

India Limited FY24 Annual Report Summary

Introduction

This document summarizes the key information from the annual report of Ksolves India Limited for the financial year 2023-24 (FY24), covering April 1, 2023, to March 31, 2024. Ksolves India, a small-cap company with a market capitalization of approximately ₹760.91 crore, operates in the software development and services sector, providing solutions in areas such as Big Data, Machine Learning, and Artificial Intelligence. As of August 1, 2025, the FY25 annual report is not yet available, making the FY24 report the most recent source of financial and operational data. This summary is tailored to highlight the main information relevant to the Indian small-cap marketplace, as requested.

Company Overview

- **Industry:** IT - Software Services
- **Market Capitalization:** ₹760.91 crore (as of latest available data)
- **Business Focus:** Software development, enterprise solutions, and consulting for industries like Real Estate, E-commerce, Finance, Telecom, and Healthcare.
- **Employee Count:** Approximately 525 employees as of January 31, 2025.
- **Stock Exchange Listings:** NSE (Symbol: KSOLVES), BSE (Code: 543599)
- **Promoter Holding:** 58.9% (as of March 31, 2024)
- **Public Holding:** 41.1%

Ksolves India is recognized for its rapid growth and expertise in high-end technologies, positioning it as a notable player in the Indian small-cap IT sector. Its focus on export markets (81% of revenue from exports) aligns with the global demand for IT services, a key characteristic of many Indian small-cap companies.

Financial Performance

The FY24 annual report showcases Ksolves India's strong financial growth, with significant increases in revenue and profit compared to FY23. Below are the key financial metrics:

Metric	Standalone (₹ Lakh)	Consolidated (₹ Lakh)	FY23 (Consolidated, ₹ Lakh)	YoY Growth (Consolidated)
Revenue from Operations	10,807.34	10,863.73	7,831.16	38.7%
Other Income	33.85	33.85	62.57	-45.8%
Total Income	10,841.19	10,897.58	7,893.73	38.0%
Profit Before Tax	4,594.24	4,586.69	3,293.56	39.3%
Net Profit After Tax	3,422.95	3,415.41	2,472.03	38.2%
Total Comprehensive Income	3,412.81	3,405.27	2,444.97	39.3%
Earnings Per Share (EPS, ₹)	28.59	28.59	20.84	37.2%

Revenue Breakdown

- **Domestic Revenue:** ₹2,066.76 lakh (19% of total revenue)
- **Export Revenue:** ₹8,796.97 lakh (81% of total revenue)
- **Service Type:** Primarily from software development and consulting services.

Profitability Metrics

- **Operating Profit Margin:** 42.8% in FY24, slightly down from 42.0% in FY23.

- **Net Profit Margin:** 31.4% in FY24, compared to 31.6% in FY23.
- **Return on Equity (ROE):** Not explicitly stated in the report, but implied to be high due to strong profit growth.

Tax Expenses

- **Current Tax:** ₹1,166.30 lakh
- **Deferred Tax:** ₹0.09 lakh
- **Total Tax Expense:** ₹1,171.29 lakh

Auditor's Report

- **Auditor:** M/s. S.K. Relan & Co.
- **Opinion:** Unmodified, indicating that the financial statements present a true and fair view in accordance with Indian Accounting Standards (Ind AS) and comply with the Companies Act, 2013.
- **Key Audit Matters:** No significant issues reported, reflecting robust financial reporting practices.

Operational Highlights

- **Growth Drivers:** The company's growth was driven by increased demand for its services in Big Data, Machine Learning, Artificial Intelligence, Salesforce, Odoo, and DevOps.
- **Client Base:** Ksolves completed over 150 software development projects, serving clients across multiple industries globally.
- **Geographical Reach:** Significant export revenue (81%) from markets in the US, Europe, and other regions.
- **Innovation:** Launched a new Big Data product in FY24, enhancing its service portfolio.

Corporate Governance

- **Board of Directors:** Includes Deepali Verma, Ratan Srivastava, and four others.
- **Dividend:** Declared a dividend of ₹30 per share in FY24, reflecting a shareholder-friendly policy.
- **Stock Split:** Approved a 1:2 stock split in FY24 to enhance liquidity.
- **Compliance:** Adhered to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, with timely filings of financial results and corporate governance reports.

Shareholding Pattern

- **Promoter Holding:** 58.9%, slightly decreased by 3.51% over the last three years.
- **Public Holding:** 41.1%, including institutional and retail investors.
- **Dividend Yield:** 4.71%, indicating a strong return for shareholders.

Balance Sheet Highlights

Metric	FY24 (₹ Lakh)	FY23 (₹ Lakh)	Notes
Total Assets	Not specified	Not specified	Strong balance sheet with net debt-free status
Debt	Minimal	Minimal	Finance costs increased by 174.4% YoY
Cash and Cash Equivalents	Not specified	Not specified	Positive cash flow from operations

- **Liquidity:** The company maintained a net debt-free status, supporting its financial stability.
- **Receivables:** Some concerns about rising receivables faster than sales, indicating potential cash flow challenges.

Cash Flow Statement

- **Operating Activities:** Positive cash flow, though specific figures not provided in the summary.
- **Investing Activities:** Investments in fixed deposits and product development.
- **Financing Activities:** Dividend payments and minimal debt financing.

Risks and Challenges

- **Market Risks:** Small-cap companies like Ksolves are subject to higher volatility due to market fluctuations and economic conditions.
- **Operational Risks:** Rising employee costs (46.25% of operating revenues) and receivables growth could impact cash flows.
- **Competition:** Intense competition in the IT services sector from both domestic and global players.

Indian Small-Cap Marketplace Context

- **Growth Potential:** Small-cap companies in India, particularly in the IT sector, are known for their high growth potential, as evidenced by Ksolves' 40% revenue growth.
- **Risk Profile:** Higher risk due to smaller scale, limited resources, and sensitivity to economic changes.
- **Investor Interest:** Small-caps attract investors seeking high returns, but require careful analysis due to volatility.
- **Regulatory Environment:** Compliance with SEBI and stock exchange regulations ensures transparency, as seen in Ksolves' timely filings.

Sources

- Ksolves India Limited Annual Report FY24
- Ksolves India on Screener
- Equitymaster Analysis of Ksolves India FY24
- Trendlyne Financials for Ksolves India
- NSE India Ksolves India Page

Conclusion

Ksolves India Limited's FY24 annual report demonstrates its strong position as a small-cap company in the Indian IT sector, with significant revenue and profit growth, a robust balance sheet, and a focus on high-growth technologies. While the FY25 report is not yet available, the FY24 report provides a comprehensive overview of the company's performance, making it a suitable example for understanding the dynamics of Indian small-cap companies. This summary captures the main financial and operational details, aligning with the request for a concise yet informative report specific to the Indian small-cap marketplace.