



**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.pmurali.com

## INDEPENDENT AUDITOR'S REPORT

**TO THE MEMBERS OF**  
**VIRINCHI HEALTHCARE PRIVATE LIMITED**  
**Report on the Audit of Financial Statements**

### Opinion

We have audited the accompanying financial statements of **VIRINCHI HEALTHCARE PRIVATE LIMITED** ("the Company"), which comprises the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as "the financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, its loss and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

### Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, 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 audit opinion on the financial statements.





**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.p murali.com

### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on this matter.

Depending on the facts and circumstances of the entity and the Audit, we have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matter	How the Key Audit Matter was addressed in our audit
<p>The Company has obtained leasehold land by entering into lease agreement with individual parties attracting the adoption of Ind AS 116 "Leases".</p> <p>Significant judgement is required in the assumptions and estimates used in order to apply the definition of lease, application of discount rate, and lease term for computation of ROU asset and lease liability.</p> <p>We considered this a key audit matter due to the inherently judgmental nature to determine the lease liabilities.</p>	<p>Our audit procedures included the following:</p> <ul style="list-style-type: none"><li>• Obtained an understanding of the Company's adoption of Ind AS 116 and identified the internal controls including entity level control adopted by the Company for accounting, processes and systems under the accounting standard;</li><li>• Assessed the discount rates applied in determining lease liabilities;</li><li>• We assessed and evaluated the reasonableness of lease terms used for computation lease liabilities and right-of-use assets;</li><li>• We obtained the company's quantification of ROU assets and lease liabilities. We agreed the inputs used in the quantification to the lease agreements and performed re-computation of lease liabilities and ROU asset in accordance with the lease registration documents;</li><li>• We assessed whether the related presentations and disclosures within the financial statements are appropriate in compliance with the requirements of Ind AS 116 "Leases".</li></ul>

### Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexure to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report there on.







**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.pmurali.com

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion there on. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

### **Management's Responsibility for the Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Company's financial reporting process.

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

Our objectives are to obtain reasonable assurance about whether the 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 financial statements.







**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.pmurali.com

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 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 controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 Company's ability 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 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in: (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We 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.







**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.p murali.com

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
  - d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended.
  - e) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
  - g) The Company has not paid any managerial remuneration to its directors.
  - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:





**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.pmurali.com

- i. The Company does not have pending litigations which would have impact on its financial position.
- ii. The Company doesn't have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv. The Management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- v. The Management has represented that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Parties or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- vi. Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations above (iv) and (v) under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement.
- vii. The company has not declared or paid any dividend during the year.
- viii. The Company has used such accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has been operated throughout the year for all transactions recorded in the software and the audit trail feature has not been tampered with and the audit trail has been preserved by the company as per the statutory requirements for record retention.







**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.p murali.com

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For P. Murali & Co.,  
Chartered Accountants  
Firm's Regn.No:007257S

M V Joshi

Partner

M.No:024784

UDIN: 24024784BKAUFF1313



Place: Hyderabad

Date:02.05.2024.



**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.p murali.com

## **ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **VIRINCHI HEALTHCARE PRIVATE LIMITED** of even date

Report on the Internal Financial Controls over Financial Reporting under Clause (i) Of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **VIRINCHI HEALTHCARE PRIVATE LIMITED** ("the Company") as of March 31, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

### **Management's Responsibility for Internal Financial Controls**

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information , as required under the Companies Act,2013.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section143(10) of the Companies Act,2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.







**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.pmurali.com

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting of the Company.

### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.





**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.p murali.com

### Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For P. Murali & Co.,  
Chartered Accountants  
Firm's Regn.No:007257S

M V Joshi

Partner

M.No:024784

UDIN: 24024784BKAUFF1313



Place: Hyderabad

Date:02.05.2024.





**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.pmurali.com

**ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT**

**(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of VIRINCHI HEALTHCARE PRIVATE LIMITED of even date**

**i. In respect of the Company's Property, Plant & Equipment:**

- (a)
  - 1. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.
  - 2. The Company has maintained proper records showing full particulars of intangible assets.
- (b) As explained to us, Property Plant & Equipment have been physically verified by the management at regular intervals; as informed to us no material discrepancies were noticed on such verification. In our opinion, the frequency of verification is reasonable.
- (c) According to the information and explanations given to us, the records examined by us based on the examination of the title deeds of immovable properties, they are held in the name of the company.
- (d) According to the information and explanations given to us and on the basis of our examination of records, the company has not revalued the Property Plant and Equipment or intangible assets during the period under review.
- (e) No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988.

**ii.**

- a) The physical verification of inventory has been conducted at reasonable intervals by the management during the year and no material discrepancies were noticed on such verification
- b) According to the information and explanations given to us and on the basis of our examination of records, the company has taken working Capital loan from Banks or Financial Institutions on the basis of security of current assets. The quarterly statement filed by the Company with the bank is in agreement with the books of account of the Company.





**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.p murali.com

iii. According to the information and explanations given to us and on the basis of our examination of the records of the company, during the year, the company has not made, except as stated below, any investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships or any other parties.

a) The details of the loans granted during the year and balance outstanding as at the balance sheet date of such loans is as under,

(Rs. in Lakhs)	
Particulars	Loans
Aggregate amount granted/ provided during the year:	
- Subsidiaries (Incl. Fellow Subsidiaries)	757.76
- Associates	Nil
- Joint Ventures	Nil
- Other Parties	(292.16)
Balance outstanding as at the Balance sheet date in respect of the above cases	
- Subsidiaries (Incl. Fellow Subsidiaries)	859.32
- Associates	Nil
- Joint Ventures	Nil
- Other Parties	296.87

- b) According to the information and explanations given to us and based on the audit procedures conducted by us, we are of the opinion that the terms and conditions of loans granted by the company, are not prejudicial to the interest of the Company.
- c) In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are regular as per stipulation.
- d) According to information and explanations given to us and based on the audit procedures performed, in respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.
- e) There are no Loans or advance in the nature of loan granted which has fallen due during the year which has been renewed or extended or fresh loans are granted to settle the overdue of existing loans given to the same parties.







**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.pmurali.com

- f) According to information and explanations given to us and based on the audit procedures performed, the Company has not granted any loans either repayable on demand or without specifying any terms or period of repayment during the year.
- iv. The company has not granted any loans or made Investment or provided any guarantee or security to the parties covered under section 185 and 186 of the Companies Act, 2013.
- v. The Company has not accepted any deposits from the public covered under Section 73 to 76 of the Companies Act, 2013 and rules framed there under to the extent notified.
- vi. The maintenance of cost records has been specified by the Central Government under section 148(1) of the Companies Act, 2013 for the business activities carried out by the Company. The company has been maintaining the applicable cost records.
- vii. According to the information and explanations given to us, in respect of statutory dues:
- (a) According to the information and explanations given to us and based on the records of the company examined by us, the company is not regular in depositing the undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax (TDS), Goods and Services Tax and other material statutory dues, as applicable, with the appropriate authorities.
- (b) There were undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues in arrears as at March 31, 2024 for a period of more than six months from the date they became payable.

Nature Of Due	Amount In Lakhs
TDS	101.98
ESI	3.57
PF	33.36
Professional Tax	4.87

- (c) According to the information and explanation given to us and based on the records of the company examined by us, there are no dues of Income Tax, Goods and Service Tax and Customs Duty which have not been deposited as at March 31, 2024 on account of any dispute.





**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.pmurali.com

viii. Based on our audit procedures and according to the information and explanations given to us, we are of the opinion that the company does not have any transactions which are not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act.

ix.

