3,611	2,793
Allocated group overheads	24,370	3,605
Facility expenses	29,160	29,161
Travel	5,381	1,683
Legal and professional charges	8,958	69,424
Printing & stationary	-	514
Advertisement and sales promotion	-	143
Communication	-	87
Miscellaneous expenses	86	614
Foreign exchange loss, net	-	48
	<b>71,566</b>	<b>108,072</b>

**Capco Solution Services GmbH**  
**Notes to the Special Purpose Financial Statements**  
(Amount in EUR, except share and per share data, unless otherwise specified)

**19 Earning per share (EPS)**

Basic earnings /(loss) per share amounts are calculated by dividing the profit/loss for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year.

Diluted earnings /(loss) per share amounts are calculated by dividing the profit/loss attributable to equity holders (after adjusting for interest on the convertible preference shares) by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

The following reflects the income and share data used in the basic and diluted EPS computations:

	For the year ended 31 March 2025	For the year ended 31 March 2024
Profit/(Loss) attributable to equity holders	411,910	(536,087)
Weighted average number of equity shares - for basic and diluted EPS	25,000	25,000
Earnings per share - Basic and diluted	<b>16.48</b>	<b>(21.44)</b>

**20 Income tax expense**

	For the year ended 31 March 2025	For the year ended 31 March 2024
Income tax expense has been allocated as follows:		
<b>Income tax expense</b>		
Current tax	1,607	425
<b>Total income taxes</b>	<b>1,607</b>	<b>425</b>

The reconciliation between the provision of income tax and amounts computed by applying the German statutory tax rate to profit before taxes is as follows:

	For the year ended 31 March 2025	For the year ended 31 March 2024
Profit before taxation	413,517	(535,662)
<b>Enacted income tax rate in Germany</b>	34%	34%
Computed expected tax expenses	140,596	(182,125)
Effect of		
Changes in unrecognised deferred tax assets	(140,596)	182,125
Withholding tax write-off	1,607	425
<b>Income tax expense</b>	<b>1,607</b>	<b>425</b>

**Capco Solution Services Gmbh**  
**Notes to the Special Purpose Financial Statements**  
(Amount in EUR, except share and per share data, unless otherwise specified)

**21 Related party relationships and transactions**

**a) The following are the entities with which the company has related party transactions:**

<b>Name</b>	<b>Relationship</b>	<b>Country of Incorporation</b>
Wipro Limited	Ultimate Holding company	India
Grove Holdings 2 S.a.r.l.	Holding Company	Luxembourg
The Capital Markets Company GmbH	Fellow Subsidiary	Germany
The Capital Markets Company BV	Fellow Subsidiary	Belgium
Wipro Technologies GmbH	Fellow Subsidiary	Germany
The Capital Markets Company (UK) Ltd	Fellow Subsidiary	UK

**b) The Company has the following related party transactions:**

<b>Particulars</b>	<b>As at 31 March 2025</b>	<b>As at 31 March 2024</b>
<b><u>Sale of services</u></b>		
The Capital Markets Company GmbH	1,483,464	126,039
<b><u>Allocation of overheads from group companies</u></b>		
The Capital Markets Company (UK) Ltd	24,370	3,605
<b><u>Interest expenses</u></b>		
The Capital Markets Company BV	19,970	5,270
The Capital Markets Company GmbH	1,310	-
<b><u>Rental expenses</u></b>		
Wipro Technologies GmbH	29,160	29,160

**c) Balances with related parties as at year end are summarised below:**

	<b>As at 31 March 2025</b>	<b>As at 31st March 2024</b>
<b>i) <u>Balances other than loans :</u></b>		
<b><u>Payable balances</u></b>		
The Capital Markets Company BV	2,133	50,000
Wipro Technologies GmbH	2,430	17,010
The Capital Markets Company (UK) Ltd	11,102	3,652
<b><u>Receivable balances</u></b>		
The Capital Markets Company GmbH	212,248	89,577
<b>ii) <u>Loan balances including interest accrued:</u></b>		
<b><u>Loan</u></b>		
The Capital Markets Company BV	-	476,881

**22 Segment reporting**

The Board of Directors of the Company evaluates the performance and allocates resources based on the analysis of the performance of the Company as a whole accordingly the Company's operations are considered to constitute a single segment in the context of Ind AS 108 Segment Reporting.