- a) In our opinion and according to the information and explanations given to us, the company has not defaulted in the repayment of loans or borrowings to financial institutions, banks and any other Lenders.
- b) In our opinion and according to the information and explanations given to us, the company is not declared as wilful defaulter by any bank or financial Institution or other lenders.
- c) In our opinion and according to the information and explanations given to us, the Term loans were applied for the purpose for which the loans were obtained.
- d) In our opinion and according to the information and explanations given to us, no funds raised on short term basis which have been utilized for long term purposes.
- e) In our opinion and according to the information and explanations given to us, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- f) In our opinion and according to the information and explanations given to us, the company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

x.

- a) In our opinion and according to the information and explanations given to us, the company has not raised any money by way of initial public offer, further public offer (including debt instruments) during the year.
- b) In our opinion and according to the information and explanations given to us, the company has not made any preferential allotment or private placement of shares or fully Convertible Debentures (partly or optionally convertible debentures) during the year under review.







**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.pmurali.com

xi.

- a) According to the information and explanations given to us, no fraud by the company or on the company has been noticed or reported during the course of our Audit.
- b) According to the information and explanations given to us, no Report has been filed in form ADT-4 with the Central Government as prescribed under Sub section (12) of Section 143 of the companies Act, 2013.
- c) According to the information and explanations given to us, the company has not received any Whistle-blower complaints During the year.

xii. In our opinion, the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it.

xiii. In our opinion and according to the information and explanation given to us, Section 177 is not applicable because of the threshold limits and there are no related party transactions as specified under section 188 of the Companies Act, 2013.

xiv. In our opinion and based on our examination, the company doesn't have an internal audit system and is not required to have an internal audit system as per provisions of section 138 of the Companies Act, 2013.

xv. According to the information and explanations given to us, the Company has not entered into non-cash transactions with its directors or persons connected with him.

xvi.

- a) In our opinion, the company is not required to be registered under section 45-IA of The Reserve Bank of India Act 1934.
- b) In our opinion, the company has not conducted any Nonbanking financial or Housing finance activities without a valid certificate of Registration from the Reserve Bank of India as per Reserve Bank of India Act, 1934.
- c) In our opinion, the Company is not a Core Investment Company (CIC) as defined by the Reserve Bank of India.
- d) In our opinion, the Company is not part of any Group (as per the provisions of the Core Investment Companies (Reserve Bank) Directions, 2016 as amended).

xvii. The Company has not incurred cash losses in the current year and in the immediately preceding financial year.

xviii. There has been no resignation of the statutory auditors during the year.





**P. MURALI & CO.,**  
CHARTERED ACCOUNTANTS  
6-3-655/2/3, SOMAJIGUDA,  
HYDERABAD - 500 082. INDIA

Tel. : (91-40) 2332 6666, 2331 2554  
(91-40) 2339 3967, 2332 1470  
(91-40) 2332 2119, 2331 7032  
Fax : (91-40) 2339 2474  
Email : pmurali.co@gmail.com  
info@pmurali.com  
Website : www.p murali.com

- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, based on our knowledge of the Board of Directors' and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report and company is capable of meeting its liabilities existing at the date of balance sheet.
- xx. In our opinion, the company is not covered under the provisions of section 135 of the Companies Act, 2013.

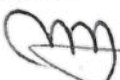




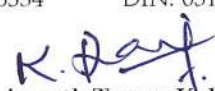
For P. Murali & Co.,  
Chartered Accountants  
Firm's Regn.No:007257S

M V Joshi  
Partner  
M.No:024784  
UDIN: 24024784BKAUFF1313



Place: Hyderabad  
Date:02.05.2024.



M/s. VIRINCHI HEALTHCARE PVT LTD			
BALANCE SHEET AS AT 31st MARCH		(₹ in Lakhs)	
PARTICULARS	Note No.	2024	2023
<b>ASSETS</b>			
<b>1) NON CURRENT ASSETS</b>			
Property, Plant and Equipment	1	18,918.36	17,153.84
Right of Use Asset	1	6,377.58	6,839.61
Intangible Assets	1	671.94	846.53
Capital Work in Progress	1	7,074.12	9,899.12
<b>Financial Assets</b>			
i) Investments	2	179.95	97.88
ii) Trade Receivables		-	-
iii) Loans		-	-
iv) Other financial Assets		-	-
Deferred Tax Assets (Net)		-	-
Long Term Loans and Advances	3	267.71	304.10
Other Non-Current assets	4	278.67	271.81
<b>2) CURRENT ASSETS</b>			
Inventories		688.76	870.78
<b>Financial assets</b>			
i) Investment		-	-
ii) Trade Receivables	5	2,800.54	2,220.16
iii) Cash and Cash Equivalents	6	821.27	836.78
iv) Short Term Loans and Advances	7	1,817.64	1,485.04
v) Other financial assets		-	-
Other Current Assets	8	463.27	413.50
<b>Total Assets</b>		<b>40,359.80</b>	<b>41,239.16</b>
<b>EQUITY AND LIABILITIES</b>			
<b>1) Equity</b>			
Equity Share Capital	9	543.60	543.60
Other Equity	10	2,623.71	3,044.91
<b>2) Non-Current Liabilities</b>			
<b>Financial Liabilities</b>			
i) Long Term Borrowings	11	20,331.05	21,524.40
ii) Trade Payables		-	-
iii) Other financial liabilities		-	-
Long term Provisions	12	247.38	226.07
Deferred tax liabilities (net)	13	1,591.95	1,530.58
Lease Liability	14	9,951.31	9,108.17
<b>3) Current Liabilities</b>			
<b>Financial Liabilities</b>			
i) Short term Borrowings	15	3,317.61	3,392.74
ii) Trade Payables	16	431.97	445.63
iii) Other financial liabilities		-	-
Short term Provision	17	1,321.22	1,423.07
Other current liabilities		-	-
<b>Total Equity &amp; Liabilities</b>		<b>40,359.80</b>	<b>41,239.16</b>
Notes referred to above form an integral part of the Financial Statements			
As per our Report of Even Date			
For P.Murali & Co.		For and on behalf of the Board	
Chartered Accountants		M/s. Virinchi Healthcare Pvt Ltd	
Firm Registration No.007257S			
UDIN:			
 M.V. Joshi Partner M. No. 024784		  M.V. Srinivasa Rao Director DIN: 00816334	
 M.V. Joshi Partner M. No. 024784		 K. Sri Kalyan Director DIN: 03137506	
Place : Hyderabad		 Ravindranath Tagore Kolli Company Secretary M No.A18894	
Date: 02nd May 2024			

## M/s. VIRINCHI HEALTHCARE PVT LTD

## STATEMENT OF PROFIT &amp; LOSS FOR THE YEAR ENDED 31st MARCH (₹ in Lakhs)

Particulars	Note No	2024	2023
Revenue from operations	18	13,314.85	13,516.18
Other Income	19	62.88	42.05
<b>Total Income</b>		<b>13,377.73</b>	<b>13,558.22</b>
<b>Expenses:</b>			
Purchases of Stock in Trade	20	1,233.26	1,416.26
Changes in Inventory	21	182.02	555.79
Employee Benefit Expenses	22	2,046.29	2,347.01
Depreciation	1	2,507.20	2,235.88
Amortisation Expenses		.79	.79
Finance Costs	23	3,882.84	2,971.54
Administrative and Other Operating Expenses	24	3,885.13	4,520.99
<b>Total Expenses</b>		<b>13,737.55</b>	<b>14,048.26</b>
<b>Profit/ (loss) before tax</b>		<b>-359.82</b>	<b>-490.03</b>
<b>Tax expense:</b>			
Current Tax		-	-
Deferred tax		61.37	368.53
<b>Profit/(loss) from the period from continuing operations</b>		<b>-421.20</b>	<b>-858.57</b>
Other Comprehensive Income (Net of Tax)		-	-
<b>Total Comprehensive Income for the period</b>		<b>-421.20</b>	<b>-858.57</b>
<b>Earning Per Equity Share:</b>			
(1) Basic		(7.75)	(15.79)
(2) Diluted		(7.75)	(15.79)

Notes referred to above form an integral part of the Financial Statements

As per our Report of Even Date

FOR P.Murali & Co.  
Chartered Accountants  
Firm Registration No.007257S  
UDIN:

M.V. Joshi  
Partner  
M. No. 024784

Place : Hyderabad  
Date: 02nd May 2024

For and on behalf of the Board

For Virinchi Healthcare Pvt Ltd

M.V.Srinivasa Rao  
Director  
DIN: 00816334

K. Sri Kalyan  
Director  
DIN: 03137506

K. Raji  
Ravindranath Tagore Kolli  
Company Secretary  
M No.A18894



## M/s. VIRINCHI HEALTHCARE PVT LTD

## Cash Flow Statement for the Year Ended 31st March

(₹ in Lakhs)

Particulars	Mar 31,2024	Mar 31,2023
<b>A. Cash Flow from Operating Activities:</b>		
Net Profit/ (Loss) before taxation and extraordinary items	-359.82	-490.03
<b>Adjustments for:</b>		
Depreciation	2,507.20	2,235.88
Amortization expenses	.79	.79
Finance costs	3,882.84	2,971.54
Changes in Deferred Tax Asset/Liability	61.37	368.53
Operating Profit before Working Capital Changes	6,092.39	5,086.71
<b>Change in Operating Assets &amp; Liabilities</b>		
Trade and Other Receivables Including Inventory	-787.59	368.13
Trade and Other Payables	1,073.82	2,968.64
Cash Generated from Operations	6,378.61	8,423.47
Taxation for the year	61.37	368.53
Net Cash Generated from Operating Activities	6,317.24	8,054.94
<b>B. Cash Flow from Investing Activities:</b>		
Purchase of Fixed Assets	-810.89	-12,357.61
Payment for Investments	-82.07	-45.20
Loans & Advances	36.39	16.27
Net Cash used in Investing Activities	-856.57	-12,386.54
<b>C. Cash Flow From Financing Activities:</b>		
Proceeds from Equity Shares	-	-
Interest paid	-3,882.84	-2,971.54
Long Term Borrowings paid	-1,593.34	7,211.27
Net Cash Generated from in Financing Activities	-5,476.18	4,239.73
Net increase / (Decrease) in cash and cash equivalents	-15.51	-91.87
Cash and Cash equivalents as at Beginning of the Year	836.78	928.65
Cash and Cash equivalents as at End of the Year	821.27	836.78

Notes referred to above form an integral part of the Financial Statements

As per our Report of Even Date

For and on behalf of the Board

FOR P.Murali &amp; Co.

For Virinchi Healthcare Pvt Ltd

Chartered Accountants

Firm Registration No.007257S

UDIN:



M.V. Joshi

Partner

M. No. 024784




M.V. Srinivasa Rao

Director

DIN: 00816334




K. Sri Kalyan

Director

DIN: 03137506

Place : Hyderabad

Date: 02nd May 2024

  
 Ravindranath Tagore Kolli

Company Secretary

M No.A18894

**VIRINCHI HEALTHCARE PVT LTD****Statement of Changes in Equity for the year ended 31 March 2024**

(All amounts in Indian Rupees in Lakhs, except Share data and where otherwise stated)

**a. Equity Share Capital**

	No. of Shares	Amount
Balance as at 31 March 2023	54,35,978	543.60
Balance as at 31 March 2024	54,35,978	543.60

**b. Other equity**

Particulars	Reserves and Surplus			Total
	Capital Reserve	Securities Premium	General Reserve	Retained Earnings
Balance as of 31 March 2022				
Additions / Profit for the year	1,194.21	5,415.98	-	-2,706.72
Other Comprehensive Income	-	-	-	-858.57
Balance as of 31 March 2023	1,194.21	5,415.98	-	3,903.47
Additions / Profit for the year	-	-	-	-
Other Comprehensive Income	-	-	-	-3,565.28
Balance as of 31 March 2024	1,194.21	5,415.98	-	-421.20
			-	3,044.91
			-	-421.20
			-	2,623.71

The accompanying notes are an integral part of the Financial Statements.

As per our report of even date

For and on behalf of the Board

FOR P.Murali &amp; Co.

Chartered Accountants

Firm Registration No.007257S

UDIN:



M.V. Joshi

Partner

M. No. 024784



M/s. Virinchi Healthcare Pvt Ltd



M.V. Srinivasa Rao

Director

DIN: 00816334



K. Sri Kalyan

Director

DIN: 03137506

Place: Hyderabad

Date: 02nd May 2024

Ravindranath Tagore Kolli

Company Secretary

M No. A18894



# Notes to financial statements for the year ended March 31, 2024

## Note No.1 (1)

The changes in the carrying value of property, plant and equipment are as follows

(₹ in Lakhs)									
Property, Plant and Equipment	Buildings	Electrical Equipment	Furniture and Fixtures	Hospital Equipment	Plant & Machinery	Office equipment	Vehicles	Computer Hardware	Total
<b>Cost</b>									
As at March 31, 2022	9,102.52	1,323.33	1,952.38	14,580.19	445.61	198.40	77.24	247.47	27,927.13
Additions	130.40	4.68	-	81.80	-	.91	-	.06	217.84
Disposals	-	-	-	-	-	-	-	-	-
As at March 31, 2023	9,232.91	1,328.02	1,952.38	14,661.98	445.61	199.31	77.24	247.52	28,144.97
Additions	3,280.62	-	-	116.74	-	.59	233.17	3.98	3,635.10
Disposals	-	-	-	-	-	-	-	-	-
As at March 31, 2024	12,513.54	1,328.02	1,952.38	14,778.72	445.61	199.90	310.41	251.50	31,780.07
<b>Depreciation</b>									
As at March 31, 2022	1,521.48	575.73	854.95	5,585.59	195.01	135.02	47.21	230.19	9,145.17
Charge for the period	309.14	102.93	150.94	1,218.00	37.64	17.63	6.42	3.24	1,845.96
Disposals	-	-	-	-	-	-	-	-	-
As at March 31, 2023	1,830.62	678.66	1,005.89	6,803.59	232.65	152.65	53.64	233.43	10,991.13
Charge for the period	318.12	103.37	151.31	1,227.25	27.98	17.63	22.62	2.30	1,870.58
Disposals	-	-	-	-	-	-	-	-	-
As at March 31, 2024	2,148.75	782.03	1,157.19	8,030.84	260.63	170.28	76.26	235.73	12,861.71
<b>Net Block</b>									
As at March 31, 2024	10,364.79	545.98	795.18	6,747.88	184.98	29.62	234.15	15.77	18,918.36
As at March 31, 2023	7,402.29	649.35	946.49	7,858.40	212.96	46.66	23.60	14.09	17,153.84



**Note No 1(2): Right of Use Asset**

(₹ in Lakhs)

Following are the changes in the carrying value of right of use assets for the year ended March 31, 2024:

Particulars	Category of ROU asset		
	Buildings	Medical Equipment	Total
Balance as at March 31, 2022	4,927.78	394.73	5,322.51
Additions	2,236.83	-	2,236.83
Deletion	-	-	-
Balance as at March 31, 2023	7,164.61	394.73	7,559.34
Additions	-	-	-
Deletion	-	-	-
Balance as at March 31, 2024	7,164.61	394.73	7,559.34
Depreciation as at March 31, 2022	371.26	178.08	549.34
Depreciation	52.11	118.28	170.39
Depreciation as at March 31, 2023	423.36	296.36	719.72
Depreciation	371.14	90.90	462.04
Depreciation as at March 31, 2024	794.50	387.26	1,181.76
Balance as at March 31, 2024	6,370.11	7.47	6,377.58
Balance as at March 31, 2023	6,741.24	98.37	6,839.61