**Capco Solution Services GmbH**  
**Notes to the Special Purpose Financial Statements**  
(Amount in EUR, except share and per share data, unless otherwise specified)

**23 Financial instruments**

Financial assets and liabilities (carrying value / fair value)

	<b>As at</b>	<b>As at</b>
	<b>31 March 2025</b>	<b>31 March 2024</b>
<b>Assets</b>		
Cash and cash equivalents	688,560	42,239
Other financial assets		
Trade receivables	212,247	89,577
<b>Total</b>	<b>900,807</b>	<b>131,816</b>
<b>Liabilities</b>		
Trade payables	55,495	121,908
Other financial liabilities	-	513,611
<b>Total</b>	<b>55,495</b>	<b>635,519</b>

**Fair value**

Financial assets and liabilities include cash and cash equivalents, trade receivables, unbilled receivables, employee and other advances, eligible current and non-current assets, trade payables, and eligible current liabilities and non-current liabilities.

The fair value of cash and cash equivalents, trade receivables, unbilled revenues, trade payables, other current financial assets and liabilities approximate their carrying amount largely due to the short-term nature of these instruments. Accordingly, the carrying value of such long-term debt approximates fair value. As of March 31, 2025 and March 31, 2024, the carrying value of such receivables, net of allowances approximates the fair value.

**24 Financial risk management**

**Market risk**

Market risk is the risk of loss of future earnings, to fair values or to future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments, foreign currency receivables, payables and loans.

The Company manages market risk through a corporate treasury department, which evaluates and exercises independent control over the entire process of market risk management. The corporate treasury department recommends risk management objectives and policies, which are approved by senior management. The activities of this department include management of cash resources, borrowing strategies, and ensuring compliance with market risk limits and policies.

**Foreign currency risk**

The Company operates internationally and a major portion of its business is transacted in EUR currency. Consequently, the Company is not exposed to foreign exchange risk.

**Interest rate risk**

Interest rate risk primarily arises from floating rate borrowing, including various revolving and other lines of credit. The Company's short-term investments and short-term borrowing do not expose it to significant interest rate risk.

**Credit risk**

Credit risk arises from the possibility that customers may not be able to settle their obligations as agreed. To manage this, the Company periodically assesses the financial reliability of customers, taking into account the financial condition, current economic trends, analysis of historical bad debts and ageing of accounts receivable. Individual risk limits are set accordingly. There is no significant concentration of credit risk.

**Counterparty risk**

Counterparty risk encompasses issuer risk on marketable securities, settlement risk on derivative and money market contracts and credit risk on cash and time deposits. Exposure to these risks are closely monitored and maintained within predetermined parameters.

**Liquidity risk**

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. The Company's corporate treasury department is responsible for liquidity and funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management. Management monitors the Company's net liquidity position through rolling forecasts on the basis of expected cash flows. As of March 31, 2024, cash and cash equivalents are held with major banks and financial institutions.

The table below provides details regarding the remaining contractual maturities of significant financial liabilities at the reporting date. The amounts include estimated interest payments and exclude the impact of netting agreements, if any.



**Capco Solution Services GmbH**  
**Notes to the Special Purpose Financial Statements**  
(Amount in EUR, except share and per share data, unless otherwise specified)

As at 31 March, 2025						
<b>Contractual Cash Flows</b>	<b>Less than 1 year</b>	<b>1 to 2 years</b>	<b>2 to 5 years</b>	<b>Total Cash Flows</b>	<b>Interest included in total cash flows</b>	<b>Carrying value</b>
Trade payables	55,495	-	-	55,495	-	55,495

As at 31 March, 2024						
<b>Contractual Cash Flows</b>	<b>Less than 1 year</b>	<b>1 to 2 years</b>	<b>2 to 5 years</b>	<b>Total Cash Flows</b>	<b>Interest included in total cash flows</b>	<b>Carrying value</b>
Trade payables	121,908	-	-	121,908	-	121,908
Other financial liabilities	513,611	-	-	513,611	-	513,611

**25** There are no contingent liabilities as at March 31, 2025.

As per our report of even date  
**For NM Raiji & Co**  
Chartered Accountants  
Firm Registration No.: 108296W

**For and on behalf of the Board of Directors of**  
**Capco Solution Services GmbH**

Sd/-

**Santosh Burande**  
Partner  
Membership No: 214451  
Place: Bangalore  
Date: May 26, 2025

Sd/-

**Marcel Du Bois**  
Director  
Place: Brussels B  
Date: May 26, 2025