**Note No 1 (3): Intangible Assets**

(₹ in Lakhs)

Intangible Assets	Computer software	Total
As at March 31, 2022	1337.38	1337.38
Additions	3.02	3.02
Disposals	-	-
As at March 31, 2023	1340.40	1340.40
Additions	-	-
Disposals	-	-
As at March 31, 2024	1340.40	1340.40
Depreciation		
As at March 31, 2022	274.34	274.34
Charge for the period	219.53	219.53
Disposals	-	-
As at March 31, 2023	493.87	493.87
Charge for the period	174.59	174.59
Disposals	-	-
As at March 31, 2024	668.46	668.46
Net Block		
As at March 31, 2024	671.94	671.94
As at March 31, 2023	846.53	846.53





**Note No 1 (4): Capital Work in Progress**

(₹ in Lakhs)

Intangible Assets	Capital work in progress	Total
As at March 31, 2022	-	-
Additions	9,899.12	9,899.12
Disposals	-	-
As at March 31, 2023	9,899.12	9,899.12
Additions	175.00	175.00
Disposals	3,000.00	3,000.00
As at March 31, 2024	7,074.12	7,074.12
<b>Depreciation</b>		
As at March 31, 2022	-	-
Charge for the period	-	-
Disposals	-	-
As at March 31, 2023	-	-
Charge for the period	-	-
Disposals	-	-
As at March 31, 2024	-	-
<b>Net Block</b>		
As at March 31, 2024	7,074.12	7,074.12
As at March 31, 2023	9,899.12	9,899.12

*[Signature]*



## Note No. 2 Non Current Investments

₹ in Lakhs)		
PARTICULARS	Mar 31, 2024	Mar 31, 2023
Investment in Shri Ram Chits	179.95	97.88
Total	179.95	97.88

## Note No. 3 Long Term Loans And Advances

PARTICULARS	Mar 31, 2024	Mar 31, 2023
Unsecured Security Deposits	267.71	304.10
Total	267.71	304.10

## Note No. 4 Other Non Current Assets

PARTICULARS	Mar 31, 2024	Mar 31, 2023
Unamortised Expenses	278.67	271.81
Total	278.67	271.81

## Note No. 5 Trade Receivables

PARTICULARS	Mar 31, 2024	Mar 31, 2023
Trade Receivables considered good - Secured	-	-
Less: Allowance for expected credit loss	-	-
Total Trade Receivables considered good - Secured	-	-
Trade Receivables considered good - Unsecured;	2,800.54	2,220.16
Less: Allowance for expected credit loss	-	-
Total Trade Receivables considered good - Unsecured	2,800.54	2,220.16
Total	2,800.54	2,220.16

## Trade Receivables ageing schedule as on March 31, 2024 :-

Particulars	Less than 6 months	6 months - 1 year	1-2 Years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables - considered good	875.32	1,925.21	-	-	-	2,800.54
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables-considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-

## Trade Receivables ageing schedule as on March 31, 2023 :-

Particulars	Less than 6 months	6 months - 1 year	1-2 Years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables - considered good	987.79	1,232.37	-	-	-	2,220.16
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables-considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	-	-



Signature



**Note No. 6 Cash and Cash Equivalents**

PARTICULARS	Mar 31,2024	Mar 31,2023
<b>a) Balances with banks :</b>		
Current Accounts	64.75	34.40
<b>b) Cash on hand</b>	48.40	12.38
<b>Sub Total</b>	<b>113.16</b>	<b>46.78</b>
<b>Other Bank Balances</b>		
On Deposit Accounts		
12 Months from date of deposit	708.12	790.01
<b>Sub Total</b>	<b>708.12</b>	<b>790.01</b>
<b>Total</b>	<b>821.27</b>	<b>836.78</b>

**Note No. 7 Short Term Loans and Advances**

PARTICULARS	Mar 31,2024	Mar 31,2023
<b>Unsecured</b>		
Advances to Related parties	1,156.19	690.60
Others	661.46	794.44
<b>Total</b>	<b>1,817.64</b>	<b>1,485.04</b>

**Note No. 8 Other Current Assets**

PARTICULARS	Mar 31,2024	Mar 31,2023
Salary and Travel Advances	33.51	45.08
TDS Receivable	390.61	353.91
Prepaid Expenses	39.16	14.51
<b>Total</b>	<b>463.27</b>	<b>413.50</b>

**Note No. 11 Long Term Borrowings**

PARTICULARS	Mar 31,2024	Mar 31,2023
<b>Long Term Borrowings</b>		
<b>Secured</b>		
<b>a) Term Loans:</b>		
<b>From Banks</b>	2,171.01	6,627.77
Less: Principal Repayable in next 12 Months	-2,087.54	-1,772.47
Equipment Loans	-	-
Less: Principal Repayable in next 12 Months	-	-
Vehicle Loans	5.23	9.82
From Related parties	20,181.64	16,659.28
From Others	60.71	-
<b>Total</b>	<b>20,331.05</b>	<b>21,524.40</b>

*K. Raj*



**M/s. VIRINCHI HEALTHCARE PVT LTD****Notes forming part of the Financial Statements**

(All amounts in Indian Rupees, except Share data and where otherwise stated)

(₹ in Lakhs)

**Note No. 9 : Equity Share Capital**

	Mar 31, 2024	Mar 31, 2023
<b>Authorized Share Capital</b>		
60,00,000 equity shares of INR 10/- each	500.00	600.00
<b>Issued, Subscribed and Fully Paid-up</b>		
54,35,978 equity shares of INR 10/- each fully paid-up	543.60	543.60
	543.60	543.60

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

Particulars	Mar 31, 2024		Mar 31, 2023	
	No. of Equity Shares	Amount	No. of Equity Shares	Amount
Outstanding at the beginning of the year	54,35,978	543.60	54,35,978	543.60
Issued during the year	-	-	-	-
Outstanding at the end of the year	54,35,978	543.60	54,35,978	543.60

**(b) Terms / rights attached to the Equity Shares**

Equity Shares of the Company have a par value of INR 10 Per Share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. In the event of liquidation of the Company, the holders of Equity Shares will be entitled to receive remaining Assets of the Company, after distribution of all Preferential Amounts. The distribution will be in proportion to the number of Equity Shares held by the Shareholders.

**Shareholding of promoter**

Particulars	Mar 31, 2024		Mar 31, 2023	
	No. of Equity Shares held	% holding in the class	No. of Equity Shares held	% holding in the class
Virinchi Ltd	54,35,978	100.00%	54,35,978	100.00%





**Note No. 10 : Other Equity**

	Mar 31, 2024	Mar 31, 2023
<b>Capital Reserve:</b>		
Opening Balance	1,194.21	1,194.21
Add: Premium on fresh issue	-	-
Closing Balance (A)	<u>1,194.21</u>	<u>1,194.21</u>
<b>Securities Premium:</b>		
Opening Balance	5,415.98	5,415.98
Additions during the year	-	-
Closing Balance (B)	<u>5,415.98</u>	<u>5,415.98</u>

Securities Premium consists of the difference between the face value of the Equity Shares and the consideration received in respect of Shares issued.

<b>General Reserve:</b>		
Opening Balance	-	-
Add: Transfers during the year	-	-
Closing Balance (C)	<u>-</u>	<u>-</u>

The General Reserve is used from time to time to transfer Profits from Retained Earnings for appropriation purposes. As the General Reserve is created by a transfer from one component of Equity to another and is not an item of Other Comprehensive Income, items included in the General Reserve will not be reclassified subsequently to Profit or Loss.

<b>Retained Earnings:</b>		
Opening Balance	-3,565.28	-2,706.72
Profit/(Loss) for the year	-421.20	-858.57
Other Comprehensive Income (Lease Liability)	-	-
Less: Transfers to General Reserve	-	-
Closing Balance (D)	<u>-3,986.48</u>	<u>-3,565.28</u>
<b>Total Other Equity (A+B+C+D)</b>	<u><u>2,623.71</u></u>	<u><u>3,044.91</u></u>

Retained Earnings reflect Surplus / Deficit after Taxes in the Profit or Loss. The amount that can be distributed by the Company as Dividends to its Equity Shareholders is determined based on the balance in this reserve and also considering the requirements of the Companies Act, 2013.



*Handwritten signature in blue ink.*

**Note No. 12 Long Term Provisions**

PARTICULARS	Mar 31,2024	Mar 31,2023
Provision for Gratuity	247.38	226.07
<b>Total</b>	<b>247.38</b>	<b>226.07</b>

**Note No. 13 Deferred Tax Liability**

PARTICULARS	Mar 31,2024	Mar 31,2023
Opening Deferred Tax Liability	1,530.58	1,162.05
Add: Deferred Tax Liability for the Year	61.37	368.53
<b>Total</b>	<b>1,591.95</b>	<b>1,530.58</b>

**Note No. 14 Lease Liability**

PARTICULARS	Mar 31,2024	Mar 31,2023
Lease Liability	9,951.31	9,108.17
<b>Total</b>	<b>9,951.31</b>	<b>9,108.17</b>

**Note No. 15 Short Term Borrowings**

PARTICULARS	Mar 31,2024	Mar 31,2023
<b>a) Loans repayable on demand (Secured)</b>		
From Banks	1,230.07	1,571.55
<b>Term Loan repayable in next 12 months</b>		
Consortium Bank TL	2,087.54	1,772.47
Equipment Finance	-	48.72
<b>Total</b>	<b>3,317.61</b>	<b>3,392.74</b>

**Note No. 16 Trade Payables**

PARTICULARS	Mar 31,2024	Mar 31,2023
Outstanding dues of micro enterprises and small enterprises	-	-
Outstanding dues of creditors other than micro enterprises and small enterprises	431.97	445.63
<b>Total</b>	<b>431.97</b>	<b>445.63</b>

**Trade payables ageing schedule for the year ended as on March 31, 2024 :**

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
i) Others	431.97	-	-	-	431.97
ii) Disputed dues -- MSME	-	-	-	-	-
iii) Disputed dues - Others	-	-	-	-	-

**Trade payables ageing schedule for the year ended as on March 31, 2023 :**

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
i) Others	445.63	-	-	-	445.63
ii) Disputed dues -- MSME	-	-	-	-	-
iii) Disputed dues - Others	-	-	-	-	-

**Note No. 17 Short Term Provisions**

PARTICULARS	Mar 31,2024	Mar 31,2023
a) Provisions For Employee Benefits	182.65	195.59
b) Others		
i) Provisions For Expenses	724.52	687.89
ii) Statutory Liabilities	414.05	539.59
<b>Total</b>	<b>1,321.22</b>	<b>1,423.07</b>

K. Ray





## NOTE NO. 18 : REVENUE FROM OPERATIONS

Particulars	Mar 31,2024	Mar 31,2023
Revenue from Operations		
(a) Revenue from Services	11,982.59	9,960.25
(b) Pharmacy Sale	1,229.75	3,050.90
(a) Revenue from Other Services	96.01	348.74
(c) Sale of Food Items	6.49	156.29
<b>Total</b>	<b>13,314.85</b>	<b>13,516.18</b>

## NOTE NO. 19 : OTHER INCOME

Particulars	Mar 31,2024	Mar 31,2023
(a) Interest Income	62.88	42.05
<b>Total</b>	<b>62.88</b>	<b>42.05</b>

## NOTE NO. 20 : PURCHASE OF STOCK IN TRADE

Particulars	Mar 31,2024	Mar 31,2023
Pharmacy Purchases	1,233.26	1,416.26
<b>Total</b>	<b>1,233.26</b>	<b>1,416.26</b>

## NOTE NO. 21 : CHANGES IN INVENTORY

Particulars	Mar 31,2024	Mar 31,2023
Finished Goods		
Stock in Trade at the beginning of the year	555.79	-190.88
Less : Stock in Trade at the end of the year	182.02	555.79
<b>Total</b>	<b>373.76</b>	<b>-746.67</b>

## NOTE NO. 22 : EMPLOYEE BENEFIT EXPENSES

Particulars	Mar 31,2024	Mar 31,2023
(a) Salaries & Wages	1,875.89	2,178.41
(b) Contribution to Employees	100.23	123.88
(c) Staff Welfare Exp	70.18	44.72
<b>Total</b>	<b>2,046.29</b>	<b>2,347.01</b>

## NOTE NO. 23 : FINANCE COST

Particulars	Mar 31,2024	Mar 31,2023
Interest charges on		
Bank loans	1,946.24	1,731.74
Leased Assets	1,936.60	1,239.79
<b>Total</b>	<b>3,882.84</b>	<b>2,971.54</b>

## NOTE NO. 24 : ADMINISTRATIVE AND OTHER OPERATING EXPENSES

Particulars	Mar 31,2024	Mar 31,2023
(a) Power & Fuel	456.18	451.45
(b) Rent	20.86	14.70
(c) Repairs and other Maintenance	641.71	373.11
(d) Insurance	12.66	12.26
(e) Telephone, Postage and Others	22.96	22.73
(f) Marketing and Business Promotion Expenses	18.80	11.82
(g) Office Maintenance	307.76	276.42
(h) Travelling and Accommodation Expenses	118.88	59.38
(i) Professional Fee	2,000.64	2,995.12
(j) Printing & Stationery Expenses	41.23	35.79
(k) Rates & Taxes	24.60	198.32
(l) Disallowances and Network Hospital Discount	207.48	59.82
(m) Bank Charges	8.85	9.31
(n) Payment to Auditors:		
(i) As Auditor	2.52	.75
<b>Total</b>	<b>3,885.13</b>	<b>4,520.99</b>



## VIRINCHI HEALTH CARE PVT LTD

Notes and other explanatory information to financial statements for the year ended March 31, 2024

### 1. Basis of preparation

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### (i) Compliance with Ind AS

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) read with Companies (Indian Accounting Standards) Rules, 2015, 2016 & 2017 and other relevant provisions of the Act.

#### (ii) Historical cost convention

The financial statements have been prepared on a historical cost basis, except for the following:

- Certain financial assets and liabilities (including derivative instruments) and contingent consideration that is measured at fair value;

### 1.1 Summary of significant accounting policies

#### I. Significant Accounting Estimates and Judgments

Estimates, assumptions concerning the future and judgments are made in the preparation of the financial statements. They affect the application of the Company's accounting policies, reporting amounts of assets, liabilities, income and expense and disclosures made. Although these estimates are based on management's best knowledge of current events and actions, actual result may differ from those estimates.

#### II. Property, Plant and Equipment

All items of property, plant and equipment are initially recorded at cost. The cost of an item of plant and equipment is recognized as an asset if, and only if, it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.



K. Raj



Cost includes its purchase price (after deducting trade discounts and rebates), import duties & non-refundable purchase taxes, any costs directly attributable to bringing the asset to the location & condition necessary for it to be capable of operating in the manner intended by management, borrowing costs on qualifying assets and asset retirement costs. When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

The cost of replacing a part of an item of property, plant and equipment is capitalized if it is probable that the future economic benefits of the part will flow to the Company and that its cost can be measured reliably. The carrying amount of the replaced part is derecognized.

Costs of day to day repairs and maintenance costs are recognized into the statement of profit and loss account as incurred.

Subsequent to recognition, property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses.

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

The residual values, estimated useful lives and depreciation method are reviewed at each financial year-end, and adjusted prospectively, if appropriate.

Assets under installation or under construction as at the Balance Sheet date are shown as Capital Work in Progress.

### *Depreciation*

Depreciation is provided on Straight Line Method, as per the provisions of schedule II of the Companies Act, 2013 or based on useful life estimated on the technical assessment. Asset class wise useful lives in years are as under:

Electrical Equipment, Furniture and Fixture,	
Medical Equipment	12
Building Interiors	10
Plant & Machinery, Vehicles	6



K. Ray

Computer Software	6
Office Equipment	5
Computer Hardware	3

III. In respect of additions / deletions to the fixed assets / leasehold improvements, depreciation is charged from the date the asset is ready to use / up to the date of **Intangible Assets**

Intangible assets are recognized when it is probable that the future economic benefits that are attributable to the asset will flow to the enterprise and the cost of the asset can be measured reliably.

IV. **Financial Assets**

Financial assets comprise of investments in equity and debt securities, trade receivables, cash and cash equivalents and other financial assets.

*Initial recognition:*

All financial assets are recognized initially at fair value. Purchases or sales of financial asset that require delivery of assets within a time frame established by regulation or convention in the market place (regular way trades) are recognized on the trade date, i.e., the date that the company commits to purchase or sell the assets.

*Subsequent Measurement:*

(i) **Financial assets measured at amortized cost:**

Financial assets held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding are measured at amortized cost using effective interest rate (EIR) method. The EIR amortization is recognized as finance income in the Statement of Profit and Loss.

The Company while applying above criteria has classified the following at amortized cost:

- a) Trade receivable
- b) Cash and cash equivalents
- c) Other Financial Asset



*K. Dey*



V. (i) *Impairment of Financial Assets:*

Financial assets are tested for impairment based on the expected credit losses.

(i) Trade Receivables

An impairment analysis is performed at each reporting date. The expected credit losses over life time of the asset are estimated by adopting the simplified approach using a provision matrix which is based on historical loss rates reflecting current condition and forecasts of future economic conditions. In this approach assets are grouped on the basis of similar credit characteristics such as industry, customer segment, past due status and other factors which are relevant to estimate the expected cash loss from these assets.

(ii) Other financial assets

Other financial assets are tested for impairment based on significant change in credit risk since initial recognition and impairment is measured based on probability of default over the life time when there is significant increase in credit risk.

V. (ii) *Impairment of Non-Financial Assets*

At each reporting date, the Company assesses whether there is any indication that an asset may be impaired. Where an indicator of impairment exists, the company makes a formal estimate of recoverable amount. Where the carrying amount of an asset exceeds its recoverable amount the asset is considered impaired and is written down to its recoverable amount.

Recoverable amount is the greater of fair value less costs to sell and value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets, in which case, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.



K. Raj

## VI. Inventories

Stock in Trade valued at lower of cost of purchase or Net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs necessary to make the sale.

## VII. Cash and Cash equivalents

Cash and cash equivalents comprise cash at bank and in hand and short-term investments with an original maturity of three months or less. Deposits with banks subsequently measured at amortized cost and short term investments are measured at fair value through Profit & Loss account.

## VIII. Share Capital

Equity shares are classified as equity.

## IX. Financial Liabilities

### *Initial recognition and measurement*

Financial liabilities are recognized when, and only when, the Company becomes a party to the contractual provisions of the financial instrument. The company determines the classification of its financial liabilities at initial recognition.

All financial liabilities are recognized initially at fair value plus any directly attributable transaction costs, such as loan processing fees and issue expenses.

### *Subsequent measurement - at amortized cost*

After initial recognition, financial liabilities are subsequently measured at amortized cost using the effective interest method. Gains and losses are recognized in profit or loss when the liabilities are de recognized, and through the amortization process.

### *De recognition*

A financial liability is de recognized when the obligation under the liability is discharged or cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a de recognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognized in profit or loss.

## X. Borrowing Costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use



K. Dey



or sale are capitalized as part of the cost of the respective asset. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest, exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost and other costs that an entity incurs in connection with the borrowing of funds.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization.

#### **XI. Employee Benefits**

- Employee benefits are charged to the statement of Profit and Loss for the year.
- Gratuity provision is creating and accounted on monthly basis.

#### **XII. Income Taxes**

Income tax expense is comprised of current and deferred taxes. Current and deferred tax is recognized in net income except to the extent that it relates to a business combination, or items recognized directly in equity or in other comprehensive income.

Current income taxes for the current period, including any adjustments to tax payable in respect of previous years, are recognized and measured at the amount expected to be recovered from or payable to the taxation authorities based on the tax rates that are enacted or substantively enacted by the end of the reporting period.

Deferred income tax assets and liabilities are recognized for temporary differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases using the tax rates that are expected to apply in the period in which the deferred tax asset or liability is expected to settle, based on the laws that have been enacted or substantively enacted by the reporting date.

Deferred tax assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable income nor the accounting income. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable income will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and reduced accordingly to the extent that it is no longer probable that they can be utilized.



*K. Ravi*

The Company restricts recognition of deferred tax assets to the extent that it has become reasonably certain, that sufficient future taxable income will be available against which such deferred tax assets can be realized. For recognition of deferred taxes, the temporary differences which originate first are considered to reverse first.

Deferred tax assets and liabilities are offset when there is legally enforceable right of offset current tax assets and liabilities when the deferred tax balances relate to the same taxation authority. Current tax asset and liabilities are offset where the entity has legally enforceable right to offset and intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

#### XIV. Leases

The payment made on entering into or acquiring a leasehold Building and Medical Equipment are accounted for as leasehold Right of use Assets and is amortized over the lease term in accordance with the pattern of benefits provided.

#### XIII. Provisions , Contingent Liabilities and Contingent Assets

##### *Provisions*

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation.

Liquidated Damages/Discounts or disallowances on claim settlement with corporate and insurance clients including TPA are recognized at the time of settlement of claims.

##### *Contingent Liabilities*

Contingent liability is disclosed in case of

- A present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation;
- A present obligation arising from past events, when no reliable estimate is possible;
- A possible obligation arising from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company where the probability of outflow of resources is not remote.

##### *Contingent Assets*

Contingent assets are not recognized but disclosed in the financial statements when as inflow of economic benefits is probable



K. Day



#### XIV. Revenue Recognition

The Company's revenues are derived from sale of goods and services.

- **Sale of Services**

Service income is recognized as and when the underlying services are performed. There was no change in the point of recognition of revenue upon adoption of Ind AS 115. Upfront non refundable payments received under these arrangements continue to be deferred and are recognized over the expected period that related services are to be performed.

- **Sale of goods**

Revenue from sale of goods is recognized where control is transferred to the Company's customers at the time of shipment to or receipt of goods by the customers. There was no change in the point of recognition of revenue upon adoption of Ind AS 115.

- **Revenue from Healthcare Services:**

Revenue from patients is recognized when the company satisfies performance obligation by transferring promised goods and services to patients. Revenue is measured based on the transaction price which is the fair value of the consideration received /receivable net of discount/concession and GST. The Income by way of doctor's Consultancy fees and the consequent liability towards Doctor's Consultation charges are considered as accrued as and when the amounts are finalized and certainty of recovery from patients is established.

Revenue from dietary/pharmacy sales and other associates services is recognized at the point when the goods are sold or services are rendered.

- Interest income is accrued on, time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

#### XV. Foreign Currency Transactions

Transactions in foreign currencies are translated to the functional currency of the company, at exchange rates in effect at the transaction date.

At each reporting date monetary assets and liabilities denominated in foreign currencies are translated at the exchange rate in effect at the date of the statement of financial position.



K. Day

The translation for other non-monetary assets is not updated from historical exchange rates unless they are carried at fair value.

#### **XIX. Minimum Alternative Tax (MAT)**

MAT credit is recognized as an asset only when and to the extent there is convincing evidence that the company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the statement of profit and loss and shown as MAT Credit Entitlement. The company reviews the same at each balance sheet date and writes down the carrying amount of MAT Credit Entitlement to the extent there is no longer convincing evidence to the effect that company will pay normal Income Tax during the specified period.

#### **XX. Earnings per Share**

Basic earnings per share are calculated by dividing:

- The profit attributable to owners of the company
- By the weighted average number of equity shares outstanding during the financial year, adjusted for bonus elements in equity shares issued during the year and excluding treasury shares.

Diluted earnings per share adjust the figures used in the determination of basic earnings per share to take into account:

- The after income tax effect of interest and other financing costs associated with dilutive potential equity shares
- The weighted average number of additional equity shares that would have been outstanding assuming the conversion of all dilutive potential equity shares.

#### **XXI. Rounding of amounts**

All amounts disclosed in the financial statements and notes have been rounded off to the nearest rupees as per the requirement of Schedule III of the Companies Act, 2013, unless otherwise stated.



K. Ray



**NOTE 25:****(Rs In Lakhs)**

Particulars	For Year Ended March 31,2024(Rs)	For Year Ended March 31,2023(Rs)
Auditors remuneration	2.52	0.75

**NOTE 26: Earning per Share**

The earning considered in ascertaining the companies earning per share comprise net profit after tax. The number of shares used in computing basic earnings per share is the weighted average number of shares outstanding during the year.

**(Rs In Lakhs)**

Particulars	2023-24	2022-23
Profit available for the equity Shareholders	(421.20)	(858.57)
No. of equity shares outstanding for EPS Basic	54,35,978	54,35,978
No, of equity shares outstanding, of EPS-Diluted	54,35,978	54,35,978
Basic EPS	(7.75)	(15.79)
Diluted EPS	(7.75)	(15.79)

**NOTE 27:****List of Related Parties:**

- 1) a) Virinchi Limited – Holding Company.
- b) Ksoft Systems Inc. - Common Parent Company.
- c) Q fund Technologies Pvt. Ltd. - Common Parent Company.
- d) Virinchi Learning Private Ltd. - Common Parent Company.
- e) Virinchi Media & Entertainment Pvt. Ltd. - Common Parent Company.
- f) Tyohar Foods Pvt. Ltd. - Common Parent Company.
- g) Virinchi Infra & Reality Pvt. Ltd. - Common Parent Company.
- h) Tensor Fields Consultancy Services Pvt. Ltd. - Common Parent Company.
- i) Virinchi Combinatorics & Systems Biology Pvt. Ltd - Common Parent Company.
- j) Virinchi Capital Pvt. Ltd. - Common Parent Company.
- k) V23 Medical solutions Pvt. Ltd. - Common Parent Company.
- l) Asclepius Consulting & Technologies Pvt. Ltd. - Common Parent Company.

**Key management personnel**

S.NO.	NAME	Designation
1	M.V.Srinivasa Rao	Director
2	K.Sri Kalyan	Director
3	K.Ravindranath Tagore	Company Secretary



*K. Ravi*

**Related Party Transactions:**

All related transactions that are entered into during the financial year were on arm's length basis and were in the ordinary course of business. There are no materially significant related party transactions made by the company with the promoters, directors, key managerial personnel or other designated persons which may have a potential conflict with the interest of company at large.

The followings are Related party Transaction:

S. No.	Name of the Related Party	Nature of Transaction	Value of Transactions during the Year
1	KSoft Systems Inc.	Sale of Services	1,407.89

**Details of Loans & Advances/ (Borrowings):**

S. No.	Name of the Related Party	Relationship	Closing Balance as on 31-03-2024	Opening Balance as on 31-03-2023
1	Asclepius Consulting & Technologies Pvt. Ltd.	Common Parent Company	35.10	45.00
2	Q Fund Technologies Pvt. Ltd.	Common Parent Company	2.75	(7.15)
3	Tensor Fields Consultancy Services Pvt. Ltd.	Common Parent Company	16.41	24.56
4	Tyohar Foods Pvt. Ltd.	Common Parent Company	24.24	34.00
5	V23 Medical solutions Pvt Ltd.	Common Parent Company	-	(4.75)
6	Virinchi Infra & Reality Pvt. Ltd.	Common Parent Company	(9.94)	-
7	Virinchi Media & Entertainment Pvt. Ltd.	Common Parent Company	-	4.40
8	Virinchi learning Pvt. Ltd.	Common Parent Company	9.90	-
9	Bharat Megawatts Gen Pvt Ltd	Common Promoter	9.76	14.66
10	Gajwel Developers Pvt Ltd	Common Promoter	5.47	1.34
11	PKI Solutions Pvt Ltd	Common Promoter	263.54	111.05



*K. Ray*



12	Shri Shri Resorts Pvt Ltd	Common Promoter	440.32	514.55
13	Vira Systems Pvt. Ltd.	Common Promoter	15.66	16.09
14	Maxcell Phone Communications Pvt. Ltd.	Common Promoter	14.97	14.54
15	Iron age India Pvt. Ltd.	Common Promoter	16.97	15.86
16	Iragavarapu Constructions Pvt. Ltd.	Common Promoter	18.00	18.00
17	Surlogic Life Consultancy Pvt Ltd	Common Promoter	15.27	15.56
18	Viswanath Kompella	Promoter	56.80	56.80
19	Vivo Bio Consulting Services Pvt Ltd	Common Promoter	15.51	15.36
20	Vivo Bio Discovery Service Pvt Ltd	Common Promoter	15.29	14.59
21	Vivo Bio labs Pvt Ltd	Common Promoter	15.45	14.09
22	Vivo Bio Tech Ltd	Common Promoter	5.51	-64.33
23	Virinchi Ltd	Holding Company	-20,181.64	-16,659.28
24	Pragnapur Developers Pvt Ltd	Common Promoter	51.68	6.41

**NOTE 28: Primary Security:**

**Hypothecation of Movable Assets:**

- 1<sup>st</sup> charge on all movable assets of the company on Term Loans availed from following Banks in M/s. Virinchi Healthcare Pvt. Ltd.

M/s. Canara Bank, Mid Corporate Branch, Hyderabad.

M/s. Central Bank of India, Industrial Finance Branch, Koti, Hyderabad,

M/s. Punjab National Bank, Ameerpet, Hyderabad

M/s. DBS Bank Ltd, West Marredpally, Secunderabad.

- Hypothecation of Current Assets such as Stock & Receivables and 2<sup>nd</sup> Charge on Movable Assets of the company for working Capital limits with following banks in M/s. Virinchi Health Care Pvt Ltd:

M/s. Canara Bank, Spl. Mid Corporate Branch, Hyderabad.

M/s. Central Bank of India, Industrial Finance Branch, Koti, Hyderabad.



K. Raj

**Details of collateral security, corporate guarantee and Personal Guarantee:**

**Since loan is availed under consortium with above said banks and offered following securities:**

- Commercial Flat admeasuring 2700 Sq.ft, Flat No. 308-A, Ashoka Metropolitan (Virinchi Hospitals), Road NO.12, Banjara Hills , Hyderabad , in the name of M/s. Virinchi Limited for Loans availed in M/s. Virinchi Health Care Private Limited
- Pledge of 3 FDR's worth of Rs. 7.13 Crores in the name of M/s. Virinchi Limited for Loans availing in M/s. Virinchi Health Care Pvt Ltd
- 11.875 Acres freehold industrial land located at SY No103 & Sy No. 104 Lakshmakkapally, Mulugu Mandal ,Medak District in the name of M/S. Vivo Biotech Ltd given to M/s. Canara bank, Mid Corporate Branch, Hyderabad for Loans availed in M/s. Virinchi Health Care Limited
- Plot No. 76& 77, Balamrai Co-operative Housing Society , Mahendra Hills, East Marredpally, Secunderabad -26 in the name of Mr. Viswanath Kompella given to M/s. Canara bank, Mid Corporate Branch, Hyderabad for Loans availed in M/s. Virinchi Health Care Limited.
- Plot No. 78, Balamrai Co-operative Housing Society , Mahendra Hills, East Marredpally, Secunderabad -26 in the name of Mr. Viswanath Kompella given to M/s. Canara bank, Mid Corporate Branch, Hyderabad for Loans availed in M/s. Virinchi Health Care Pvt Limited.
- Plot No. 88, Balamrai Co-operative Housing Society , Mahendra Hills, East Marredpally, Secunderabad -26 in the name of Mr. Viswanath Kompella given to M/s. Canara bank, Mid Corporate Branch, Hyderabad for Loans availed in M/s. Virinchi Health Care Pvt Limited.
- Plot No. 227, Balamrai Co-operative Housing Society , Mahendra Hills, East Marredpally, Secunderabad -26 in the name of M/s. Shri Shri Resorts Pvt Ltd given to M/s. Canara bank, Mid Corporate Branch, Hyderabad for Loans availed in M/s. Virinchi Health Care Pvt Limited.
- Open non-agricultural land admeasuring 2 Acres 31 Guntas at S.no 438 P, Devar Yamjal , Hakimpet, Shameerpet Mandal, R.R Dist in the name of M/s.Virinchi limited given to M/s. Canara bank, Mid Corporate Branch, Hyderabad for Loans availed in M/s. Virinchi Health Care Pvt Limited.
- Residential House land admeasuring 324.44 Sq Yards at Plot No 227, Balamrai Society, Mahendra Hills, West Maredpally, Secunderabad, in the name of M/s Iragavarapu Constructions Pvt Ltd given to M/s. Canara bank, Mid Corporate Branch, Hyderabad for Loans availed in M/s. Virinchi Health Care Pvt Limited



*K. Ray*



- Open Plot admeasuring 400Sq Yards at Plot No 522, Ashoka Colony, Kapra, Keesara Mandal, R.R District , in the name of Smt. Madhavi latha Kompella given to M/s. Canara bank, Mid Corporate Branch, Hyderabad for Loans availed in M/s. Virinchi Health Care Pvt Limited.
- Pledge of One FDR worth Rs. 2.23 Crores in the name of Virinchi Health Care Pvt Ltd for working capital loan. This charge exclusive for M/s. Central Bank of India, Corporate Finance Branch and M/s. Canara Bank, Mid Corporate Branch, Hyd.
- 1<sup>st</sup> charge on all movable assets of the Cancer Block located at H. No. 6-3-244 & 6-3-245, Road No.1, Banjaura Hills, Shakipet Mandal, Hyderabad District on Term Loans availed from ICICI Bank Limited.
- Hypothecation of Current Assets such as Stock & Receivables relating to Cancer Block business and 2<sup>nd</sup> Charge on Movable Assets of the Cancer Block locate at H. No. 6-3-244 & 6-3-245, Road No.1, Banjaura Hills, Shakipet Mandal, Hyderabad District for working Capital limits availed with ICICI Bank Limited
- Open Plot admeasuring 875 Sq Yards located at H.No. 6- 3-244 & 6-3-245 Road No.1, Banjaura Hills, Shakipet Mandal, Hyderabad District 1 Banjara Hills, Hyderabad Telangana, India , 500034 in the name of M/s. Virinchi Limited
- EMT on 649 sq yards open land at Plot No 37, Nandagiri Hills, Shaikpet Village, Jublee Hillo, Hyderabad 500033 owned by Mrs. Madhavilatha Kompella given to M/s. ICICI Bank Ltd for Loans availed in M/s. Virinchi Limited
- EMT on Land to the extent of Ac 2.0 and Building 46,590 Sq yards situated at Sy No. 15/part, 15/B and 15/C, Suraram, Jeedemetla Industrial Area, Quthubullapur, Hyderabad owned by M/s. Virinchi Limited given to M/s. ICICI Bank Ltd for Loans availed in M/s. Virinchi Limited.

**Personal guarantee Taken from:** Mr. Viswanath Kompella

**Hypothecations of Medical Equipment:**

- Fixed and Exclusive charge over the Medical Equipment financed by
  - Siemens Financial Services Pvt Ltd
  - Kotak Mahindra Bank (earlier M/s. De Lage Landen Financial Services India Private Limited)



*K. Ray*

# NOTE 29: Ratios

Ratios	Numerator	Denominator	Current year	Previous year	Variance (in %)
Current ratio (in times)	Total current assets	Total current liabilities	1.20	1.11	8.80
Debt-Equity ratio (in times)	Debt consists of borrowings and lease liabilities*	Total Equity	10.16	9.48	11.88
Debt service coverage ratio (in times)	Earning for Debt Service = Net Profit after taxes + Non-cash operating expenses + Interest + Other non-cash adjustments	Debt service = Interest and lease payments + Principal repayments*	1.05	0.91	15.07
Return on equity ratio (in %)	Profit for the year less Preference dividend (if any)	Average total equity	-12.47	-21.37	-47.88*
Inventory Turnover Ratio(in times)	Cost of goods sold OR sales	Average Inventory	17.08	11.77	45.12**
Trade receivables turnover ratio (in times)	Revenue from operations	Average trade receivables	5.30	6.20	-14.46
Trade payables turnover ratio (in times)	Purchase of Services and other expenses	Average trade payables	30.34	28.02	8.29
Net capital turnover ratio (in times)	Revenue from operations	Average working capital (i.e. Total current assets less Total current liabilities)	15.80	13.57	16.46
Net profit ratio (in %)	Profit for the year	Revenue from operations	-3.16	-6.35	-50.20***
Return on capital employed (in %)	Profit before tax and finance costs	Capital employed = Tangible Net worth + Total Debt+ Deferred tax liabilities	10.19	6.40	59.03****
Return on investment (in %) -Unquoted	Income generated from invested funds	Average invested funds in treasury investments	NA	NA	NA



K. Raj



\* Decrease in PAT on account of reduced deferred tax expenses.

\*\* Due to Decrease in Inventory at the year end.

\*\*\* Decrease in PAT on account of reduced deferred tax expenses.

\*\*\*\* Decrease in PAT on account of reduced deferred tax expenses.

**Note 30:** Previous year's figures have been regrouped wherever necessary to conform to the layout adopted in the current year.

**Note 31:** Figures have been rounded off to the nearest Rupees in Lakhs.

As per our report of even date

For P. Murali & Co.,  
Chartered Accountants  
FRN: 007257S



**M.V. Joshi**  
Partner  
M.No. 024784



For and on behalf of the Board of Directors of

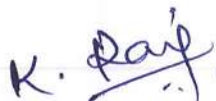
M/s. Virinchi Healthcare Pvt. Ltd.



**M.V. Srinivasa Rao**  
Director  
DIN: 00816334



**K. Sri Kalyan**  
Director  
DIN: 03137506



**Ravindanath Tagore Kolli**  
Company Secretary  
M.No.A18894

Place: Hyderabad

Date: 02<sup>nd</sup> May 2